

**FORM
INSP**

Rev
X/20

**State of Colorado
Oil and Gas Conservation Commission**

1120 Lincoln Street, Suite 801, Denver, Colorado 80203
Phone: (303) 894-2100 Fax: (303) 894-2109



Inspection Date:

10/23/2024

Submitted Date:

10/28/2024

Document Number:

713901130

FIELD INSPECTION FORM

Loc ID 483467 Inspector Name: Hansen, Logan On-Site Inspection 2A Doc Num: _____

Status Summary:

- THIS IS A FOLLOW UP INSPECTION
- FOLLOW UP INSPECTION REQUIRED
- NO FOLLOW UP INSPECTION REQUIRED

Operator Information:

ECMC Operator Number: 10651
Name of Operator: VERDAD RESOURCES LLC
Address: 1125 17TH STREET SUITE 550
City: DENVER State: CO Zip: 80202

Findings:

- 7 Number of Comments
- 4 Number of Corrective Actions
- Corrective Action Response Requested

ANY CORRECTIVE ACTION(S) FROM PREVIOUS INSPECTIONS THAT HAVE NOT BEEN ADDRESSED ARE STILL APPLICABLE

Contact Information:

Contact Name	Phone	Email	Comment
		mcugnetti@verdadoil.com	
		Regulatory@verdadoil.com	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
479849	WELL	PR	10/01/2023	OW	123-52006	Kiwi 2929 09H	RI
479856	WELL	PR	10/01/2023	OW	123-52007	Kiwi 2929 05H	RI
483467	LOCATION	AC			-	Kiwi 2920	RI
483737	WELL	PR	10/01/2023	OW	123-52008	Kiwi 2929 07H	RI
483738	WELL	PR	10/01/2023	OW	123-52009	Kiwi 2920 03H	RI
483739	WELL	PR	10/01/2023	OW	123-52010	Kiwi 2920 04H	RI
483740	WELL	PR	10/01/2023	OW	123-52011	Kiwi 2929 08H	RI
483741	WELL	PR	10/01/2023	OW	123-52012	Kiwi 2920 02H	RI
483742	WELL	PR	10/01/2023	OW	123-52013	Kiwi 2920 01H	RI
483743	WELL	PR	10/01/2023	OW	123-52014	Kiwi 2929 06H	RI

General Comment:

[This is an Interim Reclamation and Stormwater Inspection.](#)

Location

Overall Good:

Emergency Contact Number:

Comment:

Corrective Action:

Date: _____

Good Housekeeping:

Type

Comment: Wellhead cellars were not covered by a wildlife protection device. See inspection photos.

Corrective Action: Install wildlife protection per Rule 608.

Date: 11/02/2024

Type

Comment: Stained soil was observed around wellheads and skid equipment. See inspection photos.

Corrective Action: Conduct maintenance on equipment and cleanup stained material per Rule 1002.

Date: 11/02/2024

Type

Comment: At the time of inspection two wellhead cellars, and two small secondary containments were partially full of unknown liquids. See inspection photos.

Corrective Action: Cleanup fluids in secondary containment per Rule 1002.

Date: 11/02/2024

Type

Comment: Wildlife protection on secondary containment has not been installed. See inspection photos.

Corrective Action: Comply with Rule 608.

Date: 11/02/2024

Overall Good:

Spills:

Type

Area

Volume

In Containment: No

Comment:

Multiple Spills and Releases?

Venting:

Yes/No

Comment:

Corrective Action:

Date:

Flaring:

Type

Comment:

Corrective Action:

Date:

Inspected Facilities				
Facility ID: <u>479849</u>	Type: <u>WELL</u>	API Number: <u>123-52006</u>	Status: <u>PR</u>	Insp. Status: <u>RI</u>
The subreport 'InspWellFlowline' could not be found at the specified location \\10 14 12				
Facility ID: <u>479856</u>	Type: <u>WELL</u>	API Number: <u>123-52007</u>	Status: <u>PR</u>	Insp. Status: <u>RI</u>
The subreport 'InspWellFlowline' could not be found at the specified location \\10 14 12				
Facility ID: <u>483467</u>	Type: <u>LOCATION</u>	API Number: <u>-</u>	Status: <u>AC</u>	Insp. Status: <u>RI</u>
The subreport 'InspWellFlowline' could not be found at the specified location \\10 14 12				
Facility ID: <u>483737</u>	Type: <u>WELL</u>	API Number: <u>123-52008</u>	Status: <u>PR</u>	Insp. Status: <u>RI</u>
The subreport 'InspWellFlowline' could not be found at the specified location \\10 14 12				
Facility ID: <u>483738</u>	Type: <u>WELL</u>	API Number: <u>123-52009</u>	Status: <u>PR</u>	Insp. Status: <u>RI</u>
The subreport 'InspWellFlowline' could not be found at the specified location \\10 14 12				
Facility ID: <u>483739</u>	Type: <u>WELL</u>	API Number: <u>123-52010</u>	Status: <u>PR</u>	Insp. Status: <u>RI</u>
The subreport 'InspWellFlowline' could not be found at the specified location \\10 14 12				
Facility ID: <u>483740</u>	Type: <u>WELL</u>	API Number: <u>123-52011</u>	Status: <u>PR</u>	Insp. Status: <u>RI</u>
The subreport 'InspWellFlowline' could not be found at the specified location \\10 14 12				
Facility ID: <u>483741</u>	Type: <u>WELL</u>	API Number: <u>123-52012</u>	Status: <u>PR</u>	Insp. Status: <u>RI</u>
The subreport 'InspWellFlowline' could not be found at the specified location \\10 14 12				
Facility ID: <u>483742</u>	Type: <u>WELL</u>	API Number: <u>123-52013</u>	Status: <u>PR</u>	Insp. Status: <u>RI</u>
The subreport 'InspWellFlowline' could not be found at the specified location \\10 14 12				
Facility ID: <u>483743</u>	Type: <u>WELL</u>	API Number: <u>123-52014</u>	Status: <u>PR</u>	Insp. Status: <u>RI</u>
The subreport 'InspWellFlowline' could not be found at the specified location \\10 14 12				

Reclamation - Storm Water - Pit

Interim Reclamation:

Date Interim Reclamation Started: _____ Date Interim Reclamation Completed: _____

Land Use: IRRIGATED

Comment: _____

1002 SITE PREPARATION AND STABILIZATION

1002a. FENCING _____

Comment _____

Corrective Action _____

Date _____

1002b. SOIL REMOVAL AND SEGREGATION _____

Comment _____

Corrective Action _____

Date _____

1002c. PROTECTION OF SOILS _____

Comment _____

Corrective Action _____

Date _____

1002E. SURFACE DISTURBANCE MINIMIZATION _____

Comment _____

Corrective Action _____

Date _____

1003a. Waste and Debris removed? _____

Comment _____

Corrective Action _____

Date _____

Unused or unneeded equipment onsite? _____

Comment _____

Corrective Action _____

Date _____

Pit, cellars, rat holes and other bores closed? _____

Comment _____

Corrective Action _____

Date _____

Guy line anchors marked? _____

Comment _____

Corrective Action _____

Date _____

1003b. Area no longer in use? _____ Production areas stabilized ? _____

1003c. Compacted areas have been cross ripped? _____

1003d. Drilling pit closed? _____ Subsidence over on drill pit? _____

Cuttings management: _____

1003e. Areas no longer needed for drilling or subsequent operations for have been re-vegetated to 80% of pre-existing? _____

Production areas have been stabilized? _____ Segregated soils have been replaced? _____

RESTORATION AND REVEGETATION

Cropland

Top soil replaced _____ Recontoured _____ Perennial forage re-established _____

Non-Cropland

Top soil replaced _____ Recontoured _____ 80% Revegetation _____

1003e. INTERIM VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

1003 f. Weeds Noxious weeds? _____

Comment The location is within cropland but reference crop areas are currently fallow. The location will remain in-process and will have to be inspected during the active crop growing season to make an accurate assessment of vegetative conditions to ensure compliance per Rule 1003 standards.

Operator shall continue to monitor and manage this site until the location meets Rule 1003 standards, including stormwater and weed management. Operator shall submit a Form 4 Interim Reclamation Complete notice when the location meets Rule 1003 standards. ECMC may conduct inspections prior to receiving said notice to ensure compliance with Rule 1003.

Corrective Action Date _____

Overall Interim Reclamation In Process

Final Reclamation/ Abandoned Location:

Date Final Reclamation Started: _____ Date Final Reclamation Completed: _____

Final Land Use: IRRIGATED _____

Reminder: _____

Comment:

Well plugged _____ Pit mouse/rat holes, cellars backfilled _____

Debris removed _____ No disturbance /Location never built _____

Access Roads Regraded _____ Contoured _____ Culverts removed _____

Gravel removed _____

Location and associated production facilities reclaimed _____ Locations, facilities, roads, recontoured _____

Compaction alleviation _____ Dust and erosion control _____

Non cropland: Revegetated 80% _____ Cropland: perennial forage _____

Weeds present _____ Subsidence _____

1004.d. FINAL VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

Comment:

Corrective Action:

Date _____

Overall Final Reclamation

Well Release on Active Location

Multi-Well Location

Storm Water:

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment

Comment: At the time of this inspection, no erosion issues were observed at the location or along the access road. However, very steep slopes along the boundaries of the production pad should be stabilized more adequately with a stormwater BMP applied to the slope itself and establishment of vegetation.

Operator shall continue to monitor and manage this site for stormwater run on and runoff in a manner that minimizes erosion, transport of sediment offsite, and site degradation until the facility is abandoned and final reclamation is achieved pursuant to Rule 1004.

Corrective Action:

Date: _____

Pits: NO SURFACE INDICATION OF PIT

Attached Documents

You can go to ECMC Images (<https://ecmc.state.co.us/weblink/>) and search by document number:

Document Num	Description	URL
713901131	Inspection photos	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6764024