

**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:

02/10/2025

Submitted Date:

02/10/2025

Document Number:

708905716**FIELD INSPECTION FORM**Loc ID 334841 Inspector Name: Smelser, Wayne On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**ECMC Operator Number: 10456Name of Operator: CAERUS PICEANCE LLCAddress: 1001 17TH STREET #1600City: DENVER State: CO Zip: 80202**Status Summary:**

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

Findings:21 Number of Comments1 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 |
|--------------|-------|--------------------------------|---------|
| QB Energy | | ecmc.inspections@qb-energy.com | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|------------------|-------------|
| 211467 | WELL | SI | 02/01/2023 | GW | 045-07227 | DUNN 9-3 | SI |
| 274726 | WELL | PR | 12/01/2019 | GW | 045-13385 | DUNN 4-13C (C9E) | PR |
| 274729 | WELL | SI | 11/01/2022 | GW | 045-13383 | DUNN 9-4(C9E) | SI |

General Comment:**CECMC Inspection/Audit Report Summary**

On 02/10/2025 at approximately 11:41 hours, I, Compliance Specialist, Wayne Smelser

Conducted a follow up inspection/audit at QB Energy DUNN 9-4 (C9E) Pad.

Location # 334841 in Garfield County Colorado.

Please refer to inspection/audit 708905506 conducted on 01/18/2025, previous corrective actions have been completed.

Location is within High Priority/Density/Black Bear Habitat areas & in close proximity to Bald Eagle Roost Site.

While there, I observed normal production operations.

During this inspection/audit the following compliance issues were observed:

1. Housekeeping - Hole around wellhead lacks wildlife egress/wildlife hazard with a CA date of 02/17/2025

A follow up on this site inspection/audit needs to be conducted to ensure the compliance issues have been corrected to comply with CECMC rules.

This is a summary of inspection/audit report.

| Location | | | | |
|--|--|--------|-------|------------|
| Lease Road: | | | | |
| Type | Access | | | |
| comment: | | | | |
| Corrective Action | L | | Date: | |
| Overall Good: <input type="checkbox"/> | | | | |
| Signs/Marker: | | | | |
| Type | OTHER | | | |
| Comment: | Sign at intersection of Jenkins Cutoff Road & start of lease road | | | |
| Corrective Action: | | | Date: | |
| Type | TANK LABELS/PLACARDS | | | |
| Comment: | | | | |
| Corrective Action: | | | Date: | |
| Type | OTHER | | | |
| Comment: | Separator units include attached storage tanks. The sight glass located on the side of the units indicates the storage tanks are full of an unknown fluid. No form of labeling or markers are present to identify a potential hazard or the contents of the storage tanks. | | | |
| Corrective Action: | | | Date: | |
| Type | BATTERY | | | |
| Comment: | | | | |
| Corrective Action: | | | Date: | |
| Type | WELLHEAD | | | |
| Comment: | Signs at separators | | | |
| Corrective Action: | | | Date: | |
| Emergency Contact Number: | | | | |
| Comment: | 911/970-285-2615 | | | |
| Corrective Action: | | | Date: | |
| Good Housekeeping: | | | | |
| Type | OTHER | | | |
| Comment: | Hole around wellhead lacks wildlife egress/wildlife hazard | | | |
| Corrective Action: | Comply with CECMC wildlife rules | | Date: | 02/17/2025 |
| Overall Good: <input type="checkbox"/> | | | | |
| Spills: | | | | |
| Type | Area | Volume | | |
| In Containment: No | | | | |
| Comment: | | | | |
| <input type="checkbox"/> Multiple Spills and Releases? | | | | |
| Fencing/: | | | | |
| Type | WELLHEAD | | | |
| Comment: | Hog panels around DUNN 9-4 wellhead | | | |

| | | | |
|-----------------------------------|--|-------|-----------------|
| Corrective Action: | | Date: | |
| Equipment: | | | corrective date |
| Type: Plunger Lift | # 1 | | |
| Comment: | DUNN 4-13C well on plunger lift Remaining 2 wells not on plunger lift | | |
| Corrective Action: | | Date: | |
| Type: Gas Meter Run | # 3 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Gas Meter Run | # 1 | | |
| Comment: | Summit Midstream | | |
| Corrective Action: | | Date: | |
| Type: Vertical Heated Separator | # 2 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Bird Protectors | # 2 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Bradenhead | # 3 | | |
| Comment: | Pressure transducers located on bradenheads, bradenhead valves are accessible. | | |
| Corrective Action: | | Date: | |
| Type: Horizontal Heated Separator | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|-----------|---------|--------|
| METHANOL | 1 | <50 BBLs | STEEL AST | | , |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

Paint

| | | |
|------------------|----------|--|
| Condition | Adequate | |
| Other (Content) | | |
| Other (Capacity) | 500 gal | |
| Other (Type) | | |

Berms

| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance | |
|--------------------|-------------------------|---------------------|---------------------|-------------|--------|
| Metal | Adequate | Walls Sufficent | | | |
| Comment: | Centralized containment | | | | |
| Corrective Action: | | | | Date: | |
| Contents | # | Capacity | Type | Tank ID | SE GPS |

| | | | | | | |
|--------------------|----------|-------------------------------|---------------------|-------------|-------|--|
| CONDENSATE | 2 | 500 BBLs | STEEL AST | | | |
| Comment: | | Tanks equipped with telemetry | | | | |
| Corrective Action: | | | | | Date: | |
| Paint | | | | | | |
| Condition | Adequate | | | | | |
| Other (Content) | | | | | | |
| Other (Capacity) | | | | | | |
| Other (Type) | | | | | | |
| Berms | | | | | | |
| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance | | |
| Metal | Adequate | Walls Sufficient | | | | |
| Comment: | | Centralized containment | | | | |
| Corrective Action: | | | | | Date: | |
| Venting: | | | | | | |
| Yes/No | NO | | | | | |
| Comment: | | | | | | |
| Corrective Action: | | | | | Date: | |
| Flaring: | | | | | | |
| Type | | | | | | |
| Comment: | | | | | | |
| Corrective Action: | | | | | Date: | |

| Inspected Facilities | | | | | | | | | |
|---|--------|-------|------|-------------|-----------|---------|----|---------------|----|
| Facility ID: | 211467 | Type: | WELL | API Number: | 045-07227 | Status: | SI | Insp. Status: | SI |
| Idle Well | | | | | | | | | |
| Purpose: <input checked="" type="checkbox"/> Shut In <input type="checkbox"/> Temporarily Abandoned Reminder: | | | | | | | | | |
| Comment: Shut In OUT OF SERVICE DESIGNATION - FORM 6A document # 403150040 | | | | | | | | | |
| Corrective Action: Date: | | | | | | | | | |
| The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12 | | | | | | | | | |
| Facility ID: | 274726 | Type: | WELL | API Number: | 045-13385 | Status: | PR | Insp. Status: | PR |
| Producing Well | | | | | | | | | |
| Comment: Producing, well on plunger lift | | | | | | | | | |
| Corrective Action: Date: | | | | | | | | | |
| The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12 | | | | | | | | | |
| Facility ID: | 274729 | Type: | WELL | API Number: | 045-13383 | Status: | SI | Insp. Status: | SI |
| Idle Well | | | | | | | | | |
| Purpose: <input type="checkbox"/> Shut In <input type="checkbox"/> Temporarily Abandoned Reminder: | | | | | | | | | |
| Comment: P & A | | | | | | | | | |
| Corrective Action: Date: | | | | | | | | | |
| The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12 | | | | | | | | | |

Reclamation - Storm Water - Pit**Storm Water:**

| Loc Erosion BMPs | BMP Maintenance | Lease Road Erosion BMPs | Lease BMP Maintenance | Chemical BMPs | Chemical BMP Maintenance | Comment |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|--------------------------------|
| | | Culverts | | | | |
| | | Ditches | | | | |
| Gravel | | | | | | Sparse to none in areas |
| Berms | | | | | | |
| | | Compaction | | | | Light compaction in sections |
| Compaction | | | | | | Light compaction in some areas |
| | | Gravel | | | | Sparse to none in sections |

Comment: Corrective Action: Date: **Pits:** ☒ NO SURFACE INDICATION OF PIT**ECMC Comments**

| Comment | User | Date |
|--|----------|------------|
| Please refer to Housekeeping for corrective action | smelserw | 02/10/2025 |

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

| Document Num | Description | URL |
|--------------|---|---|
| 708905717 | Inspection/Audit 708905716 Stormwater photo log | https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6912686 |
| 708905718 | Inspection/Audit 708905716 photo log | https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=6912687 |