

**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:

06/04/2025

Submitted Date:

06/05/2025

Document Number:

708906671

FIELD INSPECTION FORMLoc ID 335590 Inspector Name: Smelser, Wayne On-Site Inspection ☐ 2A Doc Num: 400321070**Operator Information:**

ECMC Operator Number: 10844

Name of Operator: QB ENERGY OPERATING LLC

Address: 1001 17TH STREET SUITE 1600

City: DENVER State: CO Zip: 80202

Status Summary:

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

Findings:

29 Number of Comments

2 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
Haverkamp, Curtis		curtis.haverkamp@state.co.us	
QB Energy		ecmc.inspections@qb-energy.com	
Katz, Aaron		aaron.katz@state.co.us	
Longworth, Mike		mike.longworth@state.co.us	
Popejoy, Dusty		dusty.popejoy@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
277753	WELL	PR	12/01/2018	GW	045-10769	N. PARACHUTE WF07D I25 596	PR
277754	WELL	TA	02/04/2019	GW	045-10768	N. PARACHUTE WF07B I25 596	PA
277755	WELL	PR	03/01/2025	GW	045-10767	N. PARACHUTE WF02D I25 596	PR
277756	WELL	PR	12/01/2018	GW	045-10766	N. PARACHUTE WF08B I25 596	PR
277757	WELL	PR	12/01/2018	GW	045-10765	N. PARACHUTE WF08D I25 596	PR
277758	WELL	PR	12/01/2018	GW	045-10764	N. PARACHUTE WF01D I25 596	PR

General Comment:

CECMC Inspection/Audit Report Summary

On 06/04/2025 at approximately 14:31 hours, I, Compliance Specialist, Wayne Smelser

Conducted an on-site inspection/audit at QB ENERGY OPERATING LLC N. PARACHUTE WF I25 596 Pad

Location # 335590 in Garfield County Colorado.

Location is within High Priority/Density/NSO/Black Bear Habitat areas.

Location is within Rule 411b Generalized Internal Buffer.

Location is approximately 78 yards from Middle Fork Parachute Creek.

Location is approximately 371 yards from West Fork Parachute Creek.

While there, I observed normal production operations.

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

1. Equipment - Unused flowline does not comply with CECMC rules with a CA date of 6/12/2025

2. Inspected Facilities - Multiple wells lack wellbore diagrams/not in compliance with CECMC rules with a CA date of 07/05/2025

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.

Any corrective actions from previous inspections/audits that have not been addressed are still applicable.

Location

Lease Road:			
Type	Access		
comment:			
Corrective Action	L	Date:	

Overall Good: ☐

Signs/Marker:			
Type	CONTAINERS		
Comment:	Chemical tanks		
Corrective Action:		Date:	
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 911/970-285-2615

Corrective Action:

Date: _____

Overall Good: ☐

Spills:				
Type	Area	Volume		

In Containment: No

Comment:

☐ Multiple Spills and Releases?

Fencing/:			
Type	WELLHEAD		
Comment:	Jersey barriers		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Gas lift meter house - jersey barriers		
Corrective Action:		Date:	
Type	SEPARATOR		
Comment:	Pipe rail fence		
Corrective Action:		Date:	
Type	OTHER		
Comment:	Sales meter houses - pipe rail fence		
Corrective Action:		Date:	

Equipment:			corrective date
Type: Horizontal Heated Separator	# 1		
Comment:	Test separator		
Corrective Action:		Date:	

Type: Other	# 3	
Comment:	Chemical tanks & Thermogen not listed in operators FORM 2A or FORM 4 SUNDRY/not in compliance with CECMC rules	
Corrective Action:		Date:
Type: Plunger Lift	# 5	
Comment:	All wells on plunger lift	
Corrective Action:		Date:
Type: Ancillary equipment	# 1	
Comment:	Thermogen	
Corrective Action:		Date:
Type: Ancillary equipment	# 2	
Comment:	Chemical tanks	
Corrective Action:		Date:
Type: Bradenhead	# 5	
Comment:	Taylor plugs located on bradenheads, bradenhead valves are accessible.	
Corrective Action:		Date:
Type: Gas Meter Run	# 5	
Comment:	Sales	
Corrective Action:		Date:
Type: Bird Protectors	# 1	
Comment:		
Corrective Action:		Date:
Type: Gas Meter Run	# 5	
Comment:	Gas lift	
Corrective Action:		Date:
Type: Deadman # & Marked	# 3	
Comment:	Marked	
Corrective Action:		Date:
Type: Other	# 1	
Comment:	Unused flowline does not comply with CECMC rules	
Corrective Action:	Comply with CECMC 600 & 1100 series rules	Date: 06/12/2025

Venting:

Yes/No	NO	
Comment:		
Corrective Action:		Date:

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities

Facility ID: 277753 Type: WELL API Number: 045-10769 Status: PR Insp. Status: PR

Producing Well

Comment: Producing, well on plunger lift & gas lift

Well lacks wellbore diagram/not in compliance with CECMC Rule 420

Additionally the N. PARACHUTE WF02DI25 596, N. PARACHUTE WF08BI25 596 & N. PARACHUTE WF08DI25 596 wells also lack wellbore diagrams/not in compliance with CECMC Rule 420

Corrective Action: Comply with CECMC Rule 420 & submit wellbore diagrams via FORM 4 SUNDRY or FORM 17

Date: 07/05/2025

The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12

Facility ID: 277754 Type: WELL API Number: 045-10768 Status: TA Insp. Status: PA

Idle Well

Purpose: ☐ Shut In ☐ Temporarily Abandoned

Reminder: _____

Comment: P & A

FORM 6 document # 403790415

FORM 42 document #'s 403944004 & 403944003

FORM 27 document # 403943188

FORM 6 (S) document # 404082737 "IN PROCESS"

FORM 27 (S) document # 404053362 "IN PROCESS"

Corrective Action:

Date:

The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12

Facility ID: 277755 Type: WELL API Number: 045-10767 Status: PR Insp. Status: PR

Producing Well

Comment: Producing, well on plunger lift & gas lift

Well lacks wellbore diagram/not in compliance with CECMC Rule 420

Corrective Action:

Date:

The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12

Facility ID: 277756 Type: WELL API Number: 045-10766 Status: PR Insp. Status: PR

Producing Well

Comment: Producing, well on plunger lift & gas lift

Well lacks wellbore diagram/not in compliance with CECMC Rule 420

Corrective Action:

Date:

The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12

Facility ID: 277757 Type: WELL API Number: 045-10765 Status: PR Insp. Status: PR

Producing Well

Comment: Producing, well on plunger lift & gas lift

Well lacks wellbore diagram/not in compliance with CECMC Rule 420

Corrective Action:		Date:							
The subreport 'InspWellFlowline' could not be found at the specified location \\10.14.12									
Facility ID:	277758	Type:	WELL	API Number:	045-10764	Status:	PR	Insp. Status:	PR
Producing Well									
Comment:	Producing, well on plunger lift & gas lift								
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
Gravel						Sparse to none in most areas
		Culverts				
		Compaction				Light compaction in some sections
				Material Handling And Spill Prevention		Chemical tank containments
		Gravel				Sparse to none
Compaction						Light compaction
Berms						
Ditches						
		Ditches				

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

Comment	User	Date
Please refer to Equipment & Inspected Facilities for corrective actions	smelserw	06/05/2025

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

Document Num	Description	URL
708906672	Inspection/Audit 708906671 Stormwater photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7084547
708906673	Inspection/Audit 708906671 photo log	https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7084548