

**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:

06/23/2025

Submitted Date:

06/26/2025

Document Number:

718600703**FIELD INSPECTION FORM**Loc ID 461075 Inspector Name: Dunnam, Anthony On-Site Inspection ☐ 2A Doc Num: _____**Operator Information:**ECMC Operator Number: 10651Name of Operator: VERDAD RESOURCES LLCAddress: 1125 17TH STREET SUITE 600City: DENVER State: CO Zip: 80202**Status Summary:**

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

Findings:5 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 |
|----------------|-------|--------------------------|---------------------------------|
| , | | regulatory@verdadoil.com | All Inspections |
| Cugnetti, Mike | | Mcugnetti@verdadoil.com | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|----------|--------|-------------|------------|---------|---------------|-------------|
| 461075 | Location | CL | | | - | Perry 1 | RI |

General Comment:

This is a followup Final Reclamation inspection for tank battery location ID 461075. The associated well was plugged and abandoned 01/24/2019.

The well associated with this location has a separate location ID (318959) and was inspected under FIR 718600701.

| | | | | | |
|--|------|--|--|-------|-----------------|
| Location | | | | | |
| Overall Good: <input type="checkbox"/> | | | | | |
| Emergency Contact Number: | | | | | |
| Comment: | | | | | Date: _____ |
| Corrective Action: | | | | | |
| Overall Good: <input type="checkbox"/> | | | | | |
| Spills: | | | | | |
| Type | Area | Volume | | | |
| In Containment: No | | | | | |
| Comment: | | | | | |
| <input type="checkbox"/> Multiple Spills and Releases? | | | | | |
| Equipment: | | | | | corrective date |
| Type: | | # | | | |
| Comment: | | No visual evidence of oil and gas equipment at the tank battery location. Refer to the attached inspection photos. | | | |
| Corrective Action: | | | | | Date: |
| Venting: | | | | | |
| Yes/No | | | | | |
| Comment: | | | | | |
| Corrective Action: | | | | Date: | |
| Flaring: | | | | | |
| Type | | | | | |
| Comment: | | | | | |
| Corrective Action: | | | | Date: | |

| Inspected Facilities | | | | | | | | | |
|--|--------|-------|----------|-------------|---|---------|----|---------------|----|
| Facility ID: | 461075 | Type: | Location | API Number: | - | Status: | CL | Insp. Status: | RI |
| 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: _____

Comment: _____

1002 SITE PREPARATION AND STABILIZATION

1002a. FENCING _____

Comment _____

Corrective Action _____

Date _____

1002b. SOIL REMOVAL AND _____

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 REVEGETATIONCropland

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 _____

Corrective Action _____ Date _____

Overall Interim Reclamation

Final Reclamation/ Abandoned Location:

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

Final Land Use: _____

Reminder: _____

Comment: _____

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

Debris removed Pass No disturbance /Location never built _____

Access Roads Regraded _____ Contoured _____ Culverts removed _____

Gravel removed Fail

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

Compaction alleviation _____ Dust and erosion control _____

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

Weeds present Fail Subsidence _____

1004.d. FINAL VEGETATION TRANSECT

TRANSECT RESULTS OF DISTURBED AREA% _____

TRANSECT RESULTS OF REFERENCE AREA% _____

TOTAL % OF DESIRABLE VEGETATION COVER _____

VEGETATIVE COVER _____

Comment: Previous corrective action does not appear to have been completed. Gravel remains on east side of the location. Vegetation is primarily undesirable weeds such as kochia and list C noxious weed cheatgrass. See attached pictures.

Corrective Action: Perform reclamation in accordance with Rule 1004. Date _____

| | | | | | |
|---------------------------|------|---------------------------------|--------------------------|---------------------|--------------------------|
| Overall Final Reclamation | Fail | Well Release on Active Location | <input type="checkbox"/> | Multi-Well Location | <input type="checkbox"/> |
|---------------------------|------|---------------------------------|--------------------------|---------------------|--------------------------|

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 stormwater erosion issues were observed at location.

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 |
| 718600704 | Inspection Photos | https://ecmc.state.co.us/weblink/DownloadDocumentPDF.aspx?DocumentId=7116460 |