

**FORM
INSP**Rev
X/15**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:

07/16/2019

Submitted Date:

07/16/2019

Document Number:

679704739**FIELD INSPECTION FORM**

Loc ID 314961 Inspector Name: Moran, Rick On-Site Inspection ☐ 2A Doc Num:

Operator Information:OGCC Operator Number: 53255Name of Operator: MARALEX RESOURCES INCAddress: P O BOX 338City: IGNACIO State: CO Zip: 81137**Status Summary:**

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

Findings:10 Number of Comments2 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
Graves, Jim	970-712-0099	mrinc20@qwestoffice.net	Operations Manager
, Maralex	970-858-8550	aak@gvep.net	
Reid, Jordan	970-563-4000	maralextechjr@gmail.com	All inspections
Kellerby, Shaun	970-712-1248	shaun.kellerby@state.co.us	

Inspected Facilities:

Facility ID	Type	Status	Status Date	Well Class	API Num	Facility Name	Insp Status
229983	WELL	PR	10/02/1998	GW	103-07642	LOWELL BRADY 23-3A	PR

General Comment:

COGCC Inspection Report Summary.

On 67-16-2019 at approximately 16:30, inspector Rick Moran, conducted a follow up inspection at Maralex Resources's well Lowell Brady 23-3A in Rio Blanco county.

While there I conducted a follow up inspection of FIR document 679702285, 679703382, 679703907, and 679704243.

During this inspection the following compliance issues were observed as uncompleted:

- 1) Missing tank berm. Photo 3. Complete by 1-25-2019.

Additional compliance issues were identified:

- 1) Tank capacity label. Photo 4. Complete by 9-13-2019.

Note: The tank is leaning approximately 2 degrees. Photo 2.

A follow up on this site inspection will be conducted to ensure the compliance issues have been corrected to comply with COGCC rules.

This is a summary of inspection report 679704739.

LocationOverall Good: ☒

Signs/Marker:			
Type	TANK LABELS/PLACARDS		
Comment:	Contents & capacity on label no longer legible.		
Corrective Action:	Install sign to comply with Rule 210.d.	Date:	09/13/2019
Type	WELLHEAD		
Comment:			
Corrective Action:		Date:	

Emergency Contact Number:

Comment: 911

Corrective Action:

Date: _____

Overall Good: ☒

Spills:			
Type	Area	Volume	

In Containment: No

Comment:

☐ Multiple Spills and Releases?

Fencing/:			
Type	TANK BATTERY		
Comment:			
Corrective Action:		Date:	

Equipment:			corrective date
Type: Gas Meter Run	# 1		
Comment:			
Corrective Action:		Date:	
Type: Pump Jack	# 1		
Comment:			
Corrective Action:		Date:	
Type: Horizontal Heated Separator	# 1		
Comment:			
Corrective Action:		Date:	
Type: Deadman # & Marked	# 4		
Comment:			
Corrective Action:		Date:	
Type: Bird Protectors	# 1		
Comment:			
Corrective Action:		Date:	
Type: Ancillary equipment	# 1		

Comment:	Container of motor oil.		
Corrective Action:		Date:	

Tanks and Berms:

Contents	#	Capacity	Type	Tank ID	SE GPS	
CRUDE OIL	1	300 BBLS	STEEL AST		39.683710,-108.696820	
Comment:	The tank is leaning approximately 2 degrees towards the missing berm. The ground is soft next to that side of the tank.					
Corrective Action:					Date:	

Paint

Condition	Adequate	
Other (Content)		
Other (Capacity)		
Other (Type)		

Berms

Type	Capacity	Permeability (Wall)	Permeability (Base)	Maintenance	
Earth	Inadequate			Inadequate	
Comment:	Inadequate berms around tank(s). 3 sides of ther tank berm are adequate having been rebuilt after the October 2018 storms. Most of the berm on the east side remains missing. The missing berm was partially constructed since the last inspection. The dirt base adjacent to the missing berm is soft and not fully dried out.				
Corrective Action:	Repair or install berms or other secondary containment devies per Rule 906.d(1).			Date:	01/25/2019

Venting:

Yes/No	NO		
Comment:			
Corrective Action:			Date:

Flaring:

Type		
Comment:		
Corrective Action:		Date:

Inspected Facilities				
Facility ID: 229983	Type: WELL	API Number: 103-07642	Status: PR	Insp. Status: PR
Producing Well				
Comment:	Pump jack idle at time of inspection.			
Corrective Action:				Date:

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

Loc Erosion BMPs	BMP Maintenance	Lease Road Erosion BMPs	Lease BMP Maintenance	Chemical BMPs	Chemical BMP Maintenance	Comment
Comment:		No apparent current soil migration, erosion, or soil movement on location. Significant stormwater & soils flowed down hill through the location in October 2018 during major rain storms. Which was proceeded by a large wildland fire that reached 100' from the edge of location.				
Corrective Action:						Date: _____
Pits: <input checked="" type="checkbox"/> NO SURFACE INDICATION OF PIT						

Attached Documents

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

Document Num	Description	URL
402111885	INSPECTION SUBMITTED	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4880875
679704740	inspection photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=4880871