

**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:

04/24/2020

Submitted Date:

04/27/2020

Document Number:

700401221

FIELD INSPECTION FORM
 Loc ID: 315205 Inspector Name: Moran, Rick On-Site Inspection: ☐ 2A Doc Num:
Operator Information:

OGCC Operator Number: 3975

Name of Operator: ARGALI EXPLORATION COMPANY

Address: PO BOX 416

City: RANGELY State: CO Zip: 81648

Status Summary:

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

Findings:

8 Number of Comments

3 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 |
|------------------------------|--------------|------------------------------------|---------|
| Blyster, Brandon | | blysteroil@aol.com | |
| Rector, Brian | | brector1983@gmail.com | |
| Rector, Jeff | | jbrduco@yahoo.com | |
| Kellerby, Shaun | 970-712-1248 | shaun.kellerby@state.co.us | |
| , Argali Exploration Company | 970-629-1906 | argaliexplorationcompany@gmail.com | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|---------------|-------------|
| 230411 | WELL | PR | 07/01/2019 | GW | 103-08074 | FEDERAL 1-32 | PR |

General Comment:

On 4-24-2020 inspector Rick Moran conducted a follow up inspection at Argali Exploration Company well Federal 1-32 in Rio Blanco county of FIR documents:

- 1) 679703128, dated 2-27-2019.
- 2) 679704675, dated 7-1-2019.
- 3) 679705170, dated 8-20-2019.
- 4) 679706052, dated 11-12-2019.
- 5) 679706677, dated 12-23-2019.
- 6) 700400355, dated 3-6-2020.
- 7) 700400558, dated 3-18-2020.

The following compliance issues were observed as uncompleted:

- 1) Unused tanks. Photos 3 & 5. Complete by 5-30-2019.
- 2) Weeds / vegetation in pit. Photos 4 & 6. Complete by 3-12-2019.

Additional compliance issues:

- 1) Fallen deadman marker in NE corner. Photo 7. Complete by 5-24-2020.

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 700401221.

LocationOverall Good: ☒

| | | | |
|----------------------|----------|-------|--|
| Signs/Marker: | | | |
| Type | BATTERY | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Emergency Contact Number:

Comment: 911

Corrective Action:

Date: _____

Good Housekeeping:

| | | | |
|--------------------|--|-------|------------|
| Type | WEEDS | | |
| Comment: | Weeds & vegetation in pits. | | |
| Corrective Action: | Comply with Rule 603.f. | Date: | 03/05/2019 |
| Type | UNUSED EQUIPMENT | | |
| Comment: | Two unused ~10 bbl tanks on location. Unclear if tanks are intended to replace pits. Tanks have holes. | | |
| Corrective Action: | Comply with Rule 603.f. | Date: | 05/30/2019 |

Overall Good: ☐

| | | | |
|----------------|------|--------|--|
| Spills: | | | |
| Type | Area | Volume | |

In Containment: No

Comment:

☐ Multiple Spills and Releases?**Fencing/:**

| | | | |
|--------------------|-----|-------|--|
| Type | PIT | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Equipment:

| | | | |
|--------------------------|---|-------|-----------------|
| | | | corrective date |
| Type: Gas Meter Run | # 1 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Deadman # & Marked | # 3 | | |
| Comment: | Failed deadman marker in NE corner. | | |
| Corrective Action: | Install proper guy line markers per Rule 1003.a | Date: | 05/24/2020 |

Venting:

| | | | |
|--------|----|--|--|
| Yes/No | NO | | |
|--------|----|--|--|

| | | | |
|--------------------|--|-------|--|
| Comment: | | | |
| Corrective Action: | | Date: | |

Flaring:

| | | |
|--------------------|--|-------|
| Type | | |
| Comment: | | |
| Corrective Action: | | Date: |

| Inspected Facilities | | | | |
|----------------------|------------|-----------------------|------------|------------------|
| Facility ID: 230411 | Type: WELL | API Number: 103-08074 | Status: PR | Insp. Status: PR |
| Producing Well | | | | |
| Comment: | PR | | | |
| 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 |
|------------------|-----------------|-------------------------|-----------------------|---------------|--------------------------|---------|
| Other | Pass | | | | | |

Comment:

Corrective Action:

Date: _____

Pits: ☐ NO SURFACE INDICATION OF PITType: BlowdownLined: NO

Pit ID:

Lat:

Long:

Reference Point: _____

Other: _____

Length: _____

Width: _____

Lining:

Liner Type:

Liner Condition:

Comment: Well head pit.

Corrective

Date:

Fencing:Fencing Type: WildlifeFencing Condition: Adequate

Comment:

Corrective

Date:

Netting:

Netting Type:

Netting Condition:

Comment:

Corrective

Date:

Anchor Trench Present:

Oil Accumulation: NO2+ feet Freeboard: YES

Comment:

Corrective

Date:

Type: BlowdownLined: NO

Pit ID:

Lat:

Long:

Reference Point: _____

Other: _____

Length: _____

Width: _____

Lining:

Liner Type:

Liner Condition:

Comment: Meter building pit.

Corrective

Date:

Fencing:Fencing Type: WildlifeFencing Condition: Adequate

Comment:

Corrective

Date:

Netting:

Netting Type:

Netting Condition:

Comment:

Corrective

Date:

Inspector Name: Moran, Rick

| | | |
|------------------------|-----------------------------|-------------------------------|
| Anchor Trench Present: | Oil Accumulation: <u>NO</u> | 2+ feet Freeboard: <u>YES</u> |
| Comment: | | |
| Corrective | | |
| | | Date: |

Attached Documents

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

| Document Num | Description | URL |
|--------------|----------------------|---|
| 402381346 | INSPECTION SUBMITTED | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5132947 |
| 700401222 | inspection photos | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5132940 |