

**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:

03/23/2022

Submitted Date:

03/23/2022

Document Number:

699804284

FIELD INSPECTION FORM

Loc ID 334752 Inspector Name: De Paolo, Corey On-Site Inspection ☐ 2A Doc Num: _____

Operator Information:

OGCC Operator Number: 10456

Name of Operator: CAERUS PICEANCE LLC

Address: 1001 17TH STREET #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:

18 Number of Comments

1 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 |
|--------------|-------|---|---------|
| , Caerus | | COGCC.inspections@caerus oilandgas.com | |

Inspected Facilities:

| Facility ID | Type | Status | Status Date | Well Class | API Num | Facility Name | Insp Status |
|-------------|------|--------|-------------|------------|-----------|------------------------|-------------|
| 277791 | WELL | PR | 07/12/2012 | GW | 045-10774 | FEDERAL 30-3BB (PD30) | PR |
| 277792 | WELL | SI | 08/01/2021 | GW | 045-10773 | FEDERAL 30-5BB (PD30) | SI |
| 277794 | WELL | PR | 01/26/2012 | GW | 045-10771 | FEDERAL 30-5(PD30) | PR |
| 277795 | WELL | PR | 01/26/2012 | GW | 045-10770 | FEDERAL 30-3(PD30) | PR |
| 278495 | WELL | PR | 02/02/2012 | GW | 045-10884 | FEDERAL 30-4(PD30) | PR |
| 278496 | WELL | PR | 08/01/2020 | GW | 045-10883 | FEDERAL 30-4BB (PD30) | PR |
| 412494 | WELL | PR | 01/26/2012 | GW | 045-18462 | FEDERAL 19-14BB (PD30) | PR |

General Comment:**COGCC Inspection Report Summary**

On Monday 3/21/22 at approximately 14:00 hours, I, Inspector Corey De Paolo,
Conducted a follow up inspection at CAERUS PICEANCE LLC FEDERAL-67S95W /30NWNW.
Location #334752 in Garfield County Colorado.

Refer to document #699803888 inspection conducted on 12/17/21. Previous corrective actions have not been completed.

While there, I observed normal production operations.

During this inspection the following compliance issues were observed:

- 1) No battery sign located at the tank battery with a previous corrective action date of 7/20/21.

A follow up on this site inspection needs to be conducted to ensure the
Compliance issues have been corrected to comply with COGCC rules.
This is a summary of inspection report.

LocationOverall Good: ☐

| | | | |
|----------------------|--|-------|------------|
| Signs/Marker: | | | |
| Type | CONTAINERS | | |
| Comment: | Chemical tanks | | |
| Corrective Action: | | Date: | |
| Type | WELLHEAD | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type | BATTERY | | |
| Comment: | No battery sign located at the tank battery. | | |
| Corrective Action: | A permanent, conspicuous sign will be located at the tank battery. | Date: | 07/20/2021 |
| Type | TANK LABELS/PLACARDS | | |
| Comment: | | | |
| Corrective Action: | | Date: | |

Emergency Contact Number:

Comment: 911/970-285-9377

Corrective Action:

Date: _____

Overall Good: ☒

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

In Containment: No

Comment:

☐ Multiple Spills and Releases?

| | | | |
|--------------------|-----------------------------------|-------|--|
| Fencing/: | | | |
| Type | LOCATION | | |
| Comment: | Barbed wire fence around location | | |
| Corrective Action: | | Date: | |

| | | | |
|-----------------------|--|-------|-----------------|
| Equipment: | | | corrective date |
| Type: Bradenhead | # 7 | | |
| Comment: | Pressure transducers located on braden head. All braden head valves are accessible | | |
| Corrective Action: | | Date: | |
| Type: Gas Meter Run | # 7 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Bird Protectors | # 2 | | |
| Comment: | | | |
| Corrective Action: | | Date: | |
| Type: Plunger Lift | # 7 | | |

| | | | | |
|---------------------------|----------------------------|--|-------|--|
| Comment: | All wells on plunger lift | | Date: | |
| Corrective Action: | | | Date: | |
| Type: Ancillary equipment | # 1 | | | |
| Comment: | Chemical tank by wellheads | | Date: | |
| Corrective Action: | | | Date: | |
| Type: Gas Meter Run | # 1 | | | |
| Comment: | Summit midstream | | Date: | |
| Corrective Action: | | | Date: | |

Tanks and Berms:

| Contents | # | Capacity | Type | Tank ID | SE GPS |
|--------------------|---|----------|-----------|---------|--------|
| CONDENSATE | 3 | 300 BBLS | STEEL AST | | , |
| Comment: | | | | | |
| Corrective Action: | | | | | Date: |

Paint

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

Berms

| Type | Capacity | Permeability (Wall) | Permeability (Base) | Maintenance |
|--------------------|----------|---------------------|---------------------|-------------|
| Metal | Adequate | Walls Sufficent | Base Sufficent | Adequate |
| Comment: | | | | |
| Corrective Action: | | | | Date: |

Venting:

| | | |
|--------------------|-------|--|
| Yes/No | NO | |
| Comment: | | |
| Corrective Action: | Date: | |

Flaring:

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

| Inspected Facilities | | | | |
|--|-------------------|------------------------------|-------------------|-------------------------|
| Facility ID: <u>277791</u> | Type: <u>WELL</u> | API Number: <u>045-10774</u> | Status: <u>PR</u> | Insp. Status: <u>PR</u> |
| <u>Producing Well</u> | | | | |
| Comment: <u>Producing</u> | | | | |
| Corrective Action: <u></u> | | | Date: <u></u> | |
| Facility ID: <u>277792</u> | Type: <u>WELL</u> | API Number: <u>045-10773</u> | Status: <u>SI</u> | Insp. Status: <u>SI</u> |
| <u>Idle Well</u> | | | | |
| Purpose: <input checked="" type="checkbox"/> Shut In <input type="checkbox"/> Temporarily Abandoned Reminder: <u></u> | | | | |
| Comment: <u>Last produced July 2021</u> | | | | |
| Corrective Action: <u></u> | | | Date: <u></u> | |
| Facility ID: <u>277794</u> | Type: <u>WELL</u> | API Number: <u>045-10771</u> | Status: <u>PR</u> | Insp. Status: <u>PR</u> |
| <u>Producing Well</u> | | | | |
| Comment: <u>Producing</u> | | | | |
| Corrective Action: <u></u> | | | Date: <u></u> | |
| Facility ID: <u>277795</u> | Type: <u>WELL</u> | API Number: <u>045-10770</u> | Status: <u>PR</u> | Insp. Status: <u>PR</u> |
| <u>Producing Well</u> | | | | |
| Comment: <u>Producing</u> | | | | |
| Corrective Action: <u></u> | | | Date: <u></u> | |
| Facility ID: <u>278495</u> | Type: <u>WELL</u> | API Number: <u>045-10884</u> | Status: <u>PR</u> | Insp. Status: <u>PR</u> |
| <u>Producing Well</u> | | | | |
| Comment: <u>Producing</u> | | | | |
| Corrective Action: <u></u> | | | Date: <u></u> | |
| Facility ID: <u>278496</u> | Type: <u>WELL</u> | API Number: <u>045-10883</u> | Status: <u>PR</u> | Insp. Status: <u>PR</u> |
| <u>Producing Well</u> | | | | |
| Comment: <u>Producing</u> | | | | |
| Corrective Action: <u></u> | | | Date: <u></u> | |
| Facility ID: <u>412494</u> | Type: <u>WELL</u> | API Number: <u>045-18462</u> | Status: <u>PR</u> | Insp. Status: <u>PR</u> |
| <u>Producing Well</u> | | | | |
| Comment: <u>Producing</u> | | | | |
| Corrective Action: <u></u> | | | Date: <u></u> | |

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 | | | | | | |
| | | Ditches | | | | |
| | | Sediment Traps | | | | |
| | | Culverts | | | | |
| Berms | | | | | | |
| Gravel | | | | | | |
| Sediment Traps | | | | | | |
| Ditches | | | | | | |
| Compaction | | | | | | |
| | | Sediment Traps | | | | |
| | | Berms | | | | |
| | | Gravel | | | | |

Comment: Location appears to have some gravel throughout the location with light compaction. Places with light to no gravel are present on location. Light gravel and light compaction could lead to future stabilization and tracking issues.

Corrective Action:

Date: _____

Pits: ☒ NO SURFACE INDICATION OF PIT

COGCC Comments

| Comment | User | Date |
|--|----------|------------|
| Refer to Sign/Markers for corrective actions | depaoloc | 03/23/2022 |

Attached Documents

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

| Document Num | Description | URL |
|--------------|-----------------------------|---|
| 402994353 | INSPECTION SUBMITTED | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5703297 |
| 699804285 | Photos for Insp. #699804284 | http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=5703292 |