

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: <u>06/20/2023</u> Submitted Date: <u>06/20/2023</u> Document Number: <u>702501471</u>
FIELD INSPECTION FORM			

Loc ID 445610 Inspector Name: Burchett, Kirby On-Site Inspection
 2A Doc Num: _____

Status Summary:

THIS IS A FOLLOW UP INSPECTION
 FOLLOW UP INSPECTION REQUIRED
 NO FOLLOW UP INSPECTION REQUIRED

Findings:

1 Number of Comments
0 Number of Corrective Actions
 Corrective Action Response Requested

Operator Information:

OGCC Operator Number: 10775
 Name of Operator: KT RESOURCES LLC
 Address: 3381 WESTBROOK LANE
 City: HIGHLANDS State: CO Zip: 80129

ANY CORRECTIVE ACTION(S) FROM PREVIOUS INSPECTIONS THAT HAVE NOT BEEN ADDRESSED ARE STILL APPLICABLE

Contact Information:

Contact Name	Phone	Email	Comment
Katz, Aaron	(970) 765-6300	aaron.katz@state.co.us	
Baumgras, Dan	(307) 321-3299	Dan@KT-Res.com	
Kellerby, Shaun	(970) 712-1248	shaun.kellerby@state.co.us	
Burger, Craig	(970) 319-4194	craig.burger@state.co.us	
Gale, Tony	(303) 886-8733	tony@kt-res.com	
Adams, Karen	(303) 886-8733	adams@kt-res.com	

General Comment:

[COGCC Inspection Report Summary](#)

On Tuesday, 06/20/2023, Inspector Kirby Burchett, conducted a follow up field inspection at KT Resources LLC on the Ant Hill Unit Wyatt 31-12, Location #445610, in Rio Blanco County, Colorado. This location is within or in close proximity to a CPW District with Black Bear, High Priority, NSO, Density and Other Consultation Habitat Regulations.

Any Corrective Actions from previous Inspections are still applicable.

During Inspection #702501458 on 6/14/23 gurgling could be heard coming from around wellhead. Operator in my presence verified Surface casing had no pressure and dug down far enough to confirm no loose fittings on wellhead. Talked to Aaron Katz, Denver engineer and decided to have Operator dig out to conductor pipe to possibly confirm Wasatch gas migration. Cellar ring was excavated by hand down 4 feet to top of conductor. Met Operator on location this morning to verify. Gurgling could be heard but nothing could be seen. Trickled fresh water around wellhead. Confirmed bubbling was coming up outside the surface casing inside the conductor and some bubbling occurring around the outside of the conductor pipe. Surface (Bradenhead) casing – 0 psi. Tbg – 573 psi. Csg – 586 psi. Well is shut in due to compressor station shut down. Refer to Inspection Photos for observed findings.

Engineering to advise if any further action is required.

Attached Documents

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

Document Num	Description	URL
702501472	Photos	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6154932

702501474	Video 64	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6154933
702501475	Video 66	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6154934
702501476	Video 67	http://ogccweblink.state.co.us/DownloadDocumentPDF.aspx?DocumentId=6154935