

July 9th, 2025

Ref. No: GRASS-001

Lance Chorney
Sr Facilities Engineer
Grassland Energy Corp.

Re: July 2025 – Internal Visual Inspections

Pre-Purchase Inspections – Flare Knockouts

Northern Materials Engineering performed internal visual inspections on two surplus flare knockouts located at Calroc Industries in Lloydminster. The internal visual inspections were performed as part of a pre-purchase inspection. The following equipment was inspected:

- A481746 Flare Knockout Vessel
- SN 003387 Flare Knockout Double Wall Tank

There were no significant issues identified on any of the equipment that was inspected. Northern Materials Engineering recommends this turnaround report be stored in an appropriate location, for future field reference.

#### **Internal Inspection Summary**

Overall, both flare knockouts were found to be in good condition. Minor coating holidays were identified throughout both the vessel and the tank; general surface corrosion was present on the exposed metal substrate of all coating holidays. No concerns were identified with either piece of equipment that was inspected.

In discussion with the Calroc Industries representative, prior to shipment the coating holidays on any purchased equipment will be repaired. A full QC package for the coating work will be included with any purchased equipment.

Both pieces of equipment were found to be suitable to return to service once the coating holidays are repaired. Per the Grassland Energy assigned inspector, only the A481746 Flare Knockout will be purchased due to design reasons.

If you have any questions regarding this report, please contact Evan Ficko at <a href="mailto:evan@normat.ca">evan@normat.ca</a> or by phone at 780-469-1164.

Best Regards,

**Northern Materials Engineering** 

Equipment Integrity Technologist evan@normat.ca 780-469-1164

Electronic cc: Dean Hawkins, Dan MacDonald



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General Vessel Data					
Owner:	Grassland Energy		District / Facility:	Alberta / Stock	
Location (LSD) ◆:	Pre-purchase		Surface Location:	501075 Range Rd 14	
A Number ♦:	481746		Serial Number ◆:	005548200	
CRN ◆:	P8832.2		Vessel Type:	Separator	
Description ◆:	Flare Knockout Drum		Skid / Process:	-	
Tag No:			Status:	Out of Service	
Coating / Anode Data					
Internally Coated:	☐Yes ☒No Coverage:		Coating Type:	Thin Film Epoxy	
Internal Anodes:	☐Yes ⊠No Quantity: (		Anode Type:	N/A	
New Anodes Installed:	☐ Yes ☒ No Quantity: (	0	_ Anode Type:	N/A	
Inspection					
External Nozzles (View	ed from outside)				
Signs of internal corros	ion? ⊠Yes □No _	General surface corrosion wa	as identified on the exp	osed substrate of the inlet/outlet nozzles.	
Flange faces deteriorat	ion? □Yes ⊠No _				
Vessel Cleanliness					
Cleaning adequate?	⊠Yes □No _				
Scale/build-up remainir					
Internal Access					
Baffles/Weirs present?	□Yes ⊠No _				
Other obstructions?  No Inlet diverter. Internal vertical piping.					
Internal Coating					
-	tection performed? $\square$ Yes $\boxtimes$	No If ves. indicate results:			
	•	•	a was present through	out the vessel from prior service conditions	
Overall condition of coating: The coating was in good condition overall. Staining was present throughout the vessel from prior service conditions.					
Areas of Dis-bonding, b				the vessel. See below the locations of the holidays:	
- Multiple holidays identified on the manway neck. Likely caused by cleaning and/or entry into the vessel.					
- One coating holiday was identified on the bottom shell of the vessel. A historic coating patch was covering this holiday and was disbonded.					
- Multiple coating holidays noted on the inlet nozzle flange face					
- Minor coating holidays noted on the outlet nozzle flange face					
Access to the inlet/outlet nozzle flanges faces was reduced due to the height of the nozzles. Inspection was performed from the ladder, approximately 6' away.					
Coating Repairs (performed by, product used, ambient temp, etc.): Coating repairs were not completed at the time of inspection. Per discussion with the					
Calroc representative, the coating repairs will be performed in-house. QC report to be supplied if the equipment is purchased.					



Version 005.01

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A#:	481746	Vessel Description:	Flare Knockout Drum	Location (LSD):	Pre-purchase (SL:501075 Range Rd 14)

A#. 401740	vessel description. Flare knockout druin Location (LSD). Fre-purchase (SL.501075 kange Rti 14)			
Surface and Nozzles				
Condition of Shell and Head	Is (metal substrate at holidays): The shell and heads were in good condition. The metal substrate was found to be in good			
condition overall. General s	urface corrosion was present. No pitting or corrosion of concern was identified.			
Condition of nozzle opening	s: Access to the inlet/outlet nozzles was restricted due to the height of the vessels. Inspection was performed from a ladder			
approximately 6' away via c	amera. There did not appear to be any significant corrosion to the metal substrate on these nozzles, there appeared to be general			
surface corrosion present.				
The drain line piping was visually accessible. The piping was uncoated; however, the drain nozzle was coated. General surface corrosion was present on the				
drain piping, no pitting was identified however inspection access was limited.				
Internal Attachments				
Internal piping:	Vertical float piping. Found to be in good condition. General staining present on the coating.			
Bolting and supports:	Appeared to be in good condition at the time of inspection. Intact and secure.			
Vessel Welds				
Selective weld attack? □Yes ⊠No If yes, describe:				

### **Images**

NDE Crack inspection performed?  $\square$  Yes  $\boxtimes$  No If yes, indicate results:

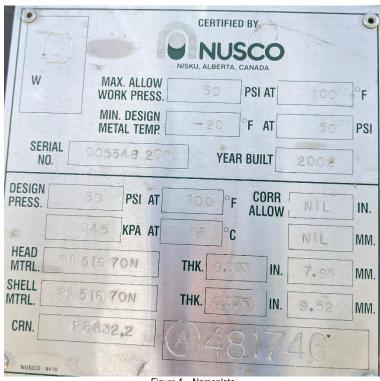


Figure 1 - Nameplate



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A#: 481746

Vessel Description: Flare Knockout Drum

Location (LSD): Pre-purchase (SL:501075 Range Rd 14)





Figures 2 and 3 - Vessel Overviews





Figures 4 and 5 – 1.5" Nozzle Overviews from the Vessel Exterior Note: Left photo is of the left nozzle, right photo is of the right nozzle





Figures 6 and 7 – Internal Overviews



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\#: 481746 Vessel Description: Flare Knockout Drum

Location (LSD): Pre-purchase (SL:501075 Range Rd 14)



Figures 8 and 9 (Left and Center) – Bottom Shell Overviews Figure 10 (Right) – Drain Nozzle Overview



Figure 11 (Left) – Holiday on Bottom Shell Figures 12 and 13 (Center and Right) – Holidays on Manway Neck



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A#· 481746

Vessel Description: Flare Knockout Drum

Location (LSD): Pre-purchase (SL:501075 Range Rd 14)



Figure 14 (Left) – Inlet Nozzle Overview Figure 15 (Right) - Outlet Nozzle Overview



AB-506 grade and interval to be assigned during installation inspection.

NMEID: VES114014



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Figure 16 (Left) – Bottom Shell and Piping Overview Figure 17 (Right) – Drain Line Overview, from Vessel Exterior

Action Item(s) Identified? ☐Yes ☒No If yes, indicate required work below			Field Tag #:			
If the vessel is purchased it is rec	If the vessel is purchased it is recommended to proceed with coating repairs (Calroc offered to complete the coating repairs). QC for any coating repairs					
should be obtained with the purch	should be obtained with the purchase of this vessel.					
The scope of this internal inspection is restricted to the items detailed above and forms part of a thorough integrity assessment for this equipment.  Results of this inspection have determined the internal condition of this equipment to be:  Acceptable  Acceptable with the identified action items resolved before the associated action item's "Required By Date"  Not Acceptable until the identified action items are resolved						
Inspector Information						
Inspector Name:	Evan Ficko		Inspection Company:	Northern Materials Engineering		
Inspector Signature:	Juko	000775 ISI	Inspection Date:	June 8 <sup>th</sup> , 2025		



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General Vessel Data					
Owner:	Grassland Energy	District / Facility:	Alberta / Stock		
Location (LSD) ◆:	Pre-purchase	Surface Location:	501075 Range Rd 14		
A Number ♦:		Serial Number •	003387		
CRN ◆:	Non-code	Vessel Type:	Tank		
Description ◆:	Flare Knockout Drum	Skid / Process:			
Tag No:		Status:	Out of Service		
Coating / Anode Data					
Internally Coated:		Coating Type:	Devoe 253		
Internal Anodes:	☐ Yes ☒ No Quantity: 0	Anode Type:	N/A		
New Anodes Installed:	☐ Yes ☒ No Quantity: 0	Anode Type:	N/A		
Inspection					
External Nozzles (View	ed from outside)				
Signs of internal corros	on? ⊠Yes □No <u>The ou</u>	tlet nozzle had disbonded coating. Generation	al surface corrosion was present on the substrate.		
Flange faces deteriorati	on? □Yes ⊠No				
Vessel Cleanliness					
Cleaning adequate?	⊠Yes □No				
Scale/build-up remaining	g? □Yes ⊠No				
Internal Access					
Baffles/Weirs present?	□Yes ⊠No				
Other obstructions?	⊠Yes □No <u>Vertica</u>	l internal piping (2) was present through the	ne vessel shell.		
Internal Coating					
Low voltage holiday del	ection performed? □Yes ⊠No If	yes, indicate results:			
Overall condition of coa	ting: The coating was in good co	ndition overall. A historic patch on the top	shell was identified, it was tightly adhered.		
The coating was staine	d throughout the tank from prior serv	ice conditions.			
Areas of Dis-bonding, b	ubbles or blistering: A handful o	f coating holidays were identified through	out the tank. The locations are listed below:		
•					
- 2x on the inlet nozzle (one on the lip, one on the outer surface)					
- 4x on the shell/head (two on the bottom shell near the drain nozzle, two on the outlet head)					
- Multiple holidays noted around the lip of the top shell nozzle for the level column					
- Multiple holidays throughout the outlet nozzle from the internal surface to the flange face					
- Multiple holidays on the manway neck, likely from cleaning and/or entry to the tank					
Coating Repairs (performed by, product used, ambient temp, etc.): Coating repairs were not completed at the time of inspection. Per discussion with					
the Calroc representative. Coating repairs will be performed in-house, QC report to be supplied if the equipment is purchased.					



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SN: 003387	Vessel Description: Flare Knockout Drum Location (LSD): Pre-purchase (SL:501075 Range Rd 14)			
Surface and No	<u>zzies</u>			
Condition of Sho	ell and Heads (metal substrate at holidays):The metal substrate of the shell and heads was found to be in good condition.			
General surface	e corrosion was identified on all exposed substrate; however, no pitting or corrosion of concern was identified.			
Condition of noz	zzle openings: General surface corrosion was identified on the substrate of all nozzles that had coating holidays. No pitting or corrosion of			
concern was ide	entified on any of the exposed substrate. One small pit was identified in the small diameter nozzle at six o'clock. The pit was estimated to be			
0.010" in depth	and is not of concern.			
Internal Attachn	nents			
Internal piping:	Good. General surface corrosion was present on the uncoated piping.			
Bolting and sup	ports: Bolting hardware was in good condition. The gasket on the internal flange was found to be deteriorating and could be considered			
for replacement before returning the vessel to service.				
<u>Vessel Welds</u>				
Selective weld attack? ☐Yes ☒No If yes, describe:				
NDE Crack inspection performed? ☐Yes ☒No If yes, indicate results:				

#### **Images**

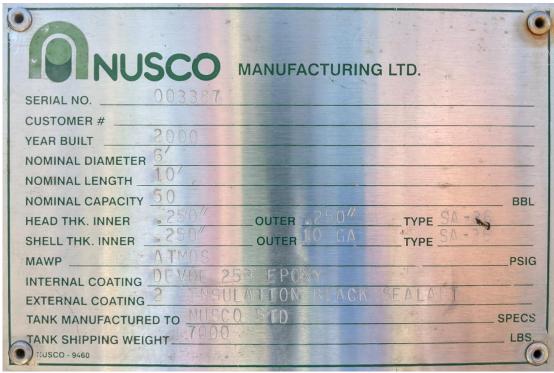


Figure 1 - Nameplate Overview



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Vessel Description: Flare Knockout Drum Location (LSD): Pre-purchase (SL:501075 Range Rd 14)





Figures 2 and 3 - External Overviews





Figures 3 and 4 –Internal Overviews





Figure 5 (Left) – Bottom Shell Overview Figure 6 (Right) – Drain Nozzle Overview



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SN: 003387

Vessel Description: Flare Knockout Drum

Location (LSD): Pre-purchase (SL:501075 Range Rd 14)



Figures 7 and 8 - Coating Holidays on Inlet Nozzle



Figures 9 and 10 - Coating Holidays on the Bottom Shell, Near Drain Nozzle



Figures 11 to 13 - Coating Holidays on the Level Column Nozzle



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Vessel Description: Flare Knockout Drum



Figures 14 and 15 – Outlet Nozzle Internal Overviews





Figures 16 and 17 - Manway Lip Coating Holidays





Figures 18 and 19 - Nozzle External Overview Note: Small pit at six o'clock estimated to be 0.010" in depth based on feel



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: 003387 Vessel Description: Flare Knockout Drum Location (LSD): Pre-purchase (SL:501075 Range Rd 14)



Figure 20 (Left) – Inlet Nozzle External Overview Figure 21 (Right) – Outlet Nozzle External Overview

Action Item(s) Identified? ☐Y	'es ⊠No If yes, indicate required work below		Field Tag #:	
If this tank is purchased it is recommended to proceed with coating repairs (Calroc offered to complete the coating repairs). QC for any coating repairs should				
be obtained with the purchase of	this tank.			
The scope of this internal inspection is restricted to the items detailed above and forms part of a thorough integrity assessment for this equipment.  Results of this inspection have determined the internal condition of this equipment to be:  Acceptable  Acceptable  Acceptable with the identified action items resolved before the associated action item's "Required By Date"  Not Acceptable until the identified action items are resolved				
Inspector Information				
Inspector Name:	Evan Ficko	Inspection Company:	Northern Materials Engineering	
Inspector Signature:	Lucko	Inspection Date:	June 8 <sup>th</sup> , 2025	