



Volumetrics US Inc.
3001 N Cameron St, Victoria, TX-77901
Phone: 361-827-4024

| | | | |
|---------------------------------------|--------------------------------------|---------------------------------|----------------|
| Company: | OXY USA INC | Work Order: | 4000248445 |
| Field/Location : | NMNE | Sampled by: | VOLUMETRICS/JA |
| Station Name : | LOST TANK 3 FEDERAL 1 CTB PRODUCTION | Sample Type : | SPOT-CYLINDER |
| Station Number : | 83264 | Sample Temperature (F): | 75 |
| Sample Date: | 3/17/21 2:00 PM | Sample Pressure (PSIG): | 67 |
| Analysis Date: | 4/7/21 3:01 PM | Flow rate (MCF/Day): | 47 |
| Instrument: | VARIAN CP 490 GC | Ambient Temperature (F): | 60 |
| Calibration/Verification Date: | 4/7/2021 | Sampling method: | FILL & EMPTY |
| Heat Trace used: | YES | Cylinder Number: | 1037 |

NATURAL GAS ANALYSIS: GPA 2261

| Components | Un-Normalized Mol% | Normalized Mol% | GPM 14.650 | GPM 14.730 | GPM 15.025 |
|--------------------|--------------------|-----------------|------------|------------|------------|
| Hydrogen Sulfide | 0.0000 | 0.0000 | | | |
| Nitrogen | 4.5037 | 4.5936 | | | |
| Methane | 70.6469 | 72.0576 | | | |
| Carbon Dioxide | 0.2673 | 0.2726 | | | |
| Ethane | 11.9669 | 12.2059 | 3.258 | 3.276 | 3.342 |
| Propane | 6.4064 | 6.5343 | 1.797 | 1.807 | 1.843 |
| Isobutane | 0.6845 | 0.6982 | 0.228 | 0.229 | 0.234 |
| N-butane | 1.8386 | 1.8753 | 0.590 | 0.593 | 0.605 |
| Isopentane | 0.4642 | 0.4735 | 0.173 | 0.174 | 0.177 |
| N-Pentane | 0.4493 | 0.4583 | 0.166 | 0.167 | 0.170 |
| Hexanes(C6's) | 0.3136 | 0.3199 | 0.131 | 0.132 | 0.135 |
| Heptanes (C7's) | 0.3019 | 0.3079 | 0.142 | 0.143 | 0.145 |
| Octanes (C8's) | 0.1466 | 0.1495 | 0.076 | 0.077 | 0.078 |
| Nonanes Plus (C9+) | 0.0524 | 0.0534 | 0.030 | 0.030 | 0.031 |
| Total | 98.0423 | 100.0000 | | | |

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|---|--------------------|--------------------|--------------------|
| Physical Properties (Calculated) | 14.650 psia | 14.730 psia | 15.025 psia |
| Total GPM Ethane+ | 6.592 | 6.628 | 6.760 |
| Total GPM Iso-Pentane+ | 0.719 | 0.723 | 0.736 |
| Compressibility (Z) | 0.9961 | 0.9961 | 0.9960 |
| Specific Gravity (Air=1) @ 60 °F | 0.7799 | 0.7799 | 0.7800 |
| Molecular Weight | 22.510 | 22.510 | 22.510 |

| | | | |
|-----------------------------------|--------------------|--------------------|--------------------|
| Gross Heating Value | 14.650 psia | 14.730 psia | 15.025 psia |
| Dry, Real (BTU/Ft ³) | 1275.6 | 1282.6 | 1308.4 |
| Wet, Real (BTU/Ft ³) | 1253.3 | 1260.1 | 1285.5 |
| Dry, Ideal (BTU/Ft ³) | 1270.6 | 1277.6 | 1303.2 |
| Wet, Ideal (BTU/Ft ³) | 1248.4 | 1255.2 | 1280.4 |

Temperature base 60 °F

Comment:

Verified by
Mostaq Ahammad
Petroleum Chemist

Approved by
Deann Friend
Deann Friend
Laboratory Manager

EVENT SPECIFIC JUSTIFICATIONS FORM

Facility: Lost Tank EST/WST Flare

Start Date: 07/26/2021

End Date: 07/26/2021

Cause: Third Party Malfunction

Duration of event: 1.6 hours

MCF Volume Flared: 441.7

Method of Flared Gas Measurement: Flare Meter

1. Reason why this event was beyond Operator's control:

This emissions event was caused by the unforeseen, unexpected, sudden, and unavoidable breakdown of equipment or process that was beyond the owner/operator's control, and did not stem from activity that could have been foreseen and avoided, and could not have been avoided or prevented by good design, operation, and preventative maintenance practices. Internal OXY procedures ensure that upon gas compressor unit and/or multiple unit shutdown, due to malfunction and/or alarms, production techs are promptly notified, and are instructed to assess the issue as soon as possible in order to take prompt corrective action and minimize emissions.

In this case, the flaring event occurred when the third party gas gatherer, DCP, experiencing a malfunction that affected the Hat Mesa facility. Once DCP was able restore service, Oxy immediately resumed gas sales to the third-party system. During the event, OXY routed all the stranded sales gas to a flare with a 98% combustion efficiency in order to minimize emissions as much as possible.

2. Steps Taken to limit duration and magnitude of venting or flaring:

Oxy resumed gas sales to the third-party system as soon as DCP was able to restore service to the facility. During the shut-in OXY routed all the stranded sales gas to a flare with a 98% combustion efficiency in order to minimize emissions as much as possible.

3. Corrective Actions taken to eliminate the cause and reoccurrence of venting or flaring:

The emissions event was caused by the unforeseen, unexpected, sudden, and unavoidable breakdown of equipment or process that was beyond the owner/operator's control and did not stem from activity that could have been foreseen and avoided, and could not have been avoided by good design, operation, and preventative maintenance practices.

District I
1625 N. French Dr., Hobbs, NM 88240
Phone:(575) 393-6161 Fax:(575) 393-0720

District II
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Phone:(575) 748-1283 Fax:(575) 748-9720

District III
1000 Rio Brazos Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170

District IV
1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

QUESTIONS

Action 42795

QUESTIONS

| | |
|--|---|
| Operator: OXY USA INC P.O. Box 4294 Houston, TX 772104294 | OGRID: 16696 |
| | Action Number: 42795 |
| | Action Type: [C-129] Venting and/or Flaring (C-129) |

QUESTIONS

| | |
|---|---|
| Prerequisites | |
| <i>Any messages presented in this section, will prevent submission of this application. Please resolve these issues before continuing with the rest of the questions.</i> | |
| Incident Well | [30-015-29638] LOST TANK 3 FEDERAL #001 |
| Incident Facility | Not answered. |

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| Determination of Reporting Requirements | |
| <i>Answer all questions that apply. The Reason(s) statements are calculated based on your answers and may provide additional guidance.</i> | |
| Was or is this venting and/or flaring caused by an emergency or malfunction | Yes |
| Did or will this venting and/or flaring last eight hours or more cumulatively within any 24-hour period from a single event | No |
| Is this considered a submission for a notification of a major venting and/or flaring | Yes, minor venting and/or flaring of natural gas. |
| <i>An operator shall file a form C-141 instead of a form C-129 for a release that, includes liquid during venting and/or flaring that is or may be a major or minor release under 19.15.29.7 NMAC.</i> | |
| Was there or will there be at least 50 MCF of natural gas vented and/or flared during this event | Yes |
| Did this venting and/or flaring result in the release of ANY liquids (not fully and/or completely flared) that reached (or has a chance of reaching) the ground, a surface, a watercourse, or otherwise, with reasonable probability, endanger public health, the environment or fresh water | No |
| Was the venting and/or flaring within an incorporated municipal boundary or withing 300 feet from an occupied permanent residence, school, hospital, institution or church in existence | No |

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| Equipment Involved | |
| Primary Equipment Involved | Other (Specify) |
| Additional details for Equipment Involved. Please specify | emergency flare due to third party malfunction |

| | |
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| Representative Compositional Analysis of Vented or Flared Natural Gas | |
| <i>Please provide the mole percent for the percentage questions in this group.</i> | |
| Methane (CH4) percentage | 72 |
| Nitrogen (N2) percentage, if greater than one percent | 4 |
| Hydrogen Sulfide (H2S) PPM, rounded up | 0 |
| Carbon Dioxide (CO2) percentage, if greater than one percent | 0 |
| Oxygen (O2) percentage, if greater than one percent | 0 |
| <i>If you are venting and/or flaring because of Pipeline Specification, please provide the required specifications for each gas.</i> | |
| Methane (CH4) percentage quality requirement | Not answered. |
| Nitrogen (N2) percentage quality requirement | Not answered. |
| Hydrogen Sulfide (H2S) PPM quality requirement | Not answered. |
| Carbon Dioxide (CO2) percentage quality requirement | Not answered. |
| Oxygen (O2) percentage quality requirement | Not answered. |

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|---|------------|
| Date(s) and Time(s) | |
| Date venting and/or flaring was discovered or commenced | 07/26/2021 |
| Time venting and/or flaring was discovered or commenced | 12:00 AM |
| Time venting and/or flaring was terminated | 01:35 AM |
| Cumulative hours during this event | 2 |

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|---|---------------|
| Measured or Estimated Volume of Vented or Flared Natural Gas | |
| Natural Gas Vented (Mcf) Details | Not answered. |

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|---|--|
| Natural Gas Flared (Mcf) Details | Cause: Other Other (Specify) Natural Gas Flared Released: 442 Mcf Recovered: 0 Mcf Lost: 442 Mcf] |
| Other Released Details | Not answered. |
| Additional details for Measured or Estimated Volume(s). Please specify | flare meter |
| Is this a gas only submission (i.e. only significant Mcf values reported) | Yes, according to supplied volumes this appears to be a "gas only" report. |

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| Venting or Flaring Resulting from Downstream Activity | |
| Was or is this venting and/or flaring a result of downstream activity | Not answered. |
| Date notified of downstream activity requiring this venting and/or flaring | Not answered. |
| Time notified of downstream activity requiring this venting and/or flaring | Not answered. |

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| Steps and Actions to Prevent Waste | |
| For this event, the operator could not have reasonably anticipated the current event and it was beyond the operator's control. | True |
| Please explain reason for why this event was beyond your operator's control | This emissions event was caused by the unforeseen, unexpected, sudden, and unavoidable breakdown of equipment or process that was beyond the owner/operator's control, and did not stem from activity that could have been foreseen and avoided, and could not have been avoided or prevented by good design, operation, and preventative maintenance practices. Internal OXY procedures ensure that upon gas compressor unit and/or multiple unit shutdown, due to malfunction and/or alarms, production techs are promptly notified, and are instructed to assess the issue as soon as possible in order to take prompt corrective action and minimize emissions. In this case, the flaring event occurred when the third party gas gatherer, DCP, experiencing a malfunction that affected the Hat Mesa facility. Once DCP was able restore service, Oxy immediately resumed gas sales to the third-party system. During the event, OXY routed all the stranded sales gas to a flare with a 98% combustion efficiency in order to minimize emissions as much as possible. |
| Steps taken to limit the duration and magnitude of venting and/or flaring | Oxy resumed gas sales to the third-party system as soon as DCP was able to restore service to the facility. During the shut-in OXY routed all the stranded sales gas to a flare with a 98% combustion efficiency in order to minimize emissions as much as possible. |
| Corrective actions taken to eliminate the cause and reoccurrence of venting and/or flaring | The emissions event was caused by the unforeseen, unexpected, sudden, and unavoidable breakdown of equipment or process that was beyond the owner/operator's control and did not stem from activity that could have been foreseen and avoided, and could not have been avoided by good design, operation, and preventative maintenance practices. |

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CONDITIONS
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| Operator: OXY USA INC P.O. Box 4294 Houston, TX 772104294 | OGRID: 16696 |
| | Action Number: 42795 |
| | Action Type: [C-129] Venting and/or Flaring (C-129) |

CONDITIONS

| Created By | Condition | Condition Date |
|---------------|--|----------------|
| shelbyschoepf | If the information provided in this report requires an amendment, submit a [C-129] Amend Venting and/or Flaring Incident (C-129A), utilizing your incident number from this event. | 8/17/2021 |