

Certificate of Analysis

Number: 6030-23120137-004A

Artesia Laboratory 200 E Main St. Artesia, NM 88210 Phone 575-746-3481

John Wierzowiecki Flatcreek Resources 777 Main St Suite 3600 Fort Worth , TX 76102

Station Name: Phantom Bank 31 CDP

Station Number: 016054601 Station Location: Flat Creek

Sample Point: Meter Run

Instrument: 70104251 (Inficon GC-MicroFusion)

Last Inst. Cal.: 12/18/2023 0:00 AM

Analyzed: 12/21/2023 11:43:30 by EBH

Sampled By: Andres T Sample Of: Gas

Sample Of: Gas Spot Sample Date: 12/12/2023

Sample Conditions: 122 psig, @ 69.7 °F Ambient: 58 °F

Dec. 27, 2023

Effective Date: 12/12/2023
Flow Rate: 1815.7 MSCFD
Method: GPA-2261M
Cylinder No: 5030-04986

Analytical Data

Components	Un-normalized Mol %	Mol. %	Wt. %	GPM at 14.696 psia		
Nitrogen	1.2827	1.2813	1.6609		GPM TOTAL C2+	5.957
Methane	77.3313	77.2443	57.3426		GPM TOTAL C3+	2.930
Carbon Dioxide	0.6770	0.6762	1.3771		GPM TOTAL iC5+	0.649
Ethane	11.3186	11.3059	15.7312	3.027		
Propane	5.2893	5.2834	10.7807	1.457		
Iso-butane	0.7858	0.7849	2.1110	0.257		
n-Butane	1.7969	1.7949	4.8275	0.567		
Iso-pentane	0.4174	0.4169	1.3919	0.153		
n-Pentane	0.4628	0.4623	1.5434	0.168		
Hexanes Plus	0.7507	0.7499	3.2337	0.328		
	100.1125	100.0000	100.0000	5.957		
Calculated Physica	I Properties	Tota	al	C6+		
Relative Density Real Gas		0.748	37	3.2176		
Calculated Molecula	r Weight	21.6	51	93.19		
Compressibility Factor		0.996	62			
GPA 2172 Calculati	on:					
Calculated Gross B	TU per ft ³ @ 14.696 ¡	osia & 60°F				
Real Gas Dry BTU		127	'6	5129		
Water Sat. Gas Base BTU		125	54	5040		
Ideal, Gross HV - Dry at 14.696 psia		1270.	.9	5129.2		
Ideal, Gross HV - Wet		1248.	.8	5039.7		

Hydrocarbon Laboratory Manager

The above analyses are performed in accordance with ASTM, UOP, GPA guidelines for quality assurance, unless otherwise stated.

Quality Assurance:

1/14/2024	-	1/16/2024
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Date	Stop Name	Meter Name	F	lare Volume (mscf)	Flare Reason
1/14/24	PHANTOM BANK BATTERY	PHANTOM BANK BATTERY HP Flare Gas Meter		74.00	Gas Spec - High Oxygen
1/15/24	PHANTOM BANK BATTERY	PHANTOM BANK BATTERY HP Flare Gas Meter		260.00	Gas Spec - High Oxygen
1/16/24	PHANTOM BANK BATTERY	PHANTOM BANK BATTERY HP Flare Gas Meter		799.00	Gas Spec - High Oxygen/Gas Sales Meter Frozen
			Total:	1,133.00	

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

DEFINITIONS

Action 304053

DEFINITIONS

Operator:	OGRID:
Flat Creek Resources, LLC	374034
777 Main St.	Action Number:
Fort Worth, TX 76102	304053
	Action Type:
	[C-129] Amend Venting and/or Flaring (C-129A)

DEFINITIONS

For the sake of brevity and completeness, please allow for the following in all groups of questions and for the rest of this application:

- this application's operator, hereinafter "this operator";
- · venting and/or flaring, hereinafter "vent or flare";
- any notification or report(s) of the C-129 form family, hereinafter "any C-129 forms";
- the statements in (and/or attached to) this, hereinafter "the statements in this";
- and the past tense will be used in lieu of mixed past/present tense questions and statements.

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QUESTIONS

Action 304053

QUESTIONS

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Flat Creek Resources, LLC 777 Main St.	-	374034
Fort Worth, TX 76102		Action Number:
Fort Worth, 1X 76102		304053
		Action Type:
		[C-129] Amend Venting and/or Flaring (C-129A)
QUESTIONS		
Prerequisites		
Any messages presented in this section, will prevent submission of this application. Please resolve	these issues before continu	ing with the rest of the questions.
Incident ID (n#)	Unavailable.	
Incident Name	Unavailable.	
Incident Type	Flare	
Incident Status	Unavailable.	
Incident Facility	[fAPP2316446533] PHANTOM BANK 31 FED COM	
Only valid Vent, Flare or Vent with Flaring incidents (selected above in the Application Details section	on) that are assigned to yoυ	ır current operator can be amended with this C-129A application.
Determination of Reporting Requirements		
Answer all questions that apply. The Reason(s) statements are calculated based on your answers at	nd may provide addional gu	idance.
Was this vent or flare caused by an emergency or malfunction Yes		
Did this vent or flare last eight hours or more cumulatively within any 24-hour period from a single event	Yes	
Is this considered a submission for a vent or flare event	Yes, major venting a	nd/or flaring of natural gas.
An operator shall file a form C-141 instead of a form C-129 for a release that, includes liquid during v	renting and/or flaring that is	or may be a major or minor release under 19.15.29.7 NMAC.
Was there at least 50 MCF of natural gas vented and/or flared during this event	Yes	
Did this vent or flare 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		
Was the vent or flare within an incorporated municipal boundary or withing 300 feet from an occupied permanent residence, school, hospital, institution or church in existence	No	
Equipment Involved		

Equipment Involved		
Primary Equipment Involved	Pipeline (Any)	
Additional details for Equipment Involved. Please specify	Gas meter and oxygen sensor.	

Representative Compositional Analysis of Vented or Flared Natural Gas				
Please provide the mole percent for the percentage questions in this group.				
Methane (CH4) percentage	77			
Nitrogen (N2) percentage, if greater than one percent	1			
Hydrogen Sulfide (H2S) PPM, rounded up	0			
Carbon Dioxide (C02) percentage, if greater than one percent	1			
Oxygen (02) percentage, if greater than one percent	0			
If you are venting and/or flaring because of Pipeline Specification, please provide the required specifications for each gas.				
Methane (CH4) percentage quality requirement	Not answered.			
Nitrogen (N2) percentage quality requirement	2			
Hydrogen Sufide (H2S) PPM quality requirement	4			
Carbon Dioxide (C02) percentage quality requirement	2			
Oxygen (02) percentage quality requirement	0			

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Action 304053

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QUESTIONS

Date(s) and Time(s)		
Date vent or flare was discovered or commenced	01/14/2024	
Time vent or flare was discovered or commenced	01:30 AM	
Time vent or flare was terminated	07:45 AM	
Cumulative hours during this event	54	

Measured or Estimated Volume of Vented or Flared Natural Gas			
Natural Gas Vented (Mcf) Details	Not answered.		
Natural Gas Flared (Mcf) Details	Cause: Pipeline Quality Specifications Producing Well Natural Gas Flared Released: 1,133 Mcf Recovered: 0 Mcf Lost: 1,133 Mcf.		
Other Released Details	Cause: Equipment Failure Producing Well Natural Gas Flared Released: 1,133 Mcf Recovered: 0 Mcf Lost: 1,133 Mcf.		
Additional details for Measured or Estimated Volume(s). Please specify	Volumes calculated by total flow 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.		

Venting or Flaring Resulting from Downstream Activity		
Was this vent or flare a result of downstream activity	Yes	
Was notification of downstream activity received by this operator	No	
Downstream OGRID that should have notified this operator	[330842] DBM PIPELINE, LLC	
Date notified of downstream activity requiring this vent or flare	01/14/2023	
Time notified of downstream activity requiring this vent or flare	01:30 AM	

Steps and Actions to Prevent Waste	
For this event, this operator could not have reasonably anticipated the current event and it was beyond this operator's control	True
Please explain reason for why this event was beyond this operator's control	In early morning hours of Jan 14, 2024 all wellsite compression went down and all wells stopped producing. When attempt to bring wells back online was made the meter shut in on high oxygen level. Purged wells and vessels to flare and attempted multiple times to produce into pipeline. Oxygen sensor continued to show high levels so more purge and cleanup to flare was performed. Ultimately the sensor was replaced by pipeline operator. Meter run also froze during cold weather and failed safe in closed condition. Multiple attempts to contact pipeline operator were not successful. As of today sensor is replaced on meter run, metering equipment is thawed and gas is flowing to sales at 0ppm oxygen content.
Steps taken to limit the duration and magnitude of vent or flare	Contact pipeline operator and request tech to inspect meter and sensor.
Corrective actions taken to eliminate the cause and reoccurrence of vent or flare	Replaced O2 sensor and thawed metering equipment.

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ACKNOWLEDGMENTS

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ACKNOWLEDGMENTS

$\overline{\lor}$	I acknowledge that with this application I will be amending an existing incident file (assigned to this operator) for a vent or flare event, pursuant to 19.15.27 and 19.15.28 NMAC.
V	I acknowledge that amending an incident file does not replace original submitted application(s) or information and understand that any C-129 forms submitted to the OCD will be logged and stored as public record.
✓	I hereby certify the statements in this amending report are true and correct to the best of my knowledge and acknowledge that any false statement may be subject to civil and criminal penalties under the Oil and Gas Act.
✓	I acknowledge that the acceptance of any C-129 forms by the OCD does not relieve this operator of liability should their operations have failed to adequately investigate, report, and remediate contamination that poses a threat to groundwater, surface water, human health, or the environment.
V	I acknowledge that OCD acceptance of any C-129 forms does not relieve this operator of responsibility for compliance with any other applicable federal, state, or local laws and/or regulations.

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CONDITIONS

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CONDITIONS

Created By	Condition	Condition Date
jwierzowiecki	If the information provided in this report requires further amendment(s), submit a [C-129] Amend Venting and/or Flaring Incident (C-129A), utilizing your incident number from this event.	1/16/2024