Preparer Code: Statement Title: MECS Contact: STAT Contact:	SERVICES LLC (SAN JUAN) 135476534 Measurement Audit Statement(Dif BARRY MCDANIEL (505)599-3207 MARCUS WARE (713)381-7816		Accounting/P Meter ID: Meter Name: BTU Basis: Reporting Ba	8 C D	85772 CANYO Dry	ON LARGO UNIT #337 CP	D		HILCORP ENERGY CO Recipient Code: Location Code: Report Date/Time: Federal Lease:	606410538 NA	DRN 07:36
Sample Id:	85772		CERTI	FICATE	: OF #	ANALYSIS					by OCL
Sample Desc: Effective Date: Sample Date: And yzed Date: Sample Freq:	CANYON LARGO UNIT #337 CPD 06/01/2021 07:00 05/12/2021 08:00 SEMIANNUALLY		Sample Type: Sampled By: Analyzed By: GPA Version:	FSLAB					District: Meas 30 Device: (No spe Chrom ID: N/A	0-Pipe 300-S	Supv C : 10/21/2021
Sample Temp (F): Sample Press (PSIC Press Base:	58.0 G): 53.0 14.73										1 7:50:22
101:		Component	Mole %			Others	Mole %				22
01:30 AM		Methane Ethane Propane Iso Butane Butane Iso Pentane Pentane NeoPentane Hexane	$\begin{array}{c} 78.8823\\ 10.5785\\ 5.5268\\ 0.5584\\ 1.6650\\ 0.3723\\ 0.4099\\ 0.0000\\ 0.6703\end{array}$	0.0000 2.8388 1.5279 0.1834 0.5267 0.1366 0.1491 0.0000 0.3002	00 38 79 34 57 56 4 56 4 56 4 50 4 50 4 50 50 4 50 50 50 50 50 50 50 50 50 50	Carbon Dioxide H2S Nitrogen * Hydrogen * Oxygen * Helium * Argon * Carbon Monoxide	0.0000 0.7262 0.0000 0.0000 0.0000 0.0000 0.0000	0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000			AM
	e e	<ul> <li>* Heptane</li> <li>* Octane</li> <li>* Nonane</li> <li>* Decane</li> </ul>	$\begin{array}{c} 0.0000 \\ 0.0000 \\ 0.0000 \\ 0.0000 \\ 0.0000 \end{array}$	0.0000 0.0000 0.0000	00 00 00	Sub Total Others	1.3365	0.0000			
		Sub Total GPM	98.6635	5.6627	27						
		Others	1.3365								
		Total	100.0000	5.6627	27						
		Gravity: Dry BTU: Wet BTU: * Not Tested	0.7362 1269.8 1247.7	3							

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Estimated Release Volume Determination:

The estimated release volume was determined by reviewing the discrepancies in the sales meters at the wells, flowing to the CDP, and the meter at the CDP, itself. The volume was estimated by taking the daily total from the sales meters of all wells flowing to the CDP and subtracting that from the meter reading at the CDP. The discrepancy was first recognized on 8/31/2021 and continued until the morning of 10/13/2021 when the piping was repaired and the release stopped.



# Legend

### Page 3 of 5

### Facilities

CDPs

### Pipelines

-

#### Pipelines

Hilcorp Operated Pipeline

### Harvest Operated Pipeline

- Other
- 💻 Trunk

## Roads and Highways

US Highways

### SJB Roads

-

- X- No Access
- Main Road
- Road

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

811 S. First St., Artesia, NM 88210 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

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Action 57188

QUESTIONS

Operator:	OGRID:			
HILCORP ENERGY COMPANY	372171			
1111 Travis Street	Action Number:			
Houston, TX 77002	57188 Action Type:			
	[C-129] Venting and/or Flaring (C-129)			
QUESTIONS				
Prerequisites				
Any messages presented in this section, will prevent submission of this application. Please resolve t	these issues before continuing with the rest of the questions.			
Incident Well	[30-039-23399] CANYON LARGO UNIT #337			
Incident Facility	Not answered.			
Determination of Reporting Requirements				
Answer all questions that apply. The Reason(s) statements are calculated based on your answers a	nd may provide addional guidance.			
Was or is this venting and/or flaring caused by an emergency or malfunction	Νο			
Did or will this venting and/or flaring last eight hours or more cumulatively within any 24-hour period from a single event	Yes			
Is this considered a submission for a venting and/or flaring event	Yes, major venting and/or flaring of natural gas.			
An appareter shall file a farm 0.444 instead of a farm 0.400 farm related that include the	anting and/or flaving that is as may be a major or minor reference in de- 40.45.00.7 MIAA.			
An operator shall file a form C-141 instead of a form C-129 for a release that, includes liquid during v	enting and/or haring that is or may be a major or minor release under 19.15.29.7 NMAC.			
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 <b>ANY</b> 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	Νο			
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	Νο			
Equipment Involved				
Primary Equipment Involved	Pipeline (Any)			
Additional details for Equipment Involved. Please specify	Pipeline adjacent to well.			
Additional details for Equipment involved. Thease specify				
Representative Compositional Analysis of Vented or Flared Natural Gas				
Please provide the mole percent for the percentage questions in this group.				
Methane (CH4) percentage	79			
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 spec	ifications for each gas.			
Methane (CH4) percentage quality requirement	0			
Nitrogen (N2) percentage quality requirement	0			
Hydrogen Sufide (H2S) PPM quality requirement	0			
Carbon Dioxide (C02) percentage quality requirement	0			
Oxygen (02) percentage quality requirement	0			
Date(s) and Time(s)				
Date venting and/or flaring was discovered or commenced	10/13/2021			
Time venting and/or flaring was discovered or commenced	08:30 AM			
Time venting and/or flaring was terminated	08:30 AM			
Cumulative hours during this event	1,028			

#### Measured or Estimated Volume of Vented or Flared Natural Gas Cause: Other | Pipeline (Any) | Natural Gas Vented | Released: 2,100 Mcf | Recovered: 0 Mcf | Natural Gas Vented (Mcf) Details Lost: 2,100 Mcf ]

#### Released to Imaging: 10/27/2021 8:01:30 AM

### Received by OCD: 10/21/2021 7:50:22 AM

ĺ	Natural Gas Flared (Mcf) Details	Not answered.
	Other Released Details	Not answered.
	Additional details for Measured or Estimated Volume(s). Please specify	Not answered.
	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 or is this venting and/or flaring a result of downstream activity	No			
Was notification of downstream activity received by you or your operator	Not answered.			
Downstream OGRID that should have notified you or your operator	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.			

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	The release occurred due to unforeseen piping failure. The failure was believed to be caused by sudden changes in pressure brought on by inclement weather conditions that was beyond the operator's control.
Steps taken to limit the duration and magnitude of venting and/or flaring	Initially, Hilcorp performed QA/QC to determine the origin of the release, which included contacting the midstream operator to verify their meters were accurate and performing FLIR inspections of the line in question. No leaks were found during this time. The release was discovered on 10/13/21. As soon as the source of the release was discovered, operations repaired the piping, stopping the release.
Corrective actions taken to eliminate the cause and reoccurrence of venting and/or flaring	Piping modifications were made by operations in an effort to prevent this from happening again.

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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

CONDITIONS

Operator:	OGRID:
HILCORP ENERGY COMPANY	372171
1111 Travis Street	Action Number:
Houston, TX 77002	57188
	Action Type:
	[C-129] Venting and/or Flaring (C-129)

#### CONDITIONS

Created By	Condition	Condition Date
wginn	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.	10/27/2021

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Action 57188