MANLEY GAS TESTING, INC.

P.O. DRAWER 193 OFFICE(432)367-3024 FA	XX(432)367-1166	ODESSA, TEXAS 79760 E-MAIL: MANLEYGAST@AOL.COM
CHARGE 45 - 1 REC. NO 0 TEST NUMBER 11847 SAMPLE TYPE SPOT		DATE SAMPLED 10-22-21 DATE RUN 10-22-21 FROM EFF. DATE 10-01-21 TO EFF. DATE 10-31-21
STATION NO		FLO-CAL ID
SAMPLE NAME WDDU - MEXICO J RECEIVED FROM SCOUT ENERGY LOCATION ODESSA TEXAS	J PRODUCTION GAS	
FLOWING PRESSURE 1	L4 PSIG FL	OWING TEMPERATURE 68 F
SAMPLED BY: WS	AN	ALYZED BY JT
FF CALCULAT	RACTIONAL ANALYS FED @ 14.730 PSI	SIS IA AND 60F
MOL%	GPM (REAL)	
HYDROGEN SULFIDE 0.5000 NITROGEN 4.4315 CARBON DIOXIDE 1.8389 METHANE 51.1622 ETHANE 16.9898 PROPANE 14.2783 ISO-BUTANE 1.2613 NOR-BUTANE 5.2584 ISO-PENTANE 0.8990 NOR-PENTANE 0.8990 NOR-PENTANE 1.6158 HEXANES + 17648	4.575 3.960 0.416 1.669 0.331 0.590 0.776	H2S PPMV = 5000 'Z' FACTOR (DRY) = 0.9931 'Z' FACTOR (WET) = 0.9926
CALCULATED SPECIFIC GRAVITIE	ES	CALCULATED GROSS HEATING VALUES
IDEAL, DRY 1.0041 IDEAL, WET 0.9974 REAL, DRY 1.0107 REAL, WET 1.0044		BTU/CF - IDEAL, DRY 1584.1 BTU/CF - IDEAL, WET 1556.4 BTU/CF - REAL, DRY 1595.1 BTU/CF - REAL, WET 1568.0
DISTRIBUTION AND REMARKS:		
J. POOLE(P)		

J. POOLE(P)

LOCAL USE ONLY

ANALYZED BY: JT

Released to Imaging: 9/11/2023-10:02:21-AM

APPROVED: mww

Released to Imaging. 9/11/2023 10:02:21 AM

MANLEY GAS TESTING, INC.

P.O. DRAWER 193 OFFICE(432)367-3024	FAX(432)367-1166	ODESSA, TEXAS 79760 E-MAIL: MANLEYGAST@AOL.COM
CHARGE 45 - 1 REC. NO 0 TEST NUMBER 11848 SAMPLE TYPE SPOT		DATE SAMPLED 10-22-21 DATE RUN 10-22-21 FROM EFF. DATE 10-01-21 TO EFF. DATE 10-31-21
STATION NO		FLO-CAL ID
SAMPLE NAME WDDU - WDDU RECEIVED FROM SCOUT ENERGY LOCATION ODESSA TEXAS		
FLOWING PRESSURE	12 PSIG F	FLOWING TEMPERATURE 70 F
SAMPLED BY: WS	A	ANALYZED BY JT
CALCU	FRACTIONAL ANALY	/SIS SIA AND 60F
MOL%	GPM (REAL)	
HYDROGEN SULFIDE 1.0000 NITROGEN 3.5195 CARBON DIOXIDE 1.3309 METHANE 51.5502 ETHANE 15.7217 PROPANE 14.8367 ISO-BUTANE 1.5067 NOR-BUTANE 5.7888 ISO-PENTANE 1.1579 NOR-PENTANE 1.5359 HEXANES + 2.0517 TOTALS 100.0006	4.234 4.116 9.497 1.838 9.0.426 9.0.561 7.0.901	H2S PPMV = 10000 'Z' FACTOR (DRY) = 0.9927 'Z' FACTOR (WET) = 0.9922
CALCULATED SPECIFIC GRAV	ITIES	CALCULATED GROSS HEATING VALUES
IDEAL, DRY 1.0202 IDEAL, WET 1.0132 REAL, DRY 1.0273 REAL, WET 1.0208		BTU/CF - IDEAL, DRY 1626.9 BTU/CF - IDEAL, WET 1598.4 BTU/CF - REAL, DRY 1638.9 BTU/CF - REAL, WET 1611.0
DISTRIBUTION AND REMARKS:		
J. POOLE(P)		
LOCAL USE ONLY		
ANALYZED BY: JT		APPROVED:



13800 Montfort Dr, Ste. 100 Dallas, TX 75240 972-277-1397 www.scoutep.com

September 11, 2023

EMNRD 1220 South St. Francis Drive Santa Fe, NM 87505

RE: Flaring Calculations or Specific Justification for the Volumes.

Scout Energy Management LLC would like to report a flaring event that started at 5:00 p.m. August 31, 2023 and ended at 4:59 p.m. September 1, 2023. Calculations were not done as all volumes are true meter readings and are listed below:

• ERWIN = 437 mcf/d - reported

If there are any questions or concerns, please do not hesitate to contact our office.

Regards,

Lee Ellison
lellison@scoutep.com
(972) 325-1096
13800 Montfort Drive, Ste.100
Dallas, TX 75240



13800 Montfort Dr, Ste. 100 Dallas, TX 75240 972-277-1397 www.scoutep.com

September 11, 2023

Application for Exception to Statewide Rule 19.15.27.G.(a).

Re: Statewide Rule Exception Request Documentation

Scout Energy Management LLC. (760218)

West Dollarhide Unit, Fristo, State BB & G. L, Erwin, and Mexico J&L,

Lea County, New Mexico

Scout Energy Management LLC. is submitting a request to flare casinghead gas at the following lease facilities: The leases above will be flaring for possibly 7 - 14 days, commencing date 08/31/2023 at 5 p.m. through end date 09/01/2023. The flaring is due to our gas purchaser, Targa Midstream, shutting down their system for repairs due to a leak in their discharge line. Scout has worked through multiple options to get the gas offloaded to another purchaser and determined that it will not be economically viable. Flaring for all leases documented is necessary for Scout to produce recoverable oil from wells.

If there are any questions or concerns, please do not hesitate to contact our office.

Regards,

Lee Ellison
lellison@scoutep.com
(972) 497-2863
13800 Montfort Drive, Ste.100
Dallas, TX 75240

	HOLE	FIELD		WELL		SURFACE
WELL NAME	DIRECT	CODE	API	TYPE	COUNTY	LATITUDE
ERWIN, G. LA- FED DHC 6JB	VERTICAL	U88	300253294800	OIL WELL	LEA	32.16588
ERWIN, G. LA- FED #11	VERTICAL	U88	300253918000	OIL WELL	LEA	32.16962
ERWIN, G. LA- FED 5 J	VERTICAL	U88	300253087500	OIL WELL	LEA	32.17662
ERWIN, G. LA- FED 9	VERTICAL	U88	300253527900	OIL WELL	LEA	32.18350
ERWIN, G. LB- FED NCT1	VERTICAL	U88	300252200700	OIL WELL	LEA	32.18838
ERWIN, G. LB- FED NCT-2	VERTICAL	U88	300253087400	OIL WELL	LEA	32.18464
ERWIN, G. LB- FED NCT-2	VERTICAL	U88	300253294900	OIL WELL	LEA	32.18458
ERWIN, G. LB- FED NCT-2	VERTICAL	U88	300253338400	OIL WELL	LEA	32.16984
ERWIN, G. LB- FED NCT-2	VERTICAL	U88	300253829500	OIL WELL	LEA	32.16588
ERWIN, G. LB- FED NCT-2	VERTICAL	U88	300253841300	OIL WELL	LEA	32.16962
ERWIN, G. LB- FED NCT2	VERTICAL	U88	3002584130	OIL WELL	LEA	32.17662
ERWIN, G. LB- FED NCT2	VERTICAL	U88	300253329000	OIL WELL	LEA	32.18350
ERWIN, G. LB- FED NCT2	VERTICAL	U88	300253918100	OIL WELL	LEA	32.18838
ERWIN, G. LB- FED NCT2	VERTICAL	U88	300251136300	OIL WELL	LEA	32.18464

		воттомн			
	воттом	OLE			
SURFACE	HOLE	LONGITUD			
LONGTUDE	LATITUDE	E	FIELD NAME	Battery	STATUS
-103.08671	32.16501	-103.08745	BLINEBRY	Mexico J	ACTIVE
-103.07109	32.16501	-103.08745	7RIVERS/QUEEN/GRAYBURG	Mexico J	ACTIVE
-103.08817	32.16501	-103.08745	TUBB/DRINKARD/BLINEBRY	Mexico J	ACTIVE
-103.09260	32.16501	-103.08745	BLINEBRY	Mexico J	ACTIVE
-103.08598	32.16501	-103.08745	BLINEBRY	Mexico J	ACTIVE
-103.08597	32.16501	-103.08745	MCKEE	Mexico J	ACTIVE
-103.09839	32.16501	-103.08745	7RIVERS/QUEEN/GRAYBURG	Mexico J	ACTIVE
-103.09389	32.16501	-103.08745	TUBB/DRINKARD/BLINEBRY	Mexico J	ACTIVE
-103.08671	32.16501	-103.08745	7RIVERS/QUEEN/GRAYBURG	Mexico J	ACTIVE
-103.07109	32.16501	-103.08745	7RIVERS/QUEEN/GRAYBURG	Mexico J	ACTIVE
-103.08817	32.16501	-103.08745		Mexico J	ACTIVE
-103.09260	32.16501	-103.08745	FUSSELMAN	Mexico J	ACTIVE
-103.08598	32.16501	-103.08745	7RIVERS/QUEEN/GRAYBURG	Mexico J	ACTIVE
-103.08597	32.16501	-103.08745	GLORIETA/DEVONIAN/BLINEBRY	Mexico J	ACTIVE

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

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**

DEFINITIONS

Action 263723

DEFINITIONS

Operator:	OGRID:
SCOUT ENERGY MANAGEMENT LLC	330949
13800 Montfort Road	Action Number:
Dallas, TX 75240	263723
	Action Type:
	[C-129] Venting and/or Flaring (C-129)

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.

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

1220 S. St Francis Dr., Santa Fe, NM 87505

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

QUESTIONS

Action 263723

Phone: (505) 476-3470 Fax: (505) 476-3462		
C	QUESTIONS	
Operator:		OGRID:
SCOUT ENERGY MANAGEMENT LLC		330949
13800 Montfort Road Dallas, TX 75240		Action Number: 263723
		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	these issues before continuing	with the rest of the questions.
Incident Well	Unavailable.	
Incident Facility	[fKJ1517650094] G. L. EF	RWIN A&B FEDERAL NCT 1&2
Determination of Reporting Requirements		
Answer all questions that apply. The Reason(s) statements are calculated based on your answers a	and mav provide addional quidan	ce.
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, minor venting and/o	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	<u> </u>	
Was there at least 50 MCF of natural gas vented and/or flared during this event	Yes	ay be a major or minor release under 19.10.29.1 NWING.
Did this vent or flare result in the release of ANY liquids (not fully and/or completely	100	
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 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		
Primary Equipment Involved	Production Tank	
Additional details for Equipment Involved. Please specify	Not answered.	
Representative Compositional Analysis of Vented or Flared Natural Gas		
Please provide the mole percent for the percentage questions in this group.		
Methane (CH4) percentage	52	
Nitrogen (N2) percentage, if greater than one percent	4	
Hydrogen Sulfide (H2S) PPM, rounded up	1	
Carbon Dioxide (C02) percentage, if greater than one percent	1	
Oxygen (02) percentage, if greater than one percent	0	
Oxygen (02) percentage, it greater than one percent	0	
If you are venting and/or flaring because of Pipeline Specification, please provide the required spe	cifications for each gas.	
Methane (CH4) percentage quality requirement	Not answered.	
Nitrogen (N2) percentage quality requirement	Not answered.	
Hydrogen Sufide (H2S) PPM quality requirement	Not answered.	
Carbon Dioxide (C02) percentage quality requirement	Not answered.	
Oxygen (02) percentage quality requirement	Not answered.	

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

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

QUESTIONS, Page 2

Action 263723

Phone: (505) 476-3470 Fax: (505) 476-3462	
	ONS (continued)
Operator: SCOUT ENERGY MANAGEMENT LLC	OGRID: 330949
13800 Montfort Road	Action Number:
Dallas, TX 75240	263723
	Action Type: [C-129] Venting and/or Flaring (C-129)
QUESTIONS	
Date(s) and Time(s)	
Date vent or flare was discovered or commenced	08/31/2023
Time vent or flare was discovered or commenced	05:00 PM
Time vent or flare was terminated	05:00 PM
Cumulative hours during this event	24
Measured or Estimated Volume of Vented or Flared Natural Gas	
Natural Gas Vented (Mcf) Details	Cause: Midstream Emergency Maintenance Pipeline (Any) Natural Gas Vented Released: 437 Mcf Recovered: 0 Mcf Lost: 437 Mcf.
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 this vent or flare a result of downstream activity	Yes
Was notification of downstream activity received by this operator	Yes
Downstream OGRID that should have notified this operator	[24650] TARGA MIDSTREAM SERVICES LLC
Date notified of downstream activity requiring this vent or flare	08/28/2023
Time notified of downstream activity requiring this vent or flare	03:00 PM
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	unexpected flare
Steps taken to limit the duration and magnitude of vent or flare	3rd party issue

3rd party issue

Corrective actions taken to eliminate the cause and reoccurrence of vent or flare

ACKNOWLEDGMENTS

Action 263723

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

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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**

ACKNOWLEDGMENTS

Operator:	OGRID:
SCOUT ENERGY MANAGEMENT LLC	330949
13800 Montfort Road	Action Number:
Dallas, TX 75240	263723
	Action Type:
	[C-129] Venting and/or Flaring (C-129)

ACKNOWLEDGMENTS

>	I acknowledge that I am authorized to submit a Venting and/or Flaring (C-129) report on behalf of this operator and understand that this report can be a complete C-129 submission per 19.15.27.8 and 19.15.28.8 NMAC.
V	I acknowledge that upon submitting this application, I will be creating a new incident file (assigned to this operator) to track any C-129 forms, pursuant to 19.15.27.7 and 19.15.28.8 NMAC and understand that this submission meets the notification requirements of Paragraph (1) of Subsection G and F respectively.
V	I hereby certify the statements in this 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.
V	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.
~	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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State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

CONDITIONS

Action 263723

CONDITIONS

Operator:	OGRID:
SCOUT ENERGY MANAGEMENT LLC	330949
13800 Montfort Road	Action Number:
Dallas, TX 75240	263723
	Action Type:
	[C-129] Venting and/or Flaring (C-129)

CONDITIONS

Created By		Condition Date
dfuentes	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.	9/11/2023