

# Analysis Certificate Report

## Lucid Energy Group-PURCHASER

8/16/2021 5:01 AM

3100 McKinnon St #800  
Dallas, TX 75201

PGAS Admin

|                        |                  |                                  |        |                         |                    |
|------------------------|------------------|----------------------------------|--------|-------------------------|--------------------|
| Analysis ID: 10380     |                  | Alternate ID:                    |        | Use Contract Values: No |                    |
| Name                   | Osage Boyd C.P.  | Company Name: Lucid Energy Group |        |                         |                    |
| Effective Date:        | 04/01/2021 08:00 | Saturated HV:                    | 1035.5 | Sample Date:            | 04/22/2021         |
| Valid Thru Date:       | 12/31/2078 00:00 | As Del. HV:                      | 1048.6 | Sample ID:              | 6030-21040361-003A |
| Fixed Edit Date:       | 01/01/1900 00:00 | Dry HV:                          | 1052.5 | Sample Type:            | Spot               |
| Last Update:           | 05/04/2021 14:34 | Measured HV:                     | 1052.5 | Sample Pressure Base:   | 14.730             |
| Data Acquisition:      | Manual Entry     | WOBBE:                           | 1362.1 | Sample Temperature:     | 75.0               |
| Data Source:           | Lab Analysis     | Water Content:                   | 0.4    | Sample Pressure:        | 114.0              |
| Real Relative Density: | 0.5971           | Status:                          | Active | Lab Code:               |                    |

| <u>Component</u> | <u>% Mol</u> | <u>GPM</u> | Dry Gravity       |
|------------------|--------------|------------|-------------------|
| Methane          | 94.2172      |            | Saturated Gravity |
| Ethane           | 2.9161       | 0.7815     |                   |
| Propane          | 0.6668       | 0.1841     |                   |
| I Butane         | 0.1212       | 0.0397     |                   |
| N Butane         | 0.1230       | 0.0389     |                   |
| I Pentane        | 0.0597       | 0.0219     |                   |
| N Pentane        | 0.0372       | 0.0135     |                   |
| Hexanes +        | 0.2285       | 0.0999     |                   |

|          |          |        |
|----------|----------|--------|
| Nitrogen | 0.3917   |        |
| CO2      | 0.8386   |        |
| Oxygen   | 0.0000   |        |
| H2O      | 0.4000   |        |
| CO       | 0.0000   |        |
| H2S      | 0.0000   |        |
| Hydrogen | 0.0000   |        |
| Helium   | 0.0000   |        |
| Argon    | 0.0000   |        |
| Total    | 100.0000 | 1.1795 |

Sample Comments:

Configuration Comments:

6.1.0.7 Auto Config Change Process

| Name of well or facility                    | Lat        | Long         | Daily Volume of Flared Natural Gas (MCF/D) | Commencement | Duration   | Proposed Remedy |
|---------------------------------------------|------------|--------------|--------------------------------------------|--------------|------------|-----------------|
| SHELBY 23 TANK BATTERY                      | 32.636495  | -104.449015  | 766 MCF/D                                  | 9/18/2021    | Continuous | ACO Requested   |
| ROSS RANCH 09.13.14 BATTERY                 | 32.636187  | -104.47781   | 989 MCF/D                                  | 9/18/2021    | Continuous | ACO Requested   |
| OSAGE BOYD 15 FED 09.12.13.14 TANK BATTERY  | 32.652839  | -104.478905  | 1337 MCF/D                                 | 9/18/2021    | Continuous | ACO Requested   |
| LAKEWOOD FEDERAL COM NORTH BATTERY          | 32.625808  | -104.469155  | 2781 MCF/D                                 | 9/18/2021    | Continuous | ACO Requested   |
| LAKEWOOD FEDERAL COM SOUTH BATTERY          | 32.608649  | -104.479201  | 1651 MCF/D                                 | 9/18/2021    | Continuous | ACO Requested   |
| DORAMI 33 FEDERAL COM 2H.4H.9H TANK BATTERY | 32.614416  | -104.478493  | 886 MCF/D                                  | 9/18/2021    | Continuous | ACO Requested   |
| HUBER 10, 11, 12 FEDERAL OIL TANK BATTERY   | 32.610648  | -104.472851  | 662 MCF/D                                  | 9/18/2021    | Continuous | ACO Requested   |
| SHORTY 2 STATE COM TANK BATTERY             | 32.8653287 | -103.9504986 | 1491 MCF/D                                 | 9/18/2021    | Continuous | Gas Rerouted    |
| ELECTRA FEDERAL 33 (NORTH) TANK BATTERY     | 32.8535805 | -103.954521  | 170 MCF/D                                  | 9/18/2021    | Continuous | Gas Rerouted    |
| CARMEN 3 FEDERAL TANK BATTERY               | 32.8698921 | -103.952392  | 125 MCF/D                                  | 9/18/2021    | Continuous | Gas Rerouted    |
| HOBGOBLIN 7 FEDERAL COM 4H TANK BATTERY     | 32.8500748 | -104.00328   | 191 MCF/D                                  | 9/18/2021    | Continuous | Gas Rerouted    |
| GISSLER FEDERAL 13H TANK BATTERY            | 32.8609581 | -104.0017395 | 87 MCF/D                                   | 9/18/2021    | Continuous | Gas Rerouted    |
| PARLIAMENT 1 FEDERAL 4H TANK BATTERY        | 32.8645973 | -104.0201569 | 131 MCF/D                                  | 9/18/2021    | Continuous | Gas Rerouted    |
| PASSION 1 FED PDK 5H TANK BATTERY           | 32.8616638 | -104.0202484 | 62 MCF/D                                   | 9/18/2021    | Continuous | Gas Rerouted    |
| MCINTYRE DK 15 FEDERAL TANK BATTERY         | 32.8280716 | -103.9942474 | 151 MCF/D                                  | 9/18/2021    | Continuous | Gas Rerouted    |

**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

Action 51326

**QUESTIONS**

|                                                                                 |                                                        |
|---------------------------------------------------------------------------------|--------------------------------------------------------|
| Operator:<br>Spur Energy Partners LLC<br>9655 Katy Freeway<br>Houston, TX 77024 | OGRID:<br>328947                                       |
|                                                                                 | Action Number:<br>51326                                |
|                                                                                 | Action Type:<br>[C-129] Venting and/or Flaring (C-129) |

**QUESTIONS**

|                                                                                                                                                                    |                                                                     |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------|
| <b>Prerequisites</b>                                                                                                                                               |                                                                     |
| 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                                                                                                                                                      | Not answered.                                                       |
| Incident Facility                                                                                                                                                  | [fAPP2122832516] Osage Boyd 15 Federal 09.12.13.14 Com Tank Battery |

|                                                                                                                                                                                                                                                                                              |                                                   |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------|
| <b>Determination of Reporting Requirements</b>                                                                                                                                                                                                                                               |                                                   |
| Answer all questions that apply. The Reason(s) statements are calculated based on your answers and may provide additional guidance.                                                                                                                                                          |                                                   |
| Was or is this venting and/or flaring caused by an emergency or malfunction                                                                                                                                                                                                                  | No                                                |
| 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 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.                                                                                              |                                                   |
| 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                                                |

|                                                           |               |
|-----------------------------------------------------------|---------------|
| <b>Equipment Involved</b>                                 |               |
| Primary Equipment Involved                                | Not answered. |
| Additional details for Equipment Involved. Please specify | Not answered. |

|                                                                                                                               |               |
|-------------------------------------------------------------------------------------------------------------------------------|---------------|
| <b>Representative Compositional Analysis of Vented or Flared Natural Gas</b>                                                  |               |
| Please provide the mole percent for the percentage questions in this group.                                                   |               |
| Methane (CH4) percentage                                                                                                      | 94            |
| Nitrogen (N2) percentage, if greater than one percent                                                                         | 0             |
| Hydrogen Sulfide (H2S) PPM, rounded up                                                                                        | 1             |
| Carbon Dioxide (CO2) percentage, if greater than one percent                                                                  | 0             |
| Oxygen (O2) 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                                                                                  | 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. |

|                                                         |            |
|---------------------------------------------------------|------------|
| <b>Date(s) and Time(s)</b>                              |            |
| Date venting and/or flaring was discovered or commenced | 09/18/2021 |
| Time venting and/or flaring was discovered or commenced | 12:00 AM   |
| Time venting and/or flaring was terminated              | 12:00 AM   |
| Cumulative hours during this event                      | 24         |

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

|                                                                           |                                                                                                                                            |
|---------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------|
| Natural Gas Flared (Mcf) Details                                          | Cause: Pipeline Quality Specifications   Other (Specify)   Natural Gas Flared   Released: 1,337 Mcf   Recovered: 0 Mcf   Lost: 1,337 Mcf ] |
| 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      | Not answered. |
| 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                                                    | 3rd party take away refusal due to capacity restraints.              |
| Steps taken to limit the duration and magnitude of venting and/or flaring                                                      | Executed contract with midstream company to gather gas by 12/1/2021. |
| Corrective actions taken to eliminate the cause and reoccurrence of venting and/or flaring                                     | Executed contract with midstream company to gather gas by 12/1/2021. |

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CONDITIONS  
  
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|                                                                                 |                                                        |
|---------------------------------------------------------------------------------|--------------------------------------------------------|
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|                                                                                 | Action Number:<br>51326                                |
|                                                                                 | Action Type:<br>[C-129] Venting and/or Flaring (C-129) |

CONDITIONS

| Created By | Condition                                                                                                                                                                          | Condition Date |
|------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------|
| schapman01 | 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. | 9/23/2021      |