www.permianls.com 575.397.3713 2609 W Marland Hobbs NM 88240

| | 0, 0 020 3, 23, 2020 1, 10, 10, 10, 11, 11, 11, 11, 11, 11, | 1 |
|----|---|---|
| | DATE DE ATORNIS ERMICES | |
| Z) | Natural Gas Analysis | |

| 16504G | | | ART84011 | | | | Boyd X Fa | cility Check |
|---|--------------------------|---------------------------|-----------------|----------------------|-----------------------------------|-----------------------------|--|--------------------|
| Sample Point Code | | | Sample Point Na | me | | | Sample Po | int Location |
| | | | | | | | | |
| Laboratory Serv | vices | 20230720 | 093 | 2424 | | J | OEL TORRES | - Spot |
| Source Laboratory | | Lab File N | No | Container Identity | | | Sampler | |
| USA | | USA | | USA | | New Mexico | |) |
| District | | Area Name | | Field Name | | | Facility Name | |
| Jul 12, 2023 15:5 | 55 | Jul 12, | 2023 15:55 | | Jul 19, 2 | 2023 13:58 | Jul | 20, 2023 |
| Date Sampled | | Date | e Effective | | Date | Received | Dat | te Reported |
| 105.00 | 665.00 | Admir | 1 | 74 (| @ 109 | | | |
| Ambient Temp (°F) F | Flow Rate (Mcf) | Analyst | : | | @ Temp °F Conditions | | | |
| Silverback Explora | ation | | | | _ | | NG | |
| Operator | | | | | | L | Lab Source Descrip | otion |
| Component | Normalized Mol % | Un-Normalized Mol % | GPM | | Gross 14.696 PSI @ 60 | _ | es (Real, BTU/ | ft³) @ 60.00 °F |
| H2S (H2S) | 0.4000 | 0.4 | | | Dry | Saturated | Dry | Saturated |
| Nitrogen (N2) | 2.1930 | 2.20224 | |] | 318.6 Calc | 1,297.1 | 1,321.7 | 1,300.1 |
| CO2 (CO2) | 1.6030 | 1.60981 | | 1 | | | ample Properti at Contract Conditio | |
| Methane (C1) | 70.2470 | 70.52808 | | 11 | Relative Densit | • | | Density Ideal |
| Ethane (C2) | 13.2750 | 13.32858 | 3.5490 | 1 | 0.8050 Molecular We | | 0. | 8019 |
| Propane (C3) | 7.4750 | 7.5052 | 2.0590 | ┪ <u> </u> | 23.225 | 0 | | |
| I-Butane (IC4) | 0.9550 | 0.95836 | 0.3120 | 1 | | C6+ Group | Properties | |
| N-Butane (NC4) | 2.0810 | 2.08928 | 0.6560 | - C6 | - 60.000% | Assumed Co | • | 08 - 10.000% |
| I-Pentane (IC5) | 0.5070 | 0.50942 | 0.1850 | 1 | 00.00070 | Field I | | 10.00070 |
| N-Pentane (NC5) | 0.4590 | 0.46096 | 0.1660 | ╡ | | 4000 | PPM | |
| Hexanes Plus (C6+) | 0.8050 | 0.80807 | 0.3490 | ┥└── | | | | |
| TOTAL | 100.0000 | 100.4000 | 7.2760 | | ID STATUS: By Validator | on Jul 20, 202 | DATA SO 3 Importe | |
| Method(s): Gas C6+ - GPA 2261, Extended | Gas - GPA 2286, Calculat | tions - GPA 2172 | | | BY VALIDATO | R REASON: considered rea | sonable. | |
| Device Type: Device Model: | | tion Make: al Date: | | VALIDATO Luis Can | OR: 10 | (| 1 | 2/ |
| | | | | → VAI TDATe | OR COMMENT | S: | | |

Jul 21, 2023 2:45 p

OK

| <u>Operator</u> | <u>Well</u> | <u>Date</u> | Gas Flared (MCF) | Method of Measurement |
|------------------------------|---------------------------|-------------|------------------|--------------------------|
| | | | | Orifice Meter- |
| Silverback Operating II, LLC | Boyd X State Com Facility | 9/23/2023 | 588 | Electronic Flow Computer |

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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 270767

DEFINITIONS

| Operator: | OGRID: |
|------------------------------|---|
| Silverback Operating II, LLC | 330968 |
| 19707 IH10 West, Suite 201 | Action Number: |
| San Antonio, TX 78256 | 270767 |
| | 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 270767

| Q | UESTIONS | |
|--|---|--|
| Operator: Silverback Operating II, LLC 19707 IH10 West, Suite 201 San Antonio, TX 78256 | | OGRID: 330968 Action Number: 270767 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 conti | nuing with the rest of the questions. |
| Incident Operator | | k Operating II, LLC |
| Incident Type | Flare | |
| Incident Status | Closure Not Appro | ved |
| Incident Well | Unavailable. | |
| Incident Facility | [fAPP2305375093] | Boyd X State Com |
| Only valid Vent, Flare or Vent with Flaring incidents (selected above in the Application Details section) | on) that are assigned to y | our 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 a | | guidance. |
| Was this vent or flare caused by an emergency or malfunction | Yes | |
| period from a single event | | |
| Is this considered a submission for a vent or flare event Yes, major venting and/or flaring of natural gas. | | 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 v | venting 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 | s 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 | 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 | |
| F | | |
| Equipment Involved | 1 | |
| Primary Equipment Involved | Flow Line - Product | tion |
| 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 | 70 | |
| Nitrogen (N2) percentage if greater than one percent | 2 | |
| Hydrogen Sulfide (H2S) PPM, rounded up | 0 | |
| | 1 | |
| Carbon Dioxide (C02) percentage, if greater than one percent | 2 | |
| 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 | cifications for each gas. | |
| Methane (CH4) percentage quality requirement | CH4) percentage quality requirement Not answered. | |
| Nitrogen (N2) percentage quality requirement Not answered. | | |

Not answered.

Not answered.

Not answered.

Oxygen (02) percentage quality requirement

Hydrogen Sufide (H2S) PPM quality requirement

Carbon Dioxide (C02) percentage quality requirement

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QUESTIONS, Page 2

Action 270767

| QUESTIONS (COITHINGE) | QUESTIONS (| (continued) |
|-----------------------|-------------|-------------|
|-----------------------|-------------|-------------|

| Operator: | OGRID: |
|------------------------------|---|
| Silverback Operating II, LLC | 330968 |
| 19707 IH10 West, Suite 201 | Action Number: |
| San Antonio, TX 78256 | 270767 |
| | Action Type: |
| | [C-129] Amend Venting and/or Flaring (C-129A) |

QUESTIONS

| Date(s) and Time(s) | | |
|--|------------|--|
| Date vent or flare was discovered or commenced | 09/23/2023 | |
| Time vent or flare was discovered or commenced | 12:00 AM | |
| Time vent or flare was terminated | 11:59 PM | |
| Cumulative hours during this event | 24 | |

| Measured or Estimated Volume of Vented or Flared Natural Gas | | |
|---|---|--|
| Natural Gas Vented (Mcf) Details | Not answered. | |
| Natural Gas Flared (Mcf) Details | Cause: High Line Pressure Flow Line - Production Natural Gas Flared Released: 588 Mcf Recovered: 0 Mcf Lost: 588 Mcf. | |
| Other Released Details | Cause: Other (Specify) Released: 0 (Unknown Released Amount) Recovered: 0 Lost: 0 | |
| 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 | No | |
| Downstream OGRID that should have notified this operator | [221115] FRONTIER FIELD SERVICES, LLC | |
| Date notified of downstream activity requiring this vent or flare | | |
| Time notified of downstream activity requiring this vent or flare | Not answered. | |

| 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 | Silverback could not have anticipated the current event which was caused by high pressure in Durango's pipeline. Durango has a back pressure valve installed on their sales meter run that closes and diverts our gas to flare when their pressure increases above a set amount. | | |
| Steps taken to limit the duration and magnitude of vent or flare | We contacted Durango and notified them of our high line pressure. | | |
| Corrective actions taken to eliminate the cause and reoccurrence of vent or flare | Durango needs to install more compression so back up compression is available. | | |

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ACKNOWLEDGMENTS

Action 270767

ACKNOWLEDGMENTS

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| | Action Type: |
| | [C-129] Amend Venting and/or Flaring (C-129A) |

ACKNOWLEDGMENTS

| V | 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. |
| V | 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. |
| 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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CONDITIONS

Action 270767

CONDITIONS

| Operator: | OGRID: |
|------------------------------|---|
| Silverback Operating II, LLC | 330968 |
| 19707 IH10 West, Suite 201 | Action Number: |
| San Antonio, TX 78256 | 270767 |
| | Action Type: |
| | [C-129] Amend Venting and/or Flaring (C-129A) |

CONDITIONS

| Created By | Condition | Condition Date |
|------------|--|-------------------|
| fabdallah | 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. | 9/29/2023 |