

October 27, 2021

John Noto
Colorado Oil & Gas Conservation Commission
1120 Lincoln Street, Suite 801
Denver, Colorado 80203

RE: Hungenberg Pad (Facility ID 379309)
Air Monitoring Report September 1, 2021 – September 30, 2021

Mr. Noto:

Per the COGCC Condition of Approval dated January 17, 2020 for the Hungenberg Pad, Incline Operating, LLC (Incline) is providing this air monitoring report for the reporting period of September 1, 2021 through September 30, 2021. This air monitoring report includes data collected from the five Project Canary S air monitors situated around the Hungenberg Pad location. Drilling operations began on January 2, 2021 and were finished on February 23, 2021. During this September monitoring period, flowback ended on September 4, 2021, at which time first production occurred. There were no exceedances of the VOC action levels defined as a 5-minute average VOC concentration at or above 5 parts per million (ppm) during this reporting period.

To be in alignment with other air monitoring programs regulated under Colorado Department of Public Health and Environment's (CDPHE) Air Quality Control Commission (AQCC), Incline is requesting termination of this monthly air quality reporting requirement following the first six months of production. With first production occurring in September of 2021, Incline is requesting that the February 2022 monthly Air Monitoring Report be the last required monthly submission, although Incline plans to continue air monitoring utilizing the Canary S air monitors around the Hungenberg Pad.

Summary of Technology Deployed at Facility

Incline deployed a system of five Project Canary S air monitors that will monitor total VOC emissions on a high frequency basis around the perimeter of the Hungenberg facility. This system collects total volatile organic compounds (TVOC), PM₁₀, PM_{2.5}, temperature, humidity, and wind data using a series of sensors housed in each unit. Project Canary's Canary-S monitors use metal oxide sensors to measure hydrocarbon compounds indicated as TVOC in a detection range of zero (0) ppm to approximately sixty (60) ppm. The Canary-S sensors and anemometer will transmit data to Project Canary's cloud-based monitoring dashboard at an interval of once per minute for the duration of the monitoring program.

The Canary-S monitors were each installed with summa canisters to collect air analytical samples as needed utilizing for laboratory analysis using Environmental Protection Agency (EPA) Method TO-15 Extended.

For this site, the five (5) Canary-S monitors with summa canisters were installed as shown in Appendix A. The monitor placed on the Southwest side of location has anemometer in place to capture wind speed and direction.

Monthly Monitoring Data Results

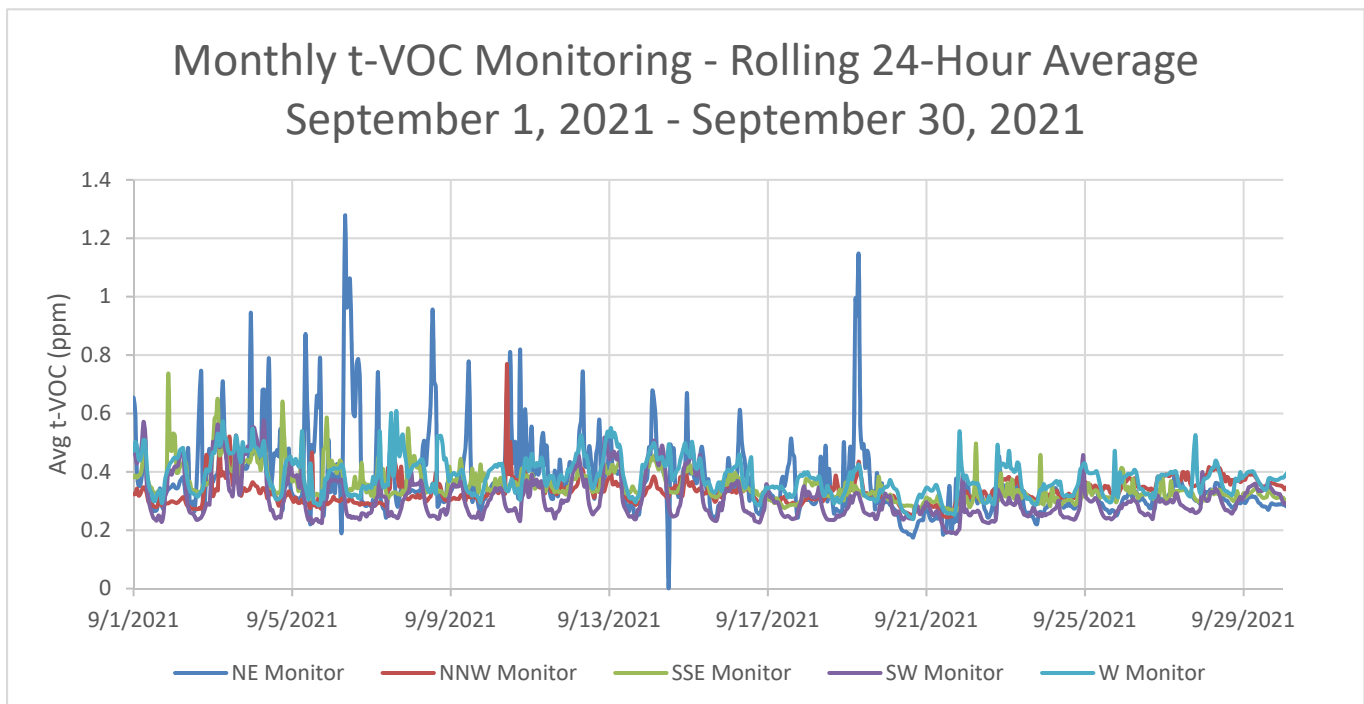
The data results of the tVOC monitoring performed during the monthly reporting period of September 1, 2021 through September 30, 2021 are included below.

Monthly Monitoring Data Summary (September 1, 2021 – September 30, 2021)

Average tVOC reading and peak reading for each monitor and comparison to baseline average:

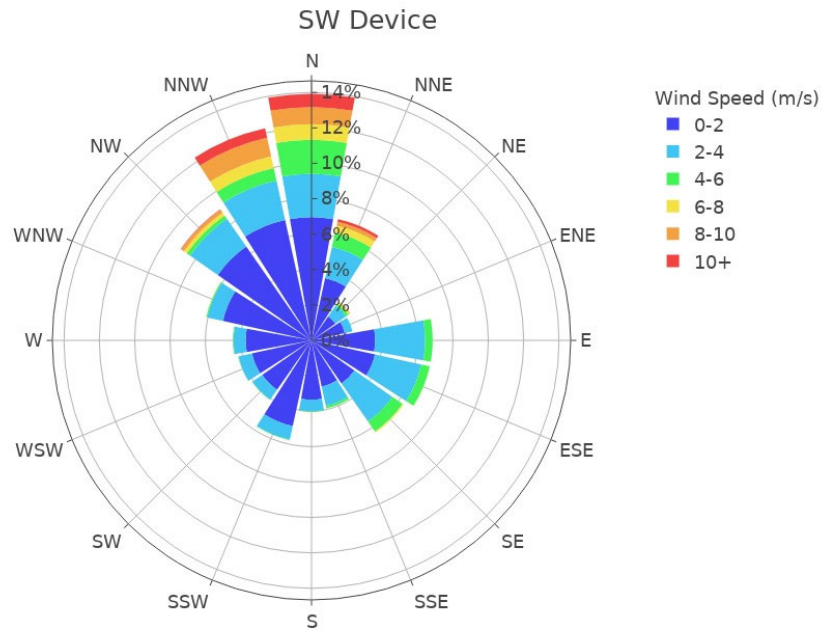
Monthly Monitoring Period tVOC average and Peak Readings		
September 1, 2021 - September 30, 2021	VOC Concentrations (ppm)	
Monitor Name	Peak	Average
NNW	3.746	0.332
NE	6.421	0.366
SSE	4.045	0.349
SW	1.419	0.307
W	2.072	0.380
Monthly Site tVOC	6.421	0.347
Baseline Site tVOC	1.44	0.481

Monthly Rolling Average from each monitor:

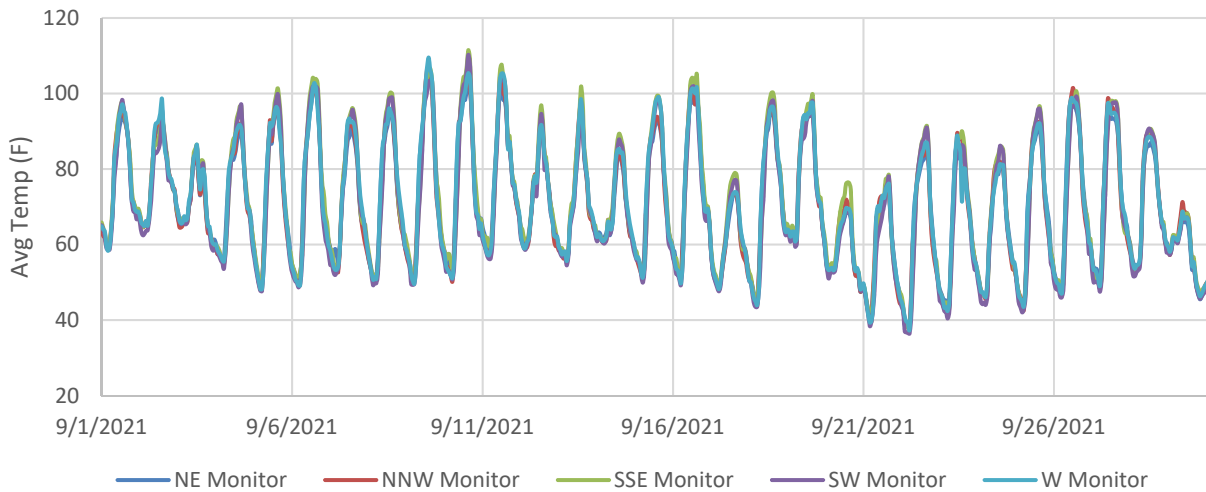


Meteorological Data Summary:

Wind Direction and Velocity September 1, 2021 – September 30, 2021 (SW Monitor)



Monthly Temperature Data - Rolling 24-Hour Average September 1, 2021 - September 30, 2021



Summary of Data Investigations and Results

During this reporting period (September 1, 2021 – September 30, 2021) there were zero events that exceeded the VOC action level defined as a 5-minute average VOC concentration at or above 5 parts per million (ppm).

Data Quality Review

During this reporting period there was one instance of data loss associated with the West Canary Unit. The unit stopped reporting VOC, particulate matter, temperature, and pressure, on September 16, 2021, at 5:00 AM due to a temporary loss of cellular connectivity. The unit was reset automatically and began functioning properly at 5:59 AM, resulting in a data loss of approximately one hour. The other four Canary S monitors functioned properly and without downtime or data loss. No other issues were observed with the monitors, their operation, or data recording.

Please feel free to contact me with any questions or concerns at brogers@bayswater.com or at (303) 893-2503

Thank you,

A handwritten signature in black ink, appearing to read "Brad Rogers", with a long horizontal flourish extending to the right.

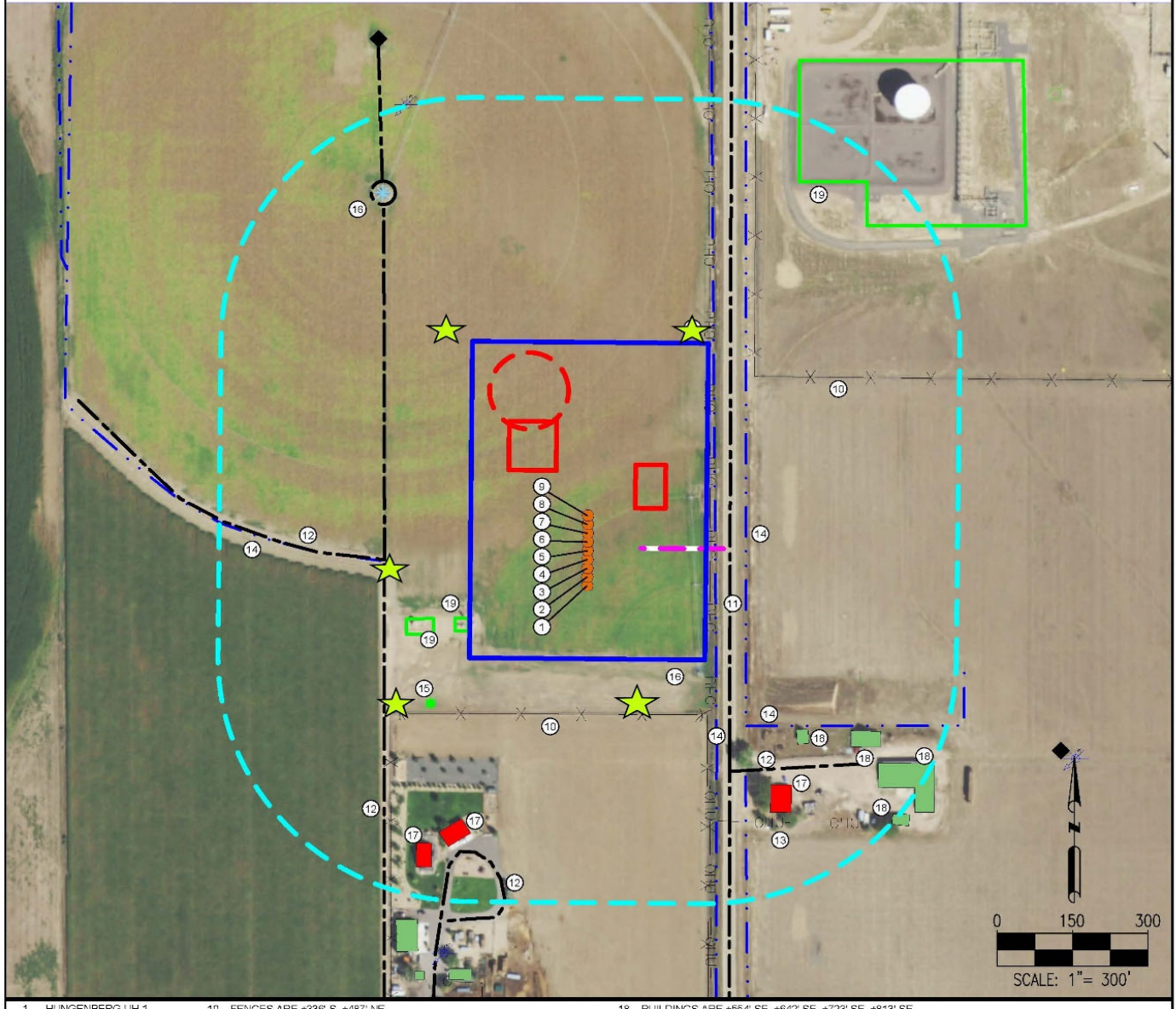
Brad Rogers
Environmental Manager

CC: Greg Deranleau; Doug Andrews;

Appendix A:
Facility Layout

Facility Layout with Air Monitor Location:

HUNGENBERG PAD LOCATION DRAWING



1. HUNGENBERG UH 1

10. FENCES ARE +336' S +287' NE

18. R III DIMS ARE +564' SE +642' SE +723' SE +813' SE