MICHIGAN DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND ENERGY AIR QUALITY DIVISION

August 22, 2022

PERMIT TO INSTALL 201-89B

ISSUED TO Omimex Energy, Inc.

LOCATED AT

5954 West Arthur New Era, Michigan 49446

IN THE COUNTY OF Oceana

STATE REGISTRATION NUMBER N2096

The Air Quality Division has approved this Permit to Install, pursuant to the delegation of authority from the Michigan Department of Environment, Great Lakes, and Energy. This permit is hereby issued in accordance with and subject to Section 5505(1) of Article II, Chapter I, Part 55, Air Pollution Control, of the Natural Resources and Environmental Protection Act, 1994 PA 451, as amended. Pursuant to Air Pollution Control Rule 336.1201(1), this permit constitutes the permittee's authority to install the identified emission unit(s) in accordance with all administrative rules of the Department and the attached conditions. Operation of the emission unit(s) identified in this Permit to Install is allowed pursuant to Rule 336.1201(6).

DATE OF RECEIPT OF ALL INFORMATION REQUIRED BY RULE 203:

March 7, 2022

DATE PERMIT TO INSTALL APPROVED: August 22, 2022	SIGNATURE:
DATE PERMIT VOIDED:	SIGNATURE:
DATE PERMIT REVOKED:	SIGNATURE:

PERMIT TO INSTALL

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COMMON ACRONYMS

AQD BACT CAA CAM CEMS CFR COMS Department/department/EGLE EU FG GACS GC GHGS HVLP ID IRSL ITSL LAER MACT MAERS MAP MSDS NA NAAQS NESHAP NSPS NSR PS SD PTE PSD PTE PTI RACT ROP SC SC SCR SNCR SRN TBD TEQ USEPA/EPA	Air Quality Division Best Available Control Technology Clean Air Act Compliance Assurance Monitoring Continuous Emission Monitoring System Code of Federal Regulations Continuous Opacity Monitoring System Michigan Department of Environment, Great Lakes, and Energy Emission Unit Flexible Group Gallons of Applied Coating Solids General Condition Greenhouse Gases High Volume Low Pressure* Identification Initial Risk Screening Level Lowest Achievable Emission Rate Maximum Achievable Control Technology Michigan Air Emissions Reporting System Malfunction Abatement Plan Material Safety Data Sheet Not Applicable National Ambient Air Quality Standards National Ambient Air Quality Standards New Source Review Performance Specification Prevention of Significant Deterioration Permanent Total Enclosure Permit to Install Reasonable Available Control Technology Renewable Operating Permit Special Condition Selective Non-Catalytic Reduction State Registration Number To Be Determined Toxicity Equivalence Quotient United States Environmental Protection Agency
VE	Visible Emissions

POLLUTANT / MEASUREMENT ABBREVIATIONS

acfm BTU	Actual cubic feet per minute British Thermal Unit
°C	Degrees Celsius
co	Carbon Monoxide
CO ₂ e	Carbon Dioxide Equivalent
dscf	Dry standard cubic foot
dscm	Dry standard cubic neter
°F	Degrees Fahrenheit
gr	Grains
9' HAP	Hazardous Air Pollutant
Hg	Mercury
hr	Hour
HP	Horsepower
H ₂ S	Hydrogen Sulfide
kW	Kilowatt
lb	Pound
m	Meter
mg	Milligram
mm	Millimeter
MM	Million
MW	Megawatts
NMOC	Non-Methane Organic Compounds
NOx	Oxides of Nitrogen
ng	Nanogram
PM	Particulate Matter
PM10	Particulate Matter equal to or less than 10 microns in diameter
PM2.5	Particulate Matter equal to or less than 2.5 microns in diameter
pph	Pounds per hour
ppm	Parts per million
ppmv	Parts per million by volume
ppmw	Parts per million by weight
psia	Pounds per square inch absolute
psig	Pounds per square inch gauge
scf	Standard cubic feet
Sec	Seconds
SO ₂	Sulfur Dioxide
TAC	Toxic Air Contaminant
Temp	Temperature
тнс	Total Hydrocarbons
tpy	Tons per year
hð	Microgram
μm	Micrometer or Micron
voc	Volatile Organic Compounds
yr	Year
-	

GENERAL CONDITIONS

- 1. The process or process equipment covered by this permit shall not be reconstructed, relocated, or modified, unless a Permit to Install authorizing such action is issued by the Department, except to the extent such action is exempt from the Permit to Install requirements by any applicable rule. (R 336.1201(1))
- 2. If the installation, construction, reconstruction, relocation, or modification of the equipment for which this permit has been approved has not commenced within 18 months, or has been interrupted for 18 months, this permit shall become void unless otherwise authorized by the Department. Furthermore, the permittee or the designated authorized agent shall notify the Department via the Supervisor, Permit Section, Air Quality Division, Michigan Department of Environment, Great Lakes, and Energy, P.O. Box 30260, Lansing, Michigan 48909-7760, if it is decided not to pursue the installation, construction, reconstruction, relocation, or modification of the equipment allowed by this Permit to Install. (R 336.1201(4))
- 3. If this Permit to Install is issued for a process or process equipment located at a stationary source that is not subject to the Renewable Operating Permit program requirements pursuant to Rule 210 (R 336.1210), operation of the process or process equipment is allowed by this permit if the equipment performs in accordance with the terms and conditions of this Permit to Install. (R 336.1201(6)(b))
- 4. The Department may, after notice and opportunity for a hearing, revoke this Permit to Install if evidence indicates the process or process equipment is not performing in accordance with the terms and conditions of this permit or is violating the Department's rules or the Clean Air Act. (R 336.1201(8), Section 5510 of Act 451, PA 1994)
- 5. The terms and conditions of this Permit to Install shall apply to any person or legal entity that now or hereafter owns or operates the process or process equipment at the location authorized by this Permit to Install. If the new owner or operator submits a written request to the Department pursuant to Rule 219 and the Department approves the request, this permit will be amended to reflect the change of ownership or operational control. The request must include all of the information required by subrules (1)(a), (b), and (c) of Rule 219 and shall be sent to the District Supervisor, Air Quality Division, Michigan Department of Environment, Great Lakes, and Energy. (R 336.1219)
- 6. Operation of this equipment shall not result in the emission of an air contaminant which causes injurious effects to human health or safety, animal life, plant life of significant economic value, or property, or which causes unreasonable interference with the comfortable enjoyment of life and property. (R 336.1901)
- 7. The permittee shall provide notice of an abnormal condition, start-up, shutdown, or malfunction that results in emissions of a hazardous or toxic air pollutant which continue for more than one hour in excess of any applicable standard or limitation, or emissions of any air contaminant continuing for more than two hours in excess of an applicable standard or limitation, as required in Rule 912, to the Department. The notice shall be provided not later than two business days after start-up, shutdown, or discovery of the abnormal condition or malfunction. Written reports, if required, must be filed with the Department within 10 days after the start-up or shutdown occurred, within 10 days after the abnormal condition or malfunction has been corrected, or within 30 days of discovery of the abnormal condition or malfunction, whichever is first. The written reports shall include all of the information required in Rule 912(5). (R 336.1912)
- 8. Approval of this permit does not exempt the permittee from complying with any future applicable requirements which may be promulgated under Part 55 of 1994 PA 451, as amended or the Federal Clean Air Act.
- 9. Approval of this permit does not obviate the necessity of obtaining such permits or approvals from other units of government as required by law.
- 10. Operation of this equipment may be subject to other requirements of Part 55 of 1994 PA 451, as amended and the rules promulgated thereunder.

- 11. Except as provided in subrules (2) and (3) or unless the special conditions of the Permit to Install include an alternate opacity limit established pursuant to subrule (4) of Rule 301, the permittee shall not cause or permit to be discharged into the outer air from a process or process equipment a visible emission of density greater than the most stringent of the following. The grading of visible emissions shall be determined in accordance with Rule 303 (R 336.1303). (R 336.1301)
 - a) A six-minute average of 20 percent opacity, except for one six-minute average per hour of not more than 27 percent opacity.
 - b) A visible emission limit specified by an applicable federal new source performance standard.
 - c) A visible emission limit specified as a condition of this Permit to Install.
- 12. Collected air contaminants shall be removed as necessary to maintain the equipment at the required operating efficiency. The collection and disposal of air contaminants shall be performed in a manner so as to minimize the introduction of contaminants to the outer air. Transport of collected air contaminants in Priority I and II areas requires the use of material handling methods specified in Rule 370(2). (**R 336.1370**)
- The Department may require the permittee to conduct acceptable performance tests, at the permittee's expense, in accordance with Rule 1001 and Rule 1003, under any of the conditions listed in Rule 1001. (R 336.2001)

EMISSION UNIT SPECIAL CONDITIONS

EMISSION UNIT SUMMARY TABLE

The descriptions provided below are for informational purposes and do not constitute enforceable conditions.

Emission Unit ID	Emission Unit Description (Including Process Equipment & Control Device(s))	Flexible Group ID
EUDEHY	Glycol dehydration system processing gas from the Niagaran zone. Vented to a vapor recovery unit or emergency/pressure relief flare.	FGOILPRODUCTION
EUFLARE	Facility flare to combust sour gas	FROILPRODUCTION

Changes to the equipment described in this table are subject to the requirements of R 336.1201, except as allowed by R 336.1278 to R 336.1291.

EUDEHY EMISSION UNIT CONDITIONS

DESCRIPTION

Glycol dehydration system processing gas from the Niagaran zone. Vented to a vapor recovery unit or emergency/pressure relief flare.

Flexible Group ID: FGOILPRODUCTION

POLLUTION CONTROL EQUIPMENT

Vapor recovery Unit (VRU) or emergency/pressure relief flare.

I. EMISSION LIMIT(S)

NA

II. MATERIAL LIMIT(S)

NA

III. PROCESS/OPERATIONAL RESTRICTION(S)

1.

The permittee shall not operate EUDEHY unless the glycol regenerator still is vented to the vapor recovery unit or the emergency/pressure relief flare. (R 336.1702(a))

IV. DESIGN/EQUIPMENT PARAMETER(S)

1. The permittee shall not operate the glycol dehydrator unless the vapor recovery unit or emergency/pressure relief flare is installed and operating properly. Proper operation of the vapor recovery system includes capturing the VOC emissions and directing them back into the injection well. (R 336.1910, R 336.1702(a))

V. TESTING/SAMPLING

NA

VI. MONITORING/RECORDKEEPING

Records shall be maintained on file for a period of five years. (R 336.1201(3))

- 1. The permittee shall complete all required records for EUDEHY in a format acceptable to the AQD District Supervisor by the last day of the calendar month, for the previous calendar month, unless otherwise specified in any monitoring/recordkeeping special condition. (R 336.1205, R 336.1225, R 336.1702(a))
- If EUDEHY meets the exemption criteria in 40 CFR 63.764(e)(1)(i) for glycol dehydrators with actual annual average flow rate of natural gas less than 85,000 cubic meters per day, the actual flow rate of natural gas shall be determined using either of the procedures below:
 - a) The permittee shall install and operate a monitoring instrument that directly measures natural gas flow rate to the glycol dehydration unit with an accuracy of plus or minus 2 percent or better. The permittee shall convert annual natural gas flow rate to a daily average by dividing the annual flow rate by the number of days per year the glycol dehydration unit processed natural gas. (40 CFR 63.772(b)(1)(i))
 - b) The permittee shall document, to the AQD District Supervisor's satisfaction, that the actual annual average natural gas flow rate to the glycol dehydration unit is less than 85,000 cubic meters per day. (40 CFR 63.772(b)(1)(ii))

As an alternative, if EUDEHY meets the exemption criteria in 40 CFR 63.764(e)(1)(ii) for glycol dehydrators with actual average benzene emissions less than 0.90 megagram per year, the emissions shall be determined either uncontrolled, or with federally enforceable controls in place and using either of the procedures below:

- c) The permittee shall determine actual average benzene emissions using the model GRI-GLYCalc[™], Version 3.0 or higher, and the procedures presented in the associated GRI-GLYCalc[™] Technical Reference Manual. Inputs to the model shall be representative of actual operating conditions of the glycol dehydration unit and may be determined using the procedures documented in the Gas Research Institute (GRI) report entitled "Atmospheric Rich/Lean Method for Determining Glycol Dehydrator Emissions" (GRI–95/0368.1). (40 CFR 63.772(b)(2)(i))
- d) The permittee shall determine an average mass rate of benzene emissions in kilograms per hour through direct measurement using the methods in 40 CFR 63.772(a)(1)(i) or (ii), or an alternative method according to 40 CFR 63.7(f). Annual emissions in kilograms per year shall be determined by multiplying the mass rate by the number of hours the unit is operated per year. This result shall be converted to megagrams per year. (40 CFR 63.772(b)(2)(ii))
- 3. If EUDEHY complies with the exemption criteria in 40 CFR 63.764(e)(1)(i) for glycol dehydrators with actual annual average flow rate of natural gas less than 85,000 cubic meters per day, the permittee shall keep records of the actual annual average natural gas throughput (in terms of natural gas flow rate to the glycol dehydration unit per day) as determined in accordance with SC VI.2. The permittee shall keep all records on file at a location approved by the AQD District Supervisor and make them available to the Department upon request. (40 CFR 63.774(d)(1)(i))

VII. <u>REPORTING</u>

NA

VIII. STACK/VENT RESTRICTION(S)

NA

IX. OTHER REQUIREMENT(S)

 The permittee shall be in compliance with all applicable requirements of 40 CFR, Part 63, Subpart HH, National Emissions Standards for Hazardous Air Pollutants from Oil and Natural Gas Production Facilities. (40 CFR Part 63 Subpart HH)

FLEXIBLE GROUP SPECIAL CONDITIONS

FLEXIBLE GROUP SUMMARY TABLE

The descriptions provided below are for informational purposes and do not constitute enforceable conditions.

Flexible Group ID	Flexible Group Description	Associated Emission Unit IDs
FGOILPRODUCTION	All permitted sour gas and oil production equipment at the facility.	EUDEHY EUFLARE

FGOILPRODUCTION FLEXIBLE GROUP CONDITIONS

DESCRIPTION

All permitted sour gas and oil production equipment at the facility.

Emission Unit: EUDEHY, EUFLARE

POLLUTION CONTROL EQUIPMENT

Vapor recovery Unit (VRU) or emergency/pressure relief flare.

I. EMISSION LIMIT(S)

NA

II. MATERIAL LIMIT(S)

NA

III. PROCESS/OPERATIONAL RESTRICTION(S)

- 1. The permittee shall not allow sour gas from storage tanks, oil/gas separators, heater treaters, or other equipment in FGOILPRODUCTION to be emitted to the atmosphere without burning in a flare, incinerator, or equivalent control device. (R 336.1224, R 336.1225, R 336.1403, R 336.1702(a), R 336.1901, R 336.1910)
- 2. No later than 60 days after issuance of this permit, the permittee shall submit to the AQD District Supervisor, for review and approval, a preventative maintenance / abatement plan (PM/MAP) for operation of the control equipment associated with FGOILPRODUCTION. After approval of the PM/MAP by the AQD District Supervisor, the permittee shall not operate FGOILPRODUCTION unless the PM/MAP, or an alternate plan approved by the AQD District Supervisor, is implemented and maintained. The plan shall incorporate procedures recommended by the equipment manufacturer as well as incorporating standard industry practices. At a minimum the plan shall include:
 - a) Identification of the equipment and, if applicable, air-cleaning device and the supervisory personnel responsible for overseeing the inspection, maintenance, and repair.
 - b) Description of the items or conditions to be inspected and frequency of the inspections or repairs.
 - c) Identification of the equipment and, if applicable, air-cleaning device, operating parameters that shall be monitored to detect a malfunction or failure, the normal operating range of these parameters and a description of the method of monitoring or surveillance procedures.
 - d) Identification of the major replacement parts that shall be maintained in inventory for quick replacement.
 - e) A description of the corrective procedures or operational changes that shall be taken in the event of a malfunction or failure to achieve compliance with the applicable emission limits.

If the plan fails to address or inadequately addresses an event that meets the characteristics of a malfunction at the time the plan is initially developed, the owner or operator shall revise the plan within 45 days after such an event occurs and submit the revised plan for approval to the AQD District Supervisor. Should the AQD determine the PM/MAP to be inadequate, the AQD District Supervisor may request modification of the plan to address those inadequacies. (R 336.1205(1)(a), R 336.1224, R 336.1225, R 336.1403, R 336.1702(a), R 336.1901, R 336.1910, R 336.1911, R 336.1912)

3. The permittee shall not operate FGOILPRODUCTION unless the vapor recovery unit (VRU) is installed and operated properly. (R 336.1205(1)(a), R 336.1702(a))

IV. DESIGN/EQUIPMENT PARAMETER(S)

- 1. The permittee shall properly operate all of the following: (R 336.1224, R 336.1225, R 336.1403, R 336.1702(a), R 336.1910)
 - A continuously burning pilot flame at the flare. Pilot fuel shall be only sweet gas. Sweet gas is defined as any gas containing 1 grain or less of hydrogen sulfide (approximately 16 ppmv) or 10 grains or less of total sulfur per 100 standard cubic feet.
 - b) A mechanism that will automatically stop fluid flow into the facility in the event that the flare pilot flame is extinguished. The permittee shall not resume fluid flow into FGOILPRODUCTION unless the flare pilot flame is re-ignited and maintained.
- 2. The flare shall be properly engineered. (R 336.1224, R 336.1225, R 336.1403, R 336.1702(a), R 336.1910)
- 3. The permittee shall not load out any tank unless a vapor return system is installed, maintained and operated in a satisfactory manner. (R 336.1224, R 336.1225, R 336.1702(a))

V. TESTING/SAMPLING

NA

VI. MONITORING/RECORDKEEPING

Records shall be maintained on file for a period of five years. (R 336.1201(3))

- 1. The permittee shall complete all required records in a format acceptable to the AQD District Supervisor by the last day of the calendar month, for the previous calendar month, unless otherwise specified in any monitoring/recordkeeping special condition. (R 336.1205, R 336.1225, R 336.1702(a))
- 2. The permittee shall maintain a log of all maintenance activities conducted according to the PM/MAP (pursuant to SC III.2). The permittee shall keep this log on file at a location approved by the AQD District Supervisor and make it available to the Department upon request. (R 336.1205(1)(a), R 336.1911, R 336.1912)
- 3. The permittee shall record the time and duration of each incidence of emergency flaring of sour gas. The permittee shall keep all records on file at a location approved by the AQD District Supervisor and make them available to the Department upon request. (R 336.1205, R 336.1225, 40 CFR 52.21(c) & (d))

VII. <u>REPORTING</u>

NA

VIII. STACK/VENT RESTRICTION(S)

The exhaust gases from the stacks listed in the table below shall be discharged unobstructed vertically upwards to the ambient air unless otherwise noted:

Stack & Vent ID	Maximum Exhaust Diameter / Dimensions (inches)	Minimum Height Above Ground (feet)	Underlying Applicable Requirements
1. SVFLARE	6	60	R 336.1225,
			40 CFR 52.21(c) & (d)

IX. OTHER REQUIREMENT(S)

NA