

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
811 S. First St., Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

Form C-141  
Revised August 8, 2011

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

**Release Notification and Corrective Action**

*nJMW1232528040*

**OPERATOR**

Initial Report  Final Report

Name of Company <b>Americo Energy Resources, LLC 22805/</b>	Contact <b>Ehsan Bayat</b>	
Address <b>7575 San Felipe St. Ste 200 Houston, TX 77063</b>	Telephone No. <b>713-984-9700</b>	
Facility Name <b>East Shugart Unit #31</b>	Facility Type <b>Oil Well</b>	
Surface Owner	Mineral Owner	API No. <b>30-015-05719</b>

**LOCATION OF RELEASE**

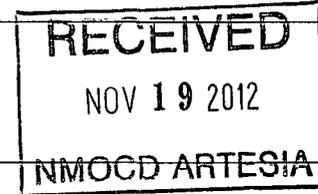
Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
<b>B</b>	<b>3</b>	<b>19S</b>	<b>31E</b>	<b>330</b>	<b>North</b>	<b>2310</b>	<b>East</b>	<b>Eddy</b>

Latitude \_\_\_\_\_ Longitude \_\_\_\_\_

**NATURE OF RELEASE**

Type of Release <b>Oil</b>	Volume of Release <b>5bbls</b>	Volume Recovered <b>5bbls</b>
Source of Release <b>Casing valve</b>	Date and Hour of Occurrence <b>10/10/12 8:00am</b>	Date and Hour of Discovery <b>10/10/12 Noon</b>
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? <b>BLM rep was on site</b>	
By Whom? <b>Louis Edgett</b>	Date and Hour <b>10/10/12 Noon</b>	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse. <b>N/A</b>	

If a Watercourse was Impacted, Describe Fully.\*  
**N/A**



Describe Cause of Problem and Remedial Action Taken.\*  
**The casing valve and nipple developed a small leak. Both were replaced with new items.**

Describe Area Affected and Cleanup Action Taken.\*  
**Small cellar at wellhead and immediate ground was affected. Oil was vacuumed up any oil soaked dirt was removed and replaced.**

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.

Signature:	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: <b>Ehsan Bayat</b>	Approved by Environmental Specialist:	Signed By:
Title: <b>Project Evaluator/Regulatory</b>	Approval Date: <b>NOV 20 2012</b>	Expiration Date:
E-mail Address: <b>ehsan.bayat@americoenergy.com</b>	Conditions of Approval:	Attached <input type="checkbox"/>
Date: <b>10/10/2012</b> Phone: <b>713-984-9700</b>		

\* Attach Additional Sheets If Necessary

Remediation per OCD Rules & Guidelines. **SUBMIT REMEDIATION PROPOSAL NOT LATER THAN:**

**Dec. 20, 2012**

**ZRP-1410**