

Submit 3 Copies To Appropriate District Office  
 District I  
 1625 N. French Dr., Hobbs NM 88240  
 District II  
 1301 W. Grand Ave., Artesia, NM 88210  
 District III  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 District IV  
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 June 19, 2008

OIL CONSERVATION DIVISION  
 1220 South St. Francis Dr.  
 Santa Fe, NM 87505

|   |
|---|
| WELL API NO.<br>30-015-05682  |
| 5. Indicate Type of Lease<br>STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/> |
| 6. State Oil & Gas Lease No.  |
| 7. Lease Name or Unit Agreement Name<br>EAST SHUGART UNIT   |
| 8. Well Number 14   |
| 9. OGRID Number 228051  |
| 10. Pool name or Wildcat Shugart (Y-SR-QN-GB)   |

**SUNDRY NOTICES AND REPORTS ON WELLS**  
 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well  Gas Well  Other

2. Name of Operator  
AMERICO ENERGY RESOURCES, LLC

3. Address of Operator 7575 SAN FELIPE ST. SILE 200  
HOUSTON, TX 77063

4. Well Location  
 Unit Letter G 2310 feet from the North line and 1650 feet from the East line  
 Section 34 Township 18S Range 31E NMPM Eddy County  
 11 Elevation (Show whether DR, RKB, RT, GR, etc.)  
 3634' DJ

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

|   |   |  |  |
|---|---|--|--|
| <b>NOTICE OF INTENTION TO:</b>                            |   | <b>SUBSEQUENT REPORT OF:</b>                     |  |
| PERFORM REMEDIAL WORK <input checked="" type="checkbox"/> | PLUG AND ABANDON <input type="checkbox"/> | REMEDIAL WORK <input type="checkbox"/>           | ALTERING CASING <input type="checkbox"/> |
| TEMPORARILY ABANDON <input type="checkbox"/>              | CHANGE PLANS <input type="checkbox"/>     | COMMENCE DRILLING OPNS. <input type="checkbox"/> | P AND A <input type="checkbox"/>         |
| PULL OR ALTER CASING <input type="checkbox"/>             | MULTIPLE COMPL <input type="checkbox"/>   | CASING/CEMENT JOB <input type="checkbox"/>       |  |
| DOWNHOLE COMMINGLE <input type="checkbox"/>               |   |  |  |
| OTHER: <input type="checkbox"/>                           |   | OTHER: <input type="checkbox"/>                  |  |

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

- Well has been down. Well has hole @ surface in production casing.
- Repair hole in production casing @ surface.
- Return well to production.

Spud Date:  Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE: Ehsan Bayat TITLE: Regulatory Analyst DATE: 10/2/09

Type or print name: Ehsan Bayat E-mail address: ehsan.bayat@americuenergy.com PHONE: 713-984-9700  
 For State Use Only

APPROVED BY: Russell Ince TITLE: Compliance Officer DATE: 10/14/09  
 Conditions of Approval (if any):