

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

Form C-141
Revised August 8, 2011

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

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

Release Notification and Corrective Action

nmLB1205237387		228051	OPERATOR	<input checked="" type="checkbox"/> Initial Report	<input type="checkbox"/> Final Report
Name of Company Americo Energy Resources, LLC			Contact Ehsan Bayat		
Address 7575 San Felipe St. Ste 200 Houston, TX 77063			Telephone No. 713-984-9700		
Facility Name East Shugart			Facility Type oil gas production		
Surface Owner BLM		Mineral Owner Americo Energy		API No. 30-015-05691	

LOCATION OF RELEASE

Unit Letter N	Section 35	Township 18S	Range 31E	Feet from the 990'	North/South Line South	Feet from the 1650	East/West Line West	County EDDY
------------------	---------------	-----------------	--------------	-----------------------	---------------------------	-----------------------	------------------------	----------------

Latitude N32.70132 Longitude W103.84399

NATURE OF RELEASE

Type of Release Disposal Water	Volume of Release 45bbls	Volume Recovered 5 bbls
Source of Release 3" fiberglass Injection line	Date and Hour of Occurrence 1/4/12 9:40am	Date and Hour of Discovery 1/4/12 9:55am
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Burton and Richard Inge	
By Whom? Billy Botts	Date and Hour 1/4/12 10am	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*

Injection line had pinholes in 7 places. Dugout and removed bad joint. Removed contaminated soil with backhoe.

Describe Area Affected and Cleanup Action Taken.*

Dug up all contaminated soil and hauled it to CRI disposal
30'X12'X15' Fence off area block line in with flanges and valves.

RECEIVED

FEB 17 2012

NMOCD ARTESIA

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:

Printed Name: EHSAN BAYAT

Title: REGULATORY ANALYST

E-mail Address: ehsan.bayat@americoenergy.com

Date: 2/13/12

Phone: 713-984-9700

OIL CONSERVATION DIVISION

Approved by Environmental Specialist

FEB 21 2012

Approval Date:

Expiration Date:

Conditions of Approval:

Remediation per OCD Rules &
Guidelines. **SUBMIT REMEDIATION
PROPOSAL NOT LATER THAN:**
3/21/2012

Attached ☐

* Attach Additional Sheets If Necessary

2RA-1035