

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, 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 October 10, 2003

Submit 2 Copies to appropriate  
District Office in accordance  
with Rule 116 on back  
side of form

**Release Notification and Corrective Action**

**OPERATOR**

☐ Initial Report    ☒ Final Report

Name of Company	Americo Energy Resources, LLC	Contact	Oscar Nosrati
Address	7575 San Felipe, Ste 200, Houston, TX 77063	Telephone No.	713-984-9700
Facility Name	East Shugart Unit Well #56 30-015-27949	Facility Type	Injection Well

Surface Owner	BLM	Mineral Owner	BLM	Lease No.	
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**LOCATION OF RELEASE**

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
G	35	18S	31E	2,250	North	1,910	East	Eddy

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

**NATURE OF RELEASE**

Type of Release	Oil and salt water	Volume of Release	200 bbls	Volume Recovered	150 bbls
Source of Release	Failed injector valve	Date and Hour of Occurrence	11/19/07 night	Date and Hour of Discovery	11/19/07 8:00 a.m.
Was Immediate Notice Given?	X Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Gerry Guy via voice mail		
By Whom?	Don Gray	Date and Hour	2:55 p.m. 11/19/2007		
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.\*

Injector valve failed. Release consisted of approximately 194 bbls of saltwater and 6 bbls of oil. Valve repaired

Describe Area Affected and Cleanup Action Taken.\*

All work has been performed according to the approved Workplan dated February 25, 2008

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.

		<b>OIL CONSERVATION DIVISION</b>	
Signature:		Approved by District Supervisor: <i>T. Gumbay SB</i>	
Printed Name: Jerri Lee		Approval Date: <i>08-08-08</i>	Expiration Date: <i>N/A</i>
Title: Consultant		Conditions of Approval: <i>N/A</i>	
E-mail Address: office@sesi-nm.com		Attached <input type="checkbox"/> <i>N/A</i>	
Date: August 6, 2008	Phone: 575-397-0510		

\* Attach Additional Sheets If Necessary

*JRP-144*