

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

nJMW1232528040

OPERATOR

☒ Initial Report ☐ Final Report

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

Surface Owner	Mineral Owner	API No.	30-015-05719
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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
B	3	19S	31E	330	North	2310	East	Eddy

Latitude _____ Longitude _____

NATURE OF RELEASE

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

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: *[Signature]*
Printed Name: Ehsan Bayat

Title: Project Evaluator/Regulatory

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

Date: 10/10/2012

Phone: 713-984-9700

OIL CONSERVATION DIVISION

Approved by Environmental Specialist:

Signed By *[Signature]*

NOV 20 2012

Approval Date:

Expiration Date:

Conditions of Approval:

Attached ☐

* Attach Additional Sheets If Necessary

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

Dec. 20, 2012

2RP-1410