

STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT  
OIL CONSERVATION DIVISION

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APPLICATION OF THE NEW MEXICO OIL CONSERVATION DIVISION, THROUGH THE ENFORCEMENT AND COMPLIANCE MANAGER, FOR A COMPLIANCE ORDER AGAINST AMERICO ENERGY RESOURCES, LLC, FINDING THAT OPERATOR KNOWINGLY AND WILLFULLY VIOLATED DIVISION RULE 19.15.3.116 NMAC AS TO TWO WELLS; ORDERING OPERATOR TO COMPLY WITH SUCH RULE BY A DATE CERTAIN; ASSESSING PENALTIES; EDDY COUNTY, NEW MEXICO.

CASE NO. 14079

**ENTRY OF APPEARANCE AND  
PRE-HEARING STATEMENT**

The Oil Conservation Division submits this entry of appearance and pre-hearing statement pursuant to OCD Rule 1211 [19.15.14.1211 NMAC].

**APPEARANCES**

**APPLICANT**

Oil Conservation Division

**APPLICANT'S ATTORNEY**

Sonny Swazo  
Oil Conservation Division  
Energy, Minerals and Natural  
Resources Department  
1220 S. St. Francis Drive  
Santa Fe, NM 87505  
(505) 476-3463  
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**RESPONDENT**

Americo Energy Resources, LLC

No entry of appearance filed.

**STATEMENT OF THE CASE**

The Oil Conservation Division ("OCD") seeks an order requiring Respondent Americo Energy Resources, LLC, to comply with OCD Rule 19.15.3.116 NMAC ("Rule 116") and remediate the produced water and oil spills at the East Shugart Unit No. 015 and East Shugart Unit No. 042 in accord with OCD Rule 116 by a date certain.

In addition, OCD is seeking an order finding that Respondent knowingly and willfully violated OCD Rule 116 as to both wells. OCD is asking that civil penalties be assessed

against Respondent for its knowing and willful violations of OCD Rule 116 as to both wells.

### **APPLICANT'S PROPOSED EVIDENCE**

WITNESS:

ESTIMATED TIME:

Daniel Sanchez  
Enforcement and Compliance Manager

45 Minutes

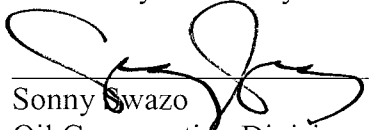
Gerry Guye (by telephone)  
Compliance Officer, District II

45 Minutes

### **PROCEDURAL MATTERS**

None.

Respectfully submitted  
this 30 day of January 2008 by

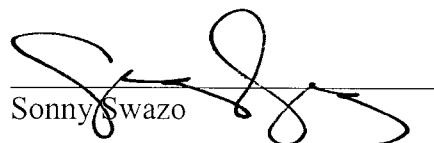


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Attorney for the Oil Conservation Division

### **CERTIFICATE OF SERVICE**

I hereby certify that a copy of the foregoing pleading was served upon the following by email and first class mail this 30 day of January 2008:

Americo Energy Resources, LLC  
Attn: Oscar Nosrati, V.P.  
7575 San Felipe St., Suite 200  
Houston, Texas 77063  
Email: [oscar.nosrati@americoenergy.com](mailto:oscar.nosrati@americoenergy.com)



Sonny Swazo