

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

☒ Initial Report ☐ 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
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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
N	35	18S	31E	990'	South	1650	West	EDDY

Latitude N32.70132 Longitude W103.84399

NATURE OF RELEASE

Type of Release	Disposal Water	Volume of Release	45bbbls	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