

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED
OMB No. 1004-0137
Expires: March 31, 2007

SUNDRY NOTICES AND REPORTS ON WELLS
*Do not use this form for proposals to drill or to re-enter an
abandoned well Use Form 3160-3 (APD) for such proposals*
SUBMIT IN TRIPLICATE - Other instructions on reverse side.

| | | |
|--|--|--|
| 1. Type of Well <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other | | 5. Lease Serial No. NM10191 |
| 2. Name of Operator AMERICO ENERGY RESOURCES, LLC | | 6. If Indian, Allottee or Tribe Name |
| 3a. Address 7575 SAN FELIPE ST STE 200, HOUSTON, TX 77063 | | 7. If Unit of CA / Agreement, Name and/or No. NM70943X |
| 3b. Phone No. (include area code) 713-984-9700 | | 8. Well Name and No. EAST SHUGART UNIT #1 |
| 4. Location of (Footage, Sec., T., R., or Survey Description) Unit letter P: 330' from the south line and 330' from the east line Sec 27 township 18S range 31E NMPM Eddy County | | 9. API Well No. 30-015-05613 |
| | | 10. Field and Pool, or Exploratory Area SHUGART (Y-SR-Q-G) |
| | | 11. County or Parish, State EDDY, NM |

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|---|---|--|--|---|
| <input type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-off |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input type="checkbox"/> Other _____ |
| | <input type="checkbox"/> Change Plans | <input checked="" type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> Water Disposal | |

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the bond No. on file with the BLM / BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

8/15/2011 MIRU

8/16/2011 Spot 25 sx on top CIBP @ 3230'.

Perf. Spot 45 sx @ 2772'. Woc tag @ 2552'.

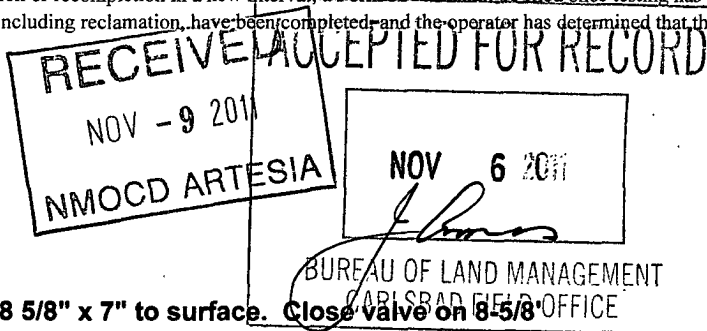
Spot 30 sxs @ 2322' woc tag @ 2152'.

8/17/2011 Spot 35 sxs @ 965' woc tag @ 782'.

Perf @ 200'

Spot pump 78 sxs @ 254' bring cmt between 8 5/8" x 7" to surface. Close valve on 8-5/8" then circulate cmt on 7" to surface. Finish Job.

8/18/2011 RDMO



**RECLAMATION
DUE 2-14-12**

Accepted as to plugging of the well bore.
Liability under bond is retained until
Surface restoration is completed.

| | |
|---|--------------------------------------|
| 14. I hereby certify that the following is true and correct | |
| Name Greg Bryant | Title P & A Technician |
| Signature | Date 9/6/11 |

Accepted for record
NMOC D
DEC 02 2011

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| | | |
|---|--------|------|
| Approved by | Title | Date |
| Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. | Office | |