

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED
OMB No 1004-0135
Expires: January 31, 2004

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
☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator **AMERICO ENERGY RESOURCES, LLC**

3a. Address
7575 SAN FELIPE ST. STE 200 Houston, TX 77063

3b. Phone No. (include area code)
713-984-9700

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

K - Sec. 34 - 18S - 31E 2310 FWL and 1650 FSL

5. Lease Serial No.

NM-NM-10190

6. If Indian, Allottee or Tribe Name

N/A

7. If Unit or CA/Agreement, Name and/or No.

8910115720

8. Well Name and No.

East Shugart Unit #17

9. API Well No.

30-015-05686

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 checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input checked="" type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input 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 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 BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a 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.)

MIRUWOR, POH W/ RODS & TBING, RIH W/ BIT & SCRAPER CLEAN OUT TO PBTB @ 3892', POH W/ TBING, L/D BIT & SCRAPER, RIH W/ PRODUCTION TBING, FLANGE UP WELLHEAD, RIH W/ PUMP & ROD STRING, HANG WELL ON AND RETURN TO PRODUCTION.

RECEIVED

AUG 24 2012

NMOCD ARTESIA

**SEE ATTACHED FOR
CONDITIONS OF APPROVAL**

COA RPT 08/04/2012

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Ehsan Bayat

Title **Regulatory Analyst**

Signature

Date

05/30/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by /s/ JD Whitlock Jr

Title **LPET**

Date **8/22/12**

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 **(FO)**

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

(Instructions on page 2)

Conditions of Approval

Americo Energy Resources, LLC
East Shugart Unit - 017
API 3001505686
August 06, 2012

This well's recorded activity has been inactive/shut-in for more than 30 days without authorization. An inactive/shut-in well bore is a non-producing completion that is capable of production in **paying quantities** or of service use.

1. As the current operator you are required to: **Prove the production casing integrity from no more than 100 feet above the perforations or open hole with a BLM witnessed documented minimum pressure test of 500psig for 30 minutes.** Notify BLM 575-361-2822 Eddy Co. before test procedures. If no answer, leave a voice mail with the API#, workover purpose, and a call back phone number. Note the contact, time, & date in your subsequent report.

Also do one of the following:

A) Return the well to production or beneficial use on or before 11/06/2012.

B) Submit a plan for BLM plug and abandonment status approval of the well on or before 11/06/2012.

Determine the operational value and condition this well based on that value. Submit your plan for BLM approval on the Sundry Notice Form 3160-5 (the original and 3 copies) with your committed timetable for accomplishment.

A legitimate request is necessary for extension of that date.

Access information for **use of Form 3160-5** "Sundry Notices and Reports on Wells"

NM Fed Regs & Forms - http://www.blm.gov/nm/st/en/prog/energy/oil_and_gas.html

§ 43 CFR 3162.3-2 Subsequent Well Operations.

§ 43 CFR 3160.0-9 (c)(1) Information collection.

§ 3162.4-1 (c) Well records and reports.