District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV

## State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr.

Form C-141 Revised October 10, 2003

Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back

1220 S. St. Fran	ncis Dr., San	ta Fe, NM 8750	5	S	anta F	Fe, NM 875	505					side of form
0-015-6	7944	denth all and the second of th	Rel	ease Notifi				ctio	n			****
		19646	107			OPERA'	ГOR		⊠ Initi	al Report	П	Final Repo
Name of Company Americo Energy Resources, LLC 238057						Contact Ehsan Bayat						
Address 7575 San Felipe Ste 200 Houston, TX 77063  Facility Name East Shugart Unit						Telephone No. 713-984-9700 Facility Type Central Tank Battery						
Facility Na	me East S	shugart Unit				Facility Typ	e Central Tani	Batte	ry .			
Surface Owner Federal Mineral Owner									Lease No.			
				LOC	ATIO	N OF REI	LEASE					
Unit Letter					North/South Line Feet from t						•	
G	35	18S	31E							EDDY		
	·L	<u> </u>	La	titude		Longitud	le	.I ,		<u> </u>		
			Da									
Type of Rele	ase Saltwa	iter		NA I	LUKE	Volume of	Release 17 bbls		Volume I	Recovered 16	i bbls	
Source of Release Injection Trunk line						Date and Hour of Occurrence			Date and Hour of Discovery			
Was Immediate Notice Given?						10/24/09 7:45am   10/24/09 7:50am   If YES, To Whom?						
was immedi	ate Notice		Yes [	] No ☐ Not R	equired							
By Whom? J	im Smith						our 7:50 am			<u> </u>		
Was a Watercourse Reached?  ☐ Yes ☒ No						If YES, Volume Impacting the Watercourse.						
			Yes 🔀	7 140								
The spill was	due to bad	em and Remed flange fittings y, and vacuum w.	3.	ii rukeii.								
The area was site. A back h for leaks, set	on right on oe and crev the tin horn	w were brough , Then filled a	of the Ea at and dug rea,	st Shugart Battery out the affected a	rea for	the fiberglass i	epairman. Repai	red fibe	rglass sub.	Crew opened	l valve	e, checked
regulations all public health of should their of or the environ	operators and operations to the envir perations had ment. In according to the contract of the	are required to conment. The ave failed to a	report an acceptanc dequately CD accept	is true and comp d/or file certain re e of a C-141 repo investigate and re tance of a C-141 r	elease n ort by th emediat	otifications and e NMOCD ma e contaminatio	d perform correct rked as "Final Re n that pose a thre	tive act eport" d eat to gr	ions for rele oes not reli- ound water.	eases which re eve the opera , surface wat	nay en itor of er, hun	danger liability nan health
			>	$\cap$			OIL CONS	SERV	ATION	DIVISIO	N	
Signature:		/ <	7	kt.				,	11			
Printed Name: EHSAN BAYAT						Approved by District Supervisor Mile Bennue						
itle: REGUL	ATORY A	NAL <u>YST</u>				Approval Date	: 4/4/11	I	Expiration [	Date:		
E-mail Addres	ss: Ehsan.ba	ayat@amerioe	nergy.con	n		Conditions of A	Approval:		_	Attached	П	
						Remediation per OCD Rules & Attached Guidelines. SUBMIT REMEDIATION						
		ts If Necessa		-704-7/UU					IUN	h 17	0 n	11
			J			PROPOSAL	<b>NOT LATER T</b>	HAN:		2R1	~ /	10

5/6/11