



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

Response Required – Deadline Enclosed

Field Inspection Program

"Preserving the Integrity of the Environment"

05-Mar-09

AMERICO ENERGY RESOURCES LLC

7575 SAN FELIPE SUITE 200

HOUSTON TX 77063

LETTER OF VIOLATION - Inspection

Dear Operator:

The following inspection(s) indicate that the well, equipment, location or operational status of the well(s) failed to meet standards of the New Mexico Oil Conservation Division as described in the detail section below. To comply with standards imposed by Rules and Regulations of the Division, corrective action must be taken immediately and the situation brought into compliance. The detail section indicates preliminary findings and/or probable nature of the violation. This determination is based on an inspection of your well or facility by an inspector employed by the Oil Conservation Division on the date(s) indicated.

Please notify the proper district office of the Division, in writing, of the date corrective actions are scheduled to be made so that arrangements can be made to reinspect the well and/or facility.

INSPECTION DETAIL SECTION

State T Devonian No.003				K-2-15S-37E	30-025-05228-00-00	
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
03/05/2009	Routine/Periodic	John Harrison	Yes	No	6/8/2009	iJRH0906444639
Violations						
Absent Well Identification Signs (Rule 103)						
Idle well (Rule 201)						
Comments on Inspection: IDLE WELL (RULE 201),NO PRODUCTION REPORTED IN 18 MONTHS. NO WELL SIGN (RULE 103). LOCATION NEEDS ATTENTION.						

In the event that a satisfactory response is not received to this letter of direction by the "Corrective Action Due By:" date shown above, further enforcement will occur. Such enforcement may include this office applying to the Division for an order summoning you to a hearing before a Division Examiner in Santa Fe to show cause why you should not be ordered to permanently plug and abandon this well. Such a hearing may result in imposition of CIVIL PENALTIES for your violation of OCD rules.

Sincerely,

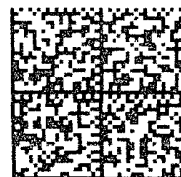
A handwritten signature in black ink, appearing to be a stylized 'S' or 'J' followed by a horizontal line.

Hobbs OCD District Office

Note: Information in Detail Section comes directly from field inspector data entries - not all blanks will contain data.

*Significant Non-Compliance events are reported directly to the EPA, Region VI, Dallas, Texas.

MNRD
IL CONSERVATION DIVISION
325 N FRENCH DRIVE
OBBS NM 88240



HASLER	017H15554612	US POSTAGE
	\$0.420	
	03/05/2009	
	Mailed From 88240	

Americo Energy Resources LLC
7575 San Felipe, Suite 200
Houston, TX 77063