



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

August 25, 2006

Tempo Energy, Inc.
4000 N. Big Spring
Suite 109
Midland, TX 79705

Peterson Petroleum Company
P.O. Box 5509
Hobbs, NM 88241

Joe D. Peterson
15 Fairmont Ct
Hobbs, NM 88240

Joe D. Peterson
718 Mesa Dr E
Hobbs, NM 88240

Joe D. Peterson
1531 Breckton Dr N #5376
Hobbs, NM 88240

The Travelers Indemnity Co.
One Tower Square
Hartford, CT 06183

VIA CERTIFIED MAIL, RETURN RECEIPT REQUESTED

**Re: Case No. 13711: Application of the New Mexico Oil Conservation Division for an Order
Tempo Energy, Inc. to Plug One Well and Ordering Forfeiture of Applicable Financial
Assurance in Event of Operator's Non-Compliance; Lea County, New Mexico**

13711
Case No. ~~13675~~
OCD Exhibit 3
Sept 28, 2006

Ladies and Gentlemen:

You are hereby notified that the New Mexico Oil Conservation Division has filed the referenced Application (copy enclosed), seeking an Order requiring you to properly plug and abandon one well in Lea County, New Mexico, identified in said application.

A hearing on this application will take place before a Division hearing examiner on Thursday, October 12, 2006, at 8:15 a.m., in Porter Hall, First Floor, 1220 South St. Francis Drive in Santa Fe, New Mexico. At that hearing you will have an opportunity to show cause why an order should not be entered as requested in the Application. If you intend to present evidence in opposition to this application, you must file a pre-hearing statement, as described in Division Rule 1211.B with Division Clerk, Florene Davidson, at Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505, before 5:00 P.M., Mountain Time on Thursday, October 5, 2006.

Tempo posted a surety bond, in the amount of \$50,000, number 980F9988, issued by The Travelers Indemnity Company. That security will be forfeited if an order is entered as requested and Tempo fails to comply therewith.

Inquiries concerning this application may be directed to the undersigned in the Santa Fe office of the Division at (505)-476-3450.

Very truly yours,

David K. Brooks
Assistant General Counsel

cc: Ann M. Conway [AConway@mstLAW.com]
Gary Wink, OCD Hobbs

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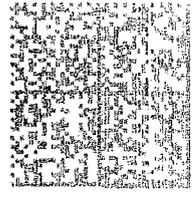
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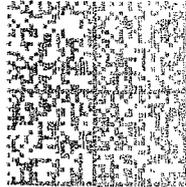
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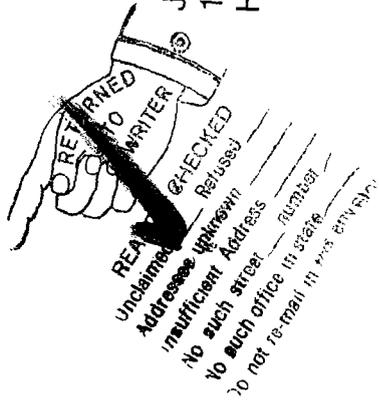


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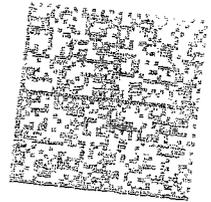
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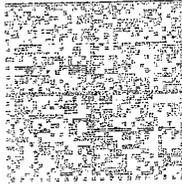
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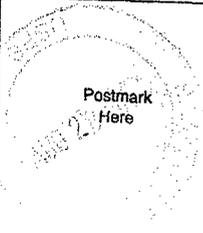
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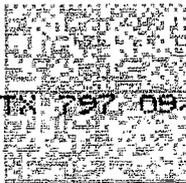
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