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Nell Graham Sale

January 5, 2007

HAND-DELIVERED

Mark Fesmire, Director New Mexico Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87505

Re:

NMOCC Case No. 13711; In the Matter of the Application of New Mexico Oil Conservation Division for an Order Requiring Tempo Energy, Inc., Peterson Petroleum Company and/or Joe D. Peterson to Plug One Well and Ordering Forfeiture of Applicable Financial Assurance in Event of Operator's Noncompliance, Lea County, New Mexico

Dear Mr. Fesmire:

Please find enclosed a Motion for Temporary Stay of Order No. R-12659 along with an Order for your review and consideration.

Thank you for your assistance.

Very truly yours,

MILLER STRATVERT P.A.

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J. Scott Hall

JSH/glb **Enclosures**

A PROFESSIONAL ASSOCIATION

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION COMMISSION

IN THE MATTER OF THE APPLICATION OF NEW MEXICO OIL CONSERVATION DIVISION FOR AN ORDER REQUIRING TEMPO ENERGY, INC., PETERSON PETROLEUM COMPANY AND/OR JOE D. PETERSON TO PLUG ONE WELL AND ORDERING FORFEITURE OF APPLICABLE FINANCIAL ASSURANCE IN IN EVENT OF OPERATOR'S NONCOMPLIANCE, LEA COUNTY, NEW MEXICO

CASE NO. 13711 ORDER NO. R-12659 DE NOVO

ORDER FOR STAY OF ORDER NO. R-12659

THIS MATTER having come before the Division Director pursuant to the Motion for Stay filed on behalf of Tempo Energy, Inc. and Travelers Indemnity Company and the Division Director being duly advised:

IT IS ORDERED, that Order No. R-12659 is hereby stayed until the Oil Conservation Commission's final action in this matter.

NEW MEXICO OIL CONSERVATION COMMISSION

By

Mark Fesmire, Director

AGREED:

J. Scott Hall

Attorneys for Tempo Energy, Inc. and Travelers Indemnity Company

Post Office Box 1986

Santa Fe, New Mexico 87504-1986

David Brooks, Esq.

Attorney for New Mexico Oil Conservation Division

1220 South St. Francis Drive Santa Fe, New Mexico 87504 STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION COMMISSION 2007 JAN 5 PM 3 09

IN THE MATTER OF THE APPLICATION OF NEW MEXICO OIL CONSERVATION DIVISION FOR AN ORDER REQUIRING TEMPO ENERGY, INC., PETERSON PETROLEUM COMPANY AND/OR JOE D. PETERSON TO PLUG ONE WELL AND ORDERING FORFEITURE OF APPLICABLE FINANCIAL ASSURANCE IN EVENT OF OPERATOR'S NONCOMPLIANCE, LEA COUNTY, NEW MEXICO

CASE NO. 13711 ORDER NO. R-12659 DE NOVO

MOTION FOR TEMPORARY STAY OF ORDER NO. R-12659

Travelers Indemnity Company and Tempo Energy, Inc. by and through their undersigned counsel, pursuant to Division Rule 1221-B moves the Division Director enter his order granting a stay of Order No. R-12659 directing Tempo Energy, Inc. to plug and abandon the San Simon State Well No. 6 and ordering the forfeiture of Blanket Plugging Bond No. 980F9999 pending the Commission's final action in the matter. In support, movants state:

1. By its application in this matter, the Oil Conservation Division sought an order requiring Tempo Energy, Inc., Peterson Petroleum Company and/or Joe D. Peterson to plug the San Simon State Well No. 6 and further ordering the forfeiture of Tempo Energy Inc.'s Blanket Plugging Bond. The application was heard before one of the Division's examiners on October 12, 2006 and on November 13, 2006 the Division entered Order No. R-12659 granting the relief sought against Tempo Energy.

2. On December 12, 2006, Travelers Indemnity Company and Tempo Energy, Inc. filed their application for hearing de novo and requesting that the matter be set for hearing before the Commission on the February 8, 2007 Commission hearing docket.

3. Tempo Energy, Inc. has at no time owned any interest in the lands dedicated to the subject well and has received no benefit therefrom. Neither did Tempo Energy, Inc. authorize the use of its Blanket Plugging Bond or operator OGRID number by any third party for the drilling of the subject well or any other purpose. Movants plan to conduct an investigation and undertake discovery regarding the circumstances behind the drilling of the subject well and the use of Tempo Energy's plugging bond and OGRID number.

4. We have conferred with the Division's counsel regarding this matter who has stated his concurrence with this motion.

WHEREFORE Tempo Energy, Inc. and Travelers Indemnity Company request the Division Director enter his order of stay pending the Commission's final action in the matter.

Respectfully submitted,

MILLER STRATVERT P.A.

By:

J. Scott Hall

Attorneys for Tempo Energy, Inc.

and The Travelers Indemnity Company

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Certificate of Service

I hereby certify that a true and correct copy of the foregoing was faxed to counsel of record on the 5th day of January, 2007, as follows:

David Brooks, Esq. New Mexico Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87504 (505) 476-3462/Facsimile

Cheryl Bada, Esq. New Mexico Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87504 (505) 476-3462/Facsimile

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