

Submit 3 Copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
May 27, 2004

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-015-25318-00-00
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. B10678
7. Lease Name or Unit Agreement Name Poker Lake
8. Well Number 68
9. OGRID Number 022223
10. Pool name or Wildcat Delaware

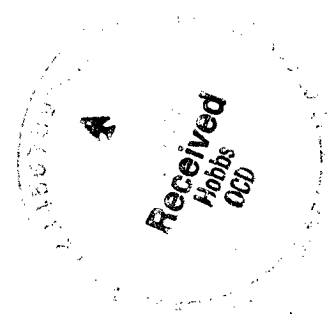
SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)	
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>	Month - Year APR 11 2007 OCD - ARTESIA, NM
2. Name of Operator Tempo Energy, Inc.	
3. Address of Operator PO Box 1034 Midland, TX 79702	
4. Well Location Unit Letter 0 : 990 feet from the South line and 2310 feet from the East line Section 8 Township 25S Range 30E NMPM County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.)	
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>	
Pit type open Depth to Groundwater Distance from nearest fresh water well Distance from nearest surface water	
Pit Liner Thickness: mil Below-Grade Tank: Volume bbls; Construction Material	

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input checked="" type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> OTHER: <input type="checkbox"/>	SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/> OTHER: <input type="checkbox"/>
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13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

1. Clean up misc. junk on location, use vacuum truck to remove fluids from pit
2. Allow pit to dry for 7-10 days
3. Use backhoe & dump truck to remove approx. 7-15 yards of contaminated soil
4. Take soil to approved OCD landfill
5. Take soil sample with OCD approval to check for contaminants
6. Depending on results, cover pit or continue excavation



I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☒, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Frank Pannell TITLE VP DATE 4/10/07

Type or print name Frank Pannell E-mail address: tempoenergy@suddenlink.net Telephone No. (432) 689-2951

For State Use Only

APPROVED BY: Mike Brannon TITLE Surveyor DATE 4/6/07
Conditions of Approval (if any): Attached



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

Tempo Energy Inc.
PO Box 1034
Midland TX 79701
ATTN: Mr. Frank Pannell

June 6, 2007

Reference: Poker Lake Unit St. 063 N-8-25s-30e 30-015-24724 Eddy County New Mexico
Poker Lake Unit St. 068 O-8-25s-30e 30-015-25318 Eddy County New Mexico

Dear Mr. Pannell,

The New Mexico Oil Conservation Division District 2 Office (OCD) is in receipt of a Form C-103 outlining a proposal (plan) for clean up and closure of production pits located at each of the above referenced well sites operated by Tempo Energy Inc. The pits were identified as being in violation of OCD rules during a routine inspection performed by an OCD field inspector on 3/5/07.

The plans submitted are approved with the following stipulations:

- Notify the OCD 48 hours prior to commencement of activities.
- Provide the OCD with a site ranking as requested in the Letter of Violation issued 3/7/07.
- Upon removal of impacted materials, confirmation samples are to be obtained and delivered to an OCD approved laboratory for analyses along with proper chain of custody documentation. Notify the OCD 48 hours prior to obtaining confirmation samples.
- Upon satisfactory completion of project, a closure report outlining steps taken to remediate sites along with analytical data is to be submitted to the OCD.
- Project is to be completed and closure report submitted no later than August 6, 2007,
- All contact and correspondence pertaining to these remediation projects is to be made to the OCD District 2 office in Artesia, New Mexico.

Please be advised that this approval does not relieve Tempo Energy Inc. of liability should their operations have failed to properly investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, this approval does not relieve Tempo Energy Inc. of responsibility for compliance with any other federal, state, local laws and/or regulations.

If I can be of assistance in this matter please contact me. My contact information is listed below.

Sincerely,

Mike Bratcher
NMOCD District 2
1301 W. Grand Ave.
Artesia, NM 88210
505-748-1283 Ext. 108