N. M. OIL CONS. COMMISSION
P. O. BOX 1980
HOBBS, NEW MEXICO 88240

November 27, 1989

Tempo Energy, Inc. 4000 N. Big Spring, Ste. 109 Midland, Texas 79705

Dear Sir:

e especial

In reviewing our records we find that your Application For Permit To Drill the #1 Chace-McKamey Federal, lease No. NM-42804, located in Sec. 26, T.15S., R. 30E., was approved on Aug. 23, 1988. Since the well has not been drilled, we are placing this application in our closed files. If you should decide to drill the well at a future date, you will need to reapply at that time.

Please feel free to contact our office if you have any questions concerning this action.

Sincerely,

Phil Kirk Area Manager