

***FORTUNE OPERATING COMPANY***

632 ADAMS ST., STE. 101  
BOWLING GREEN, KY 42101

November 3, 1997

TO: Mr. Chris Williams, Supervisor  
District 1, Oil Conservation Division  
1000 W. Broadway  
Hobbs, New Mexico 88240

RE: Application to Re-enter & Drill Directional Well  
Fortune Operating Company (OGRID No. 164832)  
Home Stake #1 (Property Code-21513, API-30-025-05345)  
Lea County, New Mexico

Dear Mr. Williams,

Pursuant to O.C.D. Rule 111 regarding directional wells, Fortune is submitting for your approval an application to re-enter and drill a directional well on the above referenced property. Enclosed are the following;

- 1) OCD Form C-102 - Well location and acreage dedication plat.
- 2) OCD Form C-103 - Notice of intent to perform remedial work.
- 3) OCD Rule 111.D.(2)(a) - Statement addressing reason for directional drilling.
- 4) OCD Rule 111.D.(2)(b) - Plat.
- 5) OCD Rule 111.D.(2)(c) - Vertically oriented view.
- 6) OCD Rule 111.D.(2)(d) - Horizontal plan view.
- 7) OCD Rule 111.D.(2)(e) - Type Log Section.
- 8) OCD Rule 111.D.(2)(f) - Statement showing offset operators in applicable pool & copy of certified mail return receipt.

It is our intention to commence this proposed program on or before December 1, 1997. Should you have any questions, please call me at (915)670-0190. Our Abilene, Texas address is:

P.O. Box 2648  
Abilene, Texas 79604  
(FAX)915-670-0908

Sincerely Yours,



Vance M. Long  
Fortune Operating Company