

PICKETT DRAW FEDERAL #3

The following information is furnished with the Application to Drill (Re-enter), Form 3160-3, in compliance with NTL-6, effective July 1, 1976.

1. The geologic surface formation is Permian.
2. The estimated tops of important geologic markers are as follows:

Bell Canyon	2,930'
Cherry Canyon	3,950'
3. The depths at which anticipated water, oil, gas or other mineral bearing formations are expected to be encountered are as follows:

Fresh Water:	Less than 500'
Oil:	Cherry Canyon - 5200'
4. For proposed casing program, please see Form 3160-3.
5. For proposed specifications for pressure control equipment, please see Exhibit "B".
6. For proposed drilling fluids outline, please see Exhibit "C".
7. Auxiliary equipment is listed in Exhibit "D" (Rig specifications).
8. No coring will be done on this well.

The following logs will be run on well:

- A) Dual Laterolog
- B) Compensated Density-Neutron Log

Drill stem test possibilities exist in the following formations:

- A) Bell Canyon
- B) Cherry Canyon

9. No abnormal pressures are anticipated.
10. The anticipated starting date for this well is December 1, 1991.