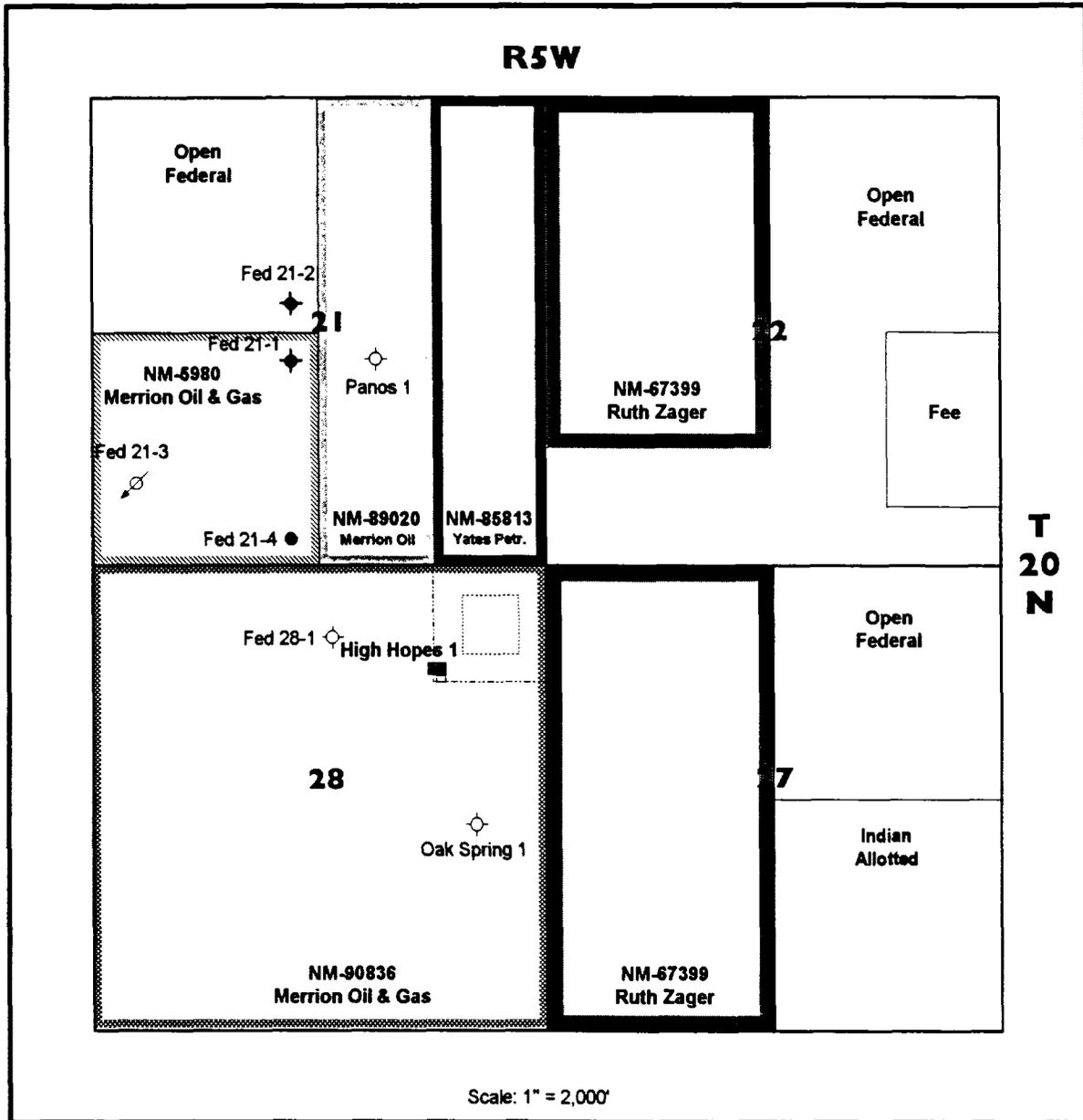


**Merrion Oil & Gas Corporation**  
*Lease Ownership Plat to Support Unorthodox Location*  
**Ojo Encino Field**  
 McKinley County, New Mexico



**Fact:** The High Hopes No. 1 will be drilled at an unorthodox location that is moving away from any offsetting lease and toward the interior of MOG's lease.

**Conclusion:** Correlative rights will be protected..

-  - Proposed High Hopes 1 Location  
1,220' fml & 1,300' fel NENE
-  - NM-90836; Merrion Oil & Gas
-  - NM-5980; Merrion Oil & Gas
-  - NM-85813; Yates Petroleum
-  - NM-89020; Merrion Oil & Gas
-  - NM-67399; Ruth Zager
-  - Orthodox Location Window
-  - 40 acre Proration Unit