

MERRION OIL & GAS CORPORATION

NORTHEAST HOSPAH NO. 1

Sec. 10, T18N, R8W
McKinley County, New Mexico

SLOPE TESTS

| | <u>Depth</u> | <u>Hole Deviation</u> |
|----|--------------|-----------------------|
| #1 | 255' | 3/4° |
| #2 | 755' | 2° |
| #3 | 1,260' | 2-1/4° |
| #4 | 1,760' | 3/4° |
| #5 | 2,260' | 3/4° |
| #6 | 2,755' | 1° |
| #7 | 3,065' | 2° |

State of New Mexico }
 } ss
County of San Juan }

I, George F. Sharpe, being first duly sworn, depose and state that the above and foregoing depth and hole deviation figures are true and correct to the best of my information and belief.

George F. Sharpe

Subscribed and sworn before me this 25th day of November, 1991.

Lesa L. Sullivan
Notary Public

My Commission Expires: August 7, 1994