

L & B Speed Drill, Inc.

P.O. BOX 70 • FARMINGTON, NEW MEXICO 87499-0070 • (505) 325-1079

March 16, 2000

MERRION OIL & GAS CORPORATION
610 REILLY AVE.
FARMINGTON, NM 87401

Re: Directional Survey
Well Morgan No. 7
1585' FSL & 1670' FEL
Sec. 31, T27N, R12W
San Juan County, NM



Below is the Directional Survey for your well Morgan No. 7.

120' 1/2°

600' 3/4°

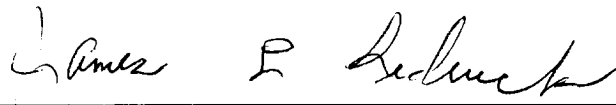
1100' 1/2°

1370' 3/4°

ACKNOWLEDGEMENT

STATE OF NEW MEXICO]
]
COUNTY OF SAN JUAN]

SIGNED & ACKNOWLEDGE BY:


JAMES L. LUDWICK, DRILLER

The foregoing instrument was acknowledge before me this 16th day of March 2000.


NOTARY PUBLIC

My commission expires: 10/23/2003