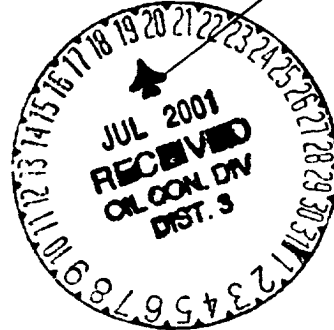


L & B Speed Drill, Inc.

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

DATE: 7/12/2001

TO: Merrion Oil & Gas Corporation
610 Reilly Ave..
Farmington, NM 87401



Re: Directional Survey
Well Knight Com #1
417' FSL & 860' FWL
17) - Sec. 36-T30N-R13W
San Juan County, NM

Below is the directional survey for your well Knight Com #1.

130' 1/2°

600' 1/2°

1100' 1°

1700' 3/4°

ACKNOWLEDGEMENT

STATE OF NEW MEXICO]

COUNTY OF SAN JUAN]

SIGNED & ACKNOWLEDGED BY:

James L. Ludwick
JAMES L. LUDWICK, PRESIDENT

The foregoing instrument was acknowledged before me this 12th day of July 2001

Notary Public
NOTARY PUBLIC

My commission expires: 10/23/03