

**L & B Speed Drill, Inc.**

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

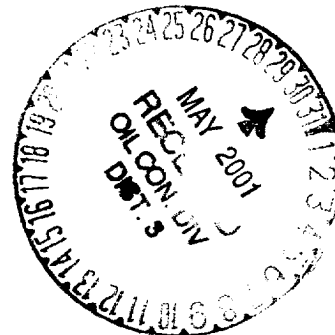
**DATE:** 5/23/2001

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

**Re: Directional Survey**  
Well Katy #2  
1199' FSL & 1263' FEL  
Sec. 26, T30N, R12W  
San Juan County, NM

**Below is the directional survey for your well** Katy #2

117' 1/2°  
600' 1/2°  
1100' 3/4°  
1600' 1/2°  
2028' 1/2°



**ACKNOWLEDGEMENT**

STATE OF NEW MEXICO ]  
COUNTY OF SAN JUAN ]

**SIGNED & ACKNOWLEDGED BY:**

Jane L. Lopez

The foregoing instrument was acknowledged before me this 23<sup>rd</sup> day of May 2001

Ester Hatch  
NOTARY PUBLIC

**My commission expires:**

10/23/2003