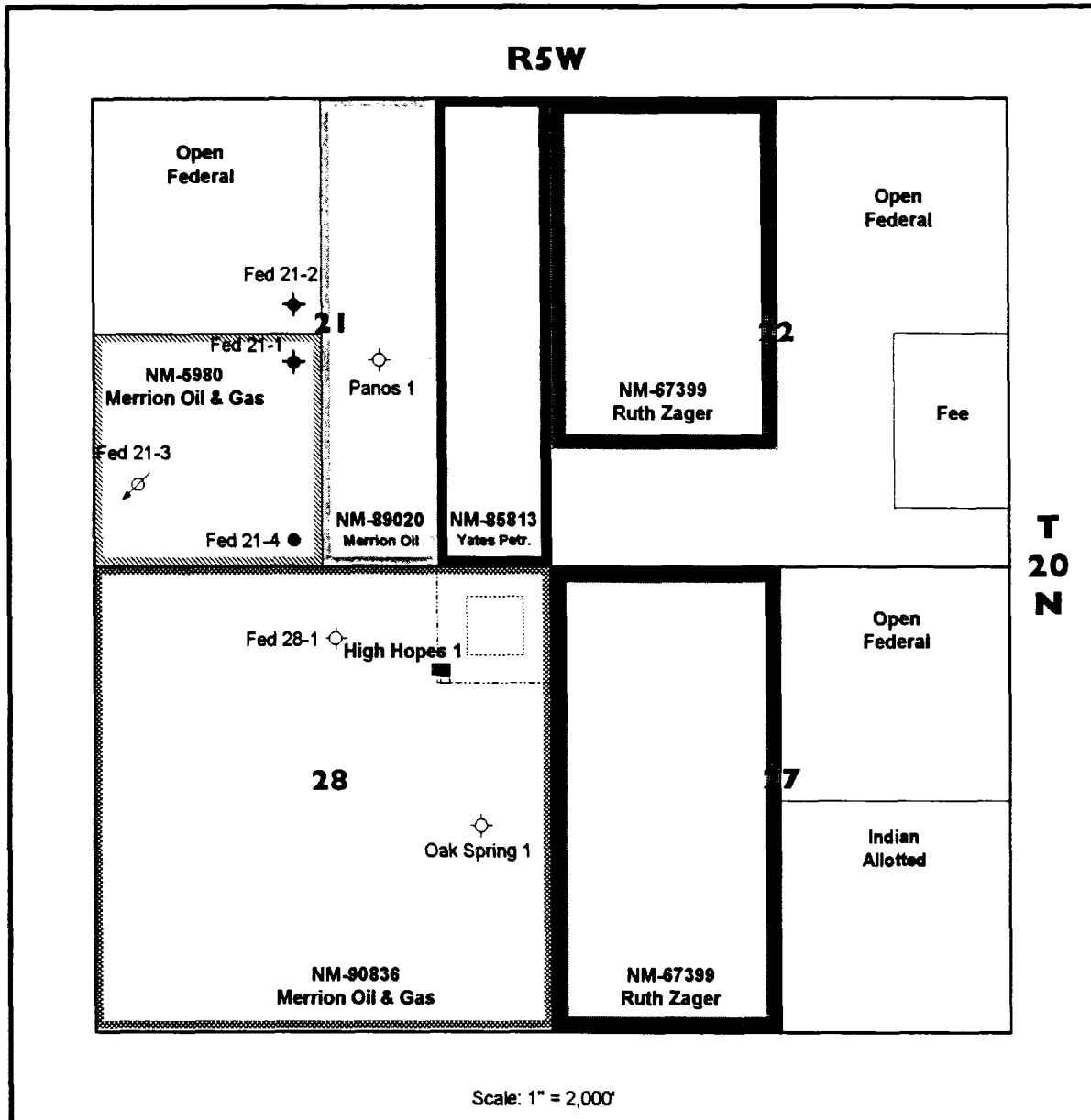


Merrion Oil & Gas Corporation
Lease Ownership Plat to Support Unorthodox Location
Ojo Encino Field
 McKinley County, New Mexico



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..

NMOCD Examiner Hearing
 August 12, 1993
 Application of Merrion Oil & Gas
 Case #10787
 Exhibit # 2

- Proposed High Hopes 1 Location 1,220' fnl & 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