

534
VIRGINIA:

BOOK 528 PAGE 584

BEFORE THE VIRGINIA GAS AND OIL BOARD

Instrument Prepared By
Va Gas & Oil Board
ENTERED

IN RE:

SUPPLEMENTAL ORDER REGARDING DOCKET NUMBER VGOB-01-0116-0862

ELECTIONS: UNIT C-16
(herein "Subject Drilling Unit")

REPORT OF BOARD

FINDINGS AND ORDER

This Supplemental Order is entered by the Board *sua sponte* in the form authorized by the Board at hearings held on February 15, 1994 and June 16, 1992; and this Supplemental Order is being recorded for the purpose of supplementing the Order previously in the captioned matter on April 13, 2001 which was recorded at Deed Book 522, Page 460 in the Office of the Clerk of the Circuit Court of Buchanan County, Virginia, on April 19, 2001, (herein "Board Order") and completing the record regarding elections.

Findings: The Board finds that:

The Board Order directed Consol Energy Inc. (herein "Designated Operator") to mail copies of the Board Order to all Respondents whose interests, if any, were pooled by the said Board Order;

The Designated Operator filed its affidavit of elections disclosing that it had mailed a true and correct copy of the Board's Order to all Respondents whose interests, if any, were pooled by said Board Order;

The Board Order required each Respondent whose interests, if any, were pooled by the terms of said Board Order to make an election within thirty (30) days after the date of mailing or recording, as applicable, of said Order; the affidavit of elections filed herein and annexed hereto as Exhibit A states: (i) whether each Respondent has made or failed to make a timely election; (ii) the nature of any election(s) made; and (iii) whether, by reason of a failure to elect or to timely elect one or more Respondents are deemed, under the terms of the Board's Order, to have leased all their rights, title, interests, estates and claims in Subject Drilling Unit to the Applicant;

That the affidavit of elections annexed hereto with the Exhibits submitted therewith identifies the Respondent(s) making a timely election, if any; identifies the Respondent(s), if any, who are deemed to have leased; identifies the conflicting interests and claims which require escrow; identifies the interests and claims, if any, requiring escrow under Virginia Code section 45.1-361.21.D.; and identifies the Respondents, if any, who may be dismissed by reason of having leased or entered into a voluntary agreement with the Applicant.

The affidavit of elections indicates that the escrow of funds is required with regard to Unit C-16;

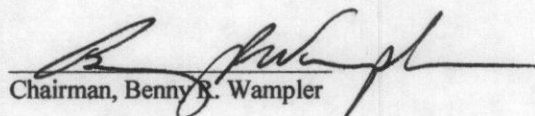
Order: By this Order, the Board orders the Designated Operator to tender, consistent with and in accordance with the findings set forth at paragraph 2. above and the annexed affidavit of elections with Exhibits thereto, any funds subject to escrow and instructs the Escrow Agent, First Union National Bank, Corporate Trust PA1328,123 Broad Street, Philadelphia, PA 19109-1199, Telephone: (215) 985-3485 or (800) 664-9359, Attn: Don Ballinghoff, or any successor named by the Board to establish interest bearing escrow account(s), IRS Tax Identification Number 54-1629506, in accordance with the information set forth in the affidavit of elections with Exhibits thereto, to receive funds and account to the Board therefor.

Mailing of Order and Filing of Affidavit: The Designated Operator under the captioned Order or shall file an affidavit with the Secretary of the Board within ten (10) days after the date of receipt of this Order stating that a true and correct copy of this Order was mailed to each Respondent whose interests or claims are subject to escrow and whose address is known within seven (7) days from the date of receipt of this Order.

Conclusion: Therefore, the findings and all terms and provisions set forth above be and hereby are granted and IT IS SO ORDERED.

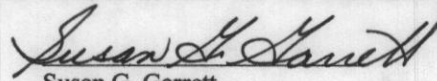
Effective Date: This Order shall be effective on the date of its execution.

DONE AND EXECUTED this 26th day of July, 2001, by a majority of the Virginia Gas and Oil Board.


Chairman, Benny R. Wampler

STATE OF VIRGINIA
COUNTY OF WISE

Acknowledged on this 26th day of July, 2001, personally before me a notary public in and for the Commonwealth of Virginia, appeared Benny R. Wampler, being duly sworn did depose and say that he is Chairman of the Virginia Gas and Oil Board, that he executed the same and was authorized to do so.


Susan G. Garrett
Notary

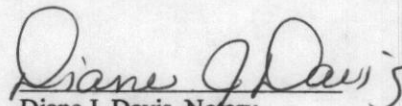
My commission expires: 7-27-02.

DONE AND PERFORMED THIS 2nd day of August, 2001, by Order of the Board.


B. R. Wilson
Director of the Division of Gas & Oil Board
and Principal Executive to the Board

STATE OF VIRGINIA
COUNTY OF WASHINGTON

Acknowledged on this 2nd day of August, 2001, personally before me a notary public in and for the Commonwealth of Virginia, appeared B. R. Wilson, being duly sworn did depose and say that he is Acting Principal Executive to the Staff, Virginia Gas and Oil Board, that he executed the same and was authorized to do so.


Diane J. Davis, Notary

My commission expires: 9/30/2001.

VIRGINIA:

Exhibit A

BEFORE THE VIRGINIA GAS AND OIL BOARD

IN RE:

Application of BUCHANAN PRODUCTION CO. for Forced Pooling of Interests in CBM Unit C-16
VGOB-01-0116-0862 in the North Grundy District of Buchanan County, Virginia

AFFIDAVIT OF Consol Energy Inc. (herein "Designated Operator") REGARDING ELECTIONS, ESCROW
AND SUPPLEMENTAL ORDER

Leslie K. Arrington, being first duly sworn on oath, deposes and says:

That your affiant is employed by Consol Energy Inc., as a Gas Engineer and is duly authorized to make this affidavit on behalf of the designated operator,

That the Order entered on April 13, 2001, by the Virginia Gas and Oil Board (hereinafter "Board") regarding the captioned CBM Unit required the Applicant to mail a true and correct copy of said Order to each person pooled by the Order;

That within seven (7) days of receipt of an executed copy of the Order referred to at paragraph 2. above, your affiant caused a true and correct copy of said Order to be mailed via the United States Postal Service to each Respondent named in the captioned Application, whose address was known, and to all persons, if any, who were added as Respondents at the hearing held in the captioned matter; that proof of such mailing has previously been tendered to the Division of Gas and Oil, the Office of the Gas and Oil Inspector, at Abingdon, Virginia;

That the Order of the Board in the captioned matter required all persons pooled thereby to tender their written elections to the Unit Operator within thirty (30) days of the date the Order was recorded in the county identified above; that said Order was recorded on April 19, 2001;

That the designated operator Consol Energy Inc. has established procedures to review all mail received and all written documents received other than by mail to ascertain whether parties whose interests have been pooled have made a written election, in a timely fashion, as required by the captioned Order; that said procedures were followed to identify the elections, if any, made with regard to the Subject Unit; that the following persons delivered, by mail or otherwise, written elections the Unit Operator, within the thirty day elections period:

None.

That Respondents identified in Exhibit B-3 hereto are, having failed to make any election, deemed to have leased their coalbed methane rights, interests and claims to Applicant, all as provided in the Board's Order of April 13, 2001;

See Attached Exhibit B-3

That the rights, interests and claims of the following persons are subject to escrow under the Board's Order pooling the captioned Unit, Board Regulations and the Code of Virginia:

None

That after the pooling hearing held in the captioned matter, the following persons have leased or entered into a voluntary agreement with the Designated Operator:

See Attached Exhibit B-2

that to the extent any of said persons listed in Exhibit B-2 have rights, interests and claims which are not subject to escrow, they should be dismissed as respondents; the Operator requests that the following persons be dismissed as Respondents:

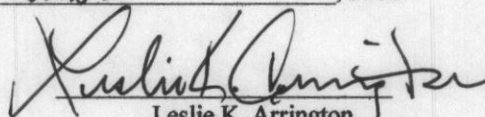
Leon Yates, Deborah B. Ogle and John R. Lark

That the persons identified in Exhibit EE attached hereto have entered into royalty split agreements that allow the Applicant/Designated Operator to pay them directly without the need to escrow funds which would otherwise be in conflict.

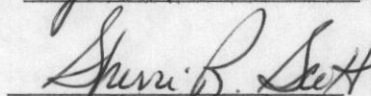
None

That pursuant to the provisions of VAC 25-160-70.A.10. and C. and VAC 25-160-80 the annexed supplemental order sets forth the interests and claims that require escrow of funds pursuant to Virginia Code sections 45.1-361.21.D. and 45.1-361.22.A.3. and 4.

Dated at Tazewell, Virginia, this 27th day of June, 2001.


Leslie K. Arrington

Taken, subscribed and sworn to before me by Leslie K. Arrington as Gas Engineer of Consol Energy Inc., on behalf of the corporate Designated Operator, this 27th day of June, 2001.


Notary

My commission expires: 11/30/01.

PROPERTY LINES SHOWN WERE TAKEN FROM MAPS
PROVIDED BY CONSOL Inc. AND WERE NOT SURVEYED.

BOOK 528 PAGE 588

N 363,664.09
E 975,379.93

N 363,733.22
E 973,517.58

80 ACRE UNIT

4

3

6

5

1A

2

1B

CBM-C16-117

N 361,863.96
E 973,447.57

N 361,794.76
E 975,310.07

EXHIBIT A
OAKWOOD FIELD UNIT C-16
FORCE POOLING
VGOB-01-0116-0862

Company CONSOL Energy Inc. Well Name and Number UNIT C16
Tract No. Elevation Quadrangle Grundy
County Buchanan District North Grundy Scale: 1" = 400' Date 12/13/00
This plat is a new plat X ; an updated plat ; or a final plat

Form DGD-GD-7
Rev. 9/91

Claude D. Morgan
Licensed Professional Engineer or Licensed Land Surveyor

(Affix Seal)

CONSOL ENERGY INC.
UNIT C16
Tract Identifications

1. Yukon Pocahontas, et al. Tr. 80 - Coal, Oil & Gas
Coal Lessee
Island Creek Coal Company - Below Drainage Coal Leased
Buchanan Production Company - CBM Leased
27.98 acres 34.9750 %
- 1A. Keaster Dawson - Surface
- 1B. Jewell Coal & Coke Company - Surface
2. Earl W. Yates, et al. (Heirs of Louisa B. Yates) - Coal, Oil & Gas
Coal Lessee
Island Creek Coal Company - Below Drainage Coal Leased
Jewell Smokeless Coal Corp. - Tiller and Above Coal Leased
Buchanan Production Company - Oil & Gas and CBM Leased (19/32)
Gary Dean Baldwin - Surface (50%)
Mekesha Lee Baldwin - Surface (50%)
3.30 acres 4.1250 %
3. Yukon-Pocahontas, et al. Tr. 118 - Coal, Oil & Gas
Coal Lessee
Island Creek Coal Company - Below Drainage Coal Leased
Jewell Smokeless Coal Corp. - Above Drainage Coal Leased
Buchanan Production Company - CBM Leased
1.22 acres 1.5250 %
4. Inez Wiegand - Fee
Coal Lessee
Island Creek Coal Company - Tiller and Below Coal Leased
0.43 acres 0.5375 %
5. Shortridge Heirs - Coal, Oil & Gas
Coal Lessee
Island Creek Coal Company - Below Drainage Coal Leased
Jewell Smokeless Coal Corp. - Widow Kennedy Seam Leased
37.70 acres 47.1250 %
6. Dawnedra Fowler Williams, et al. - Coal, Oil & Gas
Coal Lessee
Island Creek Coal Company - Below Drainage Coal Leased
Jewell Smokeless Coal Company - Above Drainage Coal Leased
Buchanan Production Company - CBM Leased (50 %)
9.37 acres 11.7125 %

Exhibit B-2
UNIT C-16
Docket # VGOB-01-0116-0862
List of Respondents to be Dismissed

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		Acres in Unit	Percent of Unit	Interest in 10 East - 55.15%
I. COAL FEE OWNERSHIP				
<u>Tract #2, 3.30 acres</u>				
(1)	Earl W. Yates, et al. Heirs of Richard & Louise B. Yates	3.30 acres	4.1250%	2.275%
(a)	Leon Yates c/o Cathy Bailey 7 Oak Lane Bluefield, WV 24701	0.41 1/8 of 3.30 acres	0.5156%	0.284%
(b)	Deborah B. Ogle 3000 Skippers Ridge Powhatan, VA 23139	0.03 1/128 of 3.30 acres	0.0322%	0.018%
(dd)	John R. Lark 1415 Hollyhock Circle Apopka, FL 32703	0.41 1/8 of 3.30 acres	0.5156%	0.284%
II. OIL & GAS FEE OWNERSHIP				
<u>Tract #2, 3.30 acres</u>				
(1)	Earl W. Yates, et al. Heirs of Richard & Louise B. Yates	3.30 acres	4.1250%	2.275%
(a)	Leon Yates c/o Cathy Bailey 7 Oak Lane Bluefield, WV 24701	0.41 1/8 of 3.30 acres	0.5156%	0.284%
(b)	Deborah B. Ogle 3000 Skippers Ridge Powhatan, VA 23139	0.03 1/128 of 3.30 acres	0.0322%	0.018%
(dd)	John R. Lark 1415 Hollyhock Circle Apopka, FL 32703	0.41 1/8 of 3.30 acres	0.5156%	0.284%

Exhibit B-3
UNIT C-16
Docket # VGOB-01-0116-0862
List of Unleased Owners/Claimants

BOOK 528 PAGE 591

		Acres in Unit	Percent of Unit	Interest in 10 East - 55.15%
I. COAL FEE OWNERSHIP				
<u>Tract #2, 3.30 acres</u>				
(1)	Earl W. Yates, et al. Heirs of Richard & Louise B. Yates	3.30 acres	4.1250%	2.275%
(c)	Thomas L. Belcher 2212 Kirby Road Richmond, VA 23224	0.03 1/128 of 3.30 acres	0.0322%	0.018%
(d)	Gregory S. Belcher Rt.1 Box 289 Cumberland, VA 23040	0.03 1/128 of 3.30 acres	0.0322%	0.018%
(e)	Christine B. Hooper 1000 Newbys Bridge Road Chesterfield, VA 23832	0.03 1/128 of 3.30 acres	0.0322%	0.018%
(bb)	Craig A. Horn 901 Paul Drive Beaufort, SC 29902	0.03 1/120 of 3.30 acres	0.0344%	0.019%
(cc)	Anna Marie S. Tressner P.O. Box 324 Boones Mill, VA 24065	0.03 1/120 of 3.30 acres	0.0344%	0.019%
<u>Tract #4, 0.43 acres</u>				
(1)	Inez Wiegand 124 Leslie Drive Hubert, NC 28539	0.43 acres	0.5375%	0.296%
<u>Tract #5, 37.70 acres</u>				
(1)	Shortridge Heirs Mark S. Goff, Agent P.O. Box 282 Grundy, VA 24614	37.70 acres	47.1250%	25.989%
<u>Tract #6, 9.37 acres</u>				
(1)	Dawneda Fowler Williams et al.	9.37 acres	11.7125%	6.459%
(a)	Dawneda Fowler P.O. Box 548 Wise, VA 24293	2.34 1/4 of 3.30 acres	2.9281%	1.615%
(b)	Pamela Fowler 3133 Lake Ellen Drive Tampa, FL 33618	2.34 1/4 of 3.30 acres	2.9281%	1.615%

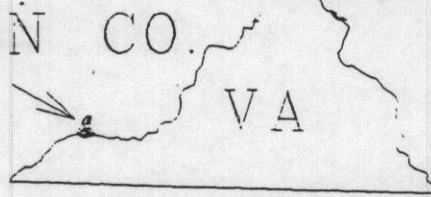
Exhibit B-3
UNIT C-16
Docket # VGOB-01-0116-0862
List of Unleased Owners/Claimants

BOOK 528 PAGE 592

	Acres in Unit	Percent of Unit	Interest in 10 East - 55.15%
II. OIL & GAS FEE OWNERSHIP			
<u>Tract #2, 3.30 acres</u>			
(1) Earl W. Yates, et al. Heirs of Richard & Louise B. Yates	3.30 acres	4.1250%	2.275%
(c) Thomas L. Belcher 2212 Kirby Road Richmond, VA 23224	0.03 1/128 of 3.30 acres	0.0322%	0.018%
(d) Gregory S. Belcher Rt. 1 Box 289 Cumberland, VA 23040	0.03 1/128 of 3.30 acres	0.0322%	0.018%
(e) Christine B. Hooper 1000 Newbys Bridge Road Chesterfield, VA 23832	0.03 1/128 of 3.30 acres	0.0322%	0.018%
(bb) Craig A. Horn 901 Paul Drive Beaufort, SC 29902	0.03 1/120 of 3.30 acres	0.0344%	0.019%
(cc) Anna Marie S. Tressner P.O. Box 324 Boones Mill, VA 24065	0.03 1/120 of 3.30 acres	0.0344%	0.019%
<u>Tract #4, 0.43 acres</u>			
(1) Inez Wiegand 124 Leslie Drive Hubert, NC 28539	0.43 acres	0.5375%	0.296%
<u>Tract #5, 37.70 acres</u>			
(1) Shortridge Heirs Mark S. Goff, Agent P.O. Box 282 Grundy, VA 24614	37.70 acres	47.1250%	25.989%
<u>Tract #6, 9.37 acres</u>			
(1) Dawneda Fowler Williams et al.	9.37 acres	11.7125%	6.459%
(a) Dawneda Fowler P.O. Box 548 Wise, VA 24293	2.34 1/4 of 3.30 acres	2.9281%	1.615%
(b) Pamela Fowler 3133 Lake Ellen Drive Tampa, FL 33618	2.34 1/4 of 3.30 acres	2.9281%	1.615%

BUCHANAN CO.

VA

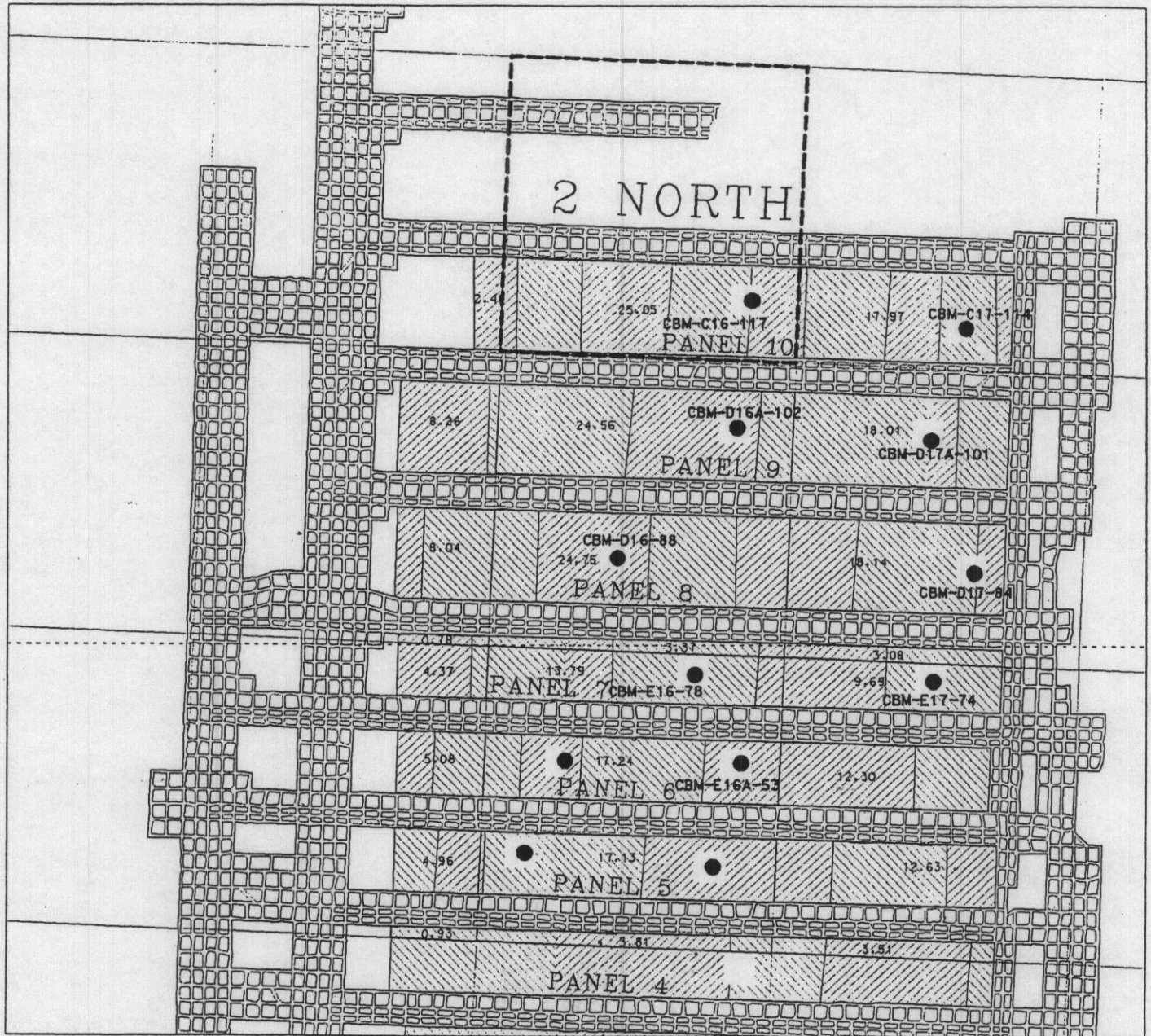


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VIRGINIA GAS AND OIL BOARD

VIRGINIA: In the Clerk's Office of the Circuit Court of Buchanan County. The foregoing instrument was this day presented in the office aforesaid and is, together with the certificate of acknowledgment annexed, admitted to record this 11 day of August, 2001 M.
Deed Book No. 528 and Page No. 5840
Returned this date to: Sharon Davis

TESTE: James M. Bevins, Jr., Clerk
TESTE: Shirley S. Viller, Deputy Clerk