

Instrument property only

VIRGINIA GAS AND OIL BOARD

Order recorded under:

**CODE OF VIRGINIA
§ 45.1-361.26**

BEFORE THE VIRGINIA GAS AND OIL BOARD

RELIEF

SOUGHT: An Order for Disbursement of Escrowed Funds ☐
(and Authorization for Direct Payment of Royalties)

JURISDICTION:

Code of Virginia § 45.1-351. (et seq) AND § 45.1-361.22 (et seq)

UNIT/WELL NAME: VC-504637

TRACT(S): 1, 4, 6

LOCATION: DICKENSON County, Virginia

TAX ID NUMBERS:

Tax Map Identification Numbers for all parcels affected by this order are shown on: Exhibit B

DOCKET NUMBER:

VGOB-01-1016-0968-05

APPLICANTS:

EQT Production Company on behalf of John Greever Revocable Trust of 2003, Michael and Wendy Greene, Ollie Smith, Ralph & Jimmie Stanley, William Sturgill, Executor of Estate of Carol Phipps Buchanan

HEARING DATE AND LOCATION:

Russell County Government Center, Lebanon, Virginia ☐
May 20, 2014 and June 17, 2014

APPEARANCES:

James Kaiser on behalf of EQT Production Company

PRIOR PROCEEDINGS:

1. Original Pooling Order Executed 11/19/2001, Recorded on 11/29/2001, Deed Book/Instrument No. 370, Page 554.
2. Supplemental Order Executed 03/01/2002, Recorded on 03/08/2002, Deed Book/Instrument No. 373, Page 461.
3. Disbursement Order -01 Executed 10/18/2007, Recorded on 11/01/2007, Deed Book/Instrument No. 444, Page 781.

NOTICE:

The Unit Operator gave notice to the Applicants that the Board would consider its disbursement petition at the May 20, 2014 hearing and was continued to June 17, 2014 where the Board considered whether to:

- (1) Amend the Pooling Order to provide for the disbursement of funds on deposit in the Escrow Account attributable to Tract(s) 1, 4, 6 identified in the attached petition.
- (2) Delete the requirement that the Unit Operator place future royalties attributable to Tract(s) 1, 4, 6 relative to the interests of the Applicants identified in the attached petition.
- (3) Close the escrow account under this docket number.

FINDINGS: Code of Virginia § 45.1-361.22

Applicant has certified and represented to the Board that:

Range Resources-Pine Mountain was a conflicting claimant with regards to Tracts 1, 4 and 6 as created by Board Order VGOB 01/10/16-0968. To resolve this conflict, a letter dated January 14, 2014, signed by Phil Horn, Land Manager for Range Resources-Pine Mountain, Inc. is attached hereto.

RELIEF GRANTED:

Appeals of this Order are governed by the provisions of the Code of Virginia § 45.1-361.9 which provides that any order or decision of the Board may be appealed to the appropriate circuit court and that whenever a coal owner, coal operator, gas owner, gas operator, or operator of a gas storage field certificated by the State Corporation Commission is a party in such action, the court shall hear such appeal de novo.

DONE AND EXECUTED this 2 day of July, 2014 by a majority of the Virginia Gas and Oil Board.

Bradley C. Lambert

Chairman, Bradley C. Lambert

COMMONWEALTH OF VIRGINIA
COUNTY OF RUSSELL

Acknowledged on this 2nd day of July, 2014, personally before me a notary public in and for the Commonwealth of Virginia, appeared Bradley C. Lambert, being duly sworn did depose and say that he is the Chairman of the Virginia Gas and Oil Board, that he executed the same and was authorized to do so.

Sarah Jessee Gilmer
Sarah Jessee Gilmer, Notary Public
262946



My Commission expires: July 31, 2017

DONE AND PERFORMED this 7 day of July, 2014 by Order of the Virginia Gas and Oil Board.

Rick Cooper

Rick Cooper
Principal Executive to the
staff, Virginia Gas and Oil Board

COMMONWEALTH OF VIRGINIA
COUNTY OF RUSSELL

Acknowledged on this 7th day of July, 2014, personally before me a notary public in and for the Commonwealth of Virginia, appeared Rick Cooper, being duly sworn did depose and say that he is the Principal Executive to the staff of the Virginia Gas and Oil Board, that he executed the same and was authorized to do so.

Sarah Jessee Gilmer
Sarah Jessee Gilmer, Notary Public
262946



My Commission expires: July 31, 2017

BEFORE THE VIRGINIA GAS AND OIL BOARD

PETITIONER: EQT Production Company

DIVISION OF GAS AND OIL

DOCKET NO: VGOB 01-1016-0968-05

RELIEF SOUGHT: (1) DISBURSEMENT FROM
ESCROW REGARDING TRACT(S) 1, 4, 6
(2) AND AUTHORIZATION FOR DIRECT
PAYMENT OF ROYALTIES

HEARING DATE: March 18, 2014

DRILLING UNIT: VC-504637

DICKENSON COUNTY, VIRGINIA

PETITION FOR ORDER OF DISBURSEMENT OF ESCROW FUNDS

1. Petitioner and its counsel

Petitioner is EQT Production Company, 225 North Shore Drive, Pittsburgh, PA 15212, (412)553-5700. Petitioner's counsel is James Kaiser, Wilhoit and Kaiser Law Firm, 220 Broad Street, Suite 210, Kingsport, TN 37660 .

2. Relief Sought

Petition for the disbursement of funds and authorization for direct payment on behalf of the known owners on Tracts 1, 2, 3, 4, and 6 in Well VC-504637. VGOB 01/10/16-0968

3. Legal Authority

Va. Code Ann. § 45.1-361.1 et seq., 4 VAC 25-160-140., and relevant Virginia Gas and Oil Board Orders ("Board") heretofore promulgated pursuant to law.

4. Type of Well(s)

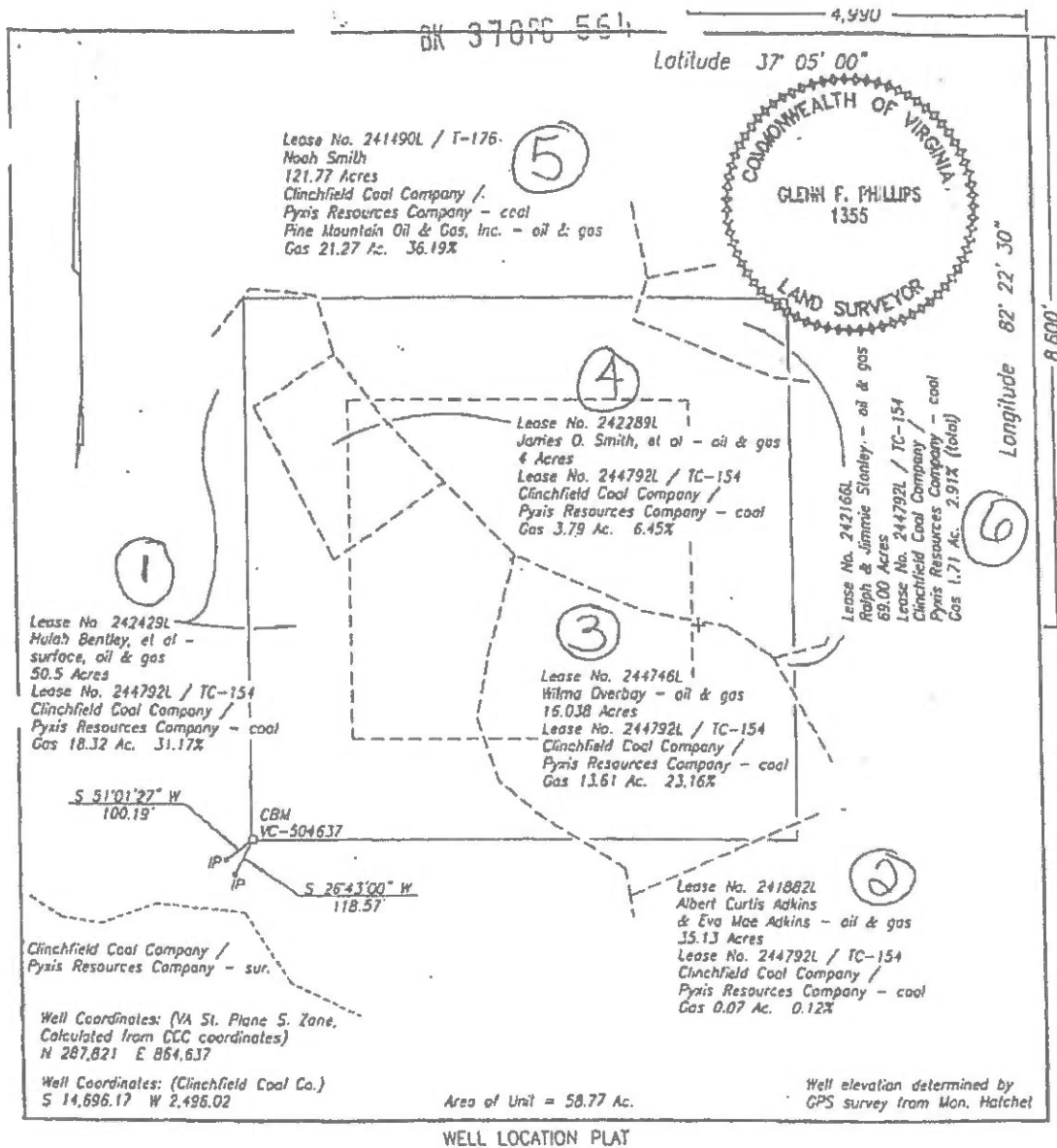
Coalbed Methane

5. Factual basis for relief requested

Range Resources-Pine Mountain was a conflicting claimant with regards to Tracts 1, 4 and 6 as created by Board Order VGOB 01/10/16-0968. To resolve this conflict, a letter dated January 14, 2014, signed by Phil Horn, Land Manager for Range Resources-Pine Mountain, Inc. is attached hereto.

6. Attestation

The foregoing Petition to the best of my knowledge, information, and belief is true and correct.



COMPANY Equitable Production Company WELL NAME AND NUMBER VC-504637
TRACT NO. Is. No. 242429L ELEVATION 2362.41 QUADRANGLE Caney Ridge
COUNTY Dickenson DISTRICT Kenady SCALE 1" = 400' DATE 6-12-2001
This Plat is a new plat X; an updated plat ; or a final location plat
+ Denotes the location of a well on United States topographic Maps, scale 1 to
24,000, latitude and longitude lines being represented by border lines as shown.

Glenn F. Phillips
Licensed Professional Engineer or Licensed Land Surveyor

Form DGO-GO-7

Addendum Plat for Well VC-504637

1. Lease No. 242429L
Hulah Bentley, et al – surface, oil & gas
50.5 Acres
Lease No. 244782L / TC-154
Range Resources-Pine Mountain, Inc. - coal
c/o Jerry Grantham
PO Box 2136
Abingdon, VA 24212
Gas 18.32 Ac. 31.17%
2. Lease No. 241882L / TC-154
Eva Mae Adkins – oil & gas
35.13 Acres
Lease No. 244792L / TC-154
Range Resources-Pine Mountain, Inc. – coal
c/o Jerry Grantham
PO Box 2136
Abingdon, VA 24212
Gas 0.07 Ac. 0.12%
 - By Court Order dated September 4, 2013
Eva Mae Adkins- oil, gas & CBM
P.O. Box 1966
Coeburn, VA 24230-1966
3. Lease No. 244764L
Wilma Overbay – oil & gas
16.038 Acres
Lease No. 244792L / TC-154
Range Resources-Pine Mountain, Inc. – coal
c/o Jerry Grantham
PO Box 2136
Abingdon, VA 24212
Gas 13.61 Ac. 23.16%
4. Lease No. 242289L
James O Smith, et al – oil & gas
4 Acres
Lease No. 244792L / TC-154
Range Resources-Pine Mountain, Inc. – coal
c/o Jerry Grantham
PO Box 2136
Abingdon, VA 24212
Gas 3.79 Ac. 6.45%

5. Lease No. 241490L / T-176
Noah Smith
121.77 Acres
Range Resources-Pine Mountain, Inc. – coal, oil & gas
c/o Jerry Grantham
PO Box 2136
Abingdon, VA 21212
Gas 21.27 Ac. 36.19%
6. Lease No. 242166L
Ralph & Jimmie Stanley – oil & gas
69.00 Acres
Lease No. 244792L / TC-154
Range Resources-Pine Mountain, Inc. – coal
c/o Jerry Grantham
PO Box 2136
Abingdon, VA 24212
Gas 1.71 Ac. 2.91% (total)

EXHIBIT "B"
VC-504637
VGOB 01/10/16-0968
Revised 3/31/2014

<u>Gas Estate</u>				
<u>TRACT</u>	<u>LESSOR</u>	<u>LEASE STATUS</u>	<u>INTEREST WITHIN UNIT</u>	<u>GROSS ACREAGE IN UNIT</u>
1 Minerals Only	John Greever Revocable Trust of 2003** 4540 8th Avenue NE Unit 1501 Seattle, WA 98105-1700	Leased-EPC 242429L01	23.37750000%	13.7400
	William J Sturgill *** Executor of the Estate of Carol Phipps Bt PO Box 770 Norton, VA 24273	Leased-EPC 242429L02	7.79250000%	4.5800
Tract 1 Totals			31.17000000%	18.3200
2 Tax ID 4145	Eva Mae Adkins PO Box 1966 Coeburn, VA 24230	Leased-EPC 241882L	0.12000000%	0.0700
Tract 2 Totals			0.12000000%	0.0700
3 Tax ID 5372	Charles Gose Dickenson, Jr PO Box 691 Castlewood, VA 24224	Leased-EPC 244746L	23.16000000%	13.6100
Tract 3 Totals			23.16000000%	13.6100
4 Tract ID 2333	Clara R. Smith -Executrix of Estate of estate of James Olive Smith 241 Springbeauty Street NW Roanoke, VA 24012	Leased-EPC 242289L03	1.07500000%	0.6317
	Margaret Peacock, Widow 2410 South 300 East Anderson, IN 46011	Leased-EPC 242289L05	1.07500000%	0.6317
	Ollie J. Smith 2808 East Lyn Street Apt 4 Anderson, IN 46016	Leased-EPC 242289L01	1.07500000%	0.6317
	William and Barbara Smith, H/W 2034 Chelsea Lane Traverse City, MI 49684	Leased-EPC 242289L02	1.07500000%	0.6317
	Wilda Ann Smith 1194 Stonewood Court San Pedro, CA 90731	Leased-EPC 242289L04	1.07500000%	0.6316

Michael Greene
and Wendy Green, H/W
1204 Foxfire Drive
Greensboro, NC 27410

Unleased 1.07500000% 0.6316

Tract 4 Totals 6.45000000% 3.7900

5 Tax ID 20772	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Leased-EPC 241490L T-176	36.19000000%	21.2700
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Tract 5 Totals 36.19000000% 21.2700

6 Minerals Only	Ralph & Jimmie Stanley Route H CO 5 Box 576 Coeburn, VA 24230	Leased-EPC 242166L	2.91000000%	1.7100
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Tract 6 Totals 2.91000000% 1.7100

Total Gas Estate 100.00000000% 58.7700

Coal Estate

1 Tax ID 11780	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Leased-EPC 244792L TC-154	31.17000000%	18.3200
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Tract 1 Totals 31.17000000% 18.3200

2 Tax ID 11780	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Leased-EPC 244792L TC-154	0.12000000%	0.0700
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Tract 2 Totals 0.12000000% 0.0700

3 Tax ID 11780	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Leased-EPC 244792L TC-154	23.16000000%	13.6100
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Tract 3 Totals 23.16000000% 13.6100

4 Tax ID 11780	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Leased-EPC 244792L TC-154	6.45000000%	3.7900
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Tract 4 Totals 6.45000000% 3.7900

5 Tax ID 20772	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham	Leased-EPC T-176	36.19000000%	21.2700
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PO Box 2136
Abingdon, VA 24212

Tract 5 Totals		36.19000000%	21.2700
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6	Range Resources-Pine Mountain, Inc*	Leased-EPC	2.91000000%	1.7100
Tax ID 11780	Attn: Jerry Grantham	244792L		
	PO Box 2136	TC-154		
	Abingdon, VA 24212			

Tract 6 Totals		2.91000000%	1.7100
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Total Coal Estate		100.00000000%	58.7700
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*Formerly:
Pine Mountain Oil & Gas, Inc.
Attn: Richard Brillhart
PO Box 2136
Abingdon, VA 24212

** See deed dated 11/15/2012 wherein all interest is to be paid to John Greever
Revocable Trust and confirmation e-mail dated 2/27/2014
Formerly:
Hulah Bentley, Single
13840 N. Desert Harbor Dr. Apt 131
Peoria, AZ 85381-3501

John Greever
and Margaret Greever, H/W
PO Box 413
Orcas, WA 98280

*** Formerly:
Jean Lui Phipps
PO Box 1006
Wise, VA 24293

See Attached Summary of Changes for additional information

DB 518 PG284

EXHIBIT E
VC-504637
VGOB 01/10/16-0968
Revised 3/31/2014

Not applicable

EXHIBIT EE
VC-504637
VGOB 01/10/16-0968
Revised 3/31/2014

<u>Gas Estate</u>					
<u>TRACT</u>	<u>LESSOR</u>	<u>LEASE STATUS</u>	<u>INTEREST WITHIN UNIT</u>	<u>GROSS ACREAGE IN UNIT</u>	
<u>Disbursement -02</u>					
	<u>Gas Estate</u>				
4	Clara R. Smith -Executrix of Estate of estate of James Olive Smith 241 Springbeauty Street NW Roanoke, VA 24012	Leased-EPC 242289L03	0.80625000%	0.4738	75%
	Margaret Peacock, Widow 2410 South 300 East Anderson, IN 46011	Leased-EPC 242289L05	0.80625000%	0.4738	75%
	William and Barbara Smith, H/W 2034 Chelsea Lane Traverse City, MI 49684	Leased-EPC 242289L02	0.80625000%	0.4738	75%
	Wilda Ann Smith 1194 Stonewood Court San Pedro, CA 90731	Leased-EPC 242289L04	0.80625000%	0.4738	75%
	<u>Coal Estate</u>				
4	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Leased-EPC 244792L TC-154	1.07500000%	0.6317	25%
	Total Subsequent to 75/25 Split		4.30000000%	2.5269	
<u>Disbursement -03</u>					
	<u>Gas Estate</u>				
3	Charles Gose Dickenson, Jr PO Box 691 Castlewood, VA 24224	Leased-EPC 244746L	17.37000000%	10.2075	75%
	<u>Coal Estate</u>				
	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Leased-EPC 244792L TC-154	5.79000000%	3.4025	25%
	Total Subsequent to 75/25 Split		23.16000000%	13.6100	

Current Disbursement -04

2	Eva Mae Adkins PO Box 1966 Coeburn, VA 24230	Leased-EPC 241882L	0.12000000%	0.0700	100%
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Total Subsequent to Order	0.12000000%	0.0700
Reconciliation Amount through 09/13/2013		

*Formerly:
Pine Mountain Oil & Gas, Inc.
Attn: Richard Brillhart
PO Box 2136
Abingdon, VA 24212

Current Disbursement -05

1	John Greever Revocable Trust of 2003** Minerals Only 4540 8th Avenue NE Unit 1501 Seattle, WA 98105-1700	Leased-EPC 242429L01	23.37750000%	13.7400	100%
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William J Sturgill *** Executor of the Estate of Carol Phipps Bucha PO Box 770 Norton, VA 24273	Leased-EPC 242429L02	7.79250000%	4.5800	100%
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Tract 1 Totals	31.17000000%	18.3200
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4	Ollie J. Smith 2808 East Lyn Street Apt 4 Anderson, IN 46016	Leased-EPC 242289L01	1.07500000%	0.6317	100%
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Michael Greene and Wendy Green, H/W 1204 Foxfire Drive Greensboro, NC 27410	Unleased	1.07500000%	0.6316	100%
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Tract 4 Totals	2.15000000%	1.2633
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6	Ralph & Jimmie Stanley Minerals Only Route H CO 5 Box 576 Coeburn, VA 24230	Leased-EPC 242166L	2.91000000%	1.7100	100%
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Tract 6 Totals	2.91000000%	1.7100
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Total Acreage Disbursed -05	36.23000000%	21.2933
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January 14, 2014



RANGE RESOURCES®

EQT Production Company
P.O. Box 23536
Pittsburgh, PA 15222

ATTENTION: Kristie Rudick

Re: **Permanent Release of CBM Royalty**
11 Wells as shown on Exhibit A
Dickenson and Russell Counties, Virginia

Dear Kristie:

As you are aware, EQT Production Company ("EQT") has drilled the coalbed methane gas wells which are identified on the attached Exhibit A either under pooling orders from the Virginia Gas and Oil Board ("Board") or as voluntary drilling units. For these wells, we are listed as having conflicting claims with the gas owners.

EQT, as operator of these units, has placed or will place all royalty proceeds attributable to the conflicting claims as it relates to CBM ownership into an escrow or suspense account. In order to allow release of the royalty proceeds, RRPM hereby waives any claims to past or to future royalties attributable to the CBM ownership for the portion of the tract included in the well units identified on the attached Exhibit A.

RRPM is requesting EQT to initiate distribution directly to the gas owners of all current royalties, as well as all future royalties, attributable to their interests in these wells.

If you have any questions, please do not hesitate to call me at 276-619-2583.

Sincerely,

RANGE RESOURCES-PINE MOUNTAIN, INC.

Phil Horn
Land Manager

Enclosures

cc: Debbie Louthian, RRPM
George Heflin, EQT
Rita Barrett, EQT

EXHIBIT A

WELL NUMBER	TRACT TO RELEASE	TRACT NAME
VC-501853	T2-177	H. & E. L. KISER
VC-501853	TC-214	ELIHU L. KISER
VC-502832	T2-177	H. & E. L. KISER
VC-502832	TC-214	ELIHU L. KISER
VC-504637	TC-154	NOAH SMITH
VC-505241	TC-153	WILSON ROSE JR
VC-536070	T2-177	H. & E. L. KISER
VC-536070	TC-214	ELIHU L. KISER
VC-702846	TC-226	J.B. COMPTON
VC-702966	TC-219	J.H. POWERS
VC-703324	TC-154	NOAH SMITH
VC-703324	TC-177	ELEXIUS SMITH
VC-703655	TC-219	J.H. POWERS
VC-703655	TC-220	Z.T. SUTHERLAND
VC-703655	TC-221	Z.T. SUTHERLAND
VC-704511	TC-177	ELEXIUS SMITH
VC-503042	TC-177	ELEXIUS SMITH

INSTRUMENT #140000837
 RECORDED IN THE CLERK'S OFFICE OF
 DICKENSON ON
 JULY 17, 2014 AT 01:42PM

RICHARD W. EDWARDS, CLERK
 RECORDED BY: CJB