



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) AND § 45.1-361.22:2

UNIT/WELL NAME: 504659

TRACT(S): 010

LOCATION: DICKENSON County, Virginia

TAX ID NUMBERS: Tax Map Identification Numbers for all parcels affected by this order are shown on: Exhibit E - Exhibit EE

DOCKET NUMBER: VGOB-02-0521-1030-03

APPLICANTS: EnerVest Operating, LLC on behalf of EnerVest Operating LLC

HEARING DATE AND LOCATION: Russell County Government Center, Lebanon, Virginia
May 16, 2017

APPEARANCES: Tim Scott on behalf of EnerVest Operating, LLC

PRIOR PROCEEDINGS:

1. Original Pooling Order Executed 06/14/2002, Recorded on 06/24/2002, Deed Book/Instrument No. 376, Page 550.
2. Supplemental Order Executed 09/06/2002, Recorded on 09/20/2002, Deed Book/Instrument No. 379, Page 255.
3. Disbursement Order -01 Executed 06/13/2013, Recorded on 07/08/2013, Deed Book/Instrument No. 508, Page 737.
4. Disbursement Order -02 Executed 08/11/2016, Recorded on 08/24/2016, Deed Book/Instrument No. 539, Page 211.

NOTICE:

The Unit Operator gave notice to the Applicants that the Board would consider its disbursement petition at the May 16, 2017 hearing and 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) 010 identified in the attached petition.
- (2) Delete the requirement that the Unit Operator place future royalties attributable to Tract(s) 010 relative to the interests of the Applicants identified in the attached petition.
- (3) Continue the escrow account under this docket number.

FINDINGS: Code of Virginia § 45.1-361.22 AND § 45.1-361.22:2

Applicant has certified and represented to the Board that:

Petition to disburse funds from the escrow account for well VC-504659 to all known owners in Tract 10, VGOB 02-0521-1030

1. The Escrow Agent is ordered, to within ten (10) days of receipt of this executed order, disburse funds for the unit and applicants detailed in Table 1.
2. The Escrow Agent is ordered to continue the Escrow Account for the Subject Drilling unit based on the attached Revised Exhibit E which replaces all prior Exhibit E's recorded for the Subject Drilling Unit.

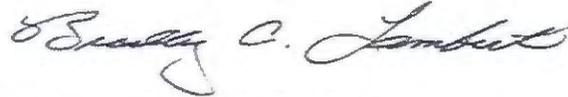
CONCLUSION:

Therefore, the requested relief and all terms and provisions set forth above be and hereby are granted and IT IS SO ORDERED.

APPEALS:

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 17 day of May, 2017 by a majority of the Virginia Gas and Oil Board.



Chairman, Bradley C. Lambert

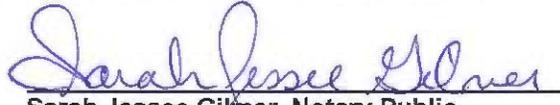
DONE AND PERFORMED this 17 day of May, 2017 by Order of the Virginia Gas and Oil Board.



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

COMMONWEALTH OF VIRGINIA
COUNTY OF RUSSELL

Acknowledged on this 17th day of May, 2017, 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 and appeared Rick Cooper, being duly sworn did depose and say that he is Principal Executive to the staff of the Virginia Gas and Oil Board, that they executed the same and was authorized to do so.



Sarah Jessee Gilmer, Notary Public
262946

My Commission expires: July 31, 2021



BEFORE THE VIRGINIA GAS AND OIL BOARD

PETITIONER: EnerVest Operating, LLC

DIVISION OF GAS AND OIL

DOCKET NO: VGOB 02-0521-1030-03

RELIEF SOUGHT: (1) DISBURSEMENT FROM ESCROW REGARDING TRACT(S) 010 (2) AND AUTHORIZATION FOR DIRECT PAYMENT OF ROYALTIES (3) AND DISMISSAL OF COAL OWNERS PURSUANT TO CODE OF VIRGINIA SECTION 45.1-361.22:2.

HEARING DATE: May 16, 2017

DRILLING UNIT: 504659

DICKENSON COUNTY, VIRGINIA

PETITION FOR ORDER OF DISBURSEMENT OF ESCROW FUNDS

1. Petitioner and its counsel

Petitioner is EnerVest Operating, LLC, 408 W Main Street, Abingdon, VA 24210, 276-628-9001. Petitioner's counsel is Tim Scott, McKinnis & Scott Law Firm, 135 W. Main St., Kingsport, TN 37660.

2. Relief Sought

Petition to disburse funds from the escrow account for well VC-504659, to all known owners in Tract 10, VGOB 02-0521-1030

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

Petition to disburse funds from the escrow account for well VC-504659 to all known owners in Tract 10, VGOB 02-0521-1030

6. Attestation

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

← 1697' →

LATITUDE 37°02'30"

LONGITUDE 82°17'30"

10470

TOTAL UNIT AREA
= 58.77 ACRES

- DENOTES MINERAL LINE
- - - DENOTES SURFACE LINE
- · - · - DENOTES SURFACE & MINERAL LINES

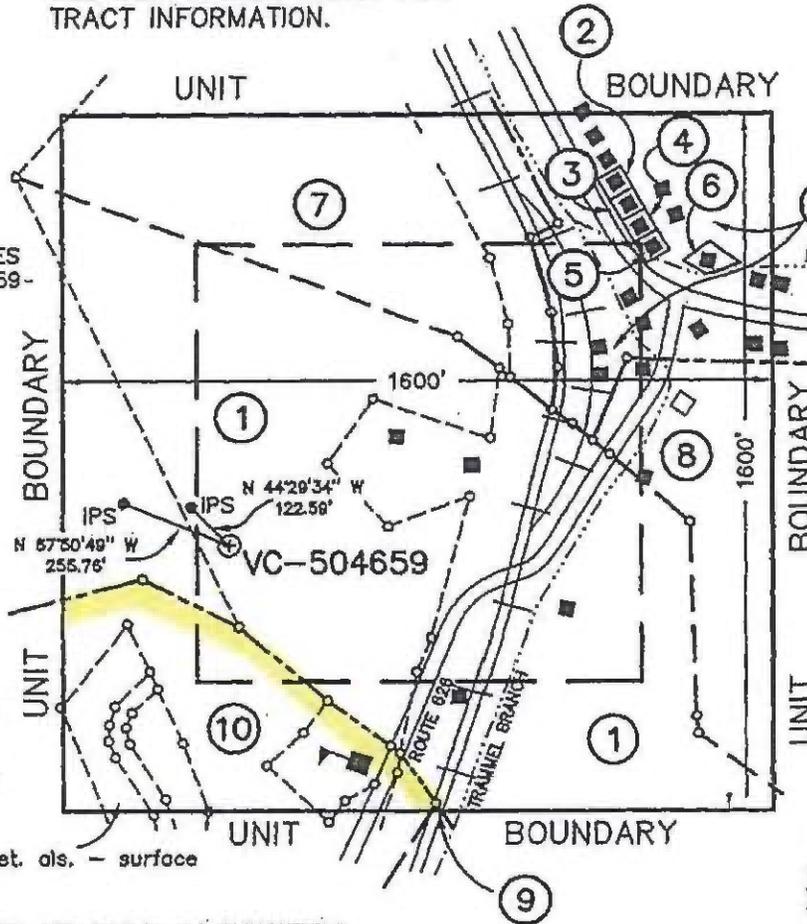
NOTE !!!
SEE SUPPLEMENT SHEET FOR
TRACT INFORMATION.



CCC COORDINATES
OF WELL VC-4659-
S 31691.23
E 25072.07

STATE PLANE COORDINATES
OF WELL VC-4659
N 269717.67
E 891512.05

COORDINATES
OF BENCH MARK
S 77498.41
E 22826.48
ELEV. = 1754.09



G.B. LAMBERT, et. als. - surface

NOTE !!!
 WELL COORDINATES ARE BASED ON CLINCHFIELD
 COAL COMPANY'S COORDINATE SYSTEM
 STATE PLANE WELL COORDINATES ARE CALCULATED
 FROM CLINCHFIELD COAL COMPANY COORDINATES.
 PROPERTY INFORMATION PROVIDED BY EQUITABLE
 PRODUCTION COMPANY.
 ELEVATIONS ARE BASED ON NGS CONTROL ST. PAUL 2.



WELL LOCATION PLAT

COMPANY Equitable Production Company WELL NAME AND NUMBER VC-504659
 TRACT No. LEASE NO. 150 ELEVATION 2063.79 (GPS) QUADRANGLE NORA
 COUNTY DICKENSON DISTRICT KENADY SCALE: 1" = 400' DATE APRIL 3, 2002
 THIS PLAT IS A NEW PLAT ; AN UPDATED PLAT x; OR A FINAL LOCATION PLAT
 PROPOSED TOTAL DEPTH OF WELL =

+ 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.

P. J. [Signature] 4/3/02 (AFFIX SEAL)
 LICENSED PROFESSIONAL ENGINEER OR LICENSED LAND SURVEYOR

①

LEASE No. 244728
 J.M. ERVIN
 77.05 ACRES
 LAMBERT LAND, L.L.C. - coal, oil & gas
 GAS 29.85 AC. 50.79%

BK 376PG 561

LEASE No. 241640 / T2-128
 B.W. JENNINGS
 79.23 ACRES
 ELSIE AMBURGEY & EDWARD KISER -
 surface & coal (Upper & Lower Banner only)
 PINE MOUNTAIN OIL & GAS, INC. - oil & gas
 LAMBERT LAND, L.L.C. - coal (remaining)
 PINE MOUNTAIN OIL & GAS, INC. - oil & gas

③

LEASE No. 241640 / T2-128
 B.W. JENNINGS
 79.23 ACRES
 HERBERT WORLEY - surface & coal
 (Upper & Lower Banner only)
 PINE MOUNTAIN OIL & GAS, INC. - oil & gas
 LAMBERT LAND, L.L.C. - coal (remaining)
 PINE MOUNTAIN OIL & GAS, INC. - oil & gas

④

LEASE No. 241640 / T2-128
 B.W. JENNINGS
 79.23 ACRES
 RALPH & LEVONE KISER -
 surface & coal (Upper & Lower Banner only)
 PINE MOUNTAIN OIL & GAS, INC. - oil & gas
 LAMBERT LAND, L.L.C. - coal (remaining)
 PINE MOUNTAIN OIL & GAS, INC. - oil & gas

⑤

LEASE No. 241640 / T2-128
 B.W. JENNINGS
 79.23 ACRES
 HOBART LEE & OCIE HAMMONS -
 surface & coal (Upper & Lower Banner only)
 PINE MOUNTAIN OIL & GAS, INC. - oil & gas
 LAMBERT LAND, L.L.C. - coal (remaining)
 PINE MOUNTAIN OIL & GAS, INC. - oil & gas

⑥

LEASE No. 241640 / T2-128
 B.W. JENNINGS
 79.23 ACRES
 BRENDA LEFTWICH -
 surface & coal (Upper & Lower Banner only)
 PINE MOUNTAIN OIL & GAS, INC. - oil & gas
 LAMBERT LAND, L.L.C. - coal (remaining)
 PINE MOUNTAIN OIL & GAS, INC. - oil & gas

⑦

LEASE No. 241640 / T2-128
 B.W. JENNINGS
 79.23 ACRES
 CLINCHFIELD COAL COMPANY/
 PYXIS RESOURCES COMPANY - coal (Upper &
 Lower Banner only)
 LAMBERT LAND, L.L.C. - coal (remaining)
 PINE MOUNTAIN OIL & GAS, INC. - oil & gas
 GAS 16.92 AC. 28.79%

⑧

LEASE No. 241490 / T-11
 PIONEER COAL CORP.
 361.00 ACRES
 CLINCHFIELD COAL COMPANY/
 PYXIS RESOURCES COMPANY - coal
 PINE MOUNTAIN OIL & GAS, INC. -
 oil & gas
 GAS 5.10 AC. 8.68%

⑨

LEASE No. 245424
 N.K. RASNICK HEIRS
 27.75 ACRES
 N.K. RASNICK HEIRS - oil & gas
 LAMBERT LAND L.L.C. - coal
 GAS 0.01 AC. 0.02%

⑩

LEASE No. 244728
 90.00 ACRES
 LAMBERT LAND L.L.C. - coal
 (below Lower Banner)
 CLINCHFIELD COAL COMPANY/
 PYXIS RESOURCES COMPANY - coal
 (Lower Banner & above)
 CHARLES W. GRIZZLE HEIRS - oil & gas
 GAS 6.89 AC. 11.72%

KENDRICK

ENGINEERING & SURVEYING Co.
 40 MAIN STREET
 CLINTWOOD, VIRGINIA
 24228
 (540) 926-6087 (540) 926-4172

EQUITABLE PRODUCTION COMPANY
 WELL No. VC-504659
 WELL PLAT SUPPLEMENT
 SHEET 2

DRAWING NAME:	1603PLAT.DWG
SCALE:	1" = 400'
PROJECT No.:	1603PLAT.DWG
DATE:	APRIL 3, 2002

EXHIBIT "E"
 VGOB 02-0521-1030-03
 VC-504659
 3/13/2017

<u>TRACT</u>	<u>LESSOR</u>	<u>LEASE STATUS</u>	<u>INTEREST WITHIN UNIT</u>	<u>GROSS ACREAGE IN UNIT</u>
<u>9</u>	<u>N.K. RASNICK HEIRS</u>			
Tax ID Minerals Only	<u>Mary R. Phillips Heirs</u> <u>Pearl Phillips Martin Heirs</u>			
	<u>Ralph Martin Heirs</u> Clyde Martin Unknown	Unleased	0.000042%	0.00002
	Butch Martin Unknown	Unleased	0.000042%	0.00002
	Chuck Martin Unknown	Unleased	0.000042%	0.00002
	<u>Lester Martin Heirs</u> Jacky Martin Unknown	Unleased	0.000018%	0.00001
	Mickey Martin Unknown	Unleased	0.000018%	0.00001
	Buddy Martin Unknown	Unleased	0.000018%	0.00001
	Zelma Martin Unknown	Unleased	0.000018%	0.00001
	Brenda Martin Unknown	Unleased	0.000018%	0.00001
	Linda Martin Unknown	Unleased	0.000018%	0.00001
	Myrtle Martin Unknown	Unleased	0.000018%	0.00001
	<u>Eugene Martin Heirs</u> Unknown	Unleased	0.000125%	0.0001
	<u>Darrell Martin Heirs</u> Darrell Martin Jr. Unknown	Unleased	0.0001250%	0.0001

EXHIBIT "E"
VGOB 02-0521-1030-03
VC-504659
3/13/2017

<u>TRACT</u>	<u>LESSOR</u>	<u>LEASE STATUS</u>	<u>INTEREST WITHIN UNIT</u>	<u>GROSS ACREAGE IN UNIT</u>
	<u>Inez Chandler Heirs</u>			
	Kay & Pat O'Malley Unknown	Unleased	0.000042%	0.00002
	Stacy Hughes Unknown	Unleased	0.000042%	0.00002
	<u>Mona Humphreys Heirs</u>			
	Mildred F. Dickenson Heirs Unknown	Leased-RRPM 245424	0.000031%	0.00002
	<u>June Humphrey Heirs</u>			
	Unknown	Unleased	0.000125%	0.00006
	<u>Lou Martin Heirs</u>			
	Billie Martin Smith Unknown	Unleased Life Estate		
	Janet & Eddie Benton Unknown	Unleased Remainderman	0.000250%	0.0001
	Mike & Brenda Smith Unknown	Unleased Remainderman	0.000250%	0.0001
	Jeannie & Jackie Hubbard Unknown	Unleased Remainderman	0.000250%	0.0001
	<u>Harold Rasnick Heirs</u>			
	Unknown	Unleased	0.001000%	0.0005
	<u>R. W. Rasnick Heirs</u>			
	<u>Elizabeth Rasnick Heirs</u>			
	<u>Peggy Varney Heirs</u>			
	Unknown	Leased-RRPM 245424	0.0000635%	0.00003
	<u>Tilden Rasnick Heirs</u>			
	Unknown	Unleased	0.0040%	0.0020
	<u>Billie Rasnick Heirs</u>			
	Unknown	Unleased	0.000444%	0.0002
	Tract 9 Totals		0.0070%	0.0035
	TOTAL GAS ESTATE		0.0070%	0.0035

