

Instrument prepared by

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-535872

TRACT(S): 2, 5

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-04-0420-1281-02

APPLICANTS:

Range Resources-Pine Mountain, on behalf of C&R Associates Inc.; c/o Lowell Counts

HEARING DATE AND LOCATION:Russell County Government Center, Lebanon, Virginia ☐
June 16, 2015**APPEARANCES:**

James Kaiser on behalf of Range Resources-Pine Mountain,

PRIOR PROCEEDINGS:

1. Modification Order -01 Executed 12/14/2004, Recorded on 12/15/2004, Deed Book/Instrument No. 407, Page 168.
2. Original Pooling Order Executed 12/14/2004, Recorded on 12/15/2004, Deed Book/Instrument No. 407, Page 168.
3. Supplemental Order -01, Recorded on 07/26/2005, Deed Book/Instrument No. 414, Page 787.

NOTICE:

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 close 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 20 day of June, 2015 by a majority of the Virginia Gas and Oil Board.

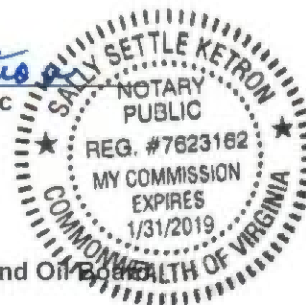
Bradley C. Lambert

Chairman, Bradley C. Lambert

COMMONWEALTH OF VIRGINIA
COUNTY OF RUSSELL

Acknowledged on this 20 day of June, 2015, 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.

Sally Settle Ketron
Sally Settle Ketron, Notary Public
7623162



My Commission expires: January 31, 2019

DONE AND PERFORMED this 22 day of June, 2015 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 22 day of June, 2015, 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.

Sally Settle Ketron
Sally Settle Ketron, Notary Public
7623162



My Commission expires: January 31, 2019

BEFORE THE VIRGINIA GAS AND OIL BOARD

PETITIONER: Range Resources-Pine Mountain,

DIVISION OF GAS AND OIL

DOCKET NO: VGOB 04-0420-1281-02

RELIEF SOUGHT: (1) DISBURSEMENT FROM
ESCROW REGARDING TRACT(S) 2, 5
(2) AND AUTHORIZATION FOR DIRECT
PAYMENT OF ROYALTIES

HEARING DATE: June 16, 2015

DRILLING UNIT: VC-535872

DICKENSON COUNTY, VIRGINIA

PETITION FOR ORDER OF DISBURSEMENT OF ESCROW FUNDS

1. Petitioner and its counsel

Petitioner is Range Resources-Pine Mountain,, P. O. Box 2136, Abingdon, VA 24212, (276)628-9001. Petitioner's counsel is James Kaiser, Wilhoit and Kaiser Law Firm, 220 Broad Street, Suite 210, Kingsport, TN 37660 .

2. Relief Sought

Disbursement of funds in the escrow account for Well No. VC-535872, to all known owners in Tracts 2 & 5. VGOB 04-0420-1281-02.

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

Disburse funds from the escrow account for Well No. VC-535872 to all known owners in Tracts 2 and 5. VGOB 04-0420-1281-01.

6. Attestation

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

9,660'

Well Coordinates: (Geographic N27)
37.071804° -82.241452°

Latitude 37° 05' 00"

DMLR Permit
No. 1101538

Lease No. 241640L / T2-146

George Johnson

103 Acres

ACIN LLC - coal

Alpha Land & Reserves LLC - coal lessee

WBRD LLC - coal

Dickenson-Russell Coal Company LLC - coal lessee

Pine Mountain Oil & Gas, Inc. - oil, gas & CBM

Gas 15.07 Ac. 25.64%

Lease No. 241490L / T-318

I. B. McReynolds

76.27 Acres

ACIN LLC - coal

Alpha Land & Reserves LLC - coal lessee

WBRD LLC - coal

Dickenson-Russell Coal Company LLC - coal lessee

Pine Mountain Oil & Gas, Inc. - oil, gas & CBM

Gas 3.10 Ac. 5.27%

Longitude 82° 12' 30"

4,210'

Lease No. 241640L / T2-147

George Johnson

87.00 Acres

ACIN LLC - coal

Alpha Land & Reserves LLC - coal lessee

WBRD LLC - coal

Dickenson-Russell Coal Company LLC - coal lessee

Pine Mountain Oil & Gas, Inc. - oil, gas & CBM

Gas 0.01 Ac. 0.01%

Heartwood Forestland Fund IV, L.P. - surface

Lease No. 241490L / T-317

I. B. McReynolds

30.38 Acres

I. B. McReynolds Heirs - oil & gas

ACIN LLC - coal

Alpha Land & Reserves LLC - coal lessee

WBRD LLC - coal

Dickenson-Russell Coal Company LLC - coal lessee

Pine Mountain Oil & Gas, Inc. - CBM

Gas 26.55 Ac. 45.18%

Lease No. 241640L / T2-148

I. B. McReynolds

205 Acres

ACIN LLC - coal

Alpha Land & Reserves LLC - coal lessee

WBRD LLC - coal

Dickenson-Russell Coal Company LLC - coal lessee

Pine Mountain Oil & Gas, Inc. - oil, gas & CBM

Gas 1.76 Ac. 2.99%

I. B. McReynolds Heirs

33.50 Acres

I. B. McReynolds Heirs - oil & gas

L. R. & L. S. Counts - surface

Lease No. 241490L / T-318

I. B. McReynolds

ACIN LLC - coal

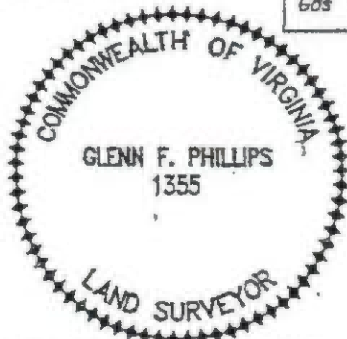
Alpha Land & Reserves LLC - coal lessee

WBRD LLC - coal

Dickenson-Russell Coal Company LLC - coal lessee

Pine Mountain Oil & Gas, Inc. - CBM

Gas 12.28 Ac. 20.91%



Well elevation determined by GPS
survey from BM Y 108

FINAL PLAT

Area of Unit = 58.77 Ac.

The undersigned hereby certifies
that the final location is within ten
(10') feet of the location shown
on the well plat dated 4-29-2004.

Well Coordinates: (VA St. Plane S. Zone,
Calculated from CCC coordinates)
N 290,490 E 908,707

Well Coordinates: (Clinchfield Coal Co.)
S 10,248.05 E 41,412.68

WELL LOCATION PLAT

COMPANY Equitable Production Company WELL NAME AND NUMBER VC-535872
TRACT NO. T2-146 ELEVATION 2,471.77' QUADRANGLE Duty
COUNTY Dickenson DISTRICT Ervinton SCALE 1" = 400' DATE 7-16-2004
This Plat is a new plat ; an updated plat ; or a final location plat x

+ 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

EXHIBIT "B"
VC-535872
VGOB 04/04/20-1281-01
 REVISED as of 05/08/2015

<u>TRACT</u>	<u>LESSOR</u>	<u>LEASE STATUS</u>	<u>INTEREST WITHIN UNIT</u>	<u>GROSS ACREAGE IN UNIT</u>
<u>GAS ESTATE ONLY</u>				
<u>1</u>	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Leased-RRPM 906889 T2-146	25.6400%	15.0700
TAX ID 21006				
Tract 1 Totals			25.6400%	15.0700
<u>2</u>	I. B. McReynolds Heirs	Unleased	20.9100%	12.28
TAX ID 3593	C & R Associates Inc. c/o Lowell Counts P.O. Box 267 Blountville, TN 37617			
Tract 2 Totals			20.9100%	12.2800
<u>3</u>	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Leased-RRPM 906889 T-318	5.2700%	3.1000
TAX ID 20500				
Tract 3 Totals			5.2700%	3.1000
<u>4</u>	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Leased-RRPM 906889 T2-148	2.9900%	1.7600
TAX ID 21008				
Tract 4 Totals			2.9900%	1.7600
<u>5</u>	I. B. McReynolds Heirs	Unleased	45.1800%	26.55
TAX ID 22467	C & R Associates Inc. c/o Lowell Counts P.O. Box 267 Blountville, TN 37617			
Tract 5 Totals			45.1800%	26.5500
TOTAL GAS ESTATE			100.00%	58.77
Percentage of Unit Leased			33.9100%	
Percentage of Unit Unleased			66.0900%	
Acreage in Unit Leased				19.94
Acreage in Unit Unleased				38.83

EXHIBIT "B"
VC-535872
VGOB 04/04/20-1281-01
 REVISED as of 05/08/2015

COAL ESTATE ONLY

1	Range Resources-Pine Mountain, Inc*	Leased	25.6400%	15.0700
	Attn: Jerry Grantham	906889		
TAX ID	PO Box 2136	T2-146		
21006	Abingdon, VA 24212			
Tract 1 Totals			25.6400%	15.0700
2	Range Resources-Pine Mountain, Inc*	Leased	20.9100%	12.28
	Attn: Jerry Grantham	906889		
TAX ID	PO Box 2136	T-318		
3593	Abingdon, VA 24212			
Tract 2 Totals			20.9100%	12.2800
3	Range Resources-Pine Mountain, Inc*	Leased	5.2700%	3.1000
	Attn: Jerry Grantham	906889		
TAX ID	PO Box 2136	T-318		
20500	Abingdon, VA 24212			
Tract 3 Totals			5.2700%	3.1000
4	Range Resources-Pine Mountain, Inc*	Leased	2.9900%	1.7600
	Attn: Jerry Grantham	906889		
TAX ID	PO Box 2136	T2-148		
21008	Abingdon, VA 24212			
Tract 4 Totals			2.9900%	1.7600
5	Range Resources-Pine Mountain, Inc*	Leased	45.1800%	26.55
	Attn: Jerry Grantham	906889		
TAX ID	PO Box 2136	T-317		
22467	Abingdon, VA 24212			
Tract 5 Totals			45.1800%	26.5500
TOTAL COAL ESTATE			100.00%	58.77

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

NOTE: Pursuant to that certain Purchase and Sales Agreement, effective January 1, 2014, Range Resources-Pine Mountain, Inc. obtained ownership in this well, and the above noted Leases, from EQT Production Comp

DB 526 PG882

EXHIBIT "E"
VC-535872
VGOB 04/04/20-1281-01
REVISED as of 05/08/2015

<u>TRACT</u>	<u>LESSOR</u>	<u>LEASE STATUS</u>	<u>INTEREST WITHIN UNIT</u>	<u>GROSS ACREAGE IN UNIT</u>
N/A		N/A		

EXHIBIT "EE"
VC-535872
VGOB 04/04/20-1281-01
 REVISED as of 05/08/2015

<u>TRACT</u>	<u>LESSOR</u>	<u>LEASE STATUS</u>	<u>INTEREST WITHIN UNIT</u>	<u>GROSS ACREAGE IN UNIT</u>	
<u>Disbursement-01</u>					
<u>2</u>	I. B. McReynolds Heirs	Unleased	20.9100%	12.28	100%
TAX ID 3593	C & R Associates Inc. c/o Lowell Counts P.O. Box 267 Blountville, TN 37617				
Tract 2 Totals			20.9100%	12.2800	
<u>5</u>	I. B. McReynolds Heirs	Unleased	45.1800%	26.55	100%
TAX ID 22467	C & R Associates Inc. c/o Lowell Counts P.O. Box 267 Blountville, TN 37617				
Tract 5 Totals			45.1800%	26.5500	
TOTAL DISBURSEMENT-01			66.0900%	38.8300	

Note: Range Resources-Pine Mountain, Inc. hereby waives any claims to past or future royalties attributable to the conflicting interests herein as shown above, unless otherwise stated within prior agreements.

INSTRUMENT #150000701
 RECORDED IN THE CLERK'S OFFICE OF
 DICKENSON ON
 JULY 6, 2015 AT 10:48AM
 RICHARD W. EDWARDS, CLERK
 RECORDED BY: CJB