

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-535907

TRACT(S): A portion of 2, A portion of 3

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-04-0420-1282-01

APPLICANTS:

Range Resources-Pine Mountain, on behalf of Freddie E. Mullins PC, Irma Jean Phillips

HEARING DATE AND LOCATION:Russell County Government Center, Lebanon, Virginia ☐
May 26, 2015**APPEARANCES:**

James Kaiser on behalf of Range Resources-Pine Mountain.

PRIOR PROCEEDINGS:

1. Original Pooling Order Executed 12/10/2004, Recorded on 12/15/2004, Deed Book/Instrument No. 407, Page 292.
2. Supplemental Order, Recorded on 07/26/2005, Deed Book/Instrument No. 414, Page 797.

NOTICE:

The Unit Operator gave notice to the Applicants that the Board would consider its disbursement petition at the May 26, 2015 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) A portion of 2, A portion of 3 identified in the attached petition.

(2) Delete the requirement that the Unit Operator place future royalties attributable to Tract(s) A portion of 2, A portion of 3 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

Applicant has certified and represented to the Board that:

Petition to disburse funds from the escrow account for Well VC-535907, to owners Irma Jean Phillips in Tracts 2 and Freddie Mullins, PC, in Tract 3. VGOB 04-0420-1282-01. Dickenson County, Virginia.

RELIEF GRANTED:

VGOB Disbursement Unit VC-535907							
VGOB-04-0420-1282-01							
Table 1							
Tracts: A portion of 2, A portion of 3							
Item	Tract	Disbursement Table	Fractional Ownership	Net Acreage	Royalty Split	Escrowed Acres	Percent of Escrowed Funds
			in Tract	in Tract	Agreement	Disbursed	Disbursed
		Total acreage in escrow before disbursement				13.95000	
	3	Tract 3 (total acreage)	11.54				
1	3	Freddie E. Mullins PC/P.O. Box 951, Clintwood, VA 24228		11.5400	100.00%	11.5400	82.7240%
	2	Tract 2 (total acreage)	2.41				
1	2	Irma Jean Phillips/P. O. Box 269, Robbins, TN 37852		1.1568	100.00%	1.1568	8.2925%

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 27 day of May 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 27th day of May, 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.

Sarah Jessee Gilmer
Sarah Jessee Gilmer, Notary Public
262946



My Commission expires: July 31, 2017

DONE AND PERFORMED this 28 day of May, 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 28th day of May, 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.

Sarah Jessee Gilmer
Sarah Jessee Gilmer, Notary Public
262946



My Commission expires: July 31, 2017

BEFORE THE VIRGINIA GAS AND OIL BOARD

PETITIONER: Range Resources-Pine Mountain,

DIVISION OF GAS AND OIL

DOCKET NO: VGOB 04-0420-1282-01

RELIEF SOUGHT: (1) DISBURSEMENT FROM
ESCROW REGARDING TRACT(S) A portion of 2,
A portion of 3
(2) AND AUTHORIZATION FOR DIRECT
PAYMENT OF ROYALTIES

HEARING DATE: May 26, 2015

DRILLING UNIT: VC-535907

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 37680 .

2. Relief Sought

Petition for disbursement of funds and authorization for direct payment on behalf of known owners on tracts 2 & 3. VGOB 04/04/20-1282.

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 accout for Well VC-535907, to owners Irma Jean Phillips in Tracts 2 and Freddie Mullins, PC, in Tract 3. VGOB 04-0420-1282-01. Dickenson County, Virginia.

6. Attestation

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

-1,910²-

Longitude 82° 12' 30"



Page Number 6.

EXHIBIT "B"
VC-835907
VGOB-04-0420-1282-01
Revised 05/21/2015

<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>				
TAX ID 20562-15128	1 Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Leased-Range Resources_Pine Mountain, Inc. 241490.01 T-390	54.800000%	32.21
	TRACT 1 TOTAL		54.800000%	32.2100
TAX ID 2687-8328	2 Irma Jean Phillips PO Box 268 Robbins, TN 37852	Leased-Range Resources_Pine Mountain, Inc. 245243.01 Range is paying royalty on this	4.100000% 0.683333% 3.416667%	2.4100 0.4017 2.0083
	TRACT 2 TOTAL		3.4167%	2.008300
TAX ID 2703-4819	3 ORDER Re: Case No. CL11-137 Circuit Court Clark's Office Dickenson County, VA. Deed Book 518, Page 390 Freddie E. Mullins, PC Attorney for the Estate of Dolphus Kiser and Dora Kiser P.O. Box 951 Clintwood, VA 24228	Leased-Range Resources_Pine Mountain, Inc. 241838.01	19.640000%	11.5400
	TRACT 3 TOTAL		19.640000%	11.5400
TAX ID 20576-15140	4 Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Leased-Range Resources_Pine Mountain, Inc. 241490.01 T-418	21.480000%	12.61
	TRACT 4 TOTAL		21.480000%	12.61
	TOTAL GAS ESTATE		100.000000%	58.7700
	Percentage of Unit Leased		100.000000%	
	Percentage of Unit Unleased		0.000000	
	Acreage in Unit Leased			58.7700
	Acreage in Unit Unleased			0.0000

EXHIBIT "B"
VC-535907
VGOB-04-0420-1282-01
Revised 05/21/2015

<u>TRACT</u>	<u>LESSOR</u>	<u>LEASE STATUS</u>	<u>INTEREST WITHIN UNIT</u>	<u>GROSS ACREAGE IN UNIT</u>
<u>Coal Estate Only</u>				
TAX ID 20582-15126	1 Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Leased-Range Resources_Pine Mountain, Inc. 241490.01 T-390	54.800000%	32.21
	TRACT 1 TOTAL		54.800000%	32.2100
TAX ID 2987-8326	2 Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Leased-Range Resources_Pine Mountain, Inc. 241490.01 TC-220	1.968000%	1.1568
	Irma Jean Phillips PO Box 289 Robbins, TN 37852	Leased-Range Resources_Pine Mountain, Inc. 245243.01	0.583333% Range Paying	0.4017
	Lela Ballard Dunbar 341 Old Libson Road Homer, LA 71040	Unleased	0.082000%	0.0482
	Zellie Wernark a/k/a Zillah Westmark Unknown	Unleased	0.683333%	0.4017
	Madeline O. Kerr and Robert E. Kerr, W/H 19111 Stone Mountain Drive Abingdon, VA 24210	Unleased	0.227800%	0.1339
	Joan Marriane Rose DECEASED and Harold E. Rose, W/H P.O. Box 20376 Roanoke, VA 24081	Unleased	0.227778%	0.1339
	Janet Mamela Rodriguez and Albert C. Rodriguez, W/H 479 Prescott Lane Naples, Fla. 34120-1660	Unleased	0.22777800%	0.1336
		Range paying	4.1000% 0.683333% 3.4157%	2.4100 0.4017 2.0083
	TRACT 2 TOTAL			

EXHIBIT "B"
VC-535907
VGQB-04-0420-1282-01
Revised 05/21/2015

	<u>TRACT</u>	<u>LESSOR</u>	<u>LEASE STATUS</u>	<u>INTEREST WITHIN UNIT</u>	<u>GROSS ACREAGE IN UNIT</u>
TAX ID 2703-4919	3	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212 ORDER Re: Case No. CL11-197 Circuit Court Clark's Office Dickenson County, VA. Deed Book 519, Page 390 Freddie E. Mullins, PC Attorney for the Estate of Dolphus Kiser and Dora Kiser P.O. Box 951 Clintwood, VA 24228	Leased-Range Resources_Pine Mountain, Inc. 244792.01 TC-220 Leased-Range Resources_Pine Mountain, Inc. 241838.01	9.427200% 10.212800%	5.5392 6.0008
		TRACT 3 TOTAL		19.6400%	11.5400
TAX ID 20576-15140	4	*Range Resources-Pine Mountain, Inc Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212 TRACT 4 TOTAL *Formerly: Pine Mountain Oil & Gas, Inc. Attn: Richard Brillhart PO Box 2136 Abingdon, VA 24212 TOTAL COAL ESTATE Percentage of Unit Leased Percentage of Unit Unleased Acreage in Unit Leased Acreage in Unit Unleased	Leased-Range Resources_Pine Mountain, Inc. 241490.01 T-416 <		

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 Company.

DB 526 PG388

EXHIBIT "E"
VC-535907
VGOB-04-0420-1282-01
REVISED 05/21/2015

<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>				
2	Irma Jean Phillips PO Box 269 Robbins, TN 37852	Leased-Range Resources_Pine Mountain, Inc. 245243.01	2.1320%	1.2532
TRACT 2 TOTAL			2.1320%	1.2532
<u>Coal Estate Only</u>				
2	Lela Ballard Dunbar 341 Old Libson Road Homer, LA 71040	Unleased	0.082000%	0.0482
TAX ID 2687-8326	Zellie Wemark a/k/a Zillah Westmark Unknown	Unleased	0.683333%	0.4017
	Madeline O. Kerr and Robert E. Kerr, W/H 19111 Stone Mountain Drive Abingdon, VA 24210	Unleased	0.227800%	0.1339
	Joan Marriane Rose DECEASED and Harold E. Rose, W/H P.O. Box 20376 Roanoke, VA 24061	Unleased	0.227780%	0.1339
	Janet Mamella Rodriguez & Albert C. Rodriguez, W/H 479 Prescott Lane Naples, Fla. 34120-1660	Unleased	0.227780%	0.1338
	Irma Jean Phillips PO Box 269 Robbins, TN 37852	Leased-Range Resources_Pine Mountain, Inc. 245243.01	0.68333300%	0.4017
TRACT 2 TOTALS			2.1320%	1.2532
TOTAL COAL ESTATE			2.13200000%	1.2532

EXHIBIT "EE"
VC-535907
VGOB-04-0420-1282-01
Revised 05/21/2015

TRACT	LESSOR	LEASE STATUS	INTEREST WITHIN UNIT	GROSS ACREAGE IN UNIT	
Disbursement -01					
TAX ID 2697-9326	2	Ima Jean Phillips PO Box 269 Robbins, TN 37852	Leased-Range Resources_Pine Mountain, Inc. 245243.01	1.968000%	1.1568
TRACT 2 TOTAL			1.968000%	1.1568	
TAX ID 2763-4919	3	ORDER Re: Case No. CL11-197 Circuit Court Clerk's Office Dickenson County, VA. Deed Book 519, Page 390			
Disburse from VGOB Escrow: Freddie E. Mullins, PC Attorney for the Estate of Dolphus Kiser and Dora Kiser P.O. Box 951 Clintwood, VA 24226			Leased-Range Resources_Pine Mountain, Inc. 241538.01	19.840000%	11.5400
TRACT 3 TOTAL			19.840000%	11.5400	
TOTAL DISB-01			21.808%	12.6968	

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 Lease, from ECT Production Company.

INSTRUMENT #150000603
RECORDED IN THE CLERK'S OFFICE OF
DICKENSON ON
JUNE 5, 2013 AT 02:36PM
RICHARD W. EDWARDS, CLERK
RECORDED BY: CRT