

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-503308

TRACT(S): A portion of 1

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-04-0420-1283-04

APPLICANTS:

Range Resources-Pine Mountain, on behalf of Freddie E. Mullins; PC

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 275.
2. Supplemental Order, Recorded on 07/26/2005, Deed Book/Instrument No. 415, Page 95.
3. Disbursement Order -01 Executed 12/19/2011, Recorded on 01/12/2012, Deed Book/Instrument No. 493, Page 195.
4. Disbursement Order -03 Executed 06/26/2012, Recorded on 08/02/2012, Deed Book/Instrument No. 499, Page 233.

5. Disbursement Order -02 Executed 07/17/2012, Recorded on 09/21/2012, Deed Book/Instrument No. 500, Page 414.

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 1 identified in the attached petition.
- (2) Delete the requirement that the Unit Operator place future royalties attributable to Tract(s) A portion of 1 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 in the escrow account for Well VC-503308, to owner Freddie E. Mullins PC, in tract(s) 1, VGOB 04/04/20-1283, Dickenson County, Virginia

RELIEF GRANTED:

VGOB Disbursement
Unit VC-503308

VGOB-04-0420-1283-04

Table 1

Tracts: A portion of 1

Item	Tract	Disbursement Table	Fractional Ownership	Net Acreage Ownership	Royalty Split	Escrowed Acres	Percent of Escrowed Funds
			in Tract	in Tract	Agreement	Disbursed	Disbursed
		Total acreage in escrow before disbursement				12.55000	
1 Tract 1 (total acreage)			12.55				
1	1	Freddie E. Mullins; PC\P.O. Box 951; Clintwood VA 24228		8.1157	100.00%	8.1157	64.6669%

DB 526 PG371

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 04-0420-1283-04

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

HEARING DATE: May 26, 2015

DRILLING UNIT: VC-503308

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

Petition for disbursement of funds and authorization for direct payment on behalf of known owners in tract(s) 1. VGOB 04/04/20-1283

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 in the escrow account for Well VC-503308, to owner Freddie E. Mullins PC, in tract(s)1, VGOB 04/04/20-1283, Dickenson County, Virginia

6. Attestation

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

DB 526 PG374

EX 40716 235

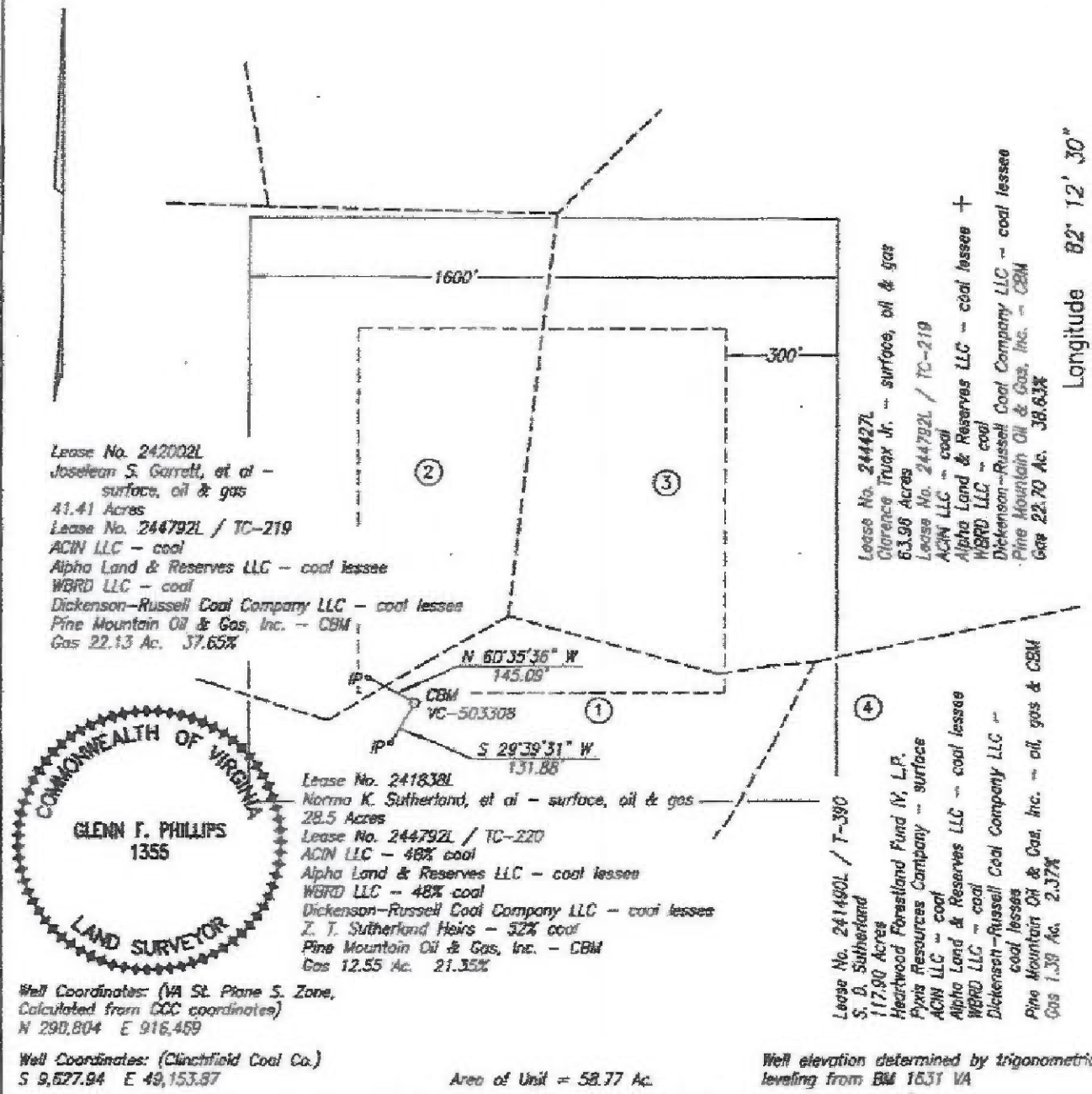
1,920'

Well Coordinates: (Geographic N27)
36.883571' -82.476276'

Latitude 37° 05' 00"

3,595'

Longitude 82° 12' 30"



WELL LOCATION PLAT

COMPANY Equitable Production Company WELL NAME AND NUMBER VC-503308
TRACT NO. TC-220 ELEVATION 1,660.67' QUADRANGLE Duty
COUNTY Dickenson DISTRICT Ervinson SCALE 1" = 400' DATE 3-02-2004
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

EXHIBIT "B"
 VC-503308
 VGOB-04-0420-1283
 Revised 04/09/2015

TRACT	LESSOR	LEASE STATUS	INTEREST WITHIN UNIT	GROSS ACREAGE IN UNIT
<u>Gas Estate Only</u>				
TAX ID 2708-4819	1 ORDER Re: Case No. CL11-197 Circuit Court Clerk's Office Dickenson County, VA. Deed Book 518, Page 390 Freddie E. Mullins, PC Attorney for the Estate of Dolphus Kiser and Doris Kiser P.O. Box 851 Clintwood, VA 24228	Leased-Range Resources_Pine Mountain, Inc. 241838.01	21.850000%	12.5500
	TRACT 1 TOTAL		21.850000%	12.5500
TAX ID 2822	2 Josephine S. Garrett, widow PO Box 281 Clintwood, VA 24228 Wille M. Garrett and Amy J. Garrett, H/W 7089 Schwab Drive Pensacola FL 32504 David A. Ledgerwood and Gail K. Ledgerwood, H/W PO Box 79 Bluefield, VA 24805 Jessie R. Garrett, single 108 W. Walnut Street Johnson City, TN 37601 Nellie Frye, widow 1009 Fredrick Street Bluefield, WV 24701 Freddie Garrett and Shelvia Jean Garrett, H/W Box 982 Bristol, VA 24201 Robert T. Garrett and Virginia M. Garrett, H/W PO Box 531 Clintwood, VA 24228	Leased-Range Resources_Pine Mountain, Inc. 242002.01 Leased-Range Resources_Pine Mountain, Inc. 242002.02 Leased-Range Resources_Pine Mountain, Inc. 242002.03 Leased-Range Resources_Pine Mountain, Inc. 242002.04 Leased-Range Resources_Pine Mountain, Inc. 242002.05 Leased-Range Resources_Pine Mountain, Inc. 242002.06 Leased-Range Resources_Pine Mountain, Inc. 242002.07	5.37857143% 5.37857143% 5.37857143% 5.37857143% 5.37857143% 5.37857143%	3.1614 3.1614 3.1614 3.1614 3.1614 3.1615
	TRACT 2 TOTAL		37.650000%	22.13
TAX ID 2884	3 Clarence Traux, Jr. and Debra June Traux, H/W Route 2, Box 485 Luray, VA 22835	Leased-Range Resources_Pine Mountain, Inc. 244427.01	38.630000%	22.7000
	TRACT 3 TOTAL		38.630000%	22.7000
TAX ID 20562	4 Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham P.O. Box 2138 Arlington, VA 24212	Leased-Range Resources_Pine Mountain, Inc. 241480.01 T-390	2.370000%	1.3900
	TRACT 4 TOTALS		2.370000%	1.3900
	* Formerly: Pine Mountain Oil & Gas, Inc Attn: Richard Brillhart P.O. Box 2138 Arlington, VA 24212			
	TOTAL GAS ESTATE		100.000000%	58.7700
	Percentage of Unit Leased		100.000000%	
	Percentage of Unit Unleased		0.000000%	
	Acres in Unit Leased			58.7700
	Acres in Unit Unleased			0.0000

Coal Estate Only

TAX ID 12089	1	Range Resources-Pine Mountain, Inc. Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Leased-Range Resources_Pine Mountain, Inc. 241480.01 TC-220	10.248000%	6.024
		Wm Ballard Dunbar 341 Old Lisbon Road Homer, LA 71040	Unleased	0.427000%	0.2510
		Zelle Wemark Wife Zillah Wemark Unknown	Unleased	3.656333%	2.0917
		Maceine O Kerr and Robert E Kerr 20510 Wyliscob Drive Abingdon, VA 24210	Unleased	1.186113%	0.6972
		Jean Marnie Rose, DECEASED and Harold F. Rose, WH P.O. Box 20326 Roanoke, VA 24081	Unleased	1.186111%	0.6972
		Janet Marnie Rodriguez and Albert C. Rodriguez, WH 479 Prescott Lane Naples, Fla. 34120-1860	Unleased	1.186111%	0.6972
		ORDER Re: Case No. Q111-197 Circuit Court Clerk's Office Dickenson County, VA. Dead Book 518, Page 390	Leased-Range Resources_Pine Mountain, Inc. 241838.01	3.656330%	2.0917
		Freddie E. Mullins, PC Attorney for the Estate of Dolphus Kiser and Dora Kiser P.O. Box 954 Cinthwood, VA 24228			
		TRACT 1 TOTAL		21.35000%	12.5300
TAX ID 12092	2	Range Resources-Pine Mountain, Inc.* Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Leased-Range Resources_Pine Mountain, Inc. 244762.01 TC-219	37.66000%	22.1300
		TRACT 2 TOTAL		37.66000%	22.1300
TAX ID 12092	3	Range Resources-Pine Mountain, Inc.* Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Leased-Range Resources_Pine Mountain, Inc. TC-219	36.63000%	22.7000
		TRACT 3 TOTAL		36.63000%	22.7000
TAX ID 20892	4	Range Resources-Pine Mountain, Inc.* Attn: Jerry Grantham P.O. Box 2136 Abingdon, VA 24212	Leased Range Resources_Pine Mountain, Inc. 241490.01 T-390	2.370000%	1.3900
		TRACT 4 TOTAL		2.37000%	1.3900
		*Formerly: Pine Mountain Oil & Gas, Inc. Attn: Richard Billhart PO Box 2136 Abingdon, VA 24212			
		TOTAL COAL ESTATE		100.000%	58.7700
		Percentage of Unit Leased		92.45634000%	
		Percentage of Unit Unleased		7.54366000%	
		Acreage in Unit Leased			54.3357
		Acreage in Unit Unleased			4.4343

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.

EXHIBIT "E"
VC-503308
VGOB-04-0420-1283
Revised 04/09/2015

TRACT	LESSOR	LEASE STATUS	INTEREST WITHIN UNIT	GROSS ACREAGE IN UNIT
<u>Gas Estate Only</u>				
TAX ID 2703-4818	1 ORDER No: Case No. CL11-187 Circuit Court Clerk's Office Dickenson County, VA. Deed Book 519, Page 390			
	Freddie E. Mullins, PC Attorney for the Estate of Dolphus Kiser and Dona Kiser P.O. Box 951 Clintwood, VA 24228	Leased-Range Resources, Pine Mountain, Inc. 241838.01	7.543668%	4.4343
	TOTAL GAS ESTATE		7.543668%	4.4343
<u>Coal Estate Only</u>				
TAX ID 12083	1 Lela Bellard Dunbar 341 Old Libson Road Homer, VA 71040	Unleased	0.427000%	0.2510
	Zellie Wemark a/k/a Zillah Westmark Unknown	Unleased	3.558333%	2.0917
	Madeline O Kerr and Robert E Kerr 19510 Wynscope Drive Abingdon, VA 24210	Unleased	1.186113%	0.6972
	Joan Marnie Rose DECEASED and Harold E. Rose, W/H P.O. Box 20378 Roanoke, VA 24081	Unleased	1.186111%	0.6972
	Janel Marnella Rodriguez and Albert C. Rodriguez, W/H 479 Prescott Lane Naples, Fla. 34120-1650	Unleased	1.186111%	0.6972
	TOTAL COAL ESTATE		7.543668%	4.4343

EXHIBIT "EE"
VC-303308
VGOB-04-0420-1283
Revised 04/09/2015

	<u>TRACT</u>	<u>LESSOR</u>	<u>LEASE STATUS</u>	<u>INTEREST WITHIN UNIT</u>	<u>GROSS ACREAGE IN UNIT</u>
			Disbursement -01		
TAX ID 2084	3	Clarence Traux, Jr. and Debra June Traux, H/W Route 2, Box 435 Luray, VA 22835	Leased-Range Resources, Pine Mountain, Inc. 244427.01	38.63000000%	22.7000
	TRACT 3 TOTAL			38.63000000%	22.7000
		TOTAL DISBURSED-01		38.63000000%	22.7000
			Disbursement -02		
TAX ID 2522	2	Joselleen S. Garrett, widow PO Box 281 Climwood, VA 24228	Leased-Range Resources, Pine Mountain, Inc. 242002.01	5.37857143%	3.1614
		Willie M. Garrett and Amy J. Garrett, H/W 7038 Schwab Drive Pensacola FL 32504	Leased-Range Resources, Pine Mountain, Inc. 242002.02	5.37857143%	3.1614
		David A. Ledgerwood and Gail K. Ledgerwood, H/W PO Box 78 Bluefield, VA 24606	Leased-Range Resources, Pine Mountain, Inc. 242002.03	5.37857143%	3.1614
		Jessie R. Garrett, single 108 W. Walnut Street Johnson City, TN 37601	Leased-Range Resources, Pine Mountain, Inc. 242002.04	5.37857143%	3.1614
		Nellis Faye, widow 1008 Fredrick Street Bluefield, WV 24701	Leased-Range Resources, Pine Mountain, Inc. 242002.05	5.37857143%	3.1614
		Freddie Garrett and Shelvia Joan Garrett, H/W Box 882 Dixie, VA 24201	Leased-Range Resources, Pine Mountain, Inc. 242002.06	5.37857143%	3.1614
		Robert T. Garrett and Virginia M. Garrett, H/W PO Box 831 Climwood, VA 24228	Leased-Range Resources, Pine Mountain, Inc. 242002.07	5.37857143%	3.1616
	TRACT 2 TOTAL			37.65000000%	22.130
		TOTAL DISBURSED-02		37.65000000%	22.130
			Disbursement -03		
TAX ID 2084	3	Clarence Traux, Jr. and Debra June Traux, H/W Route 2, Box 435 Luray, VA 22835	Leased-Range Resources, Pine Mountain, Inc. 244427.01	2012-01 disbursement EQT amount paid in after disbursement Mr Traux's percent of the deposited fund Amount dispersed to Mr. Traux	550,953.44 \$284,4000 41.0575% \$120.90
		TOTAL DISBURSED-03			\$120.90
			Current Disbursement -04		
TAX ID 2703-48	1	ORDER Re: Case No. CL11-197 Circuit Court Clerk's Office Dickenson County, VA Deed Book 519, Page 390			
		Freddie E. Mullins, PG Attorney for the Estate of Dolphus Kissar and Dore Kissar P.O. Box 951 Climwood, VA 24228	Leased-Range Resources, Pine Mountain, Inc. 241838.01	13.806330%	8.1157
	TRACT 1 TOTAL			13.806330%	8.1157
		TOTAL TO BE DISBURSED SUBSEQUENT TO COURT ORDER		13.806330%	8.1157
		Coal Estate Total Subsequent to RR-PM Waiver		7.5496680%	4.0348
		Tr 1 contribution to the unit		21.350000%	12.5900

(INSTRUMENT #1500000000)
 RECORDED IN THE CLERK'S OFFICE OF
 CLARENCE COUNTY
 JUNE 30, 2015 AT 02:32PM
 RICHARD W. EDWARDS, CLERK
 RECORDED BY: CPT