

130001774



BEFORE THE VIRGINIA GAS AND OIL BOARD

RELIEF SOUGHT: An Order for Disbursement of Escrowed Funds

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

UNIT/WELL NAME: Watkins 7

TRACT(S): A portion of 4

LOCATION: BUCHANAN County, Virginia

DOCKET NUMBER: VGOB-05-0621-1470-03

APPLICANTS: Range Resources-Pine Mountain on behalf of Corene Wagner, Earl & Pearl Charles, Floyd & Judy C. Charles, Glenn & Marie Charles, Margie Yates, Martha Boyd, Richard Charles, Roy Boyd, Sarah Mohr, Vernie & Quillion Boyd, Willard & Susie Charles

HEARING DATE AND LOCATION: Russell County Government Center, Lebanon, Virginia
May 21, 2013 and September 17, 2013

APPEARANCES: James Kaiser on behalf of Range Resources-Pine Mountain

PRIOR PROCEEDINGS:

1. Original Pooling Order Executed 08/16/2005, Recorded on 08/18/2005, Deed Book/Instrument No. 050002467.
2. Modification Order -01 Executed 11/24/2009, Recorded on 11/30/2009, Deed Book/Instrument No. 090003639.
3. Supplemental Order, Recorded on 04/04/2011, Deed Book/Instrument No. 110000795.
4. Disbursement Order -02 Executed 12/19/2011, Recorded on 02/23/2012, Deed Book/Instrument No. 120000325.

NOTICE:

The Unit Operator gave notice to the Applicants that the Board would consider its disbursement petition at the May 21, 2013 hearing and was continued to August 20, 2013 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) A portion of 4 identified in the attached petition.
- (2) Delete the requirement that the Unit Operator place future royalties attributable to Tract(s) A portion of 4 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:

Application from Range Resources-Pine Mountain, Inc. to pay parties identified in Tract 4 in the following table an exact dollar amount due to overpayment into escrow following 050621-1470-02 disbursement.

RELIEF GRANTED:

VGOB Disbursement

Unit Watkins 7

VGOB-05-0621-1470-03

Table 1 (pay exact dollar amount based on account balance of 4/15/2013)

Tracts: A portion of 4

			Fractional	Net Acreage	Royalty	Escrowed	Percent of	Disbursement
			Ownership	Ownership	Split	Acres	Escrowed Funds	
			in Tract	in Tract	Agreement	Disbursed	Disbursed	
Item	Tract	Disbursement Table						
		Total acreage in escrow before disbursement				0.54000		
4 Tract 4 (total acreage)			0.54					
1	4	Willard & Susie Charles\1064 Ironwood Road, Vansant VA 24656		0.0780	100.00%	0.0780	14.4444%	\$15.79
2	4	Glenn & Marie Charles\P.O. Box 440, Vansant VA 24656		0.0780	100.00%	0.0780	14.4444%	\$15.79
3	4	Richard Charles\2066 Watkins Street, Grundy, VA 24614		0.0780	100.00%	0.0780	14.4444%	\$15.79
4	4	Sarah Mohr\215 Twillo Run Drive, New Haven, IN 46774		0.0780	100.00%	0.0780	14.4444%	\$15.79
5	4	Earl & Pearl Charles\1313 Landmark Road, Vansant VA 24656		0.0180	100.00%	0.0180	3.3333%	\$3.64
6	4	Floyd & Judy C. Charles\1178 Landmark Road, Vansant, VA 24656		0.0060	100.00%	0.0060	1.1111%	\$1.21

4		Tract 4 (total acreage)	0.54					
7	4	Corene Wagner\1079 Coal Miner Road, Vansant, VA 24656		0.0060	100.00%	0.0060	1.1111%	\$1.21
8	4	Margie Yates\26826 Eunice Avenue, Defiance, OH 43512		0.0060	100.00%	0.0060	1.1111%	\$1.21
9	4	Vernie & Quillion Boyd\P.O. Box 274, Davenport, VA 24239		0.0045	100.00%	0.0045	0.8333%	\$0.91
10	4	Roy Boyd \General Delivery, Davenport, VA 24239		0.0045	100.00%	0.0045	0.8333%	\$0.91
11	4	Martha Boyd\General Delivery, Davenport, VA 24239		0.0045	100.00%	0.0045	0.8333%	\$0.91
12	4	Russell & Sherry Boyd\Box 931 Rocky Gap Hollow, Birchleaf, VA 24220		0.0045	100.00%	0.0045	0.8333%	\$0.91

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 and 2.

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.

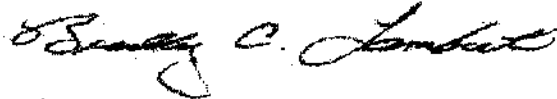
CONCLUSION:

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 23 day of August, 2013 by a majority of the Virginia Gas and Oil Board.



Chairman, Bradley C. Lambert

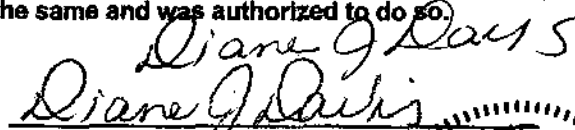
DONE AND PERFORMED this 23 day of August, 2013 by Order of the Virginia Gas and Oil Board.



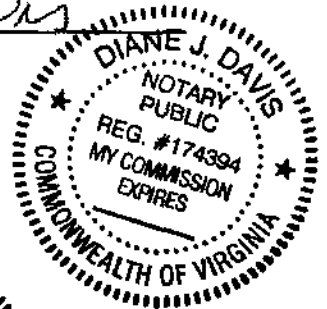
Rick Cooper
Principal Executive to the
staff, Virginia Gas and Oil Board

COMMONWEALTH OF VIRGINIA
COUNTY OF RUSSELL

Acknowledged on this 23rd day of August 2013, 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.


Diane J. Davis, Notary Public
174394

My Commission expires: August 23, 2013



BEFORE THE VIRGINIA GAS AND OIL BOARD

PETITIONER: Range Resources-Pine Mountain

DIVISION OF GAS AND OIL

DOCKET NO: VGOB 05-0621-1470-03

**RELIEF SOUGHT: (1) DISBURSEMENT FROM
ESCROW REGARDING TRACT(S) A portion of 4
(2) AND AUTHORIZATION FOR DIRECT
PAYMENT OF ROYALTIES**

HEARING DATE: May 21, 2013

DRILLING UNIT: Watkins 7

BUCHANAN 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 for exact pay of monies deposited back into the escrow account after disbursement was approved

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)

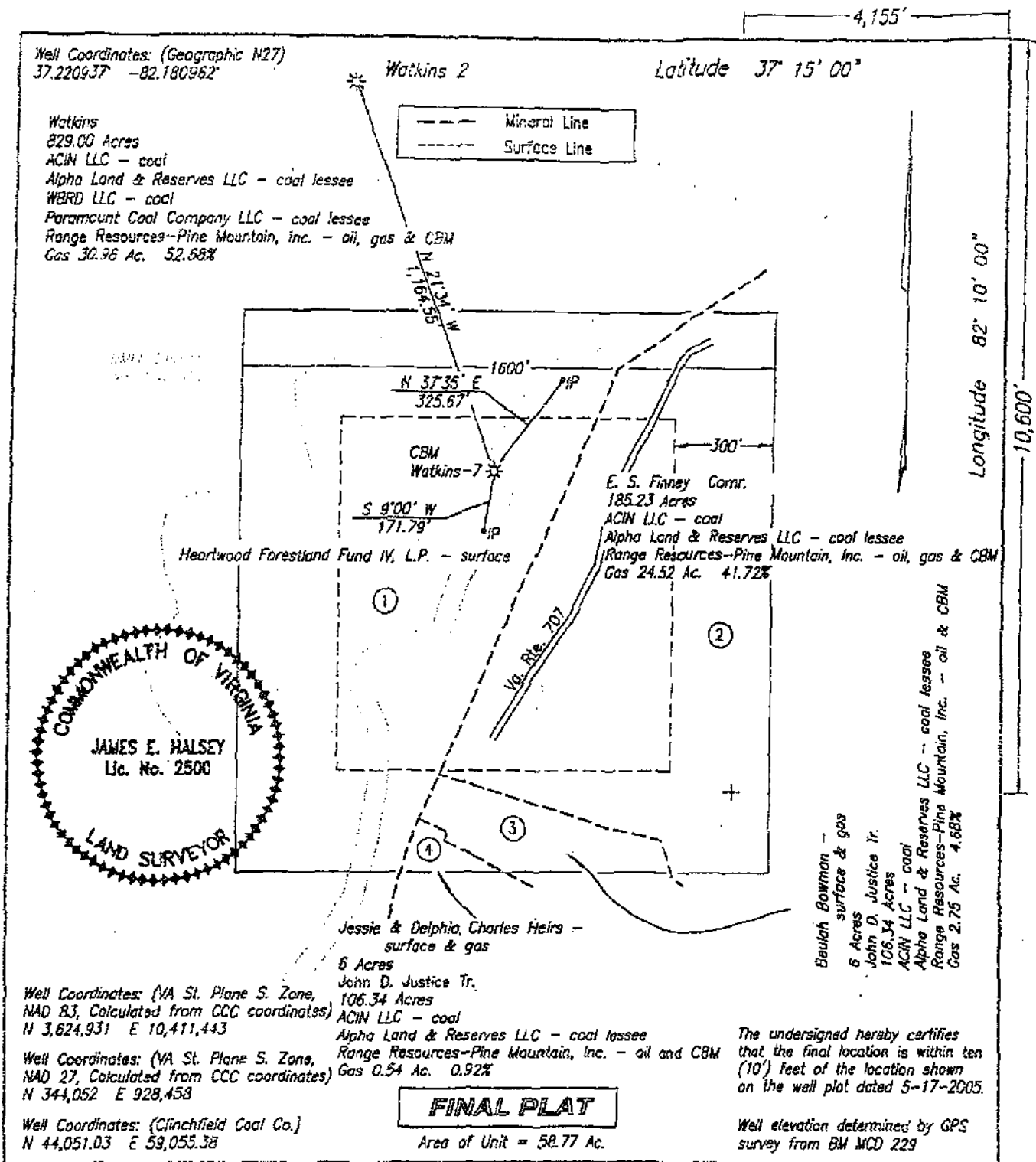
Coalbed Methane

5. Factual basis for relief requested

Application from Range Resources-Pine Mountain, Inc. to pay parties identified in Tract 4 in the following table an exact dollar amount due to overpayment into escrow following 050621-1470-02 disbursement.

6. Attestation

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



WELL LOCATION PLAT (Nora Grid Z-74)

COMPANY Range Resources-Pine Mountain, Inc. WELL NAME AND NUMBER Watkins-7
TRACT NO. ELEVATION 1,742.49' QUADRANGLE Prater
COUNTY Buchanan DISTRICT Prater SCALE 1" = 400' DATE 4-09-2009

This Plat is a new plat ; an updated plat x; 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.

James E. Halsey
Licensed Professional Engineer or Licensed Land Surveyor

VGOB Disbursement

Unit Watkins 7

VGOB-05-0621-1470-03

Table 1 (pay exact dollar amount based on account balance of 4/15/2013)

A portion of 4

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Item	Tract	Disbursement Table			
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4 Tract 4 (total acreage)

0.54

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4	4	Sarah Mohr\215 Twillo Run Drive, New Haven, IN 46774	0.0780	100.00%	0.0780	14.4444%	\$15.79
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7	4	Corene Wagner\1079 Coal Miner Road, Vansant, VA 24656	0.0060	100.00%	0.0060	1.1111%	\$1.21
8	4	Margie Yates\28826 Eunice Avenue, Defiance, OH 43512	0.0060	100.00%	0.0060	1.1111%	\$1.21
9	4	Vernie & Quillion Boyd\1064 Ironwood Road, Vansant VA 24656	0.0045	100.00%	0.0045	0.8333%	\$0.91
10	4	Roy Boyd \General Delivery, Davenport, VA 24239	0.0045	100.00%	0.0045	0.8333%	\$0.91
11	4	Martha Boyd\General Delivery, Davenport, VA 24239	0.0045	100.00%	0.0045	0.8333%	\$0.91
12	4	Russell & Sherry Boyd\Box 931 Rocky Gap Hollow, Birchleaf, VA 24220	0.0045	100.00%	0.0045	0.8333%	\$0.91

Wells contributing to the escrow account:

REVISION
(10/25/2011)

Exhibit "B"
Revised 5/4/2009 Watkins 7

Tract	Lessor	Lease Status	Interest Within Unit	Gross Acreage in Unit
Gas Estate Only				
1	Range Resources - Pine Mountain, Inc. Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Owner	52.68000000	30.96000000
2	Range Resources - Pine Mountain, Inc. Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Owner	41.72000000	24.52000000
3	Beulah Bowman 1738 Bearbranch Road Vansant, VA 24656	Leased	4.68000000	2.75000000
4	Willard & Susie A Charles 1064 Ironwood Road Vansant, VA 24656	Leased	0.13288889	0.07800000
	Glenn & Marie Charles P.O. Box 440 Vansant, VA 24656	Leased	0.13288889	0.07800000
	Richard Charles 2066 Watkins Street Grundy, VA 24614	Unleased	0.13288889	0.07800000
	Jonie & Grover Vanover 1580 Bear Branch Road Vansant, VA 24656	Unleased	0.13288889	0.07800000
	Sarah Mohr 215 Twillo Run Drive New Haven, IN 46774	Leased	0.13288889	0.07800000
	Mary Katie & Jessie Kedna Bowman 1715 Bear Branch Road Vansant, VA 24656	Unleased	0.13288889	0.07800000
	Earl & Pearl Charles 1313 Landmark Road Vansant, VA 24656	Leased	0.03088887	0.01800000

REVISION
(10/25/2011)

Floyd & Judy C Charles 1178 Landmark Road Vansant, VA 24656	Leased	0.01022222	0.00600000
Corene Wagner 1079 Coal Miner Road Vansant, VA 24656	Leased	0.01022222	0.00600000
Margie Yates 26826 Eunice Avenue Defiance, OH 43512	Leased	0.01022222	0.00600000
Jessie Boyd Unknown Address	Unleased	0.01022222	0.00600000
James Boyd Unknown Address	Unleased	0.01022222	0.00600000
Jerline Boyd Heirs Unknown	Unleased	0.01022222	0.00600000
Vernie & Quillion Boyd P.O. Box 274 Davenport, VA 24239	Leased	0.00766667	0.00450000
Russell & Sherry Boyd Box 931 Rocky Gap Hollow Birchleaf, VA 24220	Leased	0.00766667	0.00450000
Roy Boyd General Delivery Davenport, VA 24239	Unleased	0.00766667	0.00450000
Martha Boyd General Delivery Davenport, VA 24239	Unleased	0.00766667	0.00450000
TOTAL GAS ESTATE		100.00000000	58.77000000
Percentage of Unit Leased	99.55533333		
Percentage of Unit Unleased	0.44466667		
Acreage in Unit Leased	58.50900000		
Acreage in Unit Unleased	0.26100000		

SECTION
(10/25/2011)

Exhibit "B"
Revised 5/4/2009 Watkins 7

Tract	Lessor	Lease Status	Interest Within Unit	Gross Acreage In Unit
CBM Estate Only				
1	Range Resources - Pine Mountain, Inc. Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Owner	52.68000000	30.96000000
2	Range Resources - Pine Mountain, Inc. Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Owner	41.72000000	24.52000000
3	Range Resources - Pine Mountain, Inc. Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Owner	4.68000000	2.75000000
4	Range Resources - Pine Mountain, Inc. Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Owner	0.92000000	0.54000000
TOTAL GAS ESTATE			100.00000000	58.77000000
Percentage of Unit Leased		100.00000000		
Percentage of Unit Unleased		0.00000000		
Acreage in Unit Leased		58.77000000		
Acreage in Unit Unleased		0.00000000		

Exhibit "E"
Watkins 7 Revised 10/17/2011

REVISION
(10/25/2011)

Tract	Lessor	Lease Status	Interest Within Unit	Gross Acreage In Unit
Gas Estate Only				
4	Jonie & Grover Vanover 1580 Bear Branch Road Vansant, VA 24656	Unleased	0.13288889	0.07800000
	Mary Katie & Jessie Kedna Bowman 1715 Bear Branch Road Vansant, VA 24656	Unleased	0.13288889	0.07800000
	Jessie Boyd Unknown Address	Unleased	0.01022222	0.00600000
	James Boyd Unknown Address	Unleased	0.01022222	0.00600000
	Jerline Boyd Heirs Unknown	Unleased	0.01022222	0.00600000
	TOTAL GAS ESTATE		0.29644444	0.17400000

Exhibit "EE"
Watkins 7 Revised 10/17/2011

REVISION
 36 (10/25/2011)

Tract	Lessor	Interest Within Unit	Gross Acreage in Unit
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Gas Estate Only

4	Willard & Susie A Charles 1064 Ironwood Road Vansant, VA 24656	0.13288889	0.07800000
	Glenn & Marie Charles P.O. Box 440 Vansant, VA 24656	0.13288889	0.07800000
	Richard Charles 2066 Watkins Street Grundy, VA 24814	0.13288889	0.07800000
	Sarah Mohr 215 Twillo Run Drive New Haven, IN 46774	0.13288889	0.07800000
	Earl & Pearl Charles 1313 Landmark Road Vansant, VA 24656	0.03066667	0.01800000
	Floyd & Judy C Charles 1178 Landmark Road Vansant, VA 24656	0.01022222	0.00600000
	Corene Wagner 1079 Coal Miner Road Vansant, VA 24656	0.01022222	0.00600000
	Margie Yates 26826 Eunice Avenue Defiance, OH 43512	0.01022222	0.00600000
	Vernie & Quillion Boyd P.O. Box 274 Davenport, VA 24239	0.00766667	0.00450000

REVISION (10/25/2011)

Russell & Sherry Boyd Box 931 Rocky Gap Hollow Birchleaf, VA 24220	0.00766667	0.00450000
Roy Boyd General Delivery Davenport, VA 24239	0.00766667	0.00450000
Martha Boyd General Delivery Davenport, VA 24239	0.00766667	0.00450000
Totals	0.02355556	0.01350000

INSTRUMENT #130001774
RECORDED IN THE CLERK'S OFFICE OF
BUCHANAN COUNTY ON
SEPTEMBER 13, 2013 AT 01:06PM

BEVERLY S. TILLER, CLERK
RECORDED BY: MXB