

Instrument prepared by:

VIRGINIA GAS AND OIL BOARD

Order recorded under:

CODE OF VIRGINIA
§ 45.1-361.26

DB 526 PG323

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-536768

TRACT(S): 5, 6

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-05-1115-1530-02

APPLICANTS:

Range Resources-Pine Mountain, on behalf of Tives E. & Linda Grizzle, Tives E. Grizzle,
Virginia Sutherland Mullins

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 01/10/2006, Recorded on 01/17/2006, Deed Book/Instrument No. 421, Page 684.
2. Supplemental Order, Recorded on 07/06/2006, Deed Book/Instrument No. 427, Page 408.
3. Disbursement Order -01 Executed 12/21/2012, Recorded on 01/28/2013, Deed Book/Instrument No. 503, Page 322.

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) 5, 6 identified in the attached petition.
- (2) Delete the requirement that the Unit Operator place future royalties attributable to Tract(s) 5, 6 relative to the interests of the Applicants identified in the attached petition.
- (3) Close 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-536768, to the owner(s) in Tracts 5 & 6. VGOB 05/11/15-1530-02. Dickenson County, Virginia.

RELIEF GRANTED:

VGOB Disbursement
Unit VC-536768

VGOB-05-1115-1530-02

Table 1
Tracts: 5, 6

Item	Tract	Disbursement Table	Fractional Ownership	Net Acreage Ownership	Royalty Split	Escrowed Acres	Percent of Escrowed Funds Disbursed
			in Tract	in Tract	Agreement	Disbursed	Disbursed
		Total acreage in escrow before disbursement				2.32000	
5 Tract 5 (total acreage)			0.78				
1	5	Tives E. Grizzle\820 Roaring Fork Rd.; Dante;VA 24237		0.3900	100.00%	0.3900	16.8103%
2	5	Virginia Sutherland Mullins\820 Roaring Fork Rd.; Dante;VA 24237		0.3900	100.00%	0.3900	16.8103%
6 Tract 6 (total acreage)			1.54				
1	6	Tives E. & Linda Grizzle\820 Roaring Fork Rd.; Dante;VA 24237		1.5400	100.00%	1.5400	66.3793%

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 29 day of May, 2015 by a majority of the Virginia Gas and Oil Board.



Chairman, Bradley C. Lambert

DONE AND PERFORMED this 29 day of May, 2015 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 29th 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 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, 2017



BEFORE THE VIRGINIA GAS AND OIL BOARD

PETITIONER: Range Resources-Pine Mountain,

DIVISION OF GAS AND OIL

DOCKET NO: VGOB 05-1115-1530-02

RELIEF SOUGHT: (1) DISBURSEMENT FROM
ESCROW REGARDING TRACT(S) 5, 6
(2) AND AUTHORIZATION FOR DIRECT
PAYMENT OF ROYALTIES

HEARING DATE: May 26, 2015

DRILLING UNIT: VC-538768

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 to disburse funds from the escrow account for Well VC-536768, to the owner(s) in tract(s) 5 & 6. VGOB 05-1115-1530-02. Dickenson County, Virginia.

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-536768, to the owner(s) in Tracts 5 & 6. VGOB 05/11/15-1530-02. Dickenson County, Virginia.

6. Attestation

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

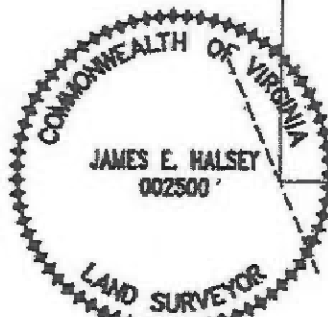
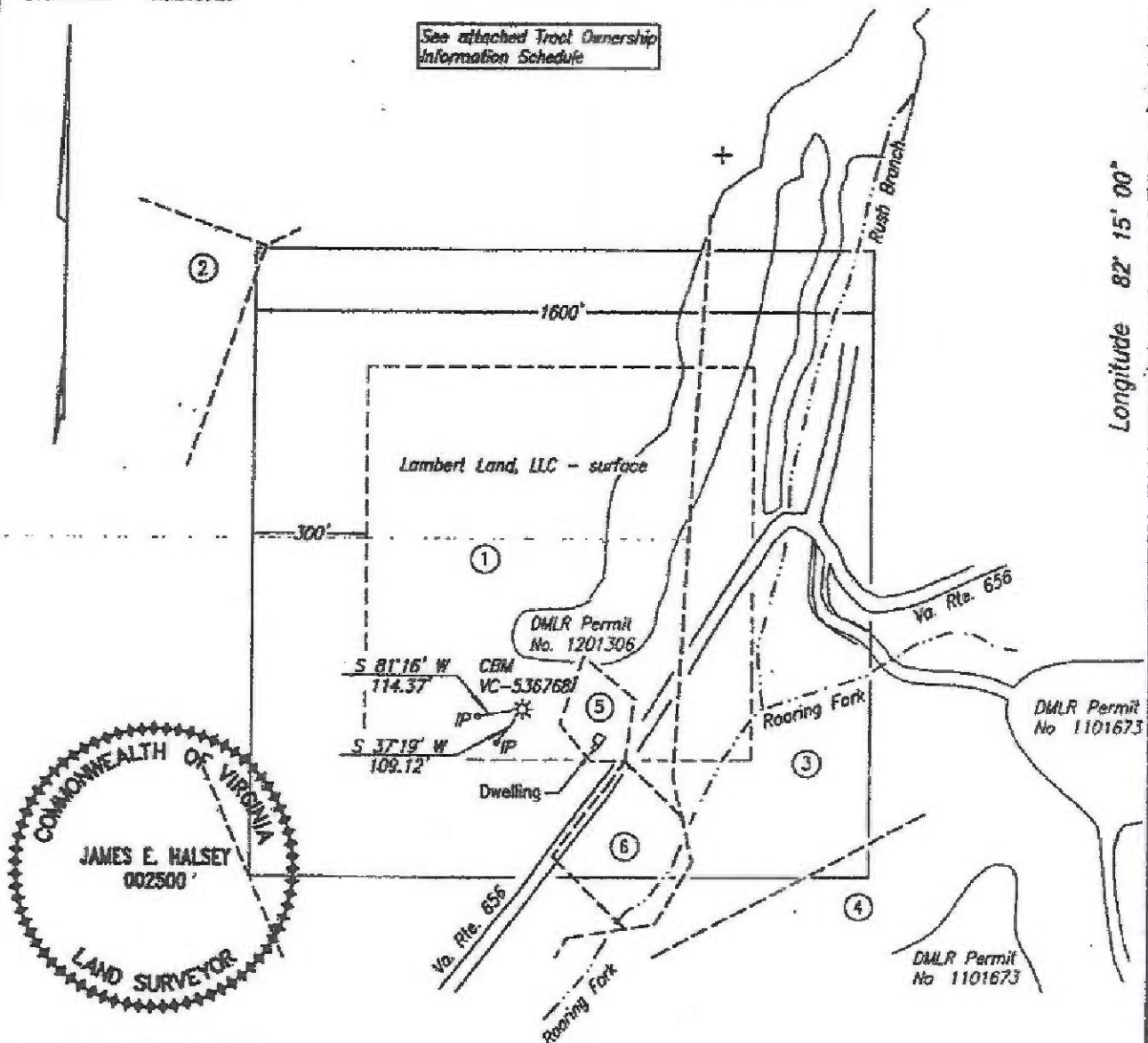
0 1357750

5,530'

Well Coordinates: (Geographic N27)
37.034399° -82.268920°

Latitude 37° 02' 30"

Longitude 82° 15' 00"

See attached Tract Ownership
Information Schedule

The undersigned hereby certifies
that the final location is within ten
(10') feet of the location shown
on the well plat dated 9-28-2005.

Well elevation determined by
GPS survey from BM Y 108

FINAL PLAT

Area of Unit = 58.77 Ac.

Well Coordinates: (VA St. Plane S. Zone,
Calculated from CCC coordinates)
N 277,201 E 900,156

Well Coordinates: (Clinchfield Coal Co.)
S 23,866.94 E 33,401.49

WELL LOCATION PLAT

COMPANY Equitable Production Company WELL NAME AND NUMBER VC-536768
TRACT NO. TC-176 ELEVATION 2,002.44' QUADRANGLE Nara
COUNTY Dickenson DISTRICT Ervinton SCALE 1" = 400' DATE 12-05-2005
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.

James E. Halsey
Licensed Professional Engineer or Licensed Land Surveyor

VC-536768 PLAT **OK 421AD 696**
TRACT OWNERSHIP INFORMATION SCHEDULE

1. Lease No. 905467L
Lambert Land, LLC - oil, gas, & coal (Lower Banner Seam only)
Lease No. 244792L / TC-176
Elijah Neece, 68.25 Acres
ACIN LLC - coal (all except Lower Banner Seam)
Alpha Land & Reserves LLC - coal lessee
WBRD LLC - coal (all except Lower Banner Seam)
Dickenson-Russell Coal Company LLC - coal lessee
Pine Mountain Oil & Gas, Inc. - CBM
Gas 39.37 Ac. 66.99%

2. Lease No. 241490L / T-107
C.C. Puckett
30.80 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 0.02 Ac. 0.03%

3. Lease No. 241640L / T2-130
Geo. Lambert
153.53 Acres
Heartwood Forestland Fund IV, L.P. - surface
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 16.90 Ac. 28.76%

4. Lease No. 905073L
Lambert Land, LLC - surface, coal, oil, gas & CBM
883.21 Acres
Gas 0.16 Ac. 0.27%

5. Lease No.
Eva Grizzle - oil, gas & coal (Lower Banner Seam only)
3/4 Acre
Lease No. 244792L / TC-176
Elijah Neece, 68.25 Acres
ACIN LLC - coal (all except lower banner seam)
Alpha Land & Reserves LLC - coal lessee
WBRD LLC - coal (all except lower banner seam)
Dickenson-Russell Coal Company LLC - coal lessee
Pine Mountain Oil & Gas, Inc. - CBM
Gas 0.78 Ac. 1.33%

BK 421 PG 697

6. Lease No.
Eva Grizzle - oil, gas & coal (Lower Banner Seam only)
1 Acre
Lease No. 244792L / TC-176
Elijah Neece, 68.25 Acres
ACIN LLC - coal (all except lower banner seam)
Alpha Land & Reserves LLC - coal lessee
WBRD LLC - coal (all except lower banner seam)
Dickenson-Russell Coal Company LLC - coal lessee
Pine Mountain Oil & Gas, Inc. - CBM
Gas 1.54 Ac. 2.62%

EXHIBIT "B"
VC-536768
VGOB 05/11/15-1530
REVISED as of 04/20/2015

<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>	Lambert Land LLC P.O. Box 490 TAX ID: Nora, Virginia 24272 6221	Leased-Range Resources-Pine Mountain, Inc. 905437 TC-176	66.8900%	39.3700
	Tract 1 Totals		66.8900%	39.3700
<u>2</u>	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham TAX ID: PO Box 2136 11716 Abingdon, VA 24212	Leased-Range Resources-Pine Mountain, Inc. 906689 T-107	0.030000%	0.0200
	Tract 2 Totals		0.030000%	0.0200
<u>3</u>	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham Minerals Only: PO Box 2136 Abingdon, VA 24212	Leased-Range Resources-Pine Mountain, Inc. 906989 T2-136	28.760000%	16.9000
	Tract 3 Totals		28.760000%	16.9000
<u>4</u>	Lambert Land LLC P.O. Box 490 TAX ID: Nora, Virginia 24272 12398	Leased-Range Resources-Pine Mountain, Inc. 905073	0.2700%	0.1600
	Tract 4 Totals		0.2700%	0.1600
<u>5</u>	<u>Eva Jane Grizzle Heirs</u>			
TAX ID: 2033	Tives E. Grizzle 820 Roaring Fork Rd Dante, VA 24237	Unleased TC-176	0.665000%	0.3900
	Virginia Sutherland Mullins 820 Roaring Fork Rd Dante, VA 24237	Unleased TC-176	0.695000%	0.3900
	Tract 5 Totals		1.360000%	0.7800
<u>6</u>	<u>Eva Jane Grizzle Heirs</u>			
TAX ID: 2034	Tives E. Grizzle & Unde Grizzle, h/w 820 Roaring Fork Rd Dante, VA 24237	Unleased TC-176	2.620000%	1.5400
	Tract 6 Totals		2.620000%	1.5400
	TOTAL GAS ESTATE		106.000000%	58.7700
	Percentage of Unit Leased		96.650000%	
	Percentage of Unit Unleased		3.950000%	
	Acres in Unit Leased			58.4500
	Acres in Unit Unleased			2.3200

COAL ESTATE ONLY

1	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Leased-Range Resources-Pine Mountain, Inc. 906889 TC-176	66.990000%	39.3700
TAX ID 6221				
	Tract 1 Totals		66.990000%	39.3700
2	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Leased-Range Resources-Pine Mountain, Inc. 906889 T-107	0.030000%	0.0200
TAX ID 11716				
	Tract 2 Totals		0.030000%	0.0200
3	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Leased-Range Resources-Pine Mountain, Inc. 906889 T2-130	28.760000%	16.9000
Minerals Only				
	Tract 3 Totals		28.760000%	16.9000
4	Lambert Land LLC P.O. Box 490 Nora, VA 24272	Leased-Range Resources-Pine Mountain, Inc. 906073	0.270000%	0.1800
TAX ID 12358				
	Tract 4 Totals		0.270000%	0.1800
5	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Leased-Range Resources-Pine Mountain, Inc. 906889 TC-176	1.330000%	0.7800
TAX ID 2033				
	Tract 5 Totals		1.330000%	0.7800
6	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Leased-Range Resources-Pine Mountain, Inc. 906889 TC-175	2.620000%	1.5400
TAX ID 2034				
	Tract 6 Totals		2.620000%	1.5400
	TOTAL COAL 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

*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 Company.

EXHIBIT "E"
VC-536768
VGOB 05/11/15-1530
REVISED as of 04/20/2015

<u>TRACT</u>	<u>LESSOR</u>	<u>LEASE STATUS</u>	<u>INTEREST WITHIN UNIT</u>	<u>GROSS ACREAGE IN UNIT</u>
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Gas Estate Only

N/A

N/A

EXHIBIT "EE"
VC-536768
VGOB 05/11/15-1530
 REVISED as of 04/20/2015

<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>				
1	Lambert Land LLC P.O. Box 490 Nora, Virginia 24272	Leased-Range Resources-Pine Mountain, Inc. 905467 TC-176	66.99000%	39.3700
TAX ID 6221				
	Disbursement-01 Totals		66.99000%	39.3700
<u>Disbursement -02</u>				
5	<u>Eva Jane Grizzle Heirs</u>			
TAX ID 2033	Tives E. Grizzle 820 Roaring Fork Rd Dante, VA 24237	Unleased TC-176	0.665000%	0.3900
	Virginia Sutherland Mullins 820 Roaring Fork Rd Dante, VA 24237	Unleased TC-176	0.665000%	0.3900
	Tract 5 Totals		1.330000%	0.7800
6	<u>Eva Jane Grizzle Heirs</u>			
TAX ID 2034	Tives E. Grizzle & Linda Grizzle, h/w 820 Roaring Fork Rd Dante, VA 24237	Unleased TC-176	2.620000%	1.5400
	Tract 6 Totals		2.620000%	1.5400
	Current Disbursement-02 Totals		3.950000%	2.3200

INSTRUMENT #150000000
 RECORDED IN THE CLERK'S OFFICE OF
 WICKENBURG ON
 JUNE 5, 2015 AT 01:47PM

RICHARD W. EDWARDS, CLERK
 RECORDED BY: CFF