

INSTRUMENT PREPARED BY
VIRGINIA GAS AND OIL BOARD

ORDER RECORDED UNDER CODE
OF VIRGINIA SECTION 45.1-361.26

VIRGINIA:

BEFORE THE VIRGINIA GAS AND OIL BOARD

SUPPLEMENTAL ORDER REGARDING DOCKET NO. VGOB 07/10/16-2045

ELECTIONS, UNIT: VC-537648

(hereinafter "Subject Drilling Unit")

TAX MAP IDENTIFICATION NUMBERS:

TAX MAP IDENTIFICATION NUMBERS FOR ALL PARCELS
AFFECTED BY THIS ORDER ARE SHOWN ON EXHIBIT (S) -
B WHICH IS/ARE ATTACHED TO AND A PART OF THIS
ORDER.

REPORT OF BOARD

FINDINGS AND ORDER

1. This Supplemental Order is entered by the Board sua sponte in the form authorized by the Board at its hearing held at 9:00 a.m. on October 20, 1992, Board of Supervisors Room, Courthouse, Grundy, Virginia, and pursuant to authority granted to the Board's Chairman at the hearing of the Virginia Gas and Oil Board on June 16, 1992, at 9:00 a.m. at the Rhododendron Restaurant at the Breaks Interstate Park, Breaks, Virginia; and this Supplemental Order is being recorded for the purpose of (1) complying with the requirement of the Virginia Gas and Oil Board Regulations, 4 VAC 25-160.70C by supplementing the Order previously issued by the Board for subject Docket on December 5, 2007 and recorded in Deed Book 446, Page 709 in the Office of the Clerk of Circuit Court, Dickenson County, Virginia on December 17, 2007, (herein "Board Order") to complete the record regarding elections. The Board Order pooled all interest in Subject Drilling Unit including those of the Respondents more particularly set forth and identified by the Designated Operator in the affidavits attached hereto and made a part hereof. The Board finds it has jurisdiction over the subject matter pursuant to the provisions of the Virginia Gas and Oil Act, § 45.1-361.1 et seq., Virginia Code, 1950 as amended.
2. Findings: The Board finds that:
 - (a) The Board Order directed Equitable Production Company, (herein the Designated Operator"), to mail copies of the Board Order to all respondents whose interest, if any, were pooled by said Board Order;
 - (b) The designated operator filed its affidavit of mailing dated January 11, 2008, disclosing that it had mailed a correct copy of the Board's Order to all Respondents whose interest, if any, were pooled by said Board Order;

- (c) The Board Order required each Respondent whose interest, if any, were pooled by the terms of said Board Order to make his or her election within thirty (30) days after the date of mailing or recording, as applicable, of said Order; the Designated Operator has filed its affidavit dated October 23, 2008, in accordance with § 7.C of the Virginia Gas and Oil Board Regulations and 4 VAC 25-160.70C (herein "Affidavit of Election"), wherein it has, for each Respondent whose interest, if any, were pooled by said Board Order, stated: (i) whether each Respondent has made or failed to make a timely election; (ii) the nature of the election made, if any; (iii) whether, by reason of a failure to elect or to timely elect one or more Respondents are deemed, under the terms of the Board's Order, to have leased all their rights, title, interest, estates and claims in Subject Drilling Unit to the Designated Operator;
 - (d) The Board Order further required the Designated Operator, after expiration of the election period, to file with the Board a statement of the interests subject to escrow under the terms and provisions of the Board Order, in light of the elections made or deemed to have been made (herein "Statement of Interests"); that the Designated Operator furnished said Statement of Interests as part of its Affidavit of Election. A copy of which is attached hereto as Exhibit B;
 - (e) Current Board standards requiring the escrow of funds and the Board's agreement with its Escrow Agent, Wachovia Bank, N.A., VA7515, P.O. Box 14061, Roanoke, VA 24038, (540) 563-7764, Attn: Judy Barger, or any successor named by the Board, require the entry of a Supplemental Order establishing of record the elections made or deemed to have been made and specifying the sums or percentage thereof subject to escrow. Current Board escrow standards were made applicable to Subject Drilling Unit by a Board Order dated December 23, 1992.
3. Order: By this Order, the Board orders the Designated Operator to tender, consistent with and in accordance with the findings set forth at paragraph 2 above and the annexed Affidavits, any funds subject to escrow and instructs the Escrow Agent, Wachovia Bank, N.A., VA7515, P.O. Box 14061, Roanoke, VA 24038, (540) 563-7764, Attn: Judy Barger, or any successor named by the Board to establish interest-bearing escrow account(s), IRS Tax Identification Number 54-1629506, in accordance with the information set forth in said affidavits to receive such funds and account to the Board therefore.
 4. Mailing of Order and Filing of Affidavit: The Designated Operator under the captioned Order or its Attorney shall file an affidavit with the Secretary of the Board within ten (10) days after the date of receipt of this Order stating that a true and correct copy of this Order was mailed to each person whose interest or claim is subject to escrow and whose address is known.
 5. Conclusion: Therefore, the findings and all terms and provisions set forth above be and hereby are granted and IT IS SO ORDERED.
 6. Effective Date: This Order shall be effective on the date of its execution.

DONE AND EXECUTED this 30th day of October, 2008 by a majority
of the Virginia Gas and Oil Board.

Benny R. Wampler
Chairman, Benny R. Wampler

DONE AND PERFORMED THIS 30th day of October, 2008 by Order
of this Board.

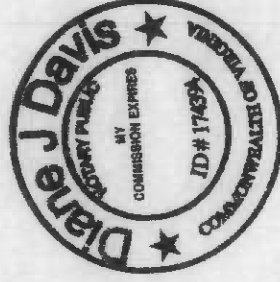
David E. Asbury
David Asbury
Principal Executive to the Staff
Virginia Gas and Oil Board

STATE OF VIRGINIA)
COUNTY OF WASHINGTON)

Acknowledged on this 30th day of October, 2008,
personally before me a notary public in and for the Commonwealth of
Virginia, appeared Benny Wampler, being duly sworn did depose and say
that he is Chairman of the Virginia Gas and Oil Board, and David Asbury,
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
Diane Davis, Notary
174394

My commission expires: September 30, 2009



VIRGINIA:***BEFORE THE VIRGINIA GAS AND OIL BOARD***

IN RE: Application of Equitable Production Company, for Forced Pooling of Interests in Unit Number VC-537648 VGOB Docket No. VGOB-07/10/16-2045 in the Kenady Magisterial District of Dickenson County, Virginia.

AFFIDAVIT OF WILHOIT & KAISER, Attorneys-at-Law, Agents for the Designated Operator REGARDING ELECTIONS, ESCROW ACCOUNTS AND SUPPLEMENTAL ORDER

James E. Kaiser (herein Affiant), being first duly sworn on oath, deposes and says:

1. That the Affiant is an attorney in the law firm of WILHOIT & KAISER, the Agent for the Designated Operator, with offices located at 220 Broad Street, Kingsport, Tennessee 37660, and is authorized to give this Affidavit in its behalf;
2. That the Order entered on December 5, 2007, by the Virginia Gas and Oil Board regarding the captioned coalbed methane Unit required the Applicant to mail a true and correct copy of said Order to each person pooled by said Order;
3. That within seven (7) days of the receipt of an executed copy of the Order referred to at Paragraph 2. above, the Affiant was directed to cause a true and correct copy of said Order to be mailed via the United States Postal Service to each Respondent named in the captioned Application, whose address was known, and to all persons, if any, who are added as Respondents at the hearing held in the captioned matter;
4. That the Order of the Virginia Gas and Oil Board in the captioned matter required all persons pooled thereby to tender their written elections to the Unit Operator within thirty (30) days of the date said Order was recorded in the county above named; that said Order was recorded on December 17, 2007.
5. That the Designated Operator, by and through their agent, Wilhoit & Kaiser, Attorneys-at-Law, have established procedures to review all mail received and all written documents received by means other than by mail to ascertain whether parties whose interest have been pooled have made a written election, in a timely fashion, as required by the captioned Order; that said procedures were followed to identify the elections, if any, made with regard to Subject Unit; that the following persons delivered, by mail or otherwise, written elections to the Unit Operator, within the thirty day election periods:

NONE

6. That the interest and/or claims of the following persons (who made timely elections, or who are deemed under the terms of the Board's Order to have leased, or who, subsequent to the pooling hearing held in the captioned matter, have leased or otherwise entered into an agreement with the Designated Operator) are subject to escrow as either unknown claimants or conflicting claimants under the Board's Order pooling the captioned Unit, Board Regulations and the Code of Virginia; that opposite the name of each person named as a Respondent listed below is set forth:

<u>TRACT</u>	<u>LESSOR</u>	<u>LEASE STATUS</u>	<u>NET REVENUE INTEREST</u>
1	ACIN, LLC Attn: John Mooney PO Box 2827 Huntington, WV 25727	Leased 904576 DI-19	0.05345000
OR			
1	Pine Mountain Oil & Gas, Inc. Attn: Jerry Grantham P.O. Box 2136, Abingdon, VA 24212	Leased 906889 TC-151	0.05345000
2	H. Jack Rose & Lilly Texas Rose, h/w Rt. 2 Box 180, Coeburn, VA 24230	Unleased	0.01121250
OR			
2	Pine Mountain Oil & Gas, Inc. Attn: Jerry Grantham P.O. Box 2136, Abingdon, VA 24212	Leased 906889 TC-151	0.01121250
3	Hasel B. Willis & Shelbie Willis, h/w 8570 DC Caney Ridge Road Coeburn, VA 24230	Leased 907344	0.00403750
OR			
3	Pine Mountain Oil & Gas, Inc. Attn: Jerry Grantham P.O. Box 2136, Abingdon, VA 24212	Leased 906889 TC-151	0.00403750
4	Randal Bruce Willis & Tammy Lynn Willis, h/w 8568 DC Caney Ridge Road Coeburn, VA 24230	Leased 907345	0.00212500
OR			
4	Pine Mountain Oil & Gas, Inc. Attn: Jerry Grantham P.O. Box 2136, Abingdon, VA 24212	Leased 906889 TC-151	0.00212500

<u>TRACT</u>	<u>LESSOR</u>	<u>LEASE STATUS</u>	<u>NET REVENUE INTEREST</u>
5	Joey Edmond Mullins & Tabatha Ann Mullins Rt. 2 Box 178C Coeburn, VA 24230	Leased 905954	0.00042500
OR			
5	Pine Mountain Oil & Gas, Inc. Attn: Jerry Grantham P.O. Box 2136, Abingdon, VA 24212	Leased 906889 TC-151	0.00042500
6	Willie Lee Rose & Betty Sue Rose, h/w Rt. 2 Box 176 Coeburn, VA 24230	Leased 905498	0.00036250
OR			
6	Pine Mountain Oil & Gas, Inc. Attn: Jerry Grantham P.O. Box 2136, Abingdon, VA 24212	Leased 906889 TC-151	0.00036250
7	Lucille Mullins, widow Route 2 Box 175 Coeburn, VA 24230	Leased 905786	0.00127500
OR			
7	Pine Mountain Oil & Gas, Inc. Attn: Jerry Grantham P.O. Box 2136, Abingdon, VA 24212	Leased 906889 TC-151	0.00127500
8	Karl Rasnick & Tammy Rasnick, h/w 8704 DC Caney Ridge Road Coeburn, VA 24230	Leased 907387	0.02372500
OR			
8	Pine Mountain Oil & Gas, Inc. Attn: Jerry Grantham P.O. Box 2136, Abingdon, VA 24212	Leased 906889 TC-151	0.02372500
9	Willie Lee Rose & Betty Sue Rose, h/w Rt. 2 Box 176 Coeburn, VA 24230	Leased 905498	0.00416250
OR			
9	Pine Mountain Oil & Gas, Inc. Attn: Jerry Grantham P.O. Box 2136, Abingdon, VA 24212	Leased 906889 TC-151	0.00416250

7. That after the pooling hearing held in the captioned matter, the following persons have leased or entered into a voluntary agreement with the Designated Operator with regard to their interest and/or claims.

NONE

8. That the following persons have not made a timely election and have failed to enter into an agreement with the Designated Operator and their respective interests shall be deemed to have leased pursuant to and in accordance with paragraph 10 of the Order.

TRACT

LESSOR

CASH CONSIDERATION

2

H. Jack Rose &
Lilly Texas Rose, h/w
Rt. 2 Box 180,
Coeburn, VA 24230

5.2700 x \$5.00 = \$26.35

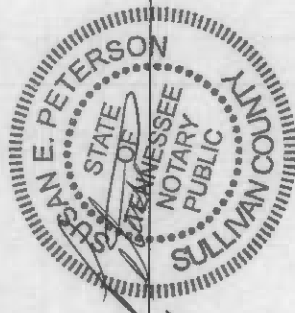
That pursuant to the provision of 4VAC 25-160.70C annexed hereto and incorporated herein is a proposed supplemental order to be entered to complete the record regarding elections; that said annexed supplemental order sets forth that the services of the Escrow Agent are required in this matter pursuant to the terms of §§ 45.1-361.21.D.

Dated at Kingsport, Tennessee, this 23rd day of October 2008.



Affiant

Taken, subscribed and sworn to before me by James E. Kaiser, the Agent of Equitable Production Company, a corporation, on behalf of the corporation, this 23rd day of October 2008.



Susan Peterson, Notary

My commission expires: November 12, 2008

EXHIBIT "B"
VC-537648
VGOB 07/10/16-2045
 REVISED 10/12/07

<u>TRACT</u>	<u>LESSOR</u>	<u>LEASE STATUS</u>	<u>INTEREST WITHIN UNIT</u>	<u>GROSS ACREAGE IN UNIT</u>	<u>NET REVENUE INTEREST</u>
<u>Gas Estate Only</u>					
1 TAX ID 14119	ACIN, LLC Attn: John Mooney PO Box 2827 Huntington, WV 25727	Leased 904576 DJ-19	42.760000%	25.1300	0.05345000 RI
Tract 1 Totals	Equitable Production		42.760000%	25.1300	0.37415000 WI 0.42760000
2 TAX ID 5856 & 5840	H. Jack Rose & Lilly Texas Rose, h/w Rt. 2 Box 180, Coeburn, VA 24230	Unleased	8.970000%	5.2700	0.01121250 RI
Tract 2 Totals	Equitable Production		8.970000%	5.2700	0.07848750 WI 0.08970000
3 TAX ID 6354	Hasel B. Willis & Shelbie Willis, h/w 8570 DC Caney Ridge Road Coeburn, VA 24230	Leased 907344	3.230000%	1.9000	0.00403750 RI
Tract 3 Totals	Equitable Production		3.230000%	1.9000	0.02826250 WI 0.03230000
4 TAX ID 20860	Randal Bruce Willis & Tammy Lynn Willis, h/w 8568 DC Caney Ridge Road Coeburn, VA 24230	Leased 907345	1.700000%	1.0000	0.00212500 RI
Tract 4 Totals	Equitable Production		1.700000%	1.0000	0.01487500 WI 0.01700000
5 TAX ID 21109	Joey Edmond Mullins & Tabatha Ann Mullins Rt. 2 Box 178C Coeburn, VA 24230	Leased 905954	0.340000%	0.2000	0.00042500 RI
Tract 5 Totals	Equitable Production		0.340000%	0.2000	0.00297500 WI 0.00340000
6 Willie Lee Rose &		Leased	0.290000%	0.1700	0.00036250 RI

TAX ID 5880	Betty Sue Rose, h/w Rt. 2 Box 176 Coeburn, VA 24230	905498			
Tract 6 Totals	Equitable Production		0.290000%	0.1700	0.00253750 WI 0.00290000
7 TAX ID 5236	Lucille Mullins, widow Route 2 Box 175 Coeburn, VA 24230	Leased 905786	1.020000%	0.6000	0.00127500 RI
Tract 7 Totals	Equitable Production		1.020000%	0.6000	0.00892500 WI 0.01020000
8 TAX ID 4472	Karl Rasnick & Tammy Rasnick, h/w 8704 DC Caney Ridge Road Coeburn, VA 24230	Leased 907387	18.980000%	11.1500	0.02372500 RI
Tract 8 Totals	Equitable Production		18.980000%	11.1500	0.16607500 WI 0.18980000
9 TAX ID 5880	Willie Lee Rose & Betty Sue Rose, h/w Rt. 2 Box 176 Coeburn, VA 24230	Leased 905498	3.330000%	1.9600	0.00416250 RI
Tract 9 Totals	Equitable Production		3.330000%	1.9600	0.02913750 WI 0.03330000
10 TAX ID 12105	Steinman Development Co. Box 249 Norton, VA 24273	Leased 241493	19.380000%	11.3900	0.02422500 RI
Tract 10 Totals	Equitable Production		19.380000%	11.3900	0.16957500 WI 0.19380000
TOTAL GAS ESTATE			100.000000%	58.7700	1.00000000
<u>Coal Estate Only</u>					
1 TAX ID 1928	Pine Mountain Oil & Gas, Inc. Attn: Jerry Grantham P.O. Box 2136, Abingdon, VA 24212	Leased 906889 TC-151	42.760000%	25.1300	0.05345000 RI
Tract 1 Totals	Equitable Production		42.760000%	25.1300	0.37415000 WI 0.42760000

2	Pine Mountain Oil & Gas, Inc. Attn: Jerry Grantham P.O. Box 2136, Abingdon, VA 24212	Leased 906889 TC-151	8.970000%	5.2700	0.01121250	RI
	Equitable Production					
Tract 2 Totals			8.970000%	5.2700	0.07848750 0.08970000	WI
3	Pine Mountain Oil & Gas, Inc. Attn: Jerry Grantham P.O. Box 2136, Abingdon, VA 24212	Leased 906889 TC-151	3.230000%	1.9000	0.00403750	RI
	Equitable Production					
Tract 3 Totals			3.230000%	1.9000	0.02826250 0.03230000	WI
4	Pine Mountain Oil & Gas, Inc. Attn: Jerry Grantham P.O. Box 2136, Abingdon, VA 24212	Leased 906889 TC-151	1.700000%	1.0000	0.00212500	RI
	Equitable Production					
Tract 4 Totals			1.700000%	1.0000	0.01487500 0.01700000	WI
5	Pine Mountain Oil & Gas, Inc. Attn: Jerry Grantham P.O. Box 2136, Abingdon, VA 24212	Leased 906889 TC-151	0.340000%	0.2000	0.00042500	RI
	Equitable Production					
Tract 5 Totals			0.340000%	0.2000	0.00297500 0.00340000	WI
6	Pine Mountain Oil & Gas, Inc. Attn: Jerry Grantham P.O. Box 2136, Abingdon, VA 24212	Leased 906889 TC-151	0.290000%	0.1700	0.00036250	RI
	Equitable Production					
Tract 6 Totals			0.290000%	0.1700	0.00253750 0.00290000	WI
7	Pine Mountain Oil & Gas, Inc. Attn: Jerry Grantham P.O. Box 2136, Abingdon, VA 24212	Leased 906889 TC-151	1.020000%	0.6000	0.00127500	RI
	Equitable Production					
Tract 7 Totals			1.020000%	0.6000	0.00892500 0.01020000	WI
8	Pine Mountain Oil & Gas, Inc. Attn: Jerry Grantham P.O. Box 2136, Abingdon, VA 24212	Leased 906889 TC-151	18.980000%	11.1500	0.02372500	RI
	Equitable Production					
Tract 8 Totals			18.980000%	11.1500	0.16607500 0.18980000	WI

9
TAX ID 1928
Pine Mountain Oil & Gas, Inc.
Attn: Jerry Grantham
P.O. Box 2136,
Abingdon, VA 24212

Leased
906889
TC-151

1.9600

0.00416250 RI

Tract 9 Totals	Equitable Production	3.3300000%	1.9600	0.02913750 WI
				0.033300000

10
TAX ID 12105
Steinman Development Co.
Box 249
Norton, VA 24273

Leased
241493

11.3900

0.02422500 RI

Tract 10 Totals	Equitable Production	19.3800000%	11.3900	0.16957500 WI
				0.193800000

TOTAL COAL ESTATE **100.00000000%** **58.7700** **1.000000000**

INSTRUMENT #080002450
RECORDED IN THE CLERK'S OFFICE OF
DICKENSON ON
DECEMBER 17, 2008 AT 03:45PM

RICHARD W. EDWARDS, CLERK
RECORDED BY: CJF

VIRGINIA: IN THE OFFICE OF THE CLERK OF THE CIRCUIT COURT OF DICKENSON COUNTY, 12-17, 2008. This deed was this day presented by said office, and upon the certificate of acknowledgment thereto annexed, admitted to record at 3:45 o'clock P.M., after payment of \$ 0 tax imposed by Sec. 58.1-802.

Original returned this date to: Dmne

BY: [Signature] D. CLERK
TESTE: RICHARD W. EDWARDS, CLERK