

*In 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-537839

TRACT(S): 4, 5

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-08-0617-2251-01

**APPLICANTS:**

Range Resources-Pine Mountain, on behalf of Frank Edward Ratliff

**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 10/08/2009, Recorded on 11/06/2009, Deed Book/Instrument No. 472, Page 154.
2. Supplemental Order, Recorded on 02/17/2012, Deed Book/Instrument No. 494, Page 323.

**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:

DB 526 PG446

(1) Amend the Pooling Order to provide for the disbursement of funds on deposit in the Escrow Account attributable to Tract(s) 4, 5 identified in the attached petition.

(2) Delete the requirement that the Unit Operator place future royalties attributable to Tract(s) 4, 5 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 in the escrow account for Well VC-537839, to owner or owners in tract(s)4&5, VGOB 08/06/17-2251-01. Dickenson County, Virginia

**RELIEF GRANTED:**

VGOB Disbursement  
Unit VC-537839

VGOB-08-0617-2251-01

Table 1

Tracts: 4, 5

[illegible]

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 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 27<sup>th</sup> 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 28<sup>th</sup> 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 08-0617-2251-01

RELIEF SOUGHT: (1) DISBURSEMENT FROM  
ESCROW REGARDING TRACT(S) 4 , 5  
(2) AND AUTHORIZATION FOR DIRECT  
PAYMENT OF ROYALTIES

HEARING DATE: May 26, 2015

DRILLING UNIT: VC-537839

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 tracts 4 & 5. VGOB 08/06/17-2251

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

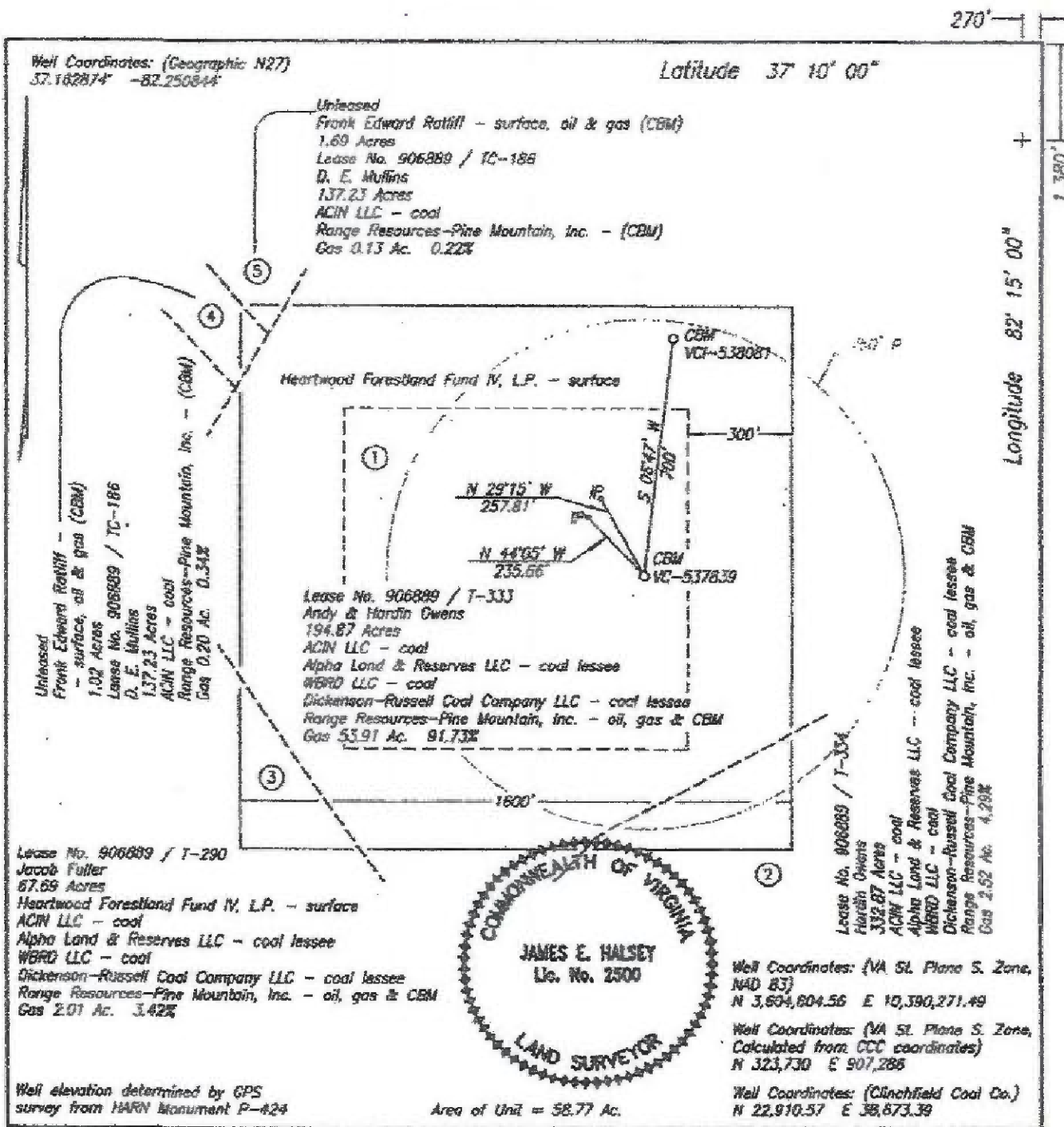
5. Factual basis for relief requested

Petition to disburse funds in the escrow account for Well VC-537839, to owner or owners in tract (s)4&5, VGOB 08/06/17-2251-01. Dickenson County, Virginia

6. Attestation

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

08/06/17-2251



WELL LOCATION PLAT (Nora Grid AM-61)

COMPANY Equitable Production Company WELL NAME AND NUMBER VC-537839  
 TRACT NO. Le. No. 906889/T-333 ELEVATION 1,704.85' QUADRANGLE Haysi  
 COUNTY Dickenson DISTRICT Sandlick SCALE 1" = 400' DATE 5-05-2008

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.

James E. Halsey  
 Licensed Professional Engineer or Licensed Land Surveyor

**EXHIBIT "B"**  
**VC-537839**  
**VGOB 08/06/17-2251**  
**REVISED as of 04/14/2015**

| <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>      |                                                                                                                                                                        |                                                               |                             |                              |
| 1                           | Range Resources-Pine Mountain, Inc*<br>Attn: Jerry Grantham<br>PO Box 2136<br>Abingdon, VA 24212                                                                       | Leased-Range Resources-Pine Mountain, Inc.<br>906889<br>T-333 | 91.730000%                  | 53.9100                      |
| TAX ID<br>20514             |                                                                                                                                                                        |                                                               |                             |                              |
|                             | Tract 1 Totals                                                                                                                                                         |                                                               | 91.730000%                  | 53.9100                      |
| 2                           | Range Resources-Pine Mountain, Inc*<br>Attn: Jerry Grantham<br>PO Box 2136<br>Abingdon, VA 24212                                                                       | Leased-Range Resources-Pine Mountain, Inc.<br>906889<br>T-483 | 4.290000%                   | 2.5200                       |
| TAX ID<br>20515             |                                                                                                                                                                        |                                                               |                             |                              |
|                             | Tract 2 Totals                                                                                                                                                         |                                                               | 4.290000%                   | 2.5200                       |
| 3                           | Range Resources-Pine Mountain, Inc*<br>Attn: Jerry Grantham<br>PO Box 2136<br>Abingdon, VA 24212                                                                       | Leased-Range Resources-Pine Mountain, Inc.<br>906889<br>T-290 | 3.420000%                   | 2.0100                       |
| TAX ID<br>20470             |                                                                                                                                                                        |                                                               |                             |                              |
|                             | Tract 3 Totals                                                                                                                                                         |                                                               | 3.420000%                   | 2.0100                       |
| 4                           | Frank Edward Ratliff<br>P.O. Box 173<br>Birchleaf, VA 24220<br><br>Appalachian Energy, Inc.<br>Attn: Frank Henderson, President<br>P.O. Box 2406<br>Abingdon, VA 24212 | Leased to<br>Appalachian Energy, Inc.                         | 0.340000%                   | 0.2000                       |
| TAX ID<br>8047              |                                                                                                                                                                        |                                                               |                             |                              |
|                             | Tract 4 Totals                                                                                                                                                         |                                                               | 0.340000%                   | 0.2000                       |
| 5                           | Frank Edward Ratliff<br>P.O. Box 173<br>Birchleaf, VA 24220<br><br>Appalachian Energy, Inc.<br>Attn: Frank Henderson, President<br>P.O. Box 2406<br>Abingdon, VA 24212 | Leased to<br>Appalachian Energy, Inc.                         | 0.220000%                   | 0.1300                       |
| TAX ID<br>8043              |                                                                                                                                                                        |                                                               |                             |                              |
|                             | Tract 5 Totals                                                                                                                                                         |                                                               | 0.220000%                   | 0.1300                       |
| TOTAL GAS ESTATE            |                                                                                                                                                                        |                                                               | 100.000000%                 | 58.7700                      |
| Percentage of Unit Leased   |                                                                                                                                                                        |                                                               | 99.440000%                  |                              |
| Percentage of Unit Unleased |                                                                                                                                                                        |                                                               | 0.560000%                   |                              |
| Acreage in Unit Leased      |                                                                                                                                                                        |                                                               |                             | 58.4400                      |
| Acreage in Unit Unleased    |                                                                                                                                                                        |                                                               |                             | 0.3300                       |



COAL ESTATE ONLY

|                  |                                                                                                   |                                                                |             |         |
|------------------|---------------------------------------------------------------------------------------------------|----------------------------------------------------------------|-------------|---------|
| 1                | Range Resources-Pine Mountain, Inc.*<br>Attn: Jerry Grantham<br>PO Box 2136<br>Abingdon, VA 24212 | Leased-Range Resources-Pine Mountain, Inc.<br>906889<br>T-333  | 91.730000%  | 53.9100 |
| TAX ID<br>20514  |                                                                                                   |                                                                |             |         |
|                  | Tract 1 Totals                                                                                    |                                                                | 91.730000%  | 53.9100 |
| 2                | Range Resources-Pine Mountain, Inc.*<br>Attn: Jerry Grantham<br>PO Box 2136<br>Abingdon, VA 24212 | Leased-Range Resources-Pine Mountain, Inc.<br>906889<br>T-334  | 4.290000%   | 2.5200  |
| TAX ID<br>20515  |                                                                                                   |                                                                |             |         |
|                  | Tract 2 Totals                                                                                    |                                                                | 4.290000%   | 2.5200  |
| 3                | Range Resources-Pine Mountain, Inc.*<br>Attn: Jerry Grantham<br>PO Box 2136<br>Abingdon, VA 24212 | Leased-Range Resources-Pine Mountain, Inc.<br>906889<br>T-290  | 3.420000%   | 2.0100  |
| TAX ID<br>20470  |                                                                                                   |                                                                |             |         |
|                  | Tract 3 Totals                                                                                    |                                                                | 3.420000%   | 2.0100  |
| 4                | Range Resources-Pine Mountain, Inc.*<br>Attn: Jerry Grantham<br>PO Box 2136<br>Abingdon, VA 24212 | Leased-Range Resources-Pine Mountain, Inc.<br>906889<br>TC-186 | 34.000000%  | 0.2000  |
| Minerals<br>Only |                                                                                                   |                                                                |             |         |
|                  | Tract 4 Totals                                                                                    |                                                                | 0.340000%   | 0.2000  |
| 5                | Range Resources-Pine Mountain, Inc.*<br>Attn: Jerry Grantham<br>PO Box 2136<br>Abingdon, VA 24212 | Leased-Range Resources-Pine Mountain, Inc.<br>906889<br>TC-186 | 0.220000%   | 0.1300  |
| Minerals<br>Only |                                                                                                   |                                                                |             |         |
|                  | Tract 5 Totals                                                                                    |                                                                | 0.220000%   | 0.1300  |
|                  | TOTAL COAL 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  |

\*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-537839  
VGOB 08/06/17-2251  
REVISED as of 04/14/2015

| <u>TRACT</u> | <u>LESSOR</u> | <u>LEASE<br/>STATUS</u> | <u>INTEREST<br/>WITHIN<br/>UNIT</u> | <u>GROSS<br/>ACREAGE<br/>IN UNIT</u> |
|--------------|---------------|-------------------------|-------------------------------------|--------------------------------------|
|              | N/A           |                         |                                     |                                      |

EXHIBIT "EE"  
VC-537839  
VGOB 08/06/17-2251  
REVISED as of 04/14/2015

| <u>TRACT</u>            | <u>LESSOR</u>                                                                                       | <u>LEASE<br/>STATUS</u>               | <u>INTEREST<br/>WITHIN<br/>UNIT</u> | <u>GROSS<br/>ACREAGE<br/>IN UNIT</u> |      |
|-------------------------|-----------------------------------------------------------------------------------------------------|---------------------------------------|-------------------------------------|--------------------------------------|------|
| <u>Disbursement -01</u> |                                                                                                     |                                       |                                     |                                      |      |
| 4                       | Frank Edward Ratliff<br>P.O. Box 173<br>Birchleaf, VA 24220                                         | Leased to<br>Appalachian Energy, Inc. | 0.340000%                           | 0.2000                               | 100% |
| TAX ID<br>8047          | Appalachian Energy, Inc.<br>Attn: Frank Henderson, President<br>P.O. Box 2406<br>Abingdon, VA 24212 |                                       |                                     |                                      |      |
| 5                       | Frank Edward Ratliff<br>P.O. Box 173<br>Birchleaf, VA 24220                                         | Leased to<br>Appalachian Energy, Inc. | 0.220000%                           | 0.13000                              | 100% |
| TAX ID<br>8043          | Appalachian Energy, Inc.<br>Attn: Frank Henderson, President<br>P.O. Box 2406<br>Abingdon, VA 24212 |                                       |                                     |                                      |      |
| TOTAL                   |                                                                                                     |                                       | 0.560000%                           | 0.3300                               |      |

INSTRUMENT #1200000007  
RECORDED IN THE CLERK'S OFFICE OF  
CLARENCE ON  
JUNE 30 2015 AT 04:05PM  
RICHARD W. EDWARDS, CLERK  
RECORDED BY: CFF