

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) AND § 45.1-361.22:2

UNIT/WELL NAME: AA54

TRACT(S): 2C

LOCATION: TAZEWELL County, Virginia

TAX ID NUMBERS:

Tax Map Identification Numbers for all parcels affected by this order are shown on: Tract
Identification Sheet

DOCKET NUMBER:

VGOB-10-0615-2737-01

APPLICANTS:

CNX Gas Company LLC on behalf of CNX Gas Co LLC

HEARING DATE AND LOCATION:

On June 16, 2015, the Virginia Gas and Oil Board, on its own motion, granted
the Director of the Division of Gas and Oil the authority to process coal owner
dismissal disbursements that have no pending deficiencies or issues. Code of
Virginia Section 45.1-361.22:2. Effective date: July 1, 2015.

APPEARANCES:

Mark A. Swartz on behalf of CNX Gas Company LLC

PRIOR PROCEEDINGS:

1. Supplemental Order, Recorded on 10/05/2012, Deed Book/Instrument No. 1121, Page 0573.

NOTICE:

(1) Amend the Pooling Order to provide for the disbursement of funds on deposit in the Escrow
Account attributable to Tract(s) 2C identified in the attached petition.

2016 1005929

1060

(2) Delete the requirement that the Unit Operator place future royalties attributable to Tract(s) 2C 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 AND § 45.1-361.22:2

Applicant has certified and represented to the Board that:

- a. CNX Gas Company LLC is the gas claimant in Tracts 2C As such CNX Gas Company LLC are entitled to 100% of the CBM royalties now in escrow and as may be hereafter payable. See Va. Code Ann. § 45.1-361.22:2.A.
- b. That CNX Gas Company LLC has given the notice(s) required by § 45.1-361.22:2.A to all conflicting claimants identified in the above referenced pooling Order and any supplemental Orders pertaining thereto.
- c. That none of the conflicting claimants noticed have provided, within 45 days of the notice(s) given as provided in b. above, the Board, its designated agent the Director of the Division of Gas and Oil, the Operator and/or the Applicant evidence of either an agreement regarding the escrowed funds/royalties or a proceeding regarding same.
- d. That a detailed accounting in accordance with the applicable provisions of § 45.1-361.22 is submitted herewith and identified as Exhibit J.
- e. That an Exhibit identified as Table 1 is annexed hereto, and it specifies how the disbursement(s) is to be calculated and paid by the escrow agent.
- f. That Va. Code Ann. § 45.1-361.22:2.A. further provides that the Operator shall pay such royalties as may hereafter be payable directly to the gas claimant a. CNX Gas Company LLC and not escrow same. See Exhibit EE annexed hereto.

RELIEF GRANTED:

VGOB Disbursement
Unit AA54

VGOB-10-0615-2737-01

Table 1
Tracts: 2C

Item	Tract	Disbursement Table	Fractional Ownership		Net Acreage		Royalty Split		Escrowed Acres		Percent of Escrowed Funds	
			in Tract	in Tract	in Tract	in Tract	Agreement	Disbursed	Disbursed	Disbursed	Disbursed	Disbursed
		Total acreage in escrow before disbursement							16.26000			
2C Tract 2C (total acreage)			2.7900									
1	2C	CNX Gas Co LLC PO Box 643830 Pittsburgh, PA 15264-3830			2.7900		100.00%		2.7900		17.1587%	

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.

2016 005932

DONE AND EXECUTED this 31 day of March, 2016 by a majority of the Virginia Gas and Oil Board.



Chairman, Bradley C. Lambert

DONE AND PERFORMED this 31 day of March, 2016 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 31st day of March, 2016, 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: CNX Gas Company LLC

DIVISION OF GAS AND OIL

DOCKET NO: VGOB 10-0615-2737-01

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

HEARING DATE: On June 16, 2015, the Virginia Gas and Oil Board, on its own motion, granted the Director of the Division of Gas and Oil the authority to process coal owner dismissal disbursements that have no pending deficiencies or issues. Code of Virginia Section 45.1-361.22:2. Effective date: July 1, 2015.

DRILLING UNIT: AA54

TAZEWELL COUNTY, VIRGINIA

PETITION FOR ORDER OF DISBURSEMENT OF ESCROW FUNDS

1. Petitioner and its counsel

Petitioner is CNX Gas Company LLC, 627 Claypool Hill Mall Road, Cedar Bluff, VA 24609, (276) 596-5075. Petitioner's counsel is Mark A. Swartz, Hillard & Swartz, LLP, 122 Capital Street, Suite 201, Charleston, WV 25301.

2. Relief Sought

(1) the disbursement of escrowed funds heretofore deposited with the Board's Escrow Agent, attributable to of Tract 2C, as depicted upon the annexed table; and (2) authorization to begin paying royalties directly to CNX Gas Company, LLC.

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

- a. CNX Gas Company LLC is the gas claimant in Tracts 2C. As such CNX Gas Company LLC are entitled to 100% of the CBM royalties now in escrow and as may be hereafter payable. See Va. Code Ann. § 45.1-361.22:2.A.
- b. That CNX Gas Company LLC has given the notice(s) required by § 45.1-361.22:2.A to all conflicting claimants identified in the above referenced pooling Order and any supplemental Orders pertaining thereto.
- c. That none of the conflicting claimants noticed have provided, within 45 days of the notice(s) given as provided in b. above, the Board, its designated agent the Director of the Division of Gas and Oil, the Operator and/or the Applicant evidence of either an agreement regarding the escrowed funds/royalties or a proceeding regarding same.
- d. That a detailed accounting in accordance with the applicable provisions of § 45.1-361.22 is submitted herewith and identified as Exhibit J.
- e. That an Exhibit identified as Table 1 is annexed hereto, and it specifies how the disbursement (s) is to be calculated and paid by the escrow agent.
- f. That Va. Code Ann. § 45.1-361.22:2.A. further provides that the Operator shall pay such royalties as may hereafter be payable directly to the gas claimant a. CNX Gas Company LLC and not escrow same. See Exhibit EE annexed hereto.

6. Attestation

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

Property lines shown on this plat were provided by CNX Gas Company LLC and were taken from deed descriptions and chains of title of record. This does not represent a current boundary survey. This certification is as to the size, shape and location of the proposed unit.

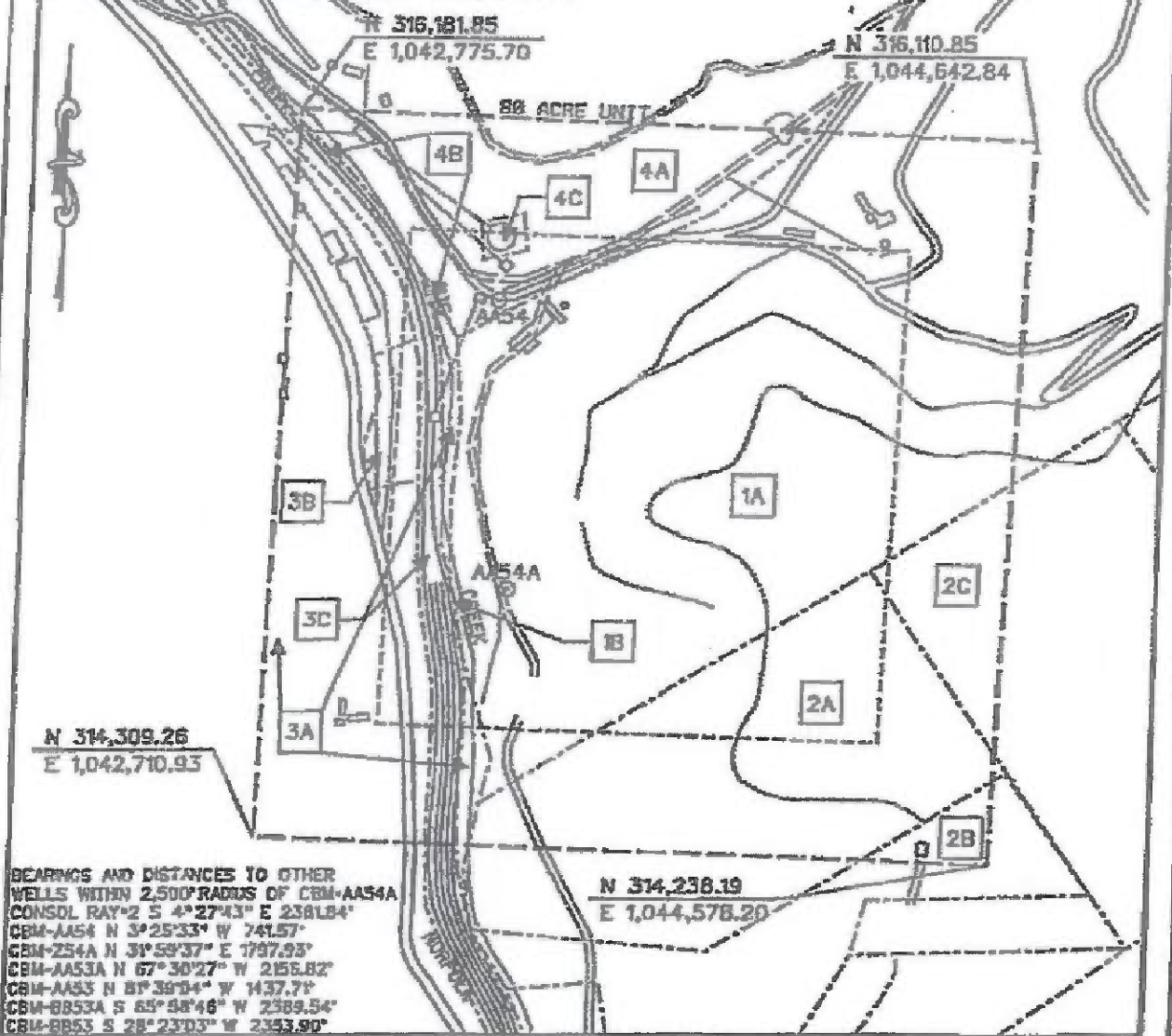


EXHIBIT A
OAKWOOD FIELD
UNIT AA54
FORCE POOLING
VGOB-10-0615-2737

Company CNX Gas Company LLC Well Name and Number UNIT AA54
Tract No. Elevation Quadrangle WELL RIDGE
County TAZEWELL District MAIDEN SPRINGS Scale: 1" = 100'
This plat is a new plat X : on updated plat : or

Form DGO-GO-7
Rev. 9/91

Licensed Professional Engineer or Licensed Land Surveyor

Lic. No. 041898
(Affix Seal)

05/13/10

CNX Gas Company LLC
UNIT AA-54
Tract Identifications

1. Southern Region Industrial Realty Corp. Tr. 20 (152.50 acre tract) - All Coal except P-3 Seam
 Reserve Coal Properties Company - Coal in P-3 Seam
 CNX Gas Company LLC - Coal Owner's claim to CBM in P-3 Seam
 White Wolf Energy, Inc - All Coal Leased except P-3, Raven, Tiller and Lower Seaboard Seams
 Massey Energy - Coal in Raven, Tiller and Lower Seaboard Seams Leased
 Penn Virginia Oil and Gas Corporation - Oil, Gas and CBM except CBM in P-3
 CNX Gas Company LLC - CBM Leased (Deemed Leased via JOA)
 (Tax Map 67A Parcel 36)
 36.89 Acres 46.1125%

- 1A. Southern Region Industrial Realty Corporation - Surface
 Appalachian Forests A, LLC - Timber
- 1B. Norfolk Southern Railway Company - Surface

- 2A. Southern Region Industrial Realty Corp. Tract 19 (100 acre tract) - All Coal except P-3 Seam
 Penn Virginia Oil and Gas Corporation - Coal Owner's Claim to CBM
 CNX Gas Company LLC - CBM Leased (Deemed Leased via JOA)
 Reserve Coal Properties Company - Coal in P-3 Seam
 CNX Gas Company LLC - CBM in P-3 Seam
 White Wolf Energy, Inc - All Coal Leased except P-3, Raven, Tiller and Lower Seaboard Seams
 Massey Energy - Coal in Raven, Tiller and Lower Seaboard Seams Leased
 Massey Energy - Surface, Oil and Gas
 (Tax Map 67A Parcel 15)
 12.68 Acres 15.6500%

- 2B. Southern Region Industrial Realty Corp. Tract 19 (100 acre tract) - All Coal except P-3 Seam
 Penn Virginia Oil and Gas Corporation - Coal Owner's Claim to CBM
 CNX Gas Company LLC - CBM Leased (Deemed Leased via JOA)
 Reserve Coal Properties Company - Coal in P-3 Seam
 CNX Gas Company LLC - CBM in P-3 Seam
 White Wolf Energy, Inc - All Coal Leased except P-3, Raven, Tiller and Lower Seaboard Seams
 Massey Energy - Coal in Raven, Tiller and Lower Seaboard Seams Leased
 Massey Energy - Surface, Oil and Gas
 (Tax Map 67A Parcel 19)
 0.79 Acres 0.9875%

- 2C. Southern Region Industrial Realty Corp. Tract 19 (100 acre tract) - All Coal except P-3 Seam
 Penn Virginia Oil and Gas Corporation - Coal Owner's Claim to CBM
 CNX Gas Company LLC - CBM Leased (Deemed Leased via JOA)
 Reserve Coal Properties Company - Coal in P-3 Seam
 CNX Gas Company LLC - CBM in P-3 Seam
 White Wolf Energy, Inc - All Coal Leased except P-3, Raven, Tiller and Lower Seaboard Seams
 Massey Energy - Coal in Raven, Tiller and Lower Seaboard Seams Leased
 CNX Gas Company LLC - Oil and Gas
 Reserve Coal Properties Company - Surface
 (Tax Map 67A Parcel 31)
 2.79 Acres 3.4875%

(This title block is for general informational purposes only and does not reflect an analysis of the severance deed and its effect upon coalbed methane ownership and should not be relied upon for such purpose.)

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CNX Gas Company LLC

UNIT AA-54

Tract Identifications

3. Southern Region Industrial Realty Corp. Tr. 1 (4430.00 acre tract) - All Coal except P-3 Seam
Reserve Coal Properties Company - Coal in P-3 Seam
CNX Gas Company LLC - Coal Owner's Claim to CBM in P-3 Seam
White Wolf Energy, Inc - All Coal Leased except P-3, Raven, Tiller and Lower Seaboard Seams
Massey Energy - Coal in Raven, Tiller and Lower Seaboard Seams Leased
Penn Virginia Oil and Gas Corporation - Oil, Gas and CBM except CBM in P-3
CNX Gas Company LLC - CBM Leased (Deemed Leased via JOA)
(Tax Map 105 Parcel 30)
17.67 Acres 22.0875%
- 3A. Southern Region Industrial Realty Corporation - Surface
Appalachian Forests A, LLC - Timber
- 3B. Unknown Surface Owner
- 3C. Norfolk Southern Railway Company - Surface
4. Southern Region Industrial Realty Corp., Tr. 22 (207.20 Acre Tract) - All Coal except P-3 Seam
Reserve Coal Properties Company - Coal in P-3 Seam
CNX Gas Company LLC - Coal Owner's claim to CBM in P-3 Seam
White Wolf Energy, Inc - All Coal Leased except P-3, Raven, Tiller and Lower Seaboard Seams
Massey Energy - Coal in Raven, Tiller and Lower Seaboard Seams Leased
Penn Virginia Oil and Gas Corporation - Oil, Gas and CBM except CBM in P-3
CNX Gas Company LLC - CBM Leased (Deemed Leased via JOA)
(Tax Map 67A Parcel 34)
9.18 Acres 11.4750%
- 4A. Southern Region Industrial Realty Corporation - Surface
Appalachian Forests A, LLC - Timber
- 4B. Norfolk Southern Railway Company - Surface
- 4C. Unknown Surface Owner

(This title block is for general informational purposes only and does not reflect an analysis of the severance deed and its effect upon coalbed methane ownership and should not be relied upon for such purpose.)

List of Conflicting Owners/Claimants that require escrow
(80.00 Acre Unit)

	Acres in Unit	Percent of Unit
--	---------------	-----------------

Tract #2A, 12.68 acres

COAL OWNERSHIP

- | | | | |
|-----|--|-------------|----------|
| (1) | Southern Region Industrial Realty Corp. (Coal except P3 Seam)
Tr. 19 (100.00 acre tract)
Pocahontas Land Corporation, Agent
P. O. Box 1517
Bluefield, WV 24701 | 12.68 acres | 15.8500% |
|-----|--|-------------|----------|

Coal Owners Claim to CBM except P3 Seam:

Penn Virginia Oil & Gas Corporation *
P. O. Box 102904
Atlanta, GA 30368-2904

White Wolf Energy, Inc. *
300 Corporate Centre Drive
Scott Depot, WV 25660
(previously Anker Virginia Mining Company, Inc.)

* According to the agreement between the parties named above, they will split the CBM royalties 50/50.

OIL & GAS OWNERSHIP

Affidavit not received

- | | | | |
|-----|--|-------------|----------|
| (1) | Jewell Ridge Coal Corporation
P.O. Box 1268
Abingdon, VA 24212
previously Massey Energy | 12.68 acres | 15.8500% |
|-----|--|-------------|----------|

Tract #2B, 0.79 acres

COAL OWNERSHIP

- | | | | |
|-----|--|------------|---------|
| (1) | Southern Region Industrial Realty Corp. (Coal except P3 Seam)
Tr. 19 (100.00 acre tract)
Pocahontas Land Corporation, Agent
P. O. Box 1517
Bluefield, WV 24701 | 0.79 acres | 0.9875% |
|-----|--|------------|---------|

Coal Owners Claim to CBM except P3 Seam:

Penn Virginia Oil & Gas Corporation *
P. O. Box 102904
Atlanta, GA 30368-2904

White Wolf Energy, Inc. *
300 Corporate Centre Drive
Scott Depot, WV 25660
(previously Anker Virginia Mining Company, Inc.)

* According to the agreement between the parties named above, they will split the CBM royalties 50/50.

OIL & GAS OWNERSHIP

Affidavit not received

- | | | | |
|-----|--|------------|---------|
| (1) | Jewell Ridge Coal Corporation
P.O. Box 1268
Abingdon, VA 24212
previously Massey Energy | 0.79 acres | 0.9875% |
|-----|--|------------|---------|

List of Respondents with Royalty Split Agreements/Court Orders/HB2058
(80.00 Acre Unit)

	Acres in Unit	Percent of Unit	Percent of Escrow
<u>Tract #2C, 2.79 acres</u>			
<u>COAL OWNERSHIP</u>			
(1) Southern Region Industrial Realty Corp. (Coal except P3 Seam) Tr. 19 (100.00 acre tract) Pocahontas Land Corporation, Agent P. O. Box 1517 Bluefield, WV 24701	2.79 acres	3.4875%	
<u>Coal Owners Claim to CBM except P3 Seam:</u>			
Penn Virginia Oil & Gas Corporation *			
P. O. Box 102904			
Atlanta, GA 30368-2904			
White Wolf Energy, Inc. *			
300 Corporate Centre Drive			
Scott Depot, WV 25660			
(previously Anker Virginia Mining Company, Inc.)			
* According to the agreement between the parties named above, they will split the CBM royalties 50/50.			
<u>OIL & GAS OWNERSHIP</u>			
(1) CNX Gas Company, LLC PO Box 643830 Pittsburgh, PA 15264-3830	2.79 acres	3.4875%	17.1587% HB 2058

INSTRUMENT #160001060
RECORDED IN THE CLERK'S OFFICE OF
TAEWELL COUNTY ON
APRIL 20, 2016 AT 11:33AM
TAMMY B. ALLISON, CLERK
RECORDED BY: MLT