

VIRGINIA:

BEFORE THE VIRGINIA GAS AND OIL BOARD

IN RE:

SUPPLEMENTAL ORDER REGARDING DOCKET NUMBER
VGOB 11-0719-2972 & 11-0719-2972-01

ELECTIONS: *Horizontal Shale Drilling Unit I10SH*
Wells I10CV (a.k.a. I10SH) & I10ASH

(herein "Subject Drilling Unit")

REPORT OF BOARD
FINDINGS AND ORDER

This Supplemental Order is entered by the Board *sua sponte* in the form authorized by the Board at hearings held on February 15, 1994 and June 16, 1992; and this Supplemental Order is being recorded for the purpose of supplementing the Order previously in the captioned matter on *September 19, 2013* which was recorded at *Document #130001982* in the Office of the Clerk of the Circuit Court of *Buchanan County, Virginia*, on *October 11, 2013*, (herein "Board Order") and completing the record regarding elections.

Findings: The Board finds that:

The Board Order directed CNX GAS COMPANY LLC (herein "Designated Operator") to mail copies of the Board Order to all Respondents whose interests, if any, were pooled by the said Board Order;

The Designated Operator filed its affidavit of elections disclosing that it had mailed a true and correct copy of the Board's Order to all Respondents whose interests, if any, were pooled by said Board Order;

The Board Order required each Respondent whose interests, if any, were pooled by the terms of said Board Order to make an election within thirty (30) days after the date of mailing or recording, as applicable, of said Order; the affidavit of elections filed herein and annexed hereto as Exhibit A states: (i) whether each Respondent has made or failed to make a timely election; (ii) the nature of any election(s) made; and (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, interests, estates and claims in Subject Drilling Unit to the Applicant;

That the affidavit of elections annexed hereto with the Exhibits submitted therewith identifies the Respondent(s) making a timely election, if any; identifies the Respondent(s), if any, who are deemed to have leased; identifies the conflicting interests and claims which require escrow; identifies the interests and claims, if any, requiring escrow under Virginia Code section 45.1-361.21.D.; and identifies the Respondents, if any, who may be dismissed by reason of having leased or entered into a voluntary agreement with the Applicant.

The affidavit of elections indicates whether or not the escrow of funds is required with regard to *Horizontal Drilling Unit I10SH*;

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 affidavit of elections with Exhibits thereto, any funds subject to escrow and instructs the Escrow Agent, *First Bank & Trust Company, 38 E. Valley Drive, Bristol, VA 24201, Attn: Escrow Agent* 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 the affidavit of elections with Exhibits thereto, to receive funds and account to the Board therefore.

Mailing of Order and Filing of Affidavit: The Designated Operator under the captioned Order or 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 Respondent whose interests or claims are subject to escrow and whose address is known within seven (7) days from the date of receipt of this Order.

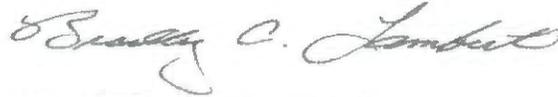
Conclusion: Therefore, the findings and all terms and provisions set forth above be and hereby are granted and IT IS SO ORDERED.

Effective Date: This Order shall be effective on the date of its execution.

NOTE: As a result of ongoing due diligence efforts, it was discovered that a supplemental order was not recorded for this unit; therefore this Order is being processed to complete the record.

180000418

DONE AND EXECUTED this 12 day of February, 2018 by a majority of the Virginia Gas and Oil Board.



Chairman, Bradley C. Lambert

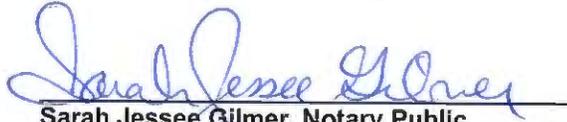
DONE AND PERFORMED this 12 day of February, 2018 by Order of the Virginia Gas and Oil Board.



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

COMMONWEALTH OF VIRGINIA
COUNTY OF RUSSELL

Acknowledged on this 12th day of February, 2018, 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 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, 2021



VIRGINIA:

Exhibit A

BEFORE THE VIRGINIA GAS AND OIL BOARD

IN RE:

Application of CNX Gas Company LLC for Pooling of Interests and Establishment of **Horizontal Drilling Unit 110SH VGOB 11-0719-2972 & 11-0719-2972-01** in the **South Grundy District of Buchanan County, Virginia**

AFFIDAVIT OF CNX GAS COMPANY LLC (herein "Designated Operator") REGARDING ELECTIONS, ESCROW AND SUPPLEMENTAL ORDER

Anita D. Duty, being first duly sworn on oath, deposes and says:

That your affiant is employed by CNX Land Resources, Inc., as a Pooling Supervisor and is duly authorized to make this affidavit on behalf of CNX GAS COMPANY LLC, the designated operator,

That the Order entered on **September 19, 2013**, by the Virginia Gas and Oil Board (hereinafter "Board") regarding the captioned **Horizontal Drilling Unit** required the Applicant to mail a true and correct copy of said Order to each person pooled by the Order;

That within seven (7) days of receipt of an executed copy of the Order referred to at paragraph 2. above, your affiant caused 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 were added as Respondents at the hearing held in the captioned matter; that proof of such mailing has previously been tendered to the Division of Gas and Oil, the Office of the Gas and Oil Inspector, at Lebanon, Virginia;

That the Order of the 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 the Order was recorded in the counties identified above; that said Order was recorded on **October 11, 2013**;

That the designated operator CNX GAS COMPANY LLC has established procedures to review all mail received and all written documents received other than by mail to ascertain whether parties whose interests 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 the Subject Unit; that the following persons delivered, by mail or otherwise, written elections the Unit Operator, within the thirty day elections period:

None

That Respondents identified in Exhibit B-3 hereto are, having failed to make any election, deemed to have leased their **conventional gas** rights, interests and claims to Applicant, all as provided in the Board's Order of **September 19, 2013**;

See attached Exhibit B-3

That the rights, interests and claims of the following persons are subject to escrow under the Board's Order pooling the captioned Unit, Board Regulations and the Code of Virginia:

None

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:

None

That to the extent any of said persons listed in Exhibit B-2 have rights, interests and claims which are subject to escrow, they should be dismissed as respondents; the Operator requests that the following persons be dismissed as Respondents:

None

That the persons identified in Exhibit EE attached hereto have entered into royalty split agreements that allow the Applicant/Designated Operator to pay them directly without the need to escrow funds which would otherwise be in conflict.

None

That pursuant to the provisions of VAC 25-160-70.A.10. and C. and VAC 25-160-80 the annexed supplemental order sets forth the interests and claims that require escrow of funds pursuant to Virginia Code sections 45.1-361.21.D. and 45.1-361.22.A.3. and 4.

Dated at Cedar Bluff, Virginia, this 1st day of February, 2018.

Anita D. Duty
Anita D. Duty

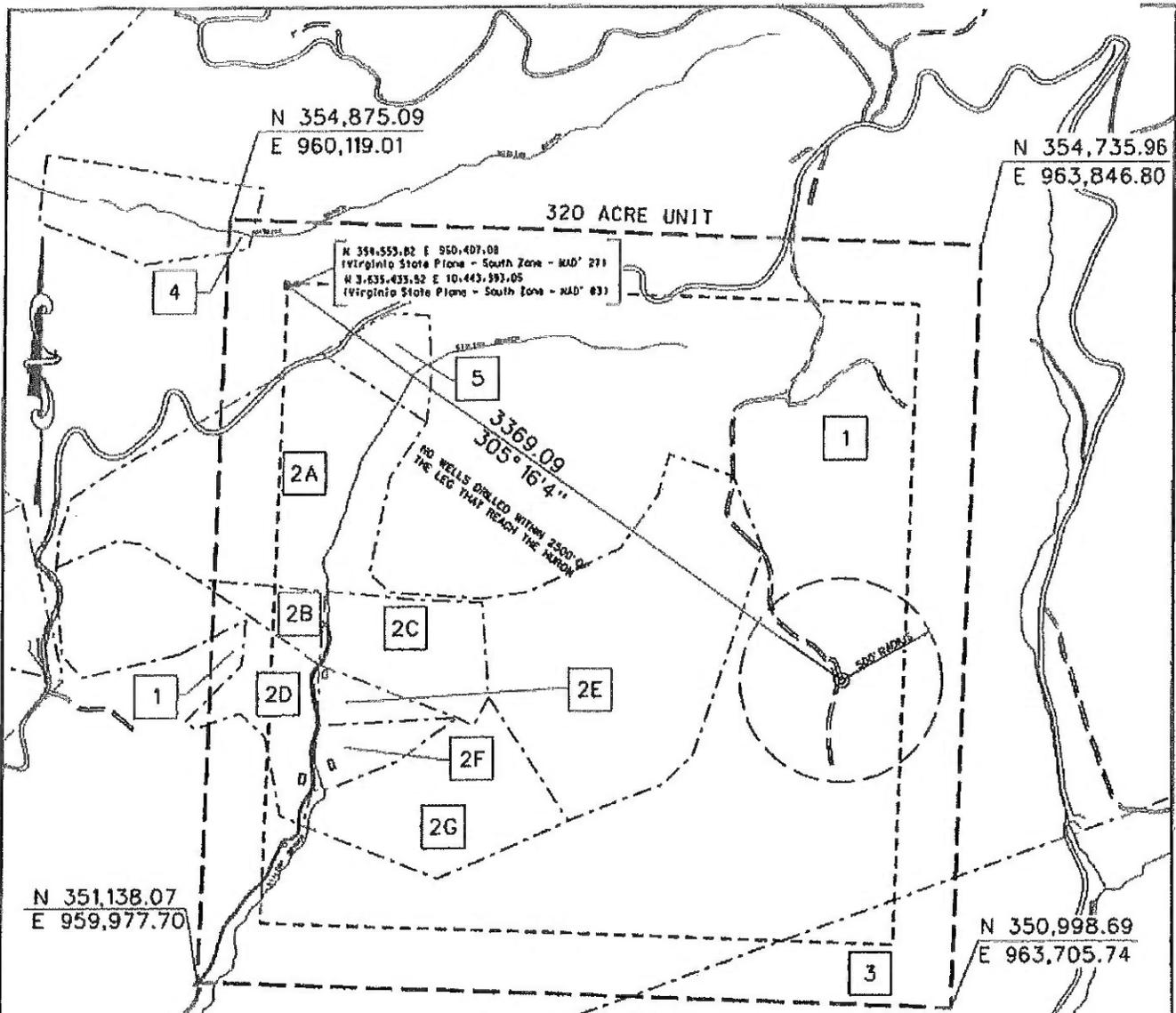
STATE OF VIRGINIA
COUNTY OF BUCHANAN

Taken, subscribed and sworn to before me by Anita D. Duty as a Pooling Supervisor for CNX Land LLC, on behalf of the corporate Designated Operator, this 1st day of FEBRUARY, 2018.

Janet Ruth White
Notary

My commission expires: 3/31/20.

JANET RUTH WHITE
NOTARY PUBLIC
Commonwealth of Virginia
Reg# 7687821
My Commission Expires 3/31/20



PROPERTY LINES SHOWN ON THIS PLAT WERE PROVIDED BY CNX GAS LLC AND WERE TAKEN FROM DEED DESCRIPTIONS AND CHAIN OF TITLE OF RECORD. IT DOES NOT REPRESENT A CURRENT BOUNDARY SURVEY. THE CERTIFICATION HEREON CERTIFIES THE SURFACE LOCATION OF THE VERTICAL SECTION OF THE PROPOSED WELL ONLY.

BEARING AND DISTANCE TO NEAREST WELLS WITHIN 2500' RADIUS OF WELL 110SH
 CBM-331 S 79° 56' 3" W 1444.58'
 CBM-110 S 6° 42' 38" W 420.7'
 CBM-111 S 66° 52' 24" E 1627.79'
 CBM-111 N 51° 42' 6" E 1429.3'
 CBM-110 N 13° 15' 39" E 1376.3'
 CBM-G10A N 4° 16' 4" W 2339.3'

- ⊙ CBM WELL
- ⊙ PROPOSED HORIZONTAL WELL
- ⊙ PROPOSED CBM WELL

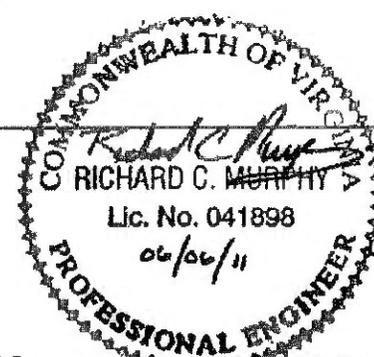
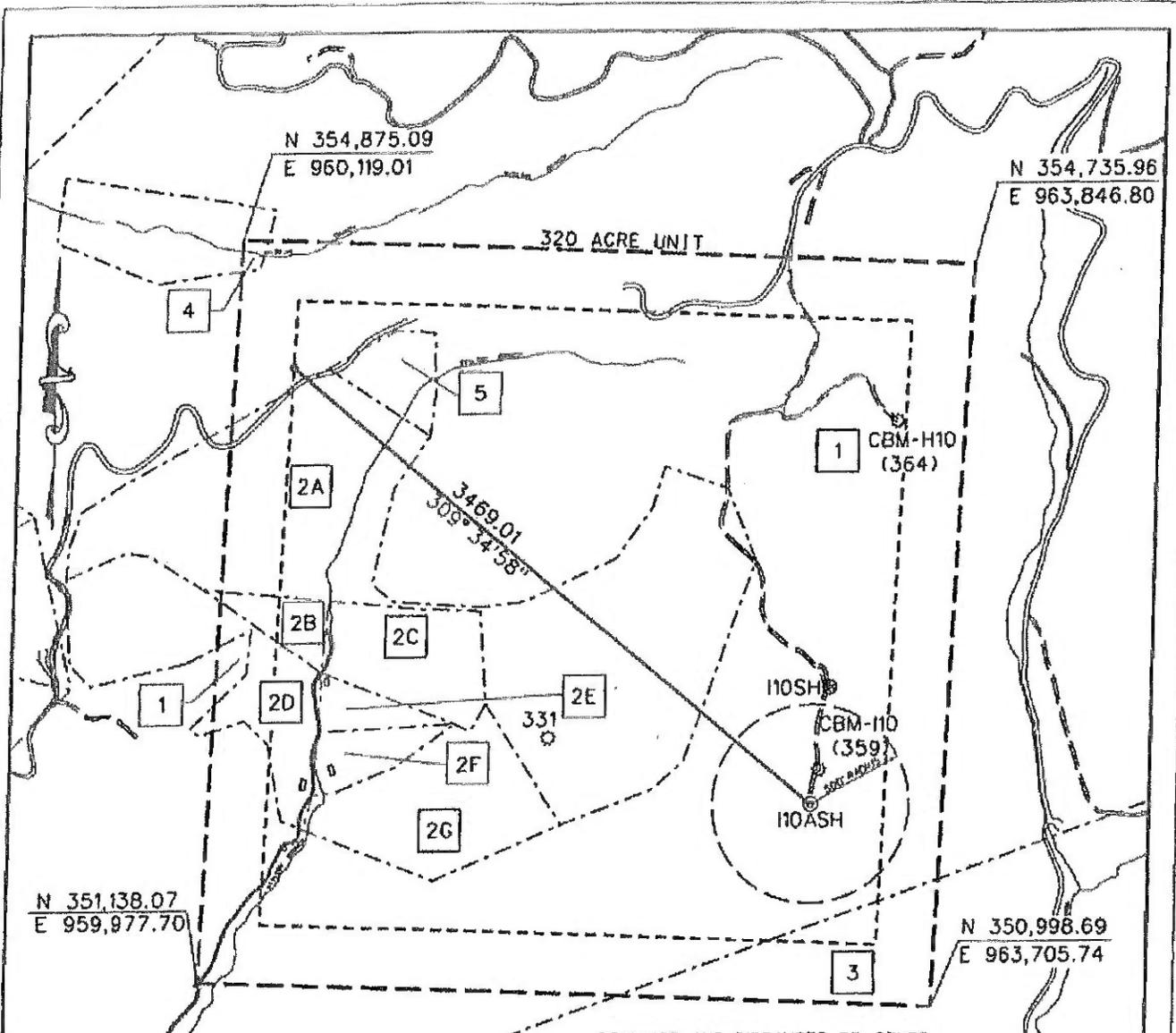


EXHIBIT A
 OAKWOOD FIELD
 UNIT 110SH
 PROVISIONAL
 HORIZONTAL DRILLING UNIT
 VGOB-11-0719-2972

Company CNX Gas Company LLC Well Name and Number UNIT 110SH
 Tract No. _____ Elevation _____ Quadrangle VANSANT/GRUNDY
 County BUCHANAN District SOUTH GRUNDY Scale: 1" = 800' Date _____
 This plat is a new plat X ; an updated plat _____ ; or a final plat _____

Form DGD-60-7 Richard C. Murphy (Affix Seal)
 Rev. 9/91 Licensed Professional Engineer or Licensed Land Surveyor



PROPERTY LINES SHOWN ON THIS PLAT WERE PROVIDED BY CNX GAS LLC AND WERE TAKEN FROM DEED DESCRIPTIONS AND CHAIN OF TITLE OF RECORD. IT DOES NOT REPRESENT A CURRENT BOUNDARY SURVEY. THE CERTIFICATION HEREON CERTIFIES THE SURFACE LOCATION OF THE VERTICAL SECTION OF THE PROPOSED WELL ONLY.

BEARINGS AND DISTANCES TO OTHER WELLS WITHIN 2,500' RADIUS OF 110ASH
 331 N 75° 53' 31" W 1376.43'
 CBM-H10 N 11° 48' 45" E 1969.29'
 H11 N 39° 21' 58" E 1906.34'
 I11 S 88° 8' 37" E 1585.24'
 TIPC IC-16 S 45° 18' 31" E 2157.66'
 110SH N 8° 28' 38" E 594.37'
 CBM-110 N 12° 40' 27" E 174.42'

- CBM WELL
- ⊙ PROPOSED HORIZONTAL WELL
- ⊕ PROPOSED CBM WELL
- ⊗ CONVENTIONAL WELL

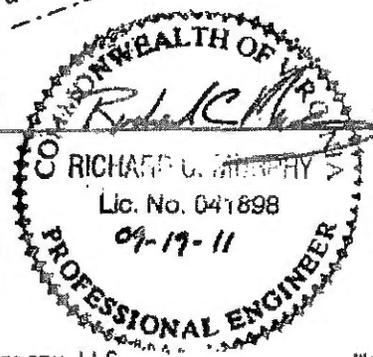


EXHIBIT A
 OAKWOOD FIELD
 UNIT 110SH
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 HORIZONTAL DRILLING UNIT
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Company CNX Gas Company LLC Well Name and Number UNIT 110SH
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 This plat is a new plat X ; on updated plat _____ ; or a final plat _____

Form DGO-60-7 Richard C. Murphy (Affix Seal)
 Rev. 9/91 Licensed Professional Engineer or Licensed Land Surveyor

CNX Gas Company LLC
UNIT 110SH
Tract Identifications
(320 Acre Unit)

1. Consolidation Coal Company (2117.24 Acre Tract) – Coal
 Island Creek Coal Company/Consol Energy, Inc. - Below Tiller Coal Leased
 Jewell Smokeless Coal Corporation - Tiller and Above Coal Leased
 Highland Resources, Inc./North American Resources Corporation – Oil and Gas
 CNX Gas Company LLC – Oil and Gas Leased
 Plum Creek Timberlands, L.P. – CBM
 CNX Gas Company LLC - CBM Leased
 CNX Gas Company LLC (50%) / Island Creek Coal Company (50%) – Surface
 212.34 acres 66.3563%

2. Buchanan Realty Company LLC (113 Acre Tract) – All Minerals
 Island Creek Coal Company/Consol Energy, Inc. - Coal Below Tiller Seam Leased
 Jewell Smokeless Coal Corporation – Coal In Jawbone and Above Leased
 CNX Gas Company LLC – CBM Leased
 91.73 acres 28.6656%

- 2A. Imperial Realty Corporation - Surface
- 2B. Ruby Jean Brewer – Surface
- 2C. Imperial Realty Corporation - Surface
- 2D. Ruby Jean Brewer – Surface
- 2E. Ruby Church, et vir – Surface
- 2F. Ruby Jean Brewer – Surface
- 2G. Eva Boyd Bowman Ward, et al – Surface

3. Consolidation Coal Company, et al, Big Vein Tr. 103 (985.40 Acre Tract) – Coal
 Island Creek Coal Company/Consol Energy, Inc. – Coal Below Tiller Seam Leased
 Jewell Smokeless Coal Corporation – Coal In Tiller and Above Leased
 Highland Resources Corporation, Inc./North American Resources Corporation, et al – Oil and Gas
 CNX Gas Company LLC – Oil and Gas Leased (1/3)
 Plum Creek Timberlands, L.P., et al – CBM
 CNX Gas Company LLC – CBM Leased
 CNX Gas Company LLC, et al – Surface
 11.73 acres 3.6656%

4. Watkins Branch Development Limited (Michael McGlothlin 8.60 Acre Tract) – Fee
 CNX Gas Company LLC – Oil, Gas and CBM Leased (31.5952%)
 0.39 acres 0.1219%

5. Imperial Realty Corporation (4 Acre Tract) – Fee
 3.81 acres 1.1906%

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

Exhibit B-3
 Unit H05H - Provisional Horizontal Drilling Unit
 Units H9, H10, H9, & H10
 VGOB Docket # 11-0719-2872-01
 List of Unleased Owners/Claimants
 (320.00 Acre Horizontal Unit)

	Acres in Unit	Percent of Unit
I. OIL & GAS OWNERSHIP		
<u>Tract #2, 91.73 Acres</u>		
(1) Buchanan Realty Company, LLC (113 acre tract) c/o John C. Irvin 4710 Hunterwood Circle Richmond, TX 77406	91.73 acres	28.6656%
<u>Tract #4, 0.39 Acres</u>		
(1) Walkins Branch Development Limited (Fee)	0.39 acres	0.1219%
(a) Walkins Branch Development Limited (Unleased) (8.60 acre tract) 2 nd Floor New Peoples Bank Building Route 460 East PO Drawer 810 Grundy, VA 24614	0.27 acres 197/288 of 0.39 acres	0.0834%
<i>Note: Walkins Branch Development Limited claims a total of 100% of the oil, gas and CBM, but 31.6952% was leased before purchase.</i>		
<u>Tract #5, 3.81 Acres</u>		
(1) Imperial Realty Corporation (4 acre tract) c/o James E. Childress Box 22 2289 Lover's Gap Road Vansant, VA 24656	3.81 acres	1.1906%

INSTRUMENT 180000418
 RECORDED IN THE CLERK'S OFFICE OF
 BUCHANAN COUNTY CIRCUIT COURT ON
 March 7, 2018 AT 09:54 AM
 BEVERLY S. TILLER, CLERK
 RECORDED BY: CXE