

VIRGINIA:

BEFORE THE VIRGINIA GAS AND OIL BOARD

APPLICANT:	EnerVest Operating, LLC)	VIRGINIA GAS
)	AND OIL BOARD
RELIEF SOUGHT	EXCEPTION TO STATEWIDE SPACING)	
	LIMITATIONS PRESCRIBED BY)	DOCKET NO.
	VA. CODE § 45.1-361.17 (a) (2))	<u>VGOB-17-0620-4129</u>
	FOR <u>WELL NO. V-530341</u>)	

LEGAL DESCRIPTION:

DRILLING UNIT SERVED BY WELL
 NUMBERED **V-530341**
 TO BE DRILLED IN THE LOCATION
 DEPICTED ON **EXHIBIT A** HERETO,
William J. Compton Tract
 107.00 acres, more or less
DUTY QUADRANGLE
ERVINTON DISTRICT
DICKENSON COUNTY, VIRGINIA
 (the "Subject Lands" are more particularly described
 on **Exhibit "A"**, attached hereto and made a part
 hereof)

REPORT OF THE BOARD

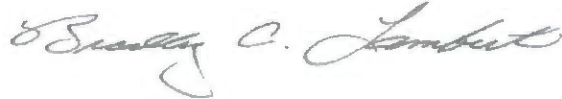
FINDINGS AND ORDER

1. Hearing Date and Place: This matter came on for hearing before the Virginia Gas and Oil Board (hereafter "Board") at **9:00 a.m.** on **June, 20, 2017** at the Russell County Conference Center, 139 Highland Drive, Lebanon, Virginia.
2. Appearances: **Timothy E. Scott of McKinnis & Scott**, appeared for the Applicant.
3. Jurisdiction and Notice: Pursuant to Va. Code §§ 45.1-361.1 *et seq.*, the Board finds that it has jurisdiction over the subject matter. Based upon the evidence presented by Applicant, the Board also finds that the Applicant has (1) exercised due diligence in conducting a meaningful search of reasonably available sources to determine the identity and whereabouts of each gas and oil owner, coal owner, or mineral owner having an interest in Subject Drilling Unit underlying and comprised of Subject Lands; and (2) represented to the Board that it has given notice to those parties (hereafter sometimes "person(s)" whether referring to individuals, corporations, partnerships associations, companies, businesses, trusts, joint ventures or other legal entities) entitled by Va. Code § 45.1-361.19 to notice of this application. Further, the Board has caused notice of this hearing to be published as required by Va. Code § 45.1-361.19.B. Whereupon, the Board hereby finds that the notices given herein satisfy all statutory requirements, Board rule requirements and the minimum standards of state due process.

4. Amendments: None.
5. Dismissals: None.
6. Relief Requested: Applicant requests an exception to the statewide spacing limitations set forth in Va. Code § 45.1-361.17 for Well No. V-530341.
7. Relief Granted: The requested relief in this cause shall be and hereby is granted. The Board hereby grants Applicant consent to permit and drill proposed Well No. V-530341 which is 2,381 feet from EnerVest Well No. V-5356574 at the location depicted on the Plat attached hereto as **Exhibit A**.
8. Special Findings: The Board specifically and specially finds:
 - 8.1 Applicant is EnerVest Operating, LLC. Applicant is duly authorized and qualified to transact business in the Commonwealth of Virginia;
 - 8.2 Applicant EnerVest Operating, LLC, is an operator in the Commonwealth of Virginia and has satisfied the Board's requirements for operations in Virginia;
 - 8.3 Applicant claims ownership of Conventional Gas Leases of Subject Drilling Unit and the right to explore for, develop and produce Gas from Well No. V-530341 as well as the right to participate and develop the reciprocal well, being EnerVest Operating, LLC, Well No. V-535657.
 - 8.4 The proposed Well No. V-530341 is located on the William J. Compton 107.00-acre Tract and the surface, coal, gas and oil owners have consented to the proposed location for Well No. V-530341 that is depicted on the Plat attached hereto as **Exhibit A**;
 - 8.5 The Applicant testified it has the right to operate and participate in the development of the reciprocal EnerVest Operating, LLC, Well No. V-530341 and that the granting of the application filed herein will not impact the correlative rights of any person;
 - 8.6 An exception to the well spacing requirements of Va. Code § 45.1-361.17 for Well No. V-530341 is necessary to efficiently drain a portion of the common sources of supply (reservoir) underlying Subject Drilling Unit, and the Board's granting of the requested location exception is in the best interest of preventing the waste of 450 million cubic feet of Conventional Gas underlying the Subject Drilling Unit, and to generally effect the purposes of the Virginia and Oil Act;
 - 8.7 Applicant proposes the drilling of Well No. V-530341 to a depth of 6,335 feet on the Subject Drilling Unit at the location depicted on Exhibit A to produce all the Mississippian and Devonian Age formations including, but not limited to, Ravencliff, Maxon, Big Lime, Weir, Berea and Devonian Shale, from surface to total depth drilled, 6,335 feet ("Subject Formations");
 - 8.8 Applicant proposes to drill Well No. V-530341 a distance of 119.00 feet closer to EnerVest No. V-535657 than the 2500 feet mandated by statewide spacing;
 - 8.9 Applicant proposes to complete and operate Well No. V-530341 for the purpose of producing Conventional Gas;


9. Conclusion: Therefore, the requested relief and all terms and provisions set forth above be and hereby are granted and **IT IS SO ORDERED.**
10. Appeals: Appeals of this Order are governed by the provisions of Va. Code Ann. § 45.1-361.9 which provides that any order or decision of the Board may be appealed to the appropriate circuit court. Such appeals must be taken in the manner prescribed in the Administrative Process Act, Va. Code Ann. § 9-6.14:1 *et seq.* and Rule 2A of the Rules of the Virginia Supreme Court.
11. Effective Date: This Order shall be effective as of the date of the Board's approval of this Application, which is set forth at Paragraph 1 above.

DONE AND EXECUTED this 10 day of July, 2017 by a majority of the Virginia Gas and Oil Board.



Chairman, Bradley C. Lambert

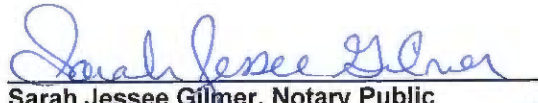
DONE AND PERFORMED this 10 day of July, 2017 by Order of the Virginia Gas and Oil Board.



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

COMMONWEALTH OF VIRGINIA
COUNTY OF RUSSELL

Acknowledged on this 10th day of July, 2017, 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, 2021



Exhibit "B"
WLE Well No. V-530341
Docket No.: VGOB 17-0620-4129

DEPTH - 6,335'

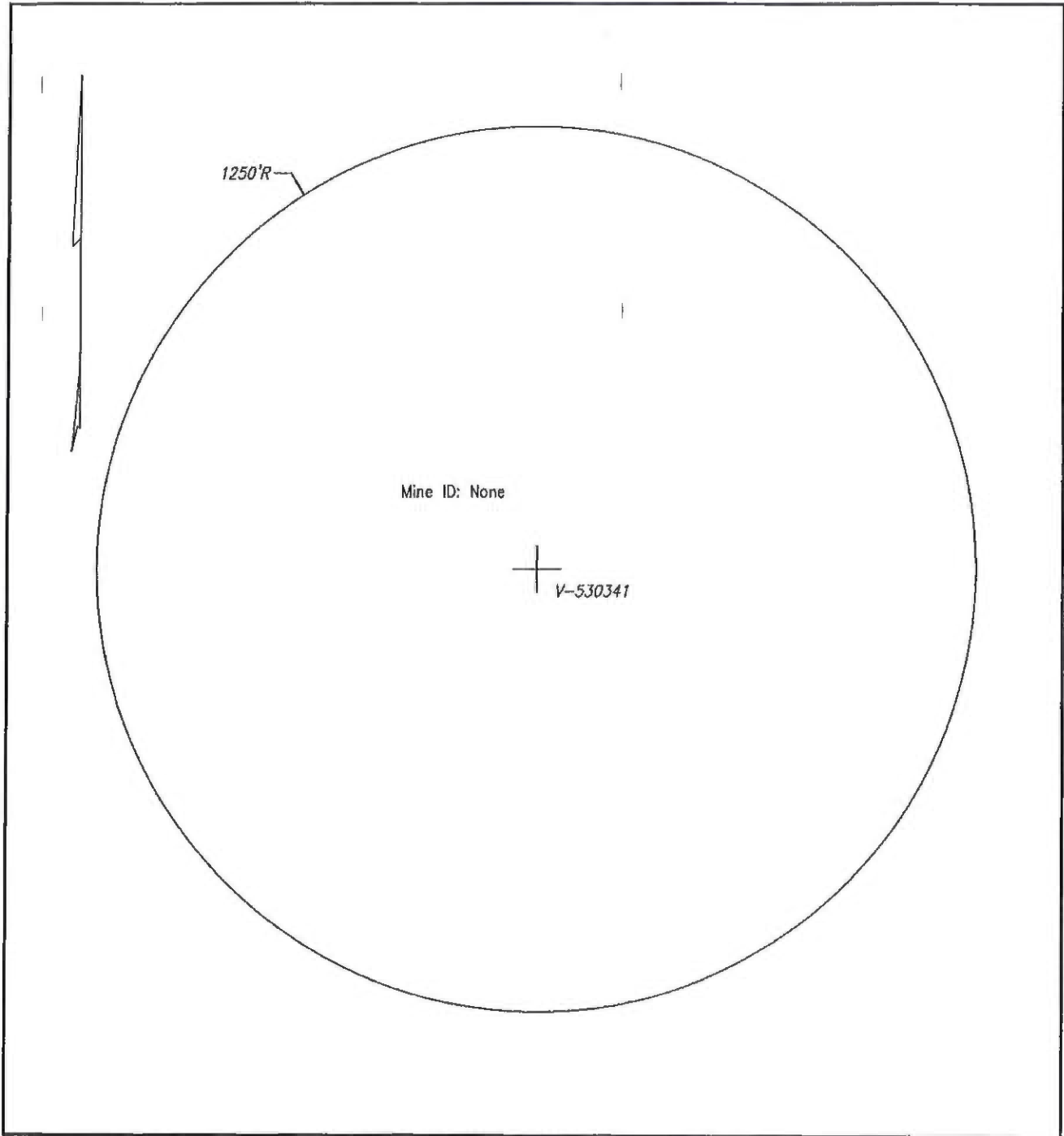
Dickenson-Russell Contura, LLC
Attn: Steve Smith
5703 Crutchfield Drive
Norton, VA 24273

Paramont Contura, LLC
Attn: Steve Smith
5703 Crutchfield Drive
Norton, VA 24273

WBRD LLC
Chad Mooney
5260 Irwin Road
Huntington, WV 25705-3247

ACIN LLC
Chad Mooney
5260 Irwin Road
Huntington, WV 25705-3247

INSTRUMENT 170000862
RECORDED IN THE CLERK'S OFFICE OF
DICKENSON CIRCUIT COURT ON
August 1, 2017 AT 02:35 PM
RICHARD W. EDWARDS , CLERK
RECORDED BY: CJB



WELL & MINE LOCATION MAP NORA GRID AY-73

COMPANY EnerVest Operating, LLC WELL NAME AND NUMBER V-530341
QUADRANGLE Duty PERMIT NO. _____ SCALE 1" = 400' DATE 5-23-2017

Exhibit L

NOTE: The mine locations are approximate locations taken from downloaded DMME data.
The maps are to be used for anticipated drilling hazards only.