

VIRGINIA:

BEFORE THE VIRGINIA GAS AND OIL BOARD

APPLICANT: SUMMIT APPALACHIA OPERATING, LLC

VIRGINIA GAS AND OIL BOARD
DOCKET NO. 19-0219-4199

RELIEF SOUGHT: CHANGE UNIT OPERATOR AND TRANSFER RIGHT TO OPERATE

REPORT OF THE BOARD

FINDINGS AND ORDERS

1. Hearing Date and Place: This Application came on for a final hearing before the Virginia Gas and Oil Board (hereafter "Board") at 9:00 a.m. on February 19, 2019, at the Russell County Conference Center, 139 Highland Drive, Lebanon, Virginia.
2. Appearances: The Applicant appeared by Bradley Ratliff, counsel, Patrick Noble and Jeffrey Cooper. Paul Kugelman, Senior Assistant Attorney General, was present to advise the Board.
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 of the Application. Board Rule 4VAC25-160-120 specifically addresses petitions to change unit operators and the transfer of the right to operate. The Board caused notice of this Application and Hearing to be published as required by Va. Code § 45.1-361.19.B. and 4VAC25-160-120.C. Whereupon, the Board finds that the notice given satisfies all statutory requirements and the minimum standards of due process.
4. Relief requested: The Applicant requests that the Board enter an order (i) that changes the designated Unit Operator from ARP Mountaineer Production, LLC (ATLAS) to Summit Appalachia Operating, LLC; and (ii) that transfers the right to operate all units listed and identified in Exhibit G to the Application from ARP Mountaineer Production, LLC (ATLAS) to Summit Appalachia Operating, LLC.
5. Relief granted: The relief requested by Applicant in this cause be and the same is hereby granted: (i) The Board's designated Unit Operator in each of the Drillings Units and Board Orders identified in Exhibit G to the Application is changed from ARP Mountaineer Production, LLC (ATLAS) to Summit Appalachia Operating, LLC; and (ii) Summit Appalachia Operating, LLC, is hereby authorized to operate the said Drilling Units and wells as provided and authorized in the Orders identified in Exhibit G, as supplemented and amended. In the event there are pending orders, yet to be entered, or pending petitions and/or applications, yet to be determined, all subsequent orders shall identify Summit Appalachia Operating, LLC, as the Board's Designated Operator.
6. Special Findings: The Board specifically and specially finds:

6.1. The name and address of the former operator is:

ARP Mountaineer Production, LLC (ATLAS)
425 Houston Street, Suite 300
Fort Worth, TX 76102

6.2. The name and address of the new designated unit operator is:

Summit Appalachia Operating, LLC
33300 Egypt Lane, Suite E-300
Magnolia, TX 77384

6.3. Exhibit F was received in evidence as the written approval of the existing, now former, designated operator.

6.4. Exhibit G was received in evidence. Exhibit G identifies all Board Orders requiring amendment, and they are hereby amended by this Order. Exhibit G identifies all drilling units subject to the said prior Orders of this Board.

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

8. Appeals: Appeals of this Order are governed by the provisions of Va. Code § 45.1-361.9 which provides that any order or decision of the Board may be appealed to the appropriate circuit court.

9. Effective date: This Order shall be effective as of the date of the hearing, stated above, when the Board approved the application.

DONE AND EXECUTED this 25 day of February, 2019 by a majority of the Virginia Gas and Oil Board.



Chairman, Bradley C. Lambert

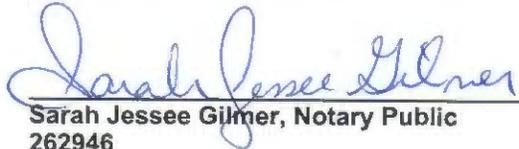
DONE AND PERFORMED this 25 day of February, 2019 by Order of the Virginia Gas and Oil Board.



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

COMMONWEALTH OF VIRGINIA
COUNTY OF RUSSELL

Acknowledged on this 25th day of February, 2019, 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





ARP Mountaineer Production, LLC

425 Houston Street, Suite 300
Fort Worth, Texas 76102

January 8, 2019

Mr. Rick Cooper
Department of Mines, Minerals & Energy
Division of Oil & Gas
P.O. Box 159
Lebanon, VA 24266

Re: Transfer of all Wells from ARP Mountaineer Production, LLC ("ARP") to Summit
Appalachia Operating Company, LLC

Dear Mr. Cooper:

The purpose of this letter is to inform the Virginia Division of Gas and Oil that ARP Mountaineer Production, LLC voluntarily transferred all of its permits to Summit Appalachia Operating Company, LLC on December 14, 2018.

If you have any question, do not hesitate to contact me.

Very truly yours,

A handwritten signature in black ink that reads "S. Keith Frank".

S. Keith Frank
Senior Director of Land

cc: Patrick Noble, Esq. (via email)

Exhibit G

Short Type	Unit Name	Applicant	Petition Type	Docket #	Hearing Date	County
Pooling	ZZZ-39	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2528	6/16/2009	Buchanan
Pooling	QQQ-36	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2080	11/13/2007	Buchanan
Pooling	A-37	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2468	2/17/2009	Buchanan
Pooling	TTT-35	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2009	9/18/2007	Buchanan
Pooling	ZZZ-41	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2530	6/16/2009	Buchanan
Pooling	B-36	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2532	6/16/2009	Buchanan
Pooling	A-41	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	1794	11/14/2006	Buchanan
Pooling	C-45	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	1790	11/16/2006	Buchanan
Pooling	SSS-35	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2008	9/18/2007	Buchanan
Pooling	F-36	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2877	11/16/2010	Buchanan
Pooling	F-37	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2800	9/21/2010	Buchanan
Pooling	F-33	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2798	9/21/2010	Buchanan
Pooling	C-46	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	1376	12/14/2004	Buchanan
Pooling	D-33	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	1803	11/14/2006	Buchanan
Pooling	D-35	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2748	6/15/2010	Buchanan
Pooling	C-38	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2747	6/15/2010	Buchanan
Pooling	F-35	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2878	11/16/2010	Buchanan
Pooling	F-34	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2799	9/21/2010	Buchanan
Pooling	A-36	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2770	7/20/2010	Buchanan
Pooling	C-44	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	1379	12/14/2004	Buchanan
Pooling	D-43	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2603	10/20/2009	Buchanan
Pooling	ZZZ-40	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2549	7/21/2010	Buchanan
Pooling	C-43	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	1473	6/21/2005	Buchanan
Pooling	C-35	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2533	6/16/2009	Buchanan
Pooling	B-44	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	1380	12/14/2004	Buchanan
Pooling	B-34	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2775	10/20/2009	Buchanan
Pooling	C-34	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2776	10/20/2009	Buchanan
Pooling	E-33	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2601	10/20/2009	Buchanan
Pooling	B-45	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	1378	12/14/2004	Buchanan
Pooling	A-42	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2609	10/20/2009	Buchanan
Pooling	TTT-36	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	1848	12/19/2006	Buchanan
Pooling	SSS-36	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	1846	12/19/2006	Buchanan
Pooling	B-35	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2771	7/20/2010	Buchanan
Pooling	C-47	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	1377	12/14/2004	Buchanan
Pooling	RRR-36	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2066	10/16/2007	Buchanan
Pooling	E-37	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2447	1/20/2009	Buchanan
Pooling	D-44	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2604	10/20/2009	Buchanan
Pooling	F-38	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2454	1/20/2009	Buchanan
Pooling	D-38	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2749	6/15/2010	Buchanan
Pooling	B-43	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2602	10/20/2009	Buchanan
Pooling	D-36	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2173	3/18/2008	Buchanan
Pooling	D-37	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2174	3/18/2008	Buchanan
Pooling	E-34	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2166	3/18/2008	Buchanan
Pooling	E-35	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2168	3/18/2008	Buchanan
Pooling	E-36	Summit Appalachia Operating Company, LLC	Pooling Coalbed Methane	2169	3/18/2008	Buchanan