

V I R G I N I A:

Application of ANR Production Company  
for Exception to Statewide Spacing on  
Well Number 10926, CO V8#6 in the  
Docket Number VGOB-0219-84  
Lipps Magisterial District of  
Wise County, Virginia

THIS CAUSE came on this 26th day of March, 1991, upon application of ANR Production Company requesting a variance from statewide spacing requirements in Section 45.1-361.17 of the Code of Virginia for Well Number 10926 (CO V8#6), VGOB #0219-84, located in the Lipps Magisterial District of Wise County, Virginia. ANR Production Company requests this Board's consent to drill Well Number CO V8#6 closer than 2,640 feet to ANR Production Company Well Numbers 10923 (CO V8#3), 10919 (CO V8#5), and 10930 (CO V8#7). ANR Production Company was represented by Richard A. Counts, Esquire, P. O. Box 298, Kingsport, TN 37662-0298.

The Board, having hearing the testimony and reviewed the exhibits of ANR Production Company, finds as follows:

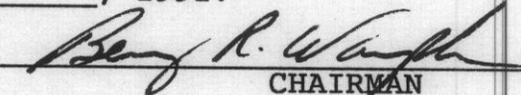
1. ANR Production Company has previously permitted Well Numbers 10923 (CO V8#3), 10919 (CO V8#5) and 10930 (CO V8#7) in the Lipps Magisterial District of Wise County.

2. ANR Production Company proposes to permit Well CO V8#6 at a location within 2,522.58 feet of the previously permitted Well Number 10923 (CO V8#3), 2,101.28 feet of the previously permitted Well Number 10919 (CO V8#5) and 2,436.59

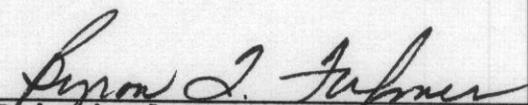
feet of the previously permitted Well Number 10930 (CO V8#7). ANR Production Company has demonstrated to the satisfaction of the Board that due to topographical considerations and the Environmental Impact Study performed by the U. S. Forest Service, the proposed well location represents an appropriate drill site.

Accordingly, it is the Order of this Board that ANR Production Company be allowed to permit Well Number 10926 (CO V8#6) within 2,522.58 feet of the previously permitted Well Number 10923 (CO V8#3), 2,101.28 feet of the previously permitted Well Number 10919 (CO V8#5) and 2,436.59 feet of the previously permitted Well Number 10930 (CO V8#7).

All members present and in agreement done and executed this  
9th day of April, 1991.

  
CHAIRMAN

Done and performed this 9th day of April, 1991.

  
Principal Executive to the Staff  
Virginia Gas and Oil Board