

VIRGINIA:

BEFORE THE VIRGINIA GAS AND OIL BOARD

SUPPLEMENTAL ORDER REGARDING

ELECTIONS, UNIT: N-41

(herein "Subject Drilling Unit")

DOCKET NUMBER VGOB-93/04/20-0359

REPORT OF BOARD

FINDINGS AND ORDER

1. This Supplemental Order is entered by the Board sua sponte in the form authorized by the Board at its hearing held at 9:00 a.m. on October 20, 1992, Board of Supervisors Room, Courthouse, Grundy, Virginia, and pursuant to authority granted to the Board's Chairman at the hearing of the Virginia Gas and Oil Board on June 16, 1992 at 9:00 a.m. at the Rhododendron Restaurant at the Breaks Interstate Park, Breaks, Virginia; and this Supplemental Order is being recorded for the purpose of (1) complying with the requirements of § 7.c of the Virginia Gas and Oil Board Regulations, VR 480-05-22.2 by supplementing the Order previously issued by the Board for the subject Docket on June 23, 1993 recorded at Deed Book 410, Page 666 in the Office of the Clerk of the Circuit Court, Buchanan County, Virginia on July 1, 1993 (herein "Board Order") to complete the record regarding elections. The Board Order pooled all interests in Subject Drilling Unit including those of the Respondents more particularly set forth and identified by the Designated Operator in the affidavits attached hereto and made a part hereof. The Board finds it has jurisdiction over the subject matter pursuant to the provisions of the Virginia Gas and Oil Act, § 45.1-361.1 et seq., Virginia Code, 1950 as amended.

2. Findings: The Board finds that:

(a) The Board Order directed Pocahontas Gas Partnership (herein the "Designated Operator"), to mail copies of the Board Order to all Respondents whose interests, if any, were pooled by said Board Order;

(b) The Designated Operator filed its affidavit of mailing dated August 13, 1993 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;

(c) The Board Order required each Respondent whose interests, if any, were pooled by the terms of said Board Order to make his or her election within thirty (30) days after the date of mailing or recording, as applicable, of said Order; the Designated Operator has filed its affidavit dated January 12, 1994 in accordance with 7.c of the Virginia Gas and Oil Board Regulations and VR 480-05-22.2 (herein "Affidavit of Election"), wherein it has, for each Respondent whose interests, if any, were pooled by said Board Order, stated: (i) whether each Respondent has made or failed to make a timely election; (ii) the nature of the election made, if any; (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 Designated Operator;

(d) The Board Order further required the Designated Operator, after expiration of the election period, to file with the Board a statement of the interests subject to escrow under the terms and provisions of the Board Order, in light of the elections made or deemed to have been made (herein "Statement of Interests"); that the Designated Operator furnished said Statement of Interest as part of its Affidavit of Election. A copy of which is attached hereto.

(e) Current Board standards requiring the escrow of funds and the Board's agreement with its Escrow Agent, Tazewell National Bank, P. O. Box 909, Tazewell, Virginia 24651, or any successor named by the Board, require the entry of a Supplemental Order establishing of record the elections made or deemed to have been made and specifying the sums or percentage thereof subject to escrow.

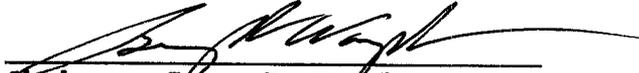
3. Order: By this Order, the Board orders the Designated Operator to tender, consistent with and in accordance with the findings set forth at paragraph 2. above and the annexed Affidavits, any funds subject to escrow and instructs the Escrow Agent, Tazewell National Bank, P. O. Box 909, Tazewell, Virginia 24651, 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 said Affidavits to receive such funds and account to the Board therefore.

4. Mailing of Order and Filing of Affidavit: The Designated Operator under the captioned order or its Attorney 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 within seven (7) days from the date of receipt of this Order to each person whose interest or claim is subject to escrow and whose address is known.

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

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

DONE AND EXECUTED this 25<sup>th</sup> day of April 1994, by a majority of the Virginia Gas and Oil Board.

  
Chairman, Benny R. Wampler

STATE OF VIRGINIA)  
COUNTY OF WISE )

Acknowledged on this 25<sup>th</sup> day of April, 1994, personally before me a notary public in and for the Commonwealth of Virginia, appeared Benny Wampler, being duly sworn did depose and say that he is Chairman of the Virginia Gas and Oil Board, that he executed the same and was authorized to do so.

Susan G. Garrett

Susan G. Garrett  
Notary Public

My commission expires 7/31/94

DONE AND PERFORMED this 19<sup>th</sup> day of May 1994 by Order of this Board.

Byron Thomas Fulmer

Byron Thomas Fulmer  
Principal Executive to the Staff  
Virginia Gas and Oil Board

STATE OF VIRGINIA  
COUNTY OF WASHINGTON

Acknowledged on this 19<sup>th</sup> day of May, 1994, personally before me a notary public in and for the Commonwealth of Virginia, appeared Byron Thomas Fulmer, being duly sworn did depose and say that he is Principal Executive to the staff of the Virginia Gas and Oil Board, that he executed the same and was authorized to do so.

Diane J. Davis

Diane J. Davis  
Notary Public

My commission expires 9/30/97

VIRGINIA:

Exhibit A

BEFORE THE VIRGINIA GAS AND OIL BOARD

IN RE:

Application of Pocahontas Gas Partnership for Forced Pooling of Interests in Unit Number N-41, VGOB Docket No. 93/04/20-0359 in the Garden District of Buchanan County, Virginia

AFFIDAVIT OF Pocahontas Gas Partnership (herein "Designated Operator") REGARDING ELECTIONS, ESCROW AND SUPPLEMENTAL ORDER

Leslie K. Arrington (herein Affiant), being first duly sworn on oath, deposes and says:

1. That your Affiant is employed by Consol, Inc. and assigned to Pocahontas Gas Partnership, the Designated Operator, at its office located at P.O. Box 947 Bluefield, VA 24605, that your Affiant is the Designated Operator's Permit Specialist, and is authorized for give this Affidavit in its behalf;
2. That the Order entered on June 23, 1993, by the Virginia Gas and Oil Board regarding the captioned CBM Unit required the Applicant to mail a true and correct copy of said Order to each person pooled by said Order;
3. That within seven (7) days of the 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 annexed hereto and incorporated herein are copies of the letters of transmittal, receipts for certified mail, and return receipts pertaining to said mailing;
4. That the Order of the Virginia Gas and Oil 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 said Order was recorded in the county above named; that said Order was recorded on July 1, 1993 .
5. That the Designated Operator, Pocahontas Gas Partnership, has established procedures to review all mail received and all written documents received by means 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 Subject Unit; that the following persons delivered, by mail or otherwise, written elections to the Unit Operator, within the thirty day election period:  

None.
6. That the interests and/or claims of the following persons (who made timely elections, or who are deemed under the terms of the Board's Order to have leased, or who, subsequent to the pooling hearing held in the captioned matter, have leased or otherwise entered into an agreement with the Designated Operator) are subject to escrow under the Board's Order pooling the captioned Unit, Board Regulations and the Code of Virginia;

SEE ATTACHED ESCROW SHEET

7. 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 with regard to their interests and/or claims which are not subject to escrow and should, therefore, be dismissed as Respondents:

None.

8. That pursuant to the provisions of VR 480-05-22.27.C and VR 480-05-22.2.8, annexed hereto and incorporated herein is a proposed supplemental order to be entered to complete the record regarding elections; that said annexed supplemental order sets forth and identifies the conflicting claims and/or interests which require escrow of funds pursuant to the terms of §§ 45.1-361.21.D, 45.1-361.22.A.3 and 4.;

Dated at Richlands, Virginia, this 7<sup>th</sup> day of February, 1994.

Leslie K. Arrington  
Affiant

Taken, subscribed and sworn to before me by Leslie K. Arrington, the Permit Specialist, of Pocahontas Gas Partnership, a corporation, on behalf of the corporation, this 7<sup>th</sup> day of FEBRUARY 1994.

My commission expires: APRIL 23, 1997

Henry K. Linnell  
Notary

ESCROW EXHIBIT  
 VGOB-03/04/20-0359  
 POCAHONTAS GAS PARTNERSHIP  
 N-41 Unit  
 80 Acres  
 Wells Located Within this Unit: CBM-PGP-607, CBM-PGP-610

TRACT OWNER/LESSEE NAME	MAP TRACT ID.	ACRES	% UNIT	POCAHONTAS GAS PARTNERSHIP CONTROL				ADVERSE				TYPE INTEREST		CONFLICTING CLAIM			
				OWNED ACRES	PERCENT	LEASED ACRES	PERCENT	ACRES	PERCENT	FEE	COAL	OIL & GAS	YES	NO			
P.J. Brown Heirs	1	77.74	97.175														
John R. Mullins**	1	12.9566925	16.195665														
Oscar W. Thompson**	1	2.15946172	2.6993271														
Beth T. Scott**	1	2.15946172	2.6993271														
Edith Mae Vanhose**	1	2.15946172	2.6993271														
Balford W. Cassady, MD**	1	2.15946172	2.6993271														
Michael C. Ramsey**	1	0.71979466	0.8997433														
James P. Ramsey, Jr.**	1	0.71979466	0.8997433														
Susan Joyce Ramsey**	1	0.47989902	0.5998612														
Joe B. Ramsey, Sr.**	1	1.43966706	1.7995638														
William N. Ramsey, Jr.**	1	0.47989902	0.5998612														
G. Frank Ramsey**	1	0.47989902	0.5998612														
Sue Carter Sloan**	1	6.47830742	8.0978842														
John W. Gillespie**	1	3.23919258	4.0489907														
Johnyve H. Hunter**	1	3.23919258	4.0489907														
Elbridge Brown**	1	14.8076042	18.5095053														
James R. McKenry**	1	12.9566925	16.195665														
G.I. Brown Estate**	1	2.15946172	2.6993271														
Clytor S. Grove**	1	0.71979466	0.8997433														
Doris L. Singhas**	1	0.71979466	0.8997433														
Martina Brown Short**	1	2.15946172	2.6993271														
James M. Brown**	1	0.15423616	0.1927952														
Martha C. Brown**	1	0.05198614	0.0642326														
Virginia Brown Palmer**	1	0.02056611	0.0257076														
Benjamin Patton Brown**	1	0.02056611	0.0257076														
William Henry Brown**	1	0.02056611	0.0257076														
Eugene L. Brown, Jr.**	1	0.02056611	0.0257076														
Ruth Martin**	1	0.71979466	0.8997433														
Catherine Lee Estate**	1	0.71979466	0.8997433														
Hannah Ascoe Taylor**	1	2.87925638	3.5990704														
Byrd E. Steale**	1	0.35989733	0.4498716														
Mary Francis Carter**	1	0.35989733	0.4498716														
Melcott Estate, et al	1	2.13	2.663														
Melcott Estate**	1	3.4567	0.666														
Ruth Culbertson**	1	3.4567	0.666														
Reserve Coal Properties**	1	3.4567	1.392														
Reserve Coal Properties**	2	1.065	1.392														
TOTAL		80	100.001	1.195	1.495	78.8060660	98.507082599										

ESCHROW EXHIBIT  
VSOB-93/04/20-0359  
POCAHONTAS GAS PARTNERSHIP  
N-41 Unit  
80 Acres  
Well: Located Within this Unit: CBM-PGP-607, CBM-PGP-610

TRACT OWNER/ESSEE NAME	MAP TRACT ID	ACRES	% UNIT	OWNED		LEASED		ADVERSE		FEE	TYPE INTEREST	CONFLICTING CLAIM
				ACRES	PERCENT	ACRES	PERCENT	ACRES	PERCENT			
P.J. Brown Heirs		77.74	97.17%									
John R. Mullins**	1	12.85	16.19%	12.85	100%							X
Oscar W. Thompson**	1	2.159	2.78%	2.159	100%							X
Betty T. Scott**	1	2.159	2.78%	2.159	100%							X
Edith Mae Vanhoush**	1	2.159	2.78%	2.159	100%							X
Ballard W. Cassidy, M/D**	1	2.159	2.78%	2.159	100%							X
Michael C. Ramsey**	1	0.719	0.92%	0.719	100%							X
James P. Ramsey, Jr.**	1	0.719	0.92%	0.719	100%							X
Susan Joyce Ramsey**	1	0.719	0.92%	0.719	100%							X
Joe B. Ramsey, Sr.**	1	0.719	0.92%	0.719	100%							X
William N. Ramsey, Jr.**	1	0.719	0.92%	0.719	100%							X
G. Frank Ramsey**	1	0.719	0.92%	0.719	100%							X
Stue Carter Slusher**	1	0.473	0.61%	0.473	100%							X
John W. Gillespie**	1	3.239	4.16%	3.239	100%							X
John W. Gillespie**	1	3.239	4.16%	3.239	100%							X
John W. Gillespie**	1	3.239	4.16%	3.239	100%							X
Edridge Brown**	1	14.807	19.05%	14.807	100%							X
James R. McKelvey**	1	12.95	16.66%	12.95	100%							X
G.I. Brown Estate**	1	2.159	2.78%	2.159	100%							X
Clyde S. Grove**	1	0.719	0.92%	0.719	100%							X
Dois L. Singlas**	1	0.719	0.92%	0.719	100%							X
Martha Brown Short**	1	2.159	2.78%	2.159	100%							X
James M. Brown**	1	0.154	0.20%	0.154	100%							X
Martha C. Brown**	1	0.051	0.07%	0.051	100%							X
Virginia Brown Palmer**	1	0.020	0.03%	0.020	100%							X
Berlamin Patton Brown**	1	0.020	0.03%	0.020	100%							X
Charles Henry Brown**	1	0.020	0.03%	0.020	100%							X
William David Brown**	1	0.020	0.03%	0.020	100%							X
Eugene L. Brown, Jr.**	1	0.020	0.03%	0.020	100%							X
Ruth Miller**	1	0.020	0.03%	0.020	100%							X
Carrietta Lee Estate**	1	0.719	0.92%	0.719	100%							X
Hannett Acree Taylor**	1	2.879	3.70%	2.879	100%							X
Balrod E. Steele**	1	0.359	0.46%	0.359	100%							X
Mary Francis Carter**	1	0.359	0.46%	0.359	100%							X
Mercal Estate, et al	3	0.9	1.15%	0.225	28.125%	0.28125	35.156%	0.020	2.5%	0.020	2.5%	X
Mercal Estate*	3	0.225	0.29%	0.225	100%							X
Ruth Clubberson*	3	0.45	0.58%	0.45	100%							X
Ron Clyborne*	3	0.45	0.58%	0.45	100%							X
Reserve Coal Properties*	3	0.9	1.15%	0.225	28.125%	0.28125	35.156%	0.020	2.5%	0.020	2.5%	X
Mercal Estate, et al	4	0.25	0.32%	0.0625	25%	0.0625	25%	0.020	2.5%	0.020	2.5%	X
Mercal Estate*	4	0.0625	0.08%	0.0625	100%							X
Ruth Clubberson*	4	0.0625	0.08%	0.0625	100%							X
Ron Clyborne*	4	0.125	0.16%	0.125	100%							X
Dorey Sweeney*	4	0.25	0.32%	0.125	50%	0.125	50%	0.020	2.5%	0.020	2.5%	X
Mercal Estate, et al	5	0.16	0.21%	0.16	100%							X
Mercal Estate*	5	0.16	0.21%	0.16	100%							X
Ruth Clubberson*	5	0.16	0.21%	0.16	100%							X
Ron Clyborne*	5	0.16	0.21%	0.16	100%							X
Bed and D. Brown**	5	0.32	0.41%	0.32	100%							X
Mercal Estate, et al	6	0.16	0.21%	0.16	100%							X
Mercal Estate*	6	0.16	0.21%	0.16	100%							X
Ruth Clubberson*	6	0.16	0.21%	0.16	100%							X
Ron Clyborne*	6	0.16	0.21%	0.16	100%							X
Bed and D. Brown**	6	0.16	0.21%	0.16	100%							X
Mercal Estate, et al	7	0.16	0.21%	0.16	100%							X
Mercal Estate*	7	0.16	0.21%	0.16	100%							X
Mrs. Warner Day**	7	0.045	0.06%	0.045	100%							X
Mercal Estate, et al	7	0.045	0.06%	0.045	100%							X
Mercal Estate*	7	0.045	0.06%	0.045	100%							X
Ron Clyborne*	7	0.09	0.12%	0.09	100%							X
Ron Clyborne**	7	0.1125	0.14%	0.1125	100%							X
Norfolk Southern**	7	0.18	0.23%	0.18	100%							X
Reserve Coal Properties**	2	0.13	0.17%	0.13	100%							X
TOTAL		80	100.00%	1.03	1.29%	79.947254	99.93454368	115283056	1.4415342313			X

\*Total to be escrowed with the Virginia Escrow Agent due to conflicting claims - 1.9967 acres - 2.3713%  
 \*\*Total to be paid (no conflicting claim) - 77.67 acres - 97.3374%  
 \*\*\*Total to be escrowed with the Virginia Escrow Agent due to being unleased and/or conflicting claim - 0.2333 acres - 0.2917%

VIRGINIA: In the Clerk's Office of the Circuit Court of Buchanan County. The foregoing instrument was this day presented in the office aforesaid and is, together with the certificate of acknowledgment annexed, admitted to record this 20th day of May, 1994 3:34 P. M.  
 Deed Book No. 422 and Page No. 475  
 Returned to: Dept. of Mines, etc  
Abingdon, VA 24210  
 TESTE: [Signature] Clerk

# 1371

CLERK'S OFFICE CIRCUIT COURT  
BUCHANAN COUNTY, VIRGINIA

Filed and admitted to record,

this 20th day of May 1994  
at 3:34 o'clock P M.

Recorded Deed Book \_\_\_\_\_ Page \_\_\_\_\_  
039 State Tax \_\_\_\_\_  
213 County Tax \_\_\_\_\_  
212 Transfer \_\_\_\_\_  
301 Recording 16.00  
038 State Tax \_\_\_\_\_  
220 Local Tax \_\_\_\_\_  
145 VSLF 1.00

Total 17.00

Teste James M. Bevins, Jr., Clerk  
By AT D.C.

**Department of Mines, Minerals and Energy**  
DIVISION OF GAS & OIL  
POST OFFICE BOX 1416 • 230 CHARWOOD DRIVE  
ABINGDON, VIRGINIA 24210