

VIRGINIA:

BEFORE THE VIRGINIA GAS AND OIL BOARD

IN RE:

SUPPLEMENTAL ORDER REGARDING DOCKET NUMBER VGOB-98-0421-0650-01

ELECTIONS: UNIT T-37
(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 January 6, 2000 which was recorded at Deed Book 500, Page 562 in the Office of the Clerk of the Circuit Court of Buchanan County, Virginia, on January 13, 2000, (herein "Board Order") and completing the record regarding elections.

Findings: The Board finds that:

The Board Order directed POCAHONTAS GAS PARTNERSHIP (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 that the escrow of funds is required with regard to Unit T-37;

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 Union National Bank, Corporate Trust PA1328, 123 Broad Street, Philadelphia, PA 19109-1199, Telephone: (215) 985-3485 or (800) 664-9359, Attn: Don Ballinghoff, 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 therefor.

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 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.

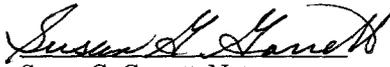
Effective Date: This Order shall be effective on the date of its execution.

DONE AND EXECUTED this 13th day of March, 2000, by a majority of the Virginia Gas and Oil Board.


Chairman, Benny R. Wampler

STATE OF VIRGINIA
COUNTY OF WISE

Acknowledged on this 13th day of March, 2000, personally before me a notary public in and for the Commonwealth of Virginia, appeared Benny R. 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, Notary

My commission expires: 7-31-02

DONE AND PERFORMED THIS 15th day of March, 2000, by Order of the Board.


B. R. Wilson
Acting Principal Executive to the Staff
Virginia Gas and Oil Board

STATE OF VIRGINIA
COUNTY OF WASHINGTON

Acknowledged on this 15th day of March, 2000, personally before me a notary public in and for the Commonwealth of Virginia, appeared B. R. Wilson, being duly sworn did depose and say that he is Acting Principal Executive to the Staff, Virginia Gas and Oil Board, that he executed the same and was authorized to do so.


Diane J. Davis, Notary

My commission expires: 9/30/2001

VIRGINIA:

Exhibit A

BEFORE THE VIRGINIA GAS AND OIL BOARD

IN RE:

Application of Pocahontas Gas Partnership for Forced Pooling of Interests in CBM Unit T-37 VGOB-98-0421-0650-01 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, being first duly sworn on oath, deposes and says:

That your affiant is employed by CONSOL Inc., as a Permit Specialist and is duly authorized to make this affidavit on behalf of POCAHONTAS GAS PARTNERSHIP, the designated operator,

That the Order entered on January 6, 2000, by the Virginia Gas and Oil Board (hereinafter "Board") regarding the captioned CBM 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 Abingdon, 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 county identified above; that said Order was recorded on January 13, 2000;

That the designated operator POCAHONTAS GAS PARTNERSHIP 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 coalbed methane rights, interests and claims to Applicant, all as provided in the Board's Order of January 6, 2000;

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:

See attached Exhibit E.

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:

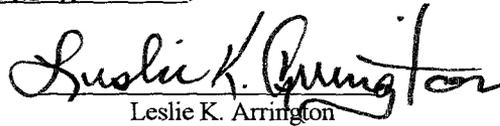
None.

that to the extent any of said persons listed in Exhibit B-2 have rights, interests and claims which are not subject to escrow, they should be dismissed as respondents; the Operator requests that the following persons be dismissed as Respondents:

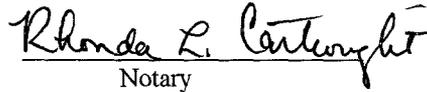
None.

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 Tazewell, Virginia, this 3RD day of MARCH, 2000.

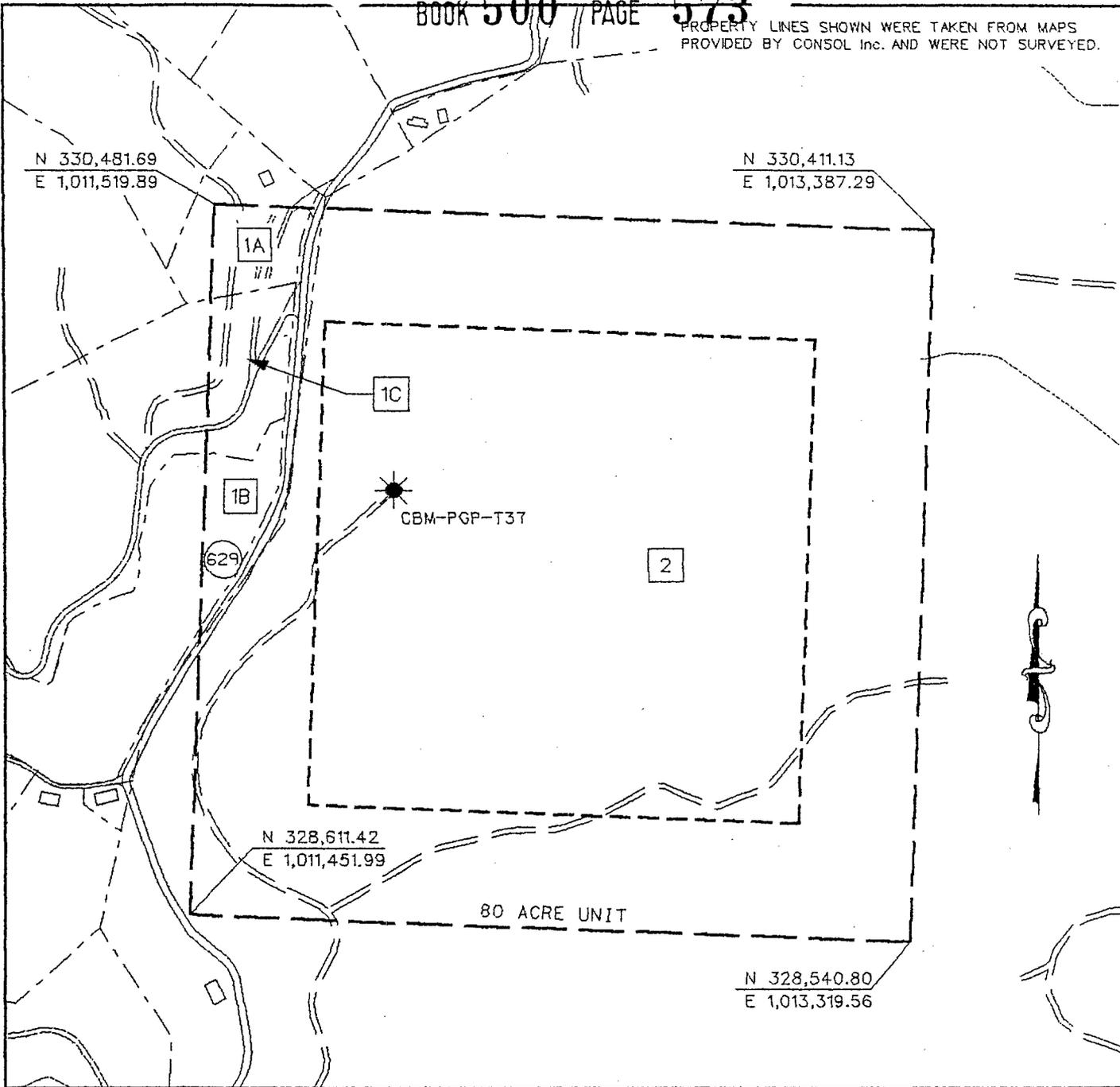

Leslie K. Arrington

Taken, subscribed and sworn to before me by Leslie K. Arrington as Permit Specialist of CONSOL Inc., on behalf of the corporate Designated Operator, this 3rd day of March, 2000.


Notary

My commission expires: 10/31/01.

PROPERTY LINES SHOWN WERE TAKEN FROM MAPS PROVIDED BY CONSOL Inc. AND WERE NOT SURVEYED.



LEGEND

↖ TRACT LAND HOOK

2 TRACT LAND ID'S

EXHIBIT A
 OAKWOOD FIELD UNIT T-37
 FORCE POOLING
 VGOB-98-0421-0650-01

Company Pocahontas Gas Partnership Well Name and Number UNIT T37

Tract No. _____ Elevation _____ Quadrangle Jewell Ridge

County Buchanan District Garden Scale: 1" = 400' Date 10/15/99

This plat is a new plat X ; an updated plat _____ ; or a final plat _____

Form DGO-GO-7
Rev. 9/91

Charles O. Moya
 Licensed Professional Engineer or Licensed Land Surveyor (Affix Seal)

February 17, 2000

**POCAHONTAS GAS PARTNERSHIP
UNIT T-37
Tract Identification**

- 1A. McGuire & Hurt Heirs - Coal
 Consolidation Coal Co. - Below drainage coal Leased
 United Coal Company - Above drainage coal Leased
 Pocahontas Gas Partnership - CBM Lessee
 Linkous Horn Heirs - Oil & Gas
 Beulah Osborne - Surface
 1.74 acres 2.1750%
- 1B. McGuire & Hurt Heirs - Coal
 Consolidation Coal Co. - Below drainage coal Leased
 United Coal Company - Above drainage coal Leased
 Pocahontas Gas Partnership - CBM Lessee
 Mitchell Counts - Surface, Oil & Gas
 3.20 acres 4.0000%
- 1C. McGuire & Hurt Heirs - Coal
 Consolidation Coal Co. - Below drainage coal Leased
 United Coal Company - Above drainage coal Leased
 Pocahontas Gas Partnership - CBM Lessee
 Albert Ball Heirs - Surface, Oil & Gas
 1.02 acres 1.2750%
2. Coal Mountain Mining . Tr 26 - Fee
 Consolidation Coal Co. - Below drainage coal Leased
 United Coal Company - Above drainage coal Leased
 Pocahontas Gas Partnership - Oil & Gas Lessee
 Pocahontas Gas Partnership - CBM Lessee
 74.04 acres 92.5500%

Exhibit B-3
UNIT T-37
Docket # VGOB-98-0421-0650-01
List of Unleased Owners/Claimants

BOOK 503 PAGE 519

| | Acres in Unit | Percent of Unit | Election |
|---|-------------------------------------|-----------------|---------------|
| I. OIL & GAS FEE OWNERSHIP | | | |
| Tract #1A, 1.74 acres | | | |
| (1) Linkous Horn Heirs | 1.74 acres | 2.17500% | Deemed Leased |
| (a) Sydney Smith 1911 McViey Road Salem, VA 24153 | 0.0580 acres 1/30 of 1.74 acres | 0.07250% | Deemed Leased |
| (b) Kenneth Roy Osborne 1721 19th Street N.E. Roanoke, VA 24012 | 0.0580 acres 1/30 of 1.74 acres | 0.07250% | Deemed Leased |
| (c) Martha Williams 1911 McViey Road Salem, VA 24153 | 0.0580 acres 1/30 of 1.74 acres | 0.07250% | Deemed Leased |
| (d) Ivory J. Horn P. O. Box 748 Raven, VA 24639 | 0.0580 acres 1/30 of 1.74 acres | 0.07250% | Deemed Leased |
| (e) Perry W. Horn 700 Meadowbrooke Dr. Apt. 8 King, NC 27021 | 0.0580 acres 1/30 of 1.74 acres | 0.07250% | Deemed Leased |
| (f) Larry M. Horn P. O. Box 131 Rarden, OH 45671 | 0.0580 acres 1/30 of 1.74 acres | 0.07250% | Deemed Leased |
| (g) Dorothy Horn Rt. 3, Box 21 Cedar Bluff, VA 24609 | 0.1740 acres 1/10 of 1.74 acres | 0.21750% | Deemed Leased |
| (h) Merl Ann Taylor Rt. 1, Box 1445 Cedar Bluff, VA 24609 | 0.0174 acres 1/10 of 1.74 acres | 0.02175% | Deemed Leased |
| (i) Thelma H. Osborne P. O. Box 33 Raven, VA 24639 | 0.1740 acres 1/10 of 1.74 acres | 0.21750% | Deemed Leased |
| (j) Martha H. Smith P. O. Box 395 Max Meadows, VA 24360 | 0.1740 acres 1/10 of 1.74 acres | 0.21750% | Deemed Leased |
| (k) Sarah H. Day P. O. Box 208 Peterstown, WV 24963 | 0.1740 acres 1/10 of 1.74 acres | 0.21750% | Deemed Leased |
| (l) Joseph H. Horn P. O. Box 775 Raven, VA 24639 | 0.1740 acres 1/10 of 1.74 acres | 0.21750% | Deemed Leased |
| (m) Nancy H. Stilwell Rt. 4, Box 722 North Tazewell, VA 24630 | 0.1740 acres 1/10 of 1.74 acres | 0.21750% | Deemed Leased |
| (n) Clifford Osborne P. O. Box 613 Keen Mountain, VA 24624 | 0.0158 acres 1/110 of 1.74 acres | 0.01977% | Deemed Leased |

BOOK 503 PAGE 520
 EXHIBIT B-3
 UNIT T-37
 Docket # VGOB-98-0421-0650-01
 List of Unleased Owners/Claimants

| | Acres in Unit | Percent of Unit | Election |
|--|-------------------------------------|-----------------|---------------|
| (o) James R. Osborne P. O. Box 495 Keen Mountain, VA 24624 | 0.0158 acres 1/110 of 1.74 acres | 0.01977% | Deemed Leased |
| (p) Shirley Keene P. O. Box 581 Keen Mountain, VA 24624 | 0.0158 acres 1/110 of 1.74 acres | 0.01977% | Deemed Leased |
| (q) Mary Keen Rt. 1, Box 157 Raven, VA 24639 | 0.0158 acres 1/110 of 1.74 acres | 0.01977% | Deemed Leased |
| (r) John Osborne Rt. 1, Box 159 Raven, VA 24639 | 0.0158 acres 1/110 of 1.74 acres | 0.01977% | Deemed Leased |
| (s) Ronnie Osborne General Delivery Raven, VA 24639 | 0.0158 acres 1/110 of 1.74 acres | 0.01977% | Deemed Leased |
| (t) Brenda Justice P. O. Box 27 Oakwood, VA 24631 | 0.0158 acres 1/110 of 1.74 acres | 0.01977% | Deemed Leased |
| (u) Richard Osborne P. O. Box 541 Keen Mountain, VA 24624 | 0.0158 acres 1/110 of 1.74 acres | 0.01977% | Deemed Leased |
| (v) Charles M. Osborne P. O. Box 585 Keen Mountain, VA 24624 | 0.0158 acres 1/110 of 1.74 acres | 0.01977% | Deemed Leased |
| (w) Ruth Keen Address Unknown | 0.0158 acres 1/110 of 1.74 acres | 0.01977% | Deemed Leased |
| (x) Patsy Moore General Delivery Raven, VA 24639 | 0.0158 acres 1/110 of 1.74 acres | 0.01977% | Deemed Leased |
| Tract #1B, 3.20 acres | | | |
| (1) Mitchell Counts P. O. Box 57 Shortt Gap, VA 24647 | 3.20 acres | 4.00000% | Deemed Leased |

Docket # VGOB-98-0421-0650
 List of Conflicting Owners/Claimants that require escrow

| | Acres in Unit | Percent of Unit |
|---|------------------------------------|-----------------|
| Tract #1A, 1.74 acres | | |
| <u>COAL FEE OWNERSHIP</u> | | |
| (1) Hurt McGuire c/o Charles Green 1805 1/2 Jefferson Avenue Bluefield, WV 24701 | 1.74 acres | 2.17500% |
| <u>OIL & GAS FEE OWNERSHIP</u> | | |
| (1) Linkous Horn Heirs | 1.74 acres | 2.17500% |
| (a) Sydney Smith 1911 McViey Road Salem, VA 24153 | 0.0580 acres 1/30 of 1.74 acres | 0.07250% |
| (b) Kenneth Roy Osborne 1721 19th Street N.E. Roanoke, VA 24012 | 0.0580 acres 1/30 of 1.74 acres | 0.07250% |
| (c) Martha Guilliams 1911 McViey Road Salem, VA 24153 | 0.0580 acres 1/30 of 1.74 acres | 0.07250% |
| (d) Ivory J. Horn P. O. Box 748 Raven, VA 24639 | 0.0580 acres 1/30 of 1.74 acres | 0.07250% |
| (e) Perry W. Horn 700 Meadowbrooke Dr. Apt. 8 King, NC 27021 | 0.0580 acres 1/30 of 1.74 acres | 0.07250% |
| (f) Larry M. Horn P. O. Box 131 Rarden, OH 45671 | 0.0580 acres 1/30 of 1.74 acres | 0.07250% |
| (g) Dorothy Horn Rt. 3, Box 21 Cedar Bluff, VA 24609 | 0.1740 acres 1/10 of 1.74 acres | 0.21750% |
| (h) Merl Ann Taylor Rt. 1, Box 1445 Cedar Bluff, VA 24609 | 0.1740 acres 1/10 of 1.74 acres | 0.21750% |
| (i) Thelma H. Osborne P. O. Box 33 Raven, VA 24639 | 0.1740 acres 1/10 of 1.74 acres | 0.21750% |
| (j) Martha H. Smith P. O. Box 395 Max Meadows, VA 24360 | 0.1740 acres 1/10 of 1.74 acres | 0.21750% |
| (k) Sarah H. Day P. O. Box 208 Peterstown, WV 24963 | 0.1740 acres 1/10 of 1.74 acres | 0.21750% |
| (l) Joseph H. Horn P. O. Box 775 Raven, VA 24639 | 0.1740 acres 1/10 of 1.74 acres | 0.21750% |

List of Conflicting Owners/Claimants that require escrow

| | Acres in Unit | Percent of Unit |
|---|-------------------------------------|-----------------|
| (m) Nancy H. Stilwell Rt. 4, Box 722 North Tazewell, VA 24630 | 0.1740 acres 1/110 of 1.74 acres | 0.21750% |
| (n) Clifford Osborne P. O. Box 613 Keen Mountain, VA 24624 | 0.0158 acres 1/110 of 1.74 acres | 0.01977% |
| (o) James R. Osborne P. O. Box 495 Keen Mountain, VA 24624 | 0.0158 acres 1/110 of 1.74 acres | 0.01977% |
| (p) Shirley Keene P. O. Box 581 Keen Mountain, VA 24624 | 0.0158 acres 1/110 of 1.74 acres | 0.01977% |
| (q) Mary Keen Rt. 1, Box 157 Raven, VA 24639 | 0.0158 acres 1/110 of 1.74 acres | 0.01977% |
| (r) John Osborne Rt. 1, Box 159 Raven, VA 24639 | 0.0158 acres 1/110 of 1.74 acres | 0.01977% |
| (s) Ronnie Osborne General Delivery Raven, VA 24639 | 0.0158 acres 1/110 of 1.74 acres | 0.01977% |
| (t) Brenda Justice P. O. Box 27 Oakwood, VA 24631 | 0.0158 acres 1/110 of 1.74 acres | 0.01977% |
| (u) Richard Osborne P. O. Box 541 Keen Mountain, VA 24624 | 0.0158 acres 1/110 of 1.74 acres | 0.01977% |
| (v) Charles M. Osborne P. O. Box 585 Keen Mountain, VA 24624 | 0.0158 acres 1/110 of 1.74 acres | 0.01977% |
| (w) Ruth Keen Address Unknown | 0.0158 acres 1/110 of 1.74 acres | 0.01977% |
| (x) Patsy Moore General Delivery Raven, VA 24639 | 0.0158 acres 1/110 of 1.74 acres | 0.01977% |

Tract #1B, 3.20 acres

COAL FEE OWNERSHIP

| | | |
|---|-----------|----------|
| (1) Hurt McGuire c/o Charles Green 1805 1/2 Jefferson Avenue Bluefield, WV 24701 | 3.2 acres | 4.00000% |
|---|-----------|----------|

OIL & GAS FEE OWNERSHIP

| | | |
|---|------------|----------|
| (1) Mitchell Counts P. O. Box 57 Shortt Gap, VA 24647 | 3.20 acres | 4.00000% |
|---|------------|----------|

Exhibit E
 UNIT T-37
 Docket # VGOB-98-0421-0650
 List of Conflicting Owners/Claimants that require escrow

| | Acres in Unit | Percent of Unit |
|---|-----------------------------------|-----------------|
| Tract #1C, 1.02 acres | | |
| <u>COAL FEE OWNERSHIP</u> | | |
| (1) Hurt McGuire c/o Charles Green 1805 1/2 Jefferson Avenue Bluefield, WV 24701 | 1.02 acres | 1.27500% |
| <u>OIL & GAS FEE OWNERSHIP</u> | | |
| (1) Albert Ball heirs, devisees, successors or assigns, et al Address unknown | 1.02 acres | 1.27500% |
| (a) Donald E. Ball Rt. 1, Box 16 Raven, VA 24639 | 0.102 acres 1/10 of 1.02 acres | 0.12750% |
| (b) Lawrence E. Ball P. O. Box 1016 Raven, VA 24639 | 0.102 acres 1/10 of 1.02 acres | 0.12750% |
| (c) Melissa R. Lawson P. O. Box 155 Raven, VA 24639 | 0.102 acres 1/10 of 1.02 acres | 0.12750% |
| (d) Steve R. Ball Rt. 1, Box 970 Pounding Mill, VA 24637 | 0.102 acres 1/10 of 1.02 acres | 0.12750% |
| (e) Danny R. Ball Rt. 1, Box 15B Raven, VA 24639 | 0.102 acres 1/10 of 1.02 acres | 0.12750% |
| (f) A. E. Shreve P. O. Box 8 Doran, VA 24612 | 0.255 acres 1/4 of 1.02 acres | 0.31875% |
| (g) D. Faye Rowe 2706 Brown Street Richlands, VA 24641 | 0.085 acres 1/12 of 1.02 acres | 0.10625% |
| (h) Nell L. Shreve Rt. 3, Box 778 Bluefield, VA 24701 | 0.085 acres 1/12 of 1.02 acres | 0.10625% |
| (i) Nancy Young 801 Pyrtle Drive Salem, VA 24153 | 0.085 acres 1/12 of 1.02 acres | 0.10625% |

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 17th day of March 2000 at 2:54 P.M.
 Deed Book No. 503 and Page No. 513
 Returned this date to: Diane Davis
 TESTE: James M. Bevins, Jr., Clerk
 TESTE: Patricia [Signature], Deputy Clerk
Maded

INSTRUMENT #000000748
RECORDED IN THE CLERK'S OFFICE OF
BUCHANAN COUNTY ON
MARCH 17, 2000 AT 02:54PM
JAMES M. BEVINS JR., CLERK

BY: _____



INSTRUMENT #00000748
RECORDED IN THE CLERK'S OFFICE OF
BUCHANAN COUNTY ON
MARCH 17, 2000 AT 02:54PM
JAMES M. BEVINS JR., CLERK

BY: _____

[Signature]