

VIRGINIA:

BOOK 517 PAGE 297

BEFORE THE VIRGINIA GAS AND OIL BOARD

IN RE:

SUPPLEMENTAL ORDER REGARDING DOCKET NUMBER VGOB-98-0616-0669-01

ELECTIONS: UNIT O-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 October 1, 1999 which was recorded at Deed Book 497, Page 410 in the Office of the Clerk of the Circuit Court of Buchanan County, Virginia, on October 14, 1999, (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 O-37;

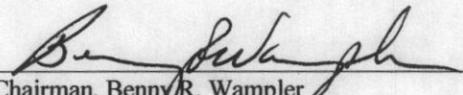
Order: By this Order, the Board orders the Designated Operator to tender, consistent with and in accordance with the findings set forth at paragraph 2. above and the annexed affidavit of elections with Exhibits thereto, any funds subject to escrow and instructs the Escrow Agent, First Union National 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.

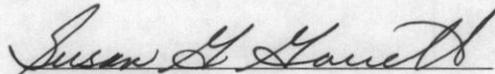
Effective Date: This Order shall be effective on the date of its execution.

DONE AND EXECUTED this 11th day of December, 2000, by a majority of the Virginia Gas and Oil Board.


Chairman, Benny R. Wampler

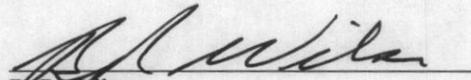
STATE OF VIRGINIA
COUNTY OF WISE

Acknowledged on this 11th day of December, 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

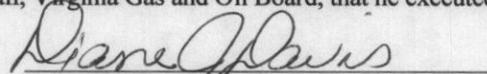
My commission expires: 7-31-02.

DONE AND PERFORMED THIS 18th day of December, 2000, by Order of the Board.


B. R. Wilson
Director of the Division of Gas & Oil
and Principal Executive to the Board

STATE OF VIRGINIA
COUNTY OF WASHINGTON

Acknowledged on this 18th day of December, 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 O-37
VGOB-98-0616-0669-01 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 October 1, 1999, 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 October 14, 1999;

That the designated operator CONSOL Inc. 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 October 1, 1999;

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:

None

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:

See attached Exhibit EE.

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 20th day of NOVEMBER, 2000.

Leslie K. Arrington
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 20th day of November, 2000.

Rhonda L. Cartwright
Notary

My commission expires: 10/31/01.

**POCAHONTAS GAS PARTNERSHIP
UNIT O-37
Tract Identifications**

1. Franks Estate Tr.6 - Surface, ½ Coal, Oil & Gas
Consolidation Coal Company - ½ Coal Jawbone & Below
Reserve Coal Properties - (CBM Royalty Owner)
Clyborne, Inc. - ½ Coal Above Jawbone - Oil & Gas
Consolidation Coal Company - ½ Coal bel. Jawbone Lessee
Pocahontas Gas Partnership - CBM Lessee
Pocahontas Gas Partnership - Oil & Gas Lessee
70.12 acres 87.6500%

2. P. J. Brown Heirs - Fee
Island Creek Coal Company - Below drainage coal Lessee
Jewell Ridge Coal Corp.- Jawbone seam Lessee
Jewell Smokeless Coal Co.- Above drainage coal Lessee
Consolidation Coal Company - 83.201% Oil & Gas Lessee
B. P. Brown - .026446% Oil & Gas
C. H. Brown - .026446% Oil & Gas
W. D. Brown - .026446% Oil & Gas
E. L. Brown, Jr.- .026446% Oil & Gas
V. B. Palmer - .026446% Oil & Gas
3.86 acres 4.8250%

3. Franks Estate Tr.8A - Surface, ½ Coal, Oil & Gas
Consolidation Coal Company - ½ Coal Jawbone & Below
Reserve Coal Properties - (CBM Royalty Owner)
Clyborne, Inc. - ½ Coal Above Jawbone - Oil & Gas
Consolidation Coal Company - ½ Coal bel. Jawbone Lessee
Pocahontas Gas Partnership - CBM Lessee
Pocahontas Gas Partnership - Oil & Gas Lessee
2.48 acres 3.1000%

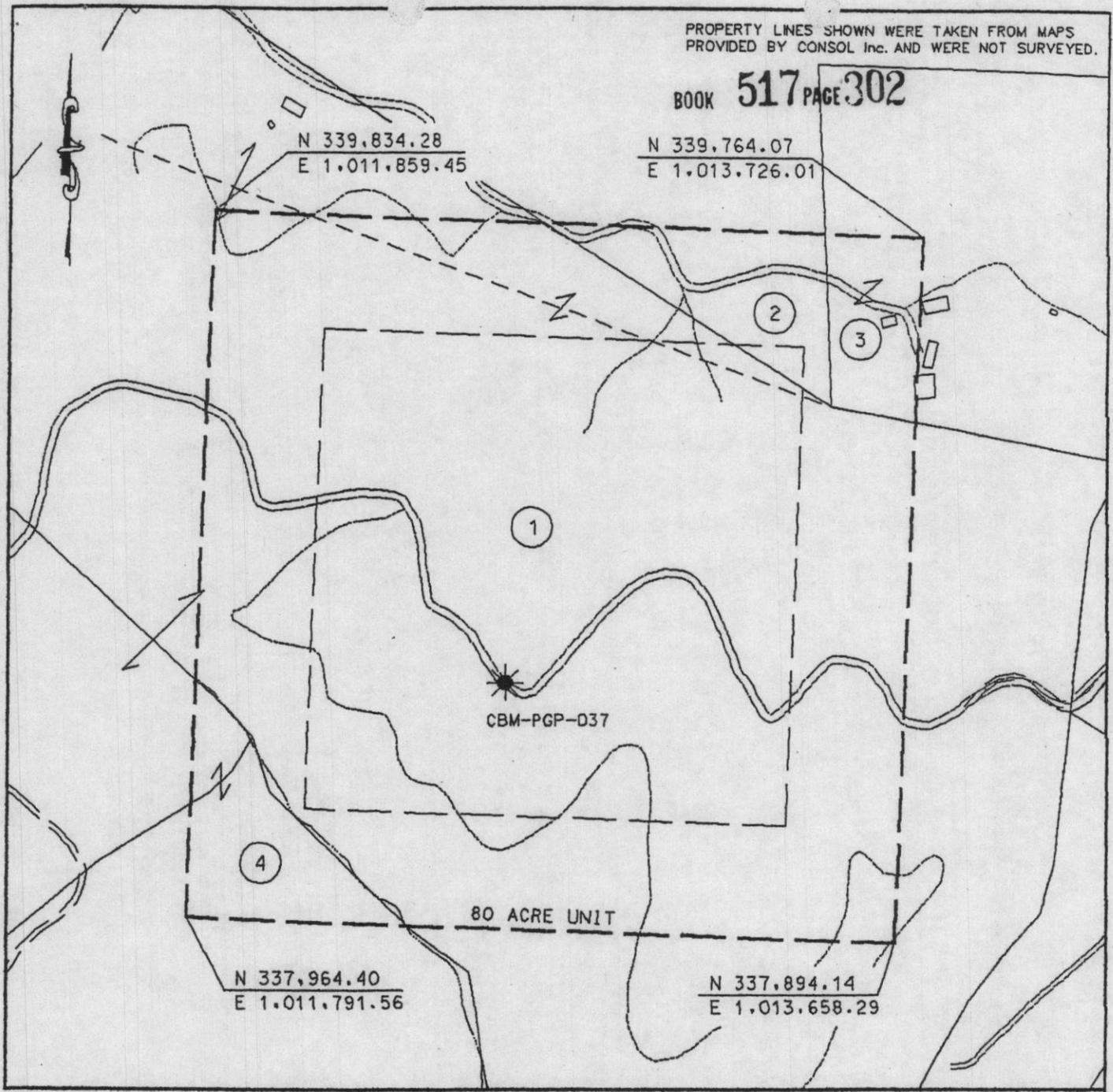
4. Franks Estate - Tr.11B, ½ Coal, Oil & Gas
Consolidation Coal Company - ½ Coal Jawbone & Below
Reserve Coal Properties - (CBM Royalty Owner)
Clyborne, Inc. - ½ Coal Above Jawbone - Oil & Gas
Consolidation Coal Company - ½ Coal below Jawbone Lessee
Fincastle Mining Inc. - Above Jawbone Lessee
Pocahontas Gas Partnership - CBM Lessee
Pocahontas Gas Partnership - Oil & Gas Lessee
Metcalf Estate - ¼ Surface
Ruth Culbertson - ¼ Surface
Clyborne Inc. - ½ Surface
3.54 acres 4.4250%

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

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N 339.834.28
E 1.011.859.45

N 339.764.07
E 1.013.726.01



LEGEND

← TRACT LAND HOOK

[2] TRACT LAND ID'S

EXHIBIT A

OAKWOOD FIELD UNIT 0-37
FORCE POOLING
VGOB-98-0616-0669-01

Company Poahontas Gas Partnership Well Name and Number UNIT 037

Tract No. _____ Elevation _____ Quadrangle Jewell Ridge

County Buchanan District Garden Scale: 1" = 400' Date 6/9/99

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

Form DGO-GO-7
Rev. 9/91

Charles D. Meyer
Licensed Professional Engineer or Licensed Land Surveyor (Affix Seal)

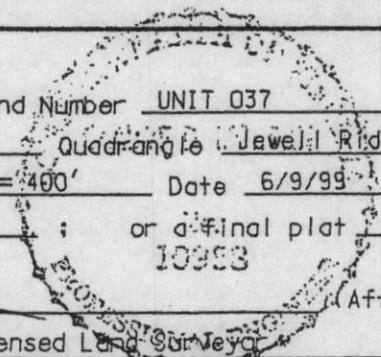


Exhibit B-3
Unit O-37
Docket No. VGOB-98-0616-0669-01
List of Unleased Owners/Claimants

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| | Net Acres in Unit | Interest in Unit | Election | Tax Map # |
|----------------------------------------------------------------------------------|--------------------------------------|---------------------|---------------|-------------|
| I. <u>COAL FEE OWNERSHIP</u> | | | | |
| <u>TRACT #2 - 3.86 acres</u> | | | | |
| (1) P. J. Brown Heirs, Devisees, Successors or Assigns | 3.86 acres | 4.82500% | | 1HHH-083001 |
| (a) Virginia Brown Palmer 187 Acorn Valley Circle Cottonwood, AL 36320 | 0.0010 acres 1/3780 of 3.86 acres | 0.00128% | Deemed Leased | |
| (b) Benjamin Patton Brown Rt. 1, Box 853 Pounding Mill, VA 24537 | 0.0010 acres 1/3780 of 3.86 acres | 0.00128% | Deemed Leased | |
| (c) Charle Henry Brown 14376 Peacefull Valley Road Abingdon, VA 24210-8104 | 0.0010 acres 1/3780 of 3.86 acres | 0.00128% | Deemed Leased | |
| (d) William David Brown 6 South Park Avenue Millville, NJ 08332 | 0.0010 acres 1/3780 of 3.86 acres | 0.00128% | Deemed Leased | |
| (e) Eugene L. Brown, Jr. Rt. 3, Box 144 Tazewell, VA 24630 | 0.0010 acres 1/3780 of 3.86 acres | 0.00128% | Deemed Leased | |
| II. <u>OIL & GAS FEE OWNERSHIP</u> | | | | |
| <u>TRACT #2 - 3.86 acres</u> | | | | |
| (1) P. J. Brown Heirs, Devisees, Successors or Assigns | 3.86 acres | 4.82500% | | 1HHH-083001 |
| (a) Virginia Brown Palmer 187 Acorn Valley Circle Cottonwood, AL 36320 | 0.0010 acres 1/3780 of 3.86 acres | 0.00128% | Deemed Leased | |
| (b) Benjamin Patton Brown Rt. 1, Box 853 Pounding Mill, VA 24537 | 0.0010 acres 1/3780 of 3.86 acres | 0.00128% | Deemed Leased | |
| (c) Charle Henry Brown 14376 Peacefull Valley Road Abingdon, VA 24210-8104 | 0.0010 acres 1/3780 of 3.86 acres | 0.00128% | Deemed Leased | |
| (d) William David Brown 6 South Park Avenue Millville, NJ 08332 | 0.0010 acres 1/3780 of 3.86 acres | 0.00128% | Deemed Leased | |
| (e) Eugene L. Brown, Jr. Rt. 3, Box 144 Tazewell, VA 24630 | 0.0010 acres 1/3780 of 3.86 acres | 0.00128% | Deemed Leased | |

List of Conflicting Owners/Claimants with Royalty Split Agreements

| | Net Acres in Unit | Interest in Unit |
|-----------------------------------------------------------------------------------------------------|-----------------------------------|---------------------|
| <u>TRACT #1 - 70.12 acres</u> | | |
| <u>COAL FEE OWNERSHIP</u> | | |
| Franks Estate, et al., Tr. 6 | 70.12 acres | 87.65000% |
| (c) Consolidation Coal Company (1/2 coal jawbone and below) P. O. Box 947 Bluefield, VA 24605 | 35.06 acres 1/2 of 70.12 acres | 43.82500% |
| Reserve Coal Properties (CBM Royalty Owner) P. O. Box 947 Bluefield, VA 24605 | | |
| <u>OIL & GAS FEE OWNERSHIP</u> | | |
| (1) Franks Estate, et al., Tr. 6 | 70.12 acres | 87.65000% |
| (b) Clyborne, Inc. (1/2 Abv. Jawbone) 11201 Whitcomb Place Woodway, WA 98020 | 35.06 acres 1/2 of 70.12 acres | 43.82500% |
| <u>TRACT #3 - 2.48 acres</u> | | |
| <u>COAL FEE OWNERSHIP</u> | | |
| (1) Franks Estate, et al., Tr. 8A | 2.48 acres | 3.10000% |
| (c) Consolidation Coal Company (1/2 coal jawbone and below) P. O. Box 947 Bluefield, VA 24605 | | |
| Reserve Coal Properties (CBM Royalty Owner) P. O. Box 947 Bluefield, VA 24605 | | |
| <u>OIL & GAS FEE OWNERSHIP</u> | | |
| (1) Franks Estate, et al., Tr. 8A | 2.48 acres | 3.10000% |
| (b) Clyborne, Inc. (1/2 Abv. Jawbone) 11201 Whitcomb Place Woodway, WA 98020 | 1.24 acres 1/2 of 2.48 acres | 1.55000% |
| <u>TRACT #4 - 3.54 acres</u> | | |
| <u>COAL FEE OWNERSHIP</u> | | |
| (1) Franks Estate, et al., Tr. 11B | 3.54 acres | 4.42500% |
| (c) Consolidation Coal Company (1/2 coal jawbone and below) P. O. Box 947 Bluefield, VA 24605 | 1.77 acres 1/2 of 3.54 acres | 2.21250% |
| Reserve Coal Properties (CBM Royalty Owner) P. O. Box 947 Bluefield, VA 24605 | | |

Exhibit EE
Unit O-37
Docket No. VGOB-98-0616-0669-01
List of Conflicting Owners/Claimants with Royalty Split Agreements

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Net Acres
in Unit

Interest in
Unit

OIL & GAS FEE OWNERSHIP

| | | |
|------------------------------------------------------------------------------------|---------------------------------|----------|
| (1) Franks Estate, et al., Tr. 11B | 3.54 acres | 4.42500% |
| (b) Clyborne, Inc. (1/2 Abv. Jawbone) 11201 Whitcomb Place Woodway, WA 98020 | 1.77 acres 1/2 of 3.54 acres | 2.21250% |

EMERGED

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 December, 2000 2:46 P. M.
Deed Book No. 517 and Page No. 297. TESTE: James M. Bevins, Jr., Clerk
Returned this date to; Anne TESTE: Beverly S. Miller Deputy Clerk