

VIRGINIA:

BEFORE THE VIRGINIA GAS AND OIL BOARD

SUPPLEMENTAL ORDER REGARDING DOCKET NO. VGOB 01-0619-0898
ELECTIONS, UNIT: Fletcher #1-HV
(hereinafter "Subject Drilling Unit")

REPORT OF THE 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 on October 20, 1992 in the 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 held on June 16, 1992 at the Rhododendron Restaurant, Breaks Interstate Park, Breaks, Virginia. This Supplemental Order is being recorded in compliance with the requirements of the Virginia Gas and Oil Board Regulations, 4 VC 25-160.70C to supplement the Order previously issued by the Board for subject Docket on October 2, 2001 and recorded at Book 536, Page 0764 in the Office of the Clerk of the Circuit Court, Russell County, Virginia on October 4, 2001 (herein "Pooling Order") to complete the record regarding elections. The Pooling 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 affidavit 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:
 - (a) The Penn Virginia Oil & Gas Company's (herein "Designated Operator") application to pool the drilling unit to be served by the Fletcher #1-HV exploratory well (herein "Well") came on for hearing before the Board on June 19, 2001, at which time the Board approved the application.
 - (b) Pursuant to a permit issued by the Virginia Division of Gas and Oil, the Designated Operator drilled the Well in August 2001; however, based on the Designated Operator's findings, the Well was not put into production but rather was abandoned and plugged on August 30, 2001.
 - (c) Notwithstanding the fact that the Pooling Order directed the Designated Operator to mail copies of the Pooling Order to all respondents whose interests, if any, were pooled by said Pooling Order, because the Well had already been abandoned and plugged, the Designated Operator instead

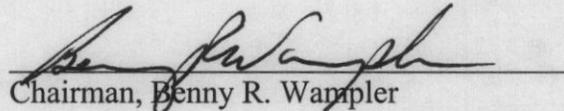
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seeks from the Board a dismissal of the Pooling Order (See Affidavit of Designated Operator attached hereto).

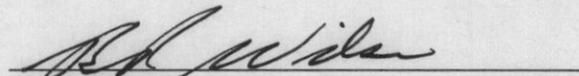
3. Conclusion: Therefore, the findings set forth above be and hereby are granted, and IT IS SO ORDERED and the Pooling Order is hereby dismissed.
4. Mailing of Order and Filing of Affidavit: Designated Operator or its attorney shall file an affidavit with the Secretary of the Board within sixty (60) 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 its receipt to each person pooled by the Pooling Order whose address is known.
5. 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. Such appeals must be taken in the manner prescribed in the Administrative Process Act, Va. Code § 9-6.14:1 et seq. and Rule 2A of the Rules of the Virginia Supreme Court.
6. Effective Date: This Order shall be effective on the date of its execution.

DONE AND EXECUTED this 7th day of January, 2002, by a majority of the Virginia Gas and Oil Board.


Chairman, Benny R. Wampler

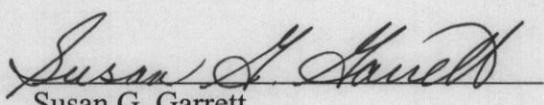
DONE AND PERFORMED this 29th day of January, 2002, by Order of this Board.

Order Recorded Under Code of
Virginia Section 45.1-361.26


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

STATE OF VIRGINIA)
COUNTY OF WISE)

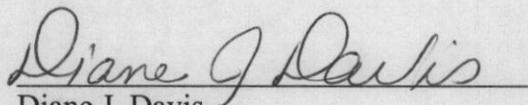
Acknowledged on this 7th day of January, 2002, personally before me a notary public in and for the Commonwealth of Virginia, appeared Benny R. Wampler, being duly sworn did depose and say that he is Chairman of the Virginia Gas and Oil Board, that he executed the same and was authorized to do so.


Susan G. Garrett
Notary Public

My commission expires July 31, 2002

STATE OF VIRGINIA)
COUNTY OF WASHINGTON)

Acknowledged on this 29th day of January, 2002, 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 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
Notary Public

My commission expires September 30, 2005

VIRGINIA:

BEFORE THE VIRGINIA GAS AND OIL BOARD

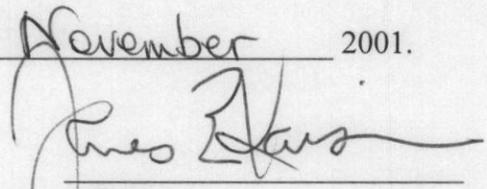
IN RE: Application of Penn Virginia Oil & Gas Company, for Forced Pooling of Interests in Unit Number Fletcher #1-HV VGOB Docket No. VGOB 01-0619-0898 in the Lebanon Magisterial District of Russell County, Virginia.

AFFIDAVIT OF WILHOIT & KAISER, Attorneys-at-Law, Agents for the Designated Operator REGARDING ELECTIONS, ESCROW ACCOUNTS AND SUPPLEMENTAL ORDER

James E. Kaiser (herein Affiant), being first duly sworn on oath, deposes and says:

1. That the Affiant is an attorney in the law firm of WILHOIT & KAISER, the Agent for the Designated Operator, with offices located at 220 Broad Street, Kingsport, Tennessee 37660, and is authorized to give this Affidavit in its behalf;
2. That the Order entered on October 2, 2001, by the Virginia Gas and Oil Board regarding the captioned conventional 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, the Affiant was directed to cause 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 are added as Respondents at the hearing held in the captioned matter;
4. Affiant states that the Subject Well (Fletcher #1-HV) had a spud date of August 1, 2001 and was subsequently plugged and abandoned on August 30, 2001. As such, Affiant would ask that the Board Order recorded in Book 536, Page 764 of the Russell County Circuit Court Clerk's Office in regard to the establishment of the Unit and the pooling of any unleased interests for the Subject Well be dismissed.

Dated at Kingsport, Tennessee, this 2nd day of November 2001.

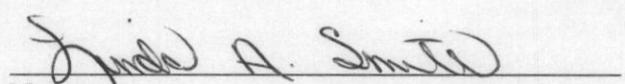


 Affiant

Taken, subscribed and sworn to before me by James E. Kaiser, the Agent of Penn Virginia Oil and Gas Company, a corporation, on behalf of the corporation, this 2nd day of November 2001.

My commission expires: 2-21-05

0000425



 Notary

VIRGINIA: IN THE OFFICE OF THE CLERK OF THE CIRCUIT COURT OF RUSSELL COUNTY, 1-29, 2002. This deed was this day presented in said office, and upon the certificate of acknowledgment thereto annexed, admitted to record at 9:32 o'clock AM, after payment of \$ — tax imposed by Sec. 58.1-802.

Original returned this date to: Dept. of Mines Minerals En. BY: Dollie M. Compton D. CLERK
 TESTE: DOLLIE M. COMPTON, CLERK