

869

VIRGINIA:

BOOK 626 PAGE 988

BEFORE THE VIRGINIA GAS AND OIL BOARD

IN RE:

SUPPLEMENTAL ORDER REGARDING DOCKET NUMBER  
VGOB 02-0820-1054

ELECTIONS: UNIT EE-33  
(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 July 10, 2004 which was recorded at Deed Book 597, Page 759 in the Office of the Clerk of the Circuit Court of Buchanan County, Virginia, on July 21, 2004, and also recorded at Deed Book 613, Page 700 in the Office of the Clerk of the Circuit Court of Russell County, Virginia, on July 22, 2004, (herein "Board Order") and completing the record regarding elections.

Findings: The Board finds that:

The Board Order directed CNX GAS COMPANY LLC (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 whether or not the escrow of funds is required with regard to Unit EE-33;

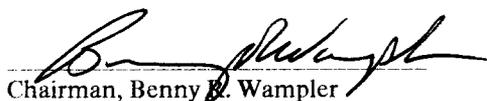
Order: By this Order, the Board orders the Designated Operator to tender, consistent with and in accordance with the findings set forth at paragraph 2. above and the annexed affidavit of elections with Exhibits thereto, any funds subject to escrow and instructs the Escrow Agent, Wachovia Bank, Corporate Trust PA1328, 123 Broad Street, Philadelphia, PA 19109-1199, Attn: Rachel Rafferty 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 therefore.

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.

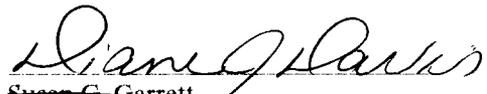
Effective Date: This Order shall be effective on the date of its execution.

DONE AND EXECUTED this 8<sup>th</sup> day of March, 2005, by a majority of the Virginia Gas and Oil Board.

  
Chairman, Benny R. Wampler

STATE OF VIRGINIA  
COUNTY OF ~~WISE~~ Washington

Acknowledged on this 8<sup>th</sup> day of March, 2005, 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: 9/30/05.

DONE AND PERFORMED THIS 11<sup>th</sup> day of March, 2005, by Order of the Board.

  
B. R. Wilson,  
Principal Executive to the Board

STATE OF VIRGINIA  
COUNTY OF WASHINGTON

Acknowledged on this 11<sup>th</sup> day of March, 2005, 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 Director of the Division of Gas & Oil Board and Principal Executive to the Board, that he executed the same and was authorized to do so.

  
Diane J. Davis, Notary

My commission expires: 9/30/05.

Order Recorded Under Code of  
Virginia Section 45.1-361.26

VIRGINIA:

## Exhibit A

## BEFORE THE VIRGINIA GAS AND OIL BOARD

## IN RE:

Application of CNX Gas Company LLC for Forced Pooling of Interests in CBM Unit EE-33  
VGOB 02-0820-1054 in the Garden Magisterial District of Buchanan County and the New Garden  
Magisterial District of Russell County, Virginia

AFFIDAVIT OF CNX GAS COMPANY LLC (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 CNX Gas Company LLC, as a Manager - Environmental / Permitting and is duly authorized to make this affidavit on behalf of CNX GAS COMPANY LLC, the designated operator,

That the Order entered on July 20, 2004, 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 counties identified above; that said Order was recorded on July 21, 2004 in Buchanan County and on July 22, 2004 in Russell County ;

That the designated operator CNX GAS COMPANY LLC 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 July 20, 2004;

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 subject to escrow, they should be dismissed as respondents; the Operator requests that the following persons be dismissed as Respondents:

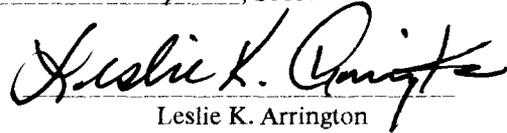
None

That the persons identified in Exhibit EE attached hereto have entered into royalty split agreements that allow the Applicant/Designated Operator to pay them directly without the need to escrow funds which would otherwise be in conflict.

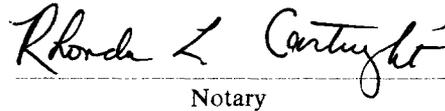
See attached Exhibit EE

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 29<sup>th</sup> day of February, 2005.

  
Leslie K. Arrington

Taken, subscribed and sworn to before me by Leslie K. Arrington as a Manager - Environmental / Permitting for CNX Gas Company LLC, on behalf of the corporate Designated Operator, this 24<sup>th</sup> day of February, 2005.

  
Notary

My commission expires: OCT 31 2005

PROPERTY LINES SHOWN WERE TAKEN FROM MAPS PROVIDED BY CNX LAND RESOURCES, Inc. AND WERE NOT SURVEYED

BOOK 597 PAGE 8770 BOOK 613 PAGE 711

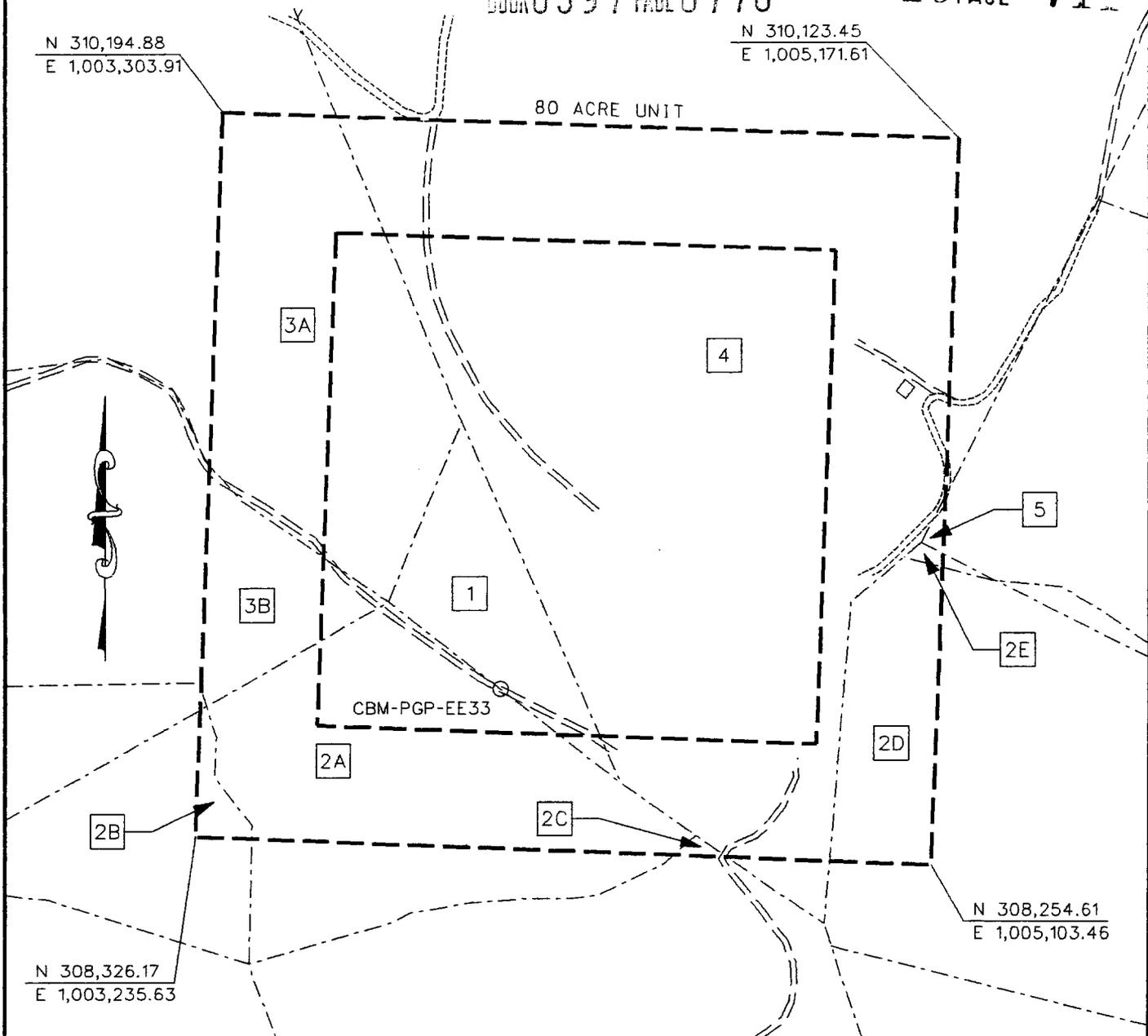
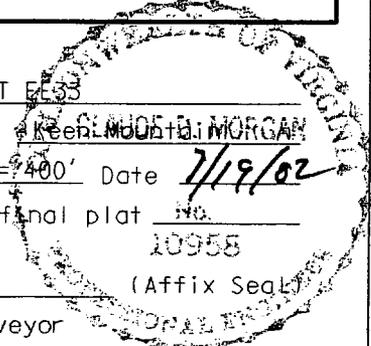


EXHIBIT A  
 OAKWOOD FIELD UNIT EE-33  
 FORCE POOLING  
 VGOB-02-0820-1054

Company Pocahontas Gas Partnership Well Name and Number UNIT EE33  
 Tract No. \_\_\_\_\_ Elevation \_\_\_\_\_ Quadrangle Keen Mountain MORGAN  
 County Buchanan/Russell District Garden/New Garden Scale: 1" = 400' Date 7/19/02  
 This plat is a new plat X; an updated plat \_\_\_\_\_; or a final plat NO.

Form DGO-GO-7  
 Rev. 9/91

*Claude O. Mays*  
 Licensed Professional Engineer or Licensed Land Surveyor



**POCAHONTAS GAS PARTNERSHIP  
UNIT EE-33  
Tract Identifications**

- 1. Jackie Richardson, et al – Fee  
Pocahontas Gas Partnership – Oil, Gas and CBM Leased  
4.11 acres 5.1375%
  
- 2A. Swords Creek Land Partnership Tr. 21 – Coal  
Reserve Coal Properties Company – Below Tiller Coal Leased  
Sandy Ridge Energy Corp. – Tiller and Above Coal Leased  
Pocahontas Gas Partnership – CBM Leased  
Clell Edward Metcalf, et al – Surface, Oil and Gas  
Pocahontas Gas Partnership – Oil, Gas and CBM Leased  
10.77 acres 13.4625%
  
- 2B. Swords Creek Land Partnership Tr. 21 – Coal  
Reserve Coal Properties Company – Below Tiller Coal Leased  
Sandy Ridge Energy Corp. – Tiller and Above Coal Leased  
Pocahontas Gas Partnership – CBM Leased  
Clell Edward Metcalf, et al – Surface, Oil and Gas  
Pocahontas Gas Partnership – Oil, Gas and CBM Leased  
0.47 acres 0.5875%
  
- 2C. Swords Creek Land Partnership Tr. 21 – Coal  
Reserve Coal Properties Company – Below Tiller Coal Leased  
Sandy Ridge Energy Corp. – Tiller and Above Coal Leased  
Pocahontas Gas Partnership – CBM Leased  
Jackie Richardson, et al – Surface, Oil and Gas  
Pocahontas Gas Partnership – Oil, Gas and CBM Leased  
0.08 acres 0.1000%
  
- 2D. Swords Creek Land Partnership Tr. 21 – Coal  
Reserve Coal Properties Company – Below Tiller Coal Leased  
Sandy Ridge Energy Corp. – Tiller and Above Coal Leased  
Pocahontas Gas Partnership – CBM Leased  
Dollie S. Belcher – Surface, Oil and Gas  
4.13 acres 5.1625%
  
- 2E. Swords Creek Land Partnership Tr. 21 – Coal  
Reserve Coal Properties Company – Below Tiller Coal Leased  
Sandy Ridge Energy Corp. – Tiller and Above Coal Leased  
Pocahontas Gas Partnership – CBM Leased  
Edgar Wilson – Surface, Oil and Gas  
Pocahontas Gas Partnership – Oil, Gas and CBM Leased  
0.08 acres 0.1000%

**POCAHONTAS GAS PARTNERSHIP****UNIT EE-33****Tract Identifications**

- 3A. **Coal Mountain Mining Company Limited Partnership, L.L.P. Tr. 1 – Coal Reserve Coal Properties Company – Below Drainage Coal Leased  
Sandy Ridge Energy Corp. – Above Drainage Coal Leased  
Pocahontas Gas Partnership – CBM Leased  
New Garden coal Corp. – Oil and Gas  
Pocahontas Gas Partnership – Oil, Gas and CBM Leased  
12.56 acres 15.7000%**
- 3B. **Coal Mountain Mining Company Limited Partnership, L.L.P. Tr. 1 – Coal Consolidation Coal Company - Below Drainage Coal Leased  
New Garden Coal Corp. - Above Drainage Coal Leased  
Pocahontas Gas Partnership – Oil, Gas and CBM Leased  
Clell Edward Metcalf, et al – Surface, Oil and Gas  
Pocahontas Gas Partnership – Oil, Gas and CBM Leased  
3.18 acres 3.9750%**
4. **Coal Mountain Mining Company Limited Partnership, L.L.P. Tr. 35 – Coal, Oil and Gas Consolidation Coal Company – Below Drainage Coal Leased  
New Garden Coal Corp. – Above Drainage Coal Leased  
Pocahontas Gas Partnership – Oil, Gas and CBM Leased  
Jackie Richardson, et al – Surface  
44.51 acres 55.6375%**
5. **Coal Mountain Mining Company Limited Partnership, L.L.P. Tr. 36 – Coal Reserve Coal Properties Company - Below Drainage Coal Leased  
Sandy Ridge Energy Corp. - Above Drainage Coal Leased  
Pocahontas Gas Partnership - CBM Leased  
Edgar Wilson – Surface, Oil and Gas  
Pocahontas Gas Partnership – Oil, Gas and CBM Leased  
0.11 acres 0.1375%**

	Acres in Unit	Interest in Unit
<b>II. <u>OIL &amp; GAS FEE OWNERSHIP</u></b>		
<b><u>Tract #2A, 10.77 acres</u></b>		
(1) Clell Edward Metcalf, et al. c/o J.C. Franks 621 Peavler Street Marion, VA 24354	10.77 acres	13.4625%
<b><u>Tract #2B, 0.47 acres</u></b>		
(1) Clell Edward Metcalf, et al. c/o J.C. Franks 621 Peavler Street Marion, VA 24354	0.47 acres	0.5875%
<b><u>Tract #2D, 4.13 acres</u></b>		
(1) Dollie S. Belcher RR1 Box 264 Raven, VA 24639	4.13 acres	5.1625%
<b><u>Tract #3B, 3.18 acres</u></b>		
(1) Clell Edward Metcalf, et al. c/o J.C. Franks 621 Peavler Street Marion, VA 24354	3.18 acres	3.9750%

Docket #VGOB 02-0820-1054  
List of Conflicting Owners/Claimants that require escrow

	Acres in Unit	Interest in Unit
<b><u>Tract #2A, 10.77 acres</u></b>		
<b><u>COAL FEE OWNERSHIP</u></b>		
(1) Swords Creek Land Partnership, Tr.21 P.O. Box 187 Tazewell, VA 24651	10.77 acres	13.4625%
<b><u>OIL &amp; GAS FEE OWNERSHIP</u></b>		
(1) Clell Edward Metcalf, et al. c/o J.C. Franks 621 Peavler Street Marion, VA 24354	10.77 acres	13.4625%
<b><u>Tract #2B, 0.47 acres</u></b>		
<b><u>COAL FEE OWNERSHIP</u></b>		
(1) Swords Creek Land Partnership, Tr.21 P.O. Box 187 Tazewell, VA 24651	0.47 acres	0.5875%
<b><u>OIL &amp; GAS FEE OWNERSHIP</u></b>		
(1) Clell Edward Metcalf, et al. c/o J.C. Franks 621 Peavler Street Marion, VA 24354	0.47 acres	0.5875%
<b><u>Tract #2C, 0.08 acres</u></b>		
<b><u>COAL FEE OWNERSHIP</u></b>		
(1) Swords Creek Land Partnership, Tr.21 P.O. Box 187 Tazewell, VA 24651	0.08 acres	0.1000%
<b><u>OIL &amp; GAS FEE OWNERSHIP</u></b>		
(1) Jackie Richardson, et al. Jackie & Phyllis Richardson RR1 Box 369 Swords Creek, VA 24649	0.08 acres	0.1000%
<b><u>Tract #2D, 4.13 acres</u></b>		
<b><u>COAL FEE OWNERSHIP</u></b>		
(1) Swords Creek Land Partnership, Tr.21 P.O. Box 187 Tazewell, VA 24651	4.13 acres	5.1625%
<b><u>OIL &amp; GAS FEE OWNERSHIP</u></b>		
(1) Dollie S. Belcher RR1 Box 264 Raven, VA 24639	4.13 acres	5.1625%

Docket #VGOB 02-0820-1054

## List of Conflicting Owners/Claimants that require escrow

	Acres in Unit	Interest in Unit
<b><u>Tract #3B, 3.18 acres</u></b>		
<b><u>COAL FEE OWNERSHIP</u></b>		
(1) Coal Mountain Mining Company, Tr.1 Limited Partnership, L.L.P. P.O. Box 675 Tazewell, VA 24651	3.18 acres	3.9750%
<b><u>OIL &amp; GAS FEE OWNERSHIP</u></b>		
(1) Clell Edward Metcalf, et al. c/o J.C. Franks 621 Peavler Street Marion, VA 24354	3.18 acres	3.9750%

Docket #VGOB 02-0820-1054  
List of Conflicting Owners/Claimants with Royalty Split Agreements

	Acres in Unit	Interest in Unit
<b><u>Tract #2E, 0.08 acres</u></b>		
<b><u>COAL FEE OWNERSHIP</u></b>		
(1) Swords Creek Land Partnership, Tr.21 P.O. Box 187 Tazewell, VA 24651	0.08 acres	0.1000%
<b><u>OIL &amp; GAS FEE OWNERSHIP</u></b>		
(1) Edgar S. Wilson Heirs, Devisees, Successors or Assigns	0.08 acres	0.1000%
(a) Evelyn Geraldine Miller P.O. Box 147 Swords Creek, VA 24649	0.016 acres 1/5 of 0.08 acres	0.0200%
(b) William & Linda Wilson Rt.1 Box 411G Lebanon, VA 24266	0.016 acres 1/5 of 0.08 acres	0.0200%
(c) Harold Wilson Rt.1 Box 369B Cedar Bluff, VA 24609	0.016 acres 1/5 of 0.08 acres	0.0200%
(d) Janice W. Keen Rt.1 Box 217 Swords Creek, VA 24649	0.016 acres 1/5 of 0.08 acres	0.0200%
(e) Jeffery Wilson Rt.1 Box 318 Raven, VA 24639	0.016 acres 1/5 of 0.08 acres	0.0200%
<b><u>Tract #3A, 12.56 acres</u></b>		
<b><u>COAL FEE OWNERSHIP</u></b>		
(1) Coal Mountain Mining Company, Tr.1 Limited Partnership, L.L.P. P.O. Box 675 Tazewell, VA 24651	12.56 acres	15.7000%
<b><u>OIL &amp; GAS FEE OWNERSHIP</u></b>		
(1) New Garden Coal Corporation c/o Edward Vandyke P.O. Box 29 Tazewell, VA 24651	12.56 acres	15.7000%
<b><u>Tract #5, 0.11 acres</u></b>		
<b><u>COAL FEE OWNERSHIP</u></b>		
(1) Coal Mountain Mining Company, Tr.36 Limited Partnership, L.L.P. P.O. Box 675 Tazewell, VA 24651	0.11 acres	0.1375%

Docket #VGOB 02-0820-1054

List of Conflicting Owners/Claimants with Royalty Split Agreements

	Acres in Unit	Interest in Unit
<b><u>OIL &amp; GAS FEE OWNERSHIP</u></b>		
(1) Edgar S. Wilson Heirs, Deviseses, Successors or Assigns	0.11 acres	0.1375%
(a) Evelyn Geraldine Miller P.O. Box 147 Swords Creek, VA 24649	0.022 acres 1/5 of 0.11 acres	0.0275%
(b) William & Linda Wilson Rt.1 Box 411G Lebanon, VA 24266	0.022 acres 1/5 of 0.11 acres	0.0275%
(c) Harold Wilson Rt.1 Box 369B Cedar Bluff, VA 24609	0.022 acres 1/5 of 0.11 acres	0.0275%
(d) Janice W. Keen Rt.1 Box 217 Swords Creek, VA 24649	0.022 acres 1/5 of 0.11 acres	0.0275%
(e) Jeffery Wilson Rt.1 Box 318 Raven, VA 24639	0.022 acres 1/5 of 0.11 acres	0.0275%

0500805

VIRGINIA: IN THE OFFICE OF THE CLERK OF THE CIRCUIT COURT OF RUSSELL COUNTY, 3-14, 2005. This deed was this day presented in said office, and upon the certificate of acknowledgment thereto annexed, admitted to record at 11:25 o'clock AM, after payment of \$ — tax imposed by Sec. 58.1-802.

Original returned this date to: Diane Davis

TESTE: DOLLIE M. COMPTON, CLERK  
BY: Am. M. Reynolds D. CLERK

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 14 day of March, 2005 at 2:51 P.M.  
The tax imposed by § 58.1-802 of the Code has been paid in the amount of \$ —.  
Deed Book No. 613 and Page No. 818.  
Returned to: Dmme.  
TESTE: James M. Bevins, Jr., Clerk  
TESTE: Jamely S. Miller Deputy Clerk

RM  
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RM  
downing  
\$22

ENTERED

INSTRUMENT #050000762  
RECORDED IN THE CLERK'S OFFICE OF  
BUCHANAN COUNTY ON  
MARCH 14, 2005 AT 02:51PM  
JAMES M. BEVINS, CLERK  
RECORDED BY: AKT