

INSTRUMENT PREPARED BY  
VIRGINIA GAS AND OIL BOARD

ORDER RECORDED UNDER CODE  
OF VIRGINIA SECTION 45.1-361.26

VIRGINIA:

BEFORE THE VIRGINIA GAS AND OIL BOARD

IN RE:

SUPPLEMENTAL ORDER REGARDING DOCKET NO. VGOB-08-0415-2217

ELECTIONS: V-536881  
(hereinafter "Subject Drilling Unit")

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 the Virginia Gas and Oil Board Regulations, 4 VAC 25-160.70C by supplementing the Order previously issued by the Board for subject Docket on July 20, 2009, and recorded in Deed Book 469, Page 566 in the Office of the Clerk of the Circuit Court for Dickenson County, Virginia on August 12, 2009, (herein "Board Order") and (2) to complete the record regarding elections. The Board Order established a drilling unit and 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 Range Resources-Pine Mountain, Inc., (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 October 16, 2009, disclosing that it had mailed a 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 October 16, 2009, in accordance with § 7.C of the Virginia Gas and Oil Board Regulations and 4 VAC 25-160.7C (herein "Affidavit of Elections" annexed hereto), 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(s) made, if any; and (iii) whether, by reason of 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) Current Board standards requiring the escrow of funds and the Board's agreement with its Escrow Agent, Wachovia Bank, N.A., VA7515, P. O. Box 14061, Roanoke, VA 24038; Tel: (540) 563-7764; Attn: Judy Barger, 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. Current Board escrow standards were made applicable to Subject Drilling Unit by a Board Order dated July 18, 2006. The Affidavit of Elections indicates that the escrow of funds is **not** required with regard to V-536881.
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, to the extent escrow was required and to the extent it pertained to the elections and interests of the Respondents who have entered into a royalty split agreement and no longer require escrow of any funds, the Applicant is hereby directed to provide the Board with reconciliation of its and the Escrow Agent's records so that any funds affected by this Order may be disbursed in an appropriate manner.
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

Supplemental Order stating that a true and correct copy of this Supplemental Order was mailed within seven (7) days from the date of receipt of this Supplemental Order to each Respondent 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 as of the date of the Board's approval of this Application, which is set forth at Paragraph 1 above.

DONE AND EXECUTED this 24 day of Nov., 2009, by a majority of the Virginia Gas and Oil Board.

Bradley C. Lambert  
Chairman, Bradley C. Lambert

DONE AND PERFORMED this 24 day of Nov, 2009, by the Order of this Board.

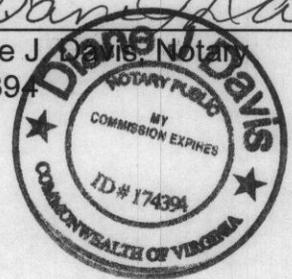
David E. Asbury  
David E. Asbury  
Principal Executive to the Staff  
Virginia Gas and Oil Board

STATE OF VIRGINIA     )  
COUNTY OF RUSSELL    )

Acknowledged on this 24<sup>th</sup> day of November, 2009, personally before me a notary public in and for the Commonwealth of Virginia, appeared Bradley C. Lambert, being duly sworn did depose and say that he is Chairman of the Virginia Gas and Oil Board, and appeared David E. Asbury, being duly sworn did depose and say that he is Principal Executive to the Staff of the Virginia Gas and Oil Board, that they executed the same and were authorized to do so.

Diane J. Davis  
Diane J. Davis, Notary  
17439

My commission expires: 9/30/13



**VIRGINIA:****BEFORE THE VIRGINIA GAS AND OIL BOARD**

IN RE: Application of Range Resources-Pine Mountain, Inc, for Establishment of a Drilling Unit and the Forced Pooling of Interests in V-536881, Docket No. VGOB-08-0415-2217 in the Sandlick District, Duty Quadrangle, Dickenson County, Virginia.

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

Timothy E. Scott (herein Affiant), being duly sworn on oath, deposes and says:

1. That the Affiant is an attorney in the law firm of MCKINNIS & SCOTT, the Agent for the Designated Operator, with offices located at 135 W. Main Street, Suite 200, Kingsport, Tennessee 37660, and is authorized to give this Affidavit in its behalf;
2. That the Order entered on July 20, 2009, by the Virginia Gas and Oil Board regarding the captioned conventional gas 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 and recorded 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; 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;
4. That the Order of the Virginia Gas and Oil Board in the captioned matter required all persons pooled thereby to tender written notice of their election of the option selected under Paragraph 9 of the Order to the Designated Operator within thirty (30) days from the date of receipt of a copy of the recorded Order;
5. That the Designated Operator, by and through its agent, McKinnis & Scott, Attorneys-at-Law, 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 Drilling Unit; that the following persons or entities delivered, by mail or otherwise, written elections to the Unit Operator, within the thirty day elections period:

<u>Respondent Name:</u>	<u>Election:</u>	<u>Basis:</u>
Jimmy Wayne Duty	Non participation	Cash Bonus & Royalty

6. That the interest and/or claims of the following persons or entities (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, as unknown or unlocatable:

NONE

7. That after the pooling hearing held in the captioned matter, the following persons or entities have leased or entered into a voluntary agreement with the Designated Operator with regard to their interest and/or claims:

George Billy O'Quinn and  
Merle O'Quinn

8. That the Designated Operator with regard to persons previously requiring the services of the Escrow Agent have now reached an agreement regarding their interests or claims that allows Applicant/Designated Operator to make royalty distribution without the need to escrow funds which would otherwise be in conflict:

NONE

9. That the Respondents identified in Exhibit B-3 hereto have not made a timely election and have failed to enter into an agreement with the Designated Operator and their respective coalbed methane rights, interests and claims shall be deemed to have leased to Applicant/Designated Operator pursuant to and in accordance with Paragraph 10 of the Board Order dated July 20, 2009:

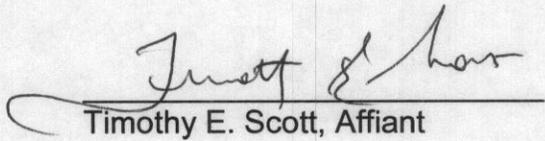
See Exhibit B-3

10. The Designated Operator requests that the following persons be dismissed as Respondents:

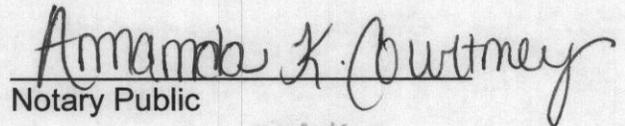
George Billy O'Quinn and  
Merle O'Quinn

That pursuant to the provisions of 4VAC 25-160.70.A.10 and .C and VAC 25-160-80, 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 that the services of the Escrow Agent are **not** required in this matter pursuant to the terms of §§ 45.1-361.21.D and 45.1-361.22.A.3 and .4.

Dated at Kingsport, Tennessee, this 16<sup>th</sup> day of October, 2009.

  
Timothy E. Scott, Affiant

Taken, subscribed and sworn to before me by Timothy E. Scott, the Agent for Range Resources-Pine Mountain, Inc., a corporation, on behalf of the corporation, this 16<sup>th</sup> day of October, 2009.

  
Notary Public

My commission expires: 7/10/10



474PG 03 6886' LATITUDE 37°07'30"

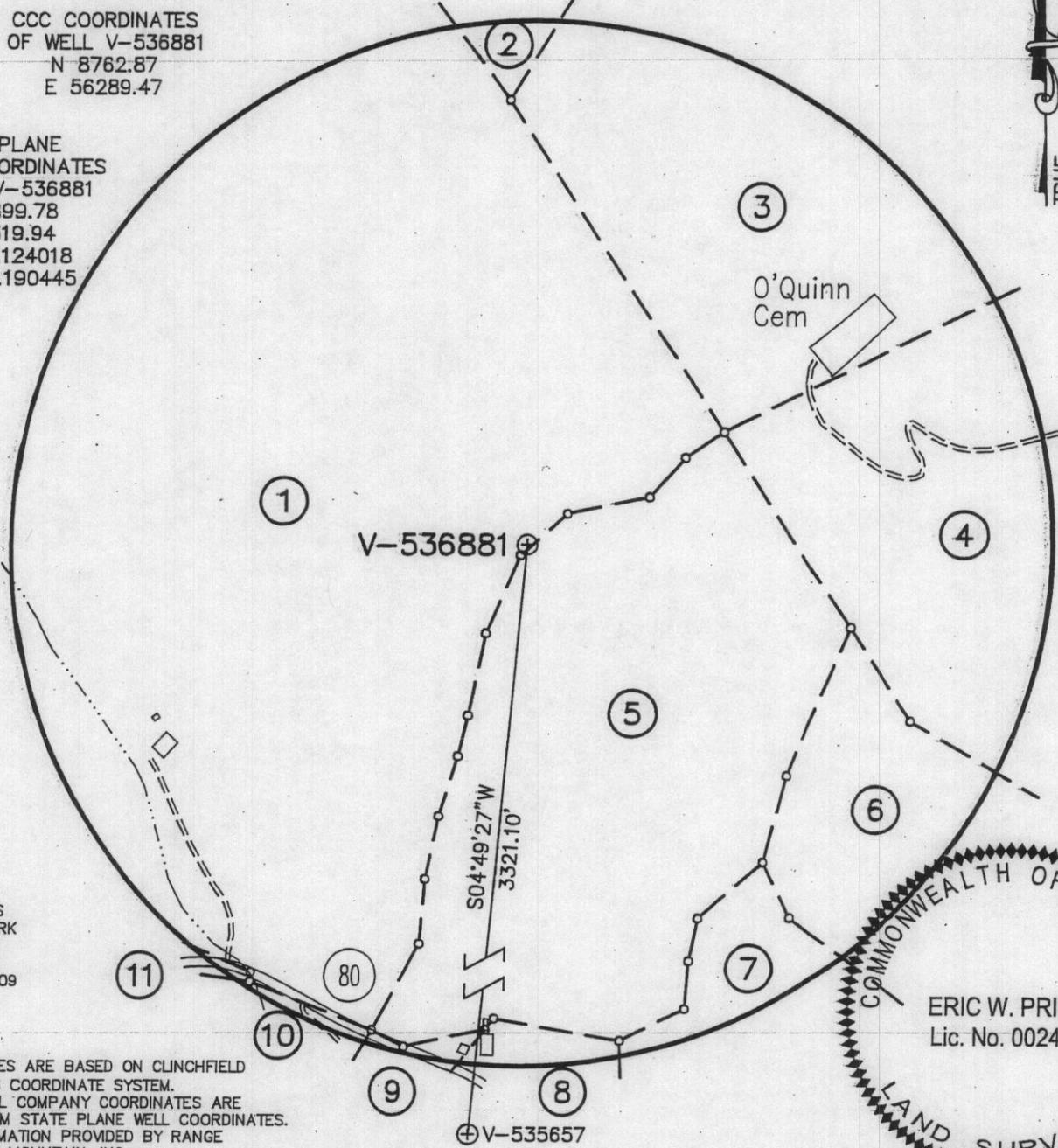
TOTAL UNIT AREA = 112.69 ACRES

--- DENOTES MINERAL LINE  
- - - DENOTES SURFACE LINE  
- - - DENOTES SURFACE & -MINERAL LINES

NOTE !!  
SEE WELL PLAT SUPPLEMENT SHEET 2 FOR TRACT INFORMATION.

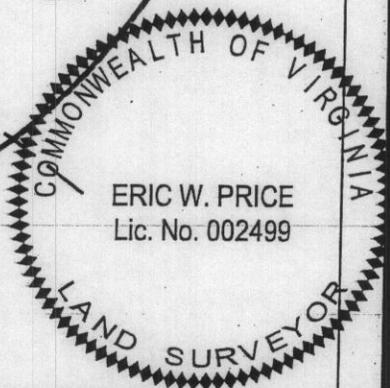
CCC COORDINATES OF WELL V-536881  
N 8762.87  
E 56289.47

STATE PLANE NAD 27 COORDINATES OF WELL V-536881  
N 308899.78  
E 924319.94  
LAT 37.124018  
LON -82.190445



COORDINATES OF BENCH MARK  
S 77498.41  
E 22826.48  
ELEV. = 1754.09

NOTE !!!  
WELL COORDINATES ARE BASED ON CLINCHFIELD COAL COMPANY'S COORDINATE SYSTEM. CLINCHFIELD COAL COMPANY COORDINATES ARE CALCULATED FROM STATE PLANE WELL COORDINATES. PROPERTY INFORMATION PROVIDED BY RANGE RESOURCES-PINE MOUNTAIN, INC. ELEVATIONS ARE BASED ON NGS CONTROL ST. PAUL 2.



WELL LOCATION PLAT

COMPANY Range Resources-Pine Mountain, Inc. WELL NAME AND NUMBER V-536881

TRACT No. LEASE NO. 906403 ELEVATION 1864.37 (GPS) QUADRANGLE DUTY

COUNTY DICKENSON DISTRICT SANDLICK SCALE: 1" = 400' DATE JANUARY 3, 2008

THIS PLAT IS A NEW PLAT x; AN UPDATED PLAT    ; OR A FINAL LOCATION PLAT      
PROPOSED TOTAL DEPTH OF WELL =    

+ DENOTES THE LOCATION OF A WELL ON UNITED STATES TOPOGRAPHIC MAPS, SCALE 1 TO 24,000, LATITUDE AND LONGITUDE LINES BEING REPRESENTED BY BORDER LINES AS SHOWN.

Eric W. Price 1 1-3-08 (AFFIX SEAL)  
T&L LICENSED PROFESSIONAL ENGINEER OR LICENSED LAND SURVEYOR Exhibit A

①

Lease No. 906403  
 CLEMON L & GLORIA O'QUINN JACKSON  
 106.00 ACRES  
 CLEMON L & GLORIA O'QUINN JACKSON - Surface, Gas, Oil  
 DICKENSON-RUSSELL COAL COMPANY, LLC/ALPHA LAND &  
 RESERVES, LLC/ACIN, LLC/WBRD, LLC - Coal  
 GAS 55.53 AC. - 52.75%

②

UNLEASED  
 GEORGE BILLY & MERLE O'QUINN  
 20.00 ACRES  
 GEORGE BILLY & MERLE O'QUINN - Surface, Gas, Oil  
 DICKENSON-RUSSELL COAL COMPANY, LLC/ALPHA LAND  
 & RESERVES, LLC/ACIN, LLC/WBRD, LLC - Coal  
 GAS 0.53 AC. - 0.5%

③

Lease No. 906889 / T-322  
 A. J. O'QUINN  
 55.00 ACRES  
 DICKENSON-RUSSELL COAL COMPANY, LLC/ALPHA LAND &  
 RESERVES, LLC/ACIN, LLC/WBRD, LLC - Coal  
 RANGE RESOURCES-PINE MOUNTAIN, INC. - Oil, Gas  
 GAS 14.03 AC. - 13.33%

④

Lease No. 906889 / T-323  
 J. W. O'QUINN  
 54.00 ACRES  
 DICKENSON-RUSSELL COAL COMPANY, LLC/ALPHA LAND &  
 RESERVES, LLC/ACIN, LLC/WBRD, LLC - Coal  
 RANGE RESOURCES-PINE MOUNTAIN, INC. - Oil, Gas  
 GAS 11.65 AC. - 11.07%

⑤

LEASE No. \_\_\_\_\_  
 HEIRS OF NERVIE SUTHERLAND TILLER  
 15.00 ACRES  
 HEIRS OF NERVIE SUTHERLAND TILLER - Surface, Gas, Oil  
 DICKENSON-RUSSELL COAL COMPANY, LLC/ALPHA LAND &  
 RESERVES, LLC/ACIN, LLC/WBRD, LLC - Coal  
 GAS 22.43 AC. - 14.25%

⑥

UNLEASED  
 ROSS OWENS, et al  
 35.50 ACRES  
 ROSS OWENS, et al - Surface, Gas, Oil  
 DICKENSON-RUSSELL COAL COMPANY, LLC/ALPHA LAND &  
 RESERVES, LLC/ACIN, LLC/WBRD, LLC - Coal  
 GAS 5.17 AC. - 4.91%

⑦

UNLEASED  
 JIMMY WAYNE DUTY  
 14.40 ACRES  
 JIMMY WAYNE DUTY - Surface, Gas, Oil  
 DICKENSON-RUSSELL COAL COMPANY, LLC/ALPHA LAND &  
 RESERVES, LLC/ACIN, LLC/WBRD, LLC - Coal  
 GAS 2.14 AC. - 2.03%

⑧

LEASE No. \_\_\_\_\_  
 HEIRS OF NERVIE SUTHERLAND TILLER  
 2.30 ACRES  
 HEIRS OF NERVIE SUTHERLAND TILLER - Surface, Gas, Oil  
 DICKENSON-RUSSELL COAL COMPANY, LLC/ALPHA LAND &  
 RESERVES, LLC/ACIN, LLC/WBRD, LLC - Coal  
 GAS 0.68 AC. - 0.65%

⑨

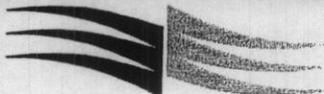
LEASE No. \_\_\_\_\_  
 MINERVA DEEL  
 5.00 ACRES  
 MINERVA DEEL - Surface  
 DICKENSON-RUSSELL COAL COMPANY, LLC/ALPHA LAND &  
 RESERVES, LLC/ACIN, LLC/WBRD, LLC - Coal  
 MADALINE & HAROLD PRESLEY - Oil, Gas  
 GAS 0.23 AC. - 0.22%

⑩

Lease No. 243342  
 MADALINE PRESLEY  
 45.00 ACRES  
 MADALINE & HAROLD PRESLEY - Surface, Gas, Oil  
 DICKENSON-RUSSELL COAL COMPANY, LLC/ALPHA LAND &  
 RESERVES, LLC/ACIN, LLC/WBRD, LLC - Coal  
 GAS 0.23 AC. - 0.22%

⑪

LEASE No. \_\_\_\_\_  
 CARL WAYNE & JACKIE SYKES  
 6.00 ACRES  
 CARL WAYNE & JACKIE SYKES - Surface, Gas, Oil  
 DICKENSON-RUSSELL COAL COMPANY, LLC/ALPHA LAND &  
 RESERVES, LLC/ACIN, LLC/WBRD, LLC - Coal  
 GAS 0.07 AC. - 0.07%



THOMPSON & LITTON

312 Clintwood Main Street  
 Suite 201  
 P.O. Box 1869  
 Clintwood, Virginia 24228

**RANGE RESOURCES-PINE MOUNTAIN, INC.**  
**WELL No. V-536881**  
**WELL PLAT SUPPLEMENT**  
**SHEET 2**

8-

PROJECT No.:  
 9490 PLAT

SCALE: 1" = 400'

DATE: JANUARY 3, 2008

**Exhibit "B-3" - Unleased Owners  
Well No. V-536881**

Tract	Lessor	Lease Status	Interest Within Unit	Gross Acreage in Unit
<b>Gas Estate Only</b>				
2	George Billy & Merle O'Quinn 941 Stevens Branch Bee, Va 24217	Unleased	0.50000000	0.53000000
6	Ruby Coley Rt. 2 Box 712 Haysi, Va 24256	Unleased	0.70142857	0.73857143
	Bernard & Ruth Owens P.O. Box 324 Honaker, Va 24260	Unleased	1.40285714	1.47714286
	Elsie & Richard Flint Rt. 1 Box 541 Clintwood, Va 24228	Unleased	0.70142857	0.73857143
	Garmon L. Owens P.O. Box 324 Haysi, Va 24256	Unleased	0.70142857	0.73857143
	Elbert Gerald & Eula Owens 14363 Brynwood Dr. Bristol, Va 24202	Unleased	0.70142857	0.73857143
	Selina Holland 7012 Farhills Ave Centerville, Oh 45459	Unleased	0.17535714	0.18464286
	Rebecca Lewis 6422 Tantemount Lane West Carrolton, Oh 45449	Unleased	0.17535714	0.18464286
7	Jimmy Wayne Duty 351 Elder Lane Bee, Va 24217	Unleased	2.03000000	2.14000000
	<b>TOTAL GAS ESTATE</b>		<b>7.08928571</b>	<b>7.47071429</b>

[c:\msword2000\pmsg\pooling.well no.v-536881.exb3.gas]

VIRGINIA: IN THE OFFICE OF THE CLERK OF THE CIRCUIT COURT OF DICKENSON COUNTY, 1-02-2010. This deed was this day presented in said office, and upon the certificate of acknowledgment thereto annexed, admitted to record at 9:57 AM, after payment of \$ tax imposed by Sec. 58.1-802.

BY: [Signature] RICHARD EDWARDS, CLERK  
D. CLERK

Original returned this date to: DMME

**INSTRUMENT NO. 1000610051**  
**Recorded in the Clerk's Office**  
**of Dickenson County**

9-