

100002223

VIRGINIA:

BEFORE THE VIRGINIA GAS AND OIL BOARD

IN RE:

SUPPLEMENTAL ORDER REGARDING DOCKET NUMBER
VGOB 09-0421-2500ELECTIONS: UNIT P-80
(herein Subject Drilling Unit)REPORT OF BOARDFINDINGS 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 8, 2009 which was recorded at Document #090003362 in the Office of the Clerk of the Circuit Court of Buchanan County, Virginia, on October 29, 2009, (herein "Board Order") and completing the record regarding elections.

Findings: The Board finds that:

The Board Order directed CNX GAS COMPANY LLC (herein A 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 P-80;

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 Bank & Trust Company PO Box 3860 Kingsport, TN 37664, Attn: Debbie Davis 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.

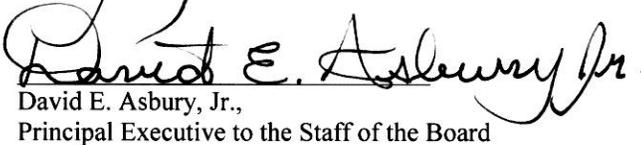
Conclusion: Therefore, the findings and all terms and provisions set forth above be and hereby are granted and IT IS SO ORDERED.

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

DONE AND EXECUTED this 30 day of July, 2010, by a majority of the Virginia Gas and Oil Board.


Chairman, Bradley C. Lambert

DONE AND PERFORMED THIS 30th day of July, 2010, by Order of the Board.


David E. Asbury, Jr.,
Principal Executive to the Staff of the Board

STATE OF VIRGINIA
COUNTY OF RUSSELL

Acknowledged on this 30th day of July, 2010, 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 Jr., 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, Notary
174394

My commission expires: September 30, 2013



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 P-80
VGOB 09-0421-2500 in the Rocklick District of Buchanan County, Virginia

AFFIDAVIT OF CNX GAS COMPANY LLC (herein A Designated Operator) REGARDING
ELECTIONS, ESCROW AND SUPPLEMENTAL ORDER

Anita D. Duty, being first duly sworn on oath, deposes and says:

That your affiant is employed by CNX Land Resources, Inc., as a Pooling Supervisor and is duly authorized to make this affidavit on behalf of CNX GAS COMPANY LLC, the designated operator,

That the Order entered on October 8, 2009, 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 Lebanon, 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 October 29, 2009;

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:

Reual H. & Dorothy Ratliff – Carried Operator (1/3 Interest in Tr. 1A,1B,1C,1D)

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 8, 2009;

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:

See attached Exhibit B-2

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:

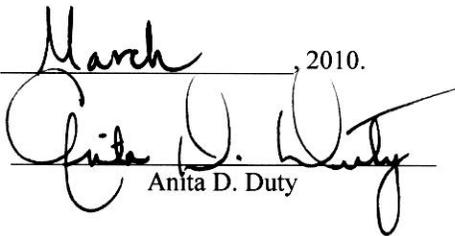
Malcolm Lee & Lora Lee Daniels, Billy C. & Nell Woodrum, Randy & Peggy Jean Shortridge

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.

None

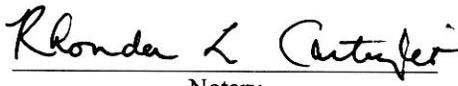
That pursuant to the provisions of VAC 25-160-70.A.10. and C. and VAC 25-160-80 the annexed supplemental order sets forth the interests and claims that require escrow of funds pursuant to Virginia Code sections 45.1-361.21.D. and 45.1-361.22.A.3. and 4.

Dated at Bluefield, West Virginia, this 5th day of March, 2010.

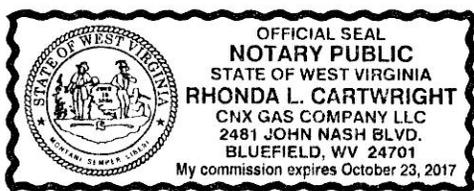

Anita D. Duty

STATE OF WEST VIRGINIA
COUNTY OF MERCER

Taken, subscribed and sworn to before me by Anita D. Duty as a Pooling Supervisor for CNX Land Resources, Inc., on behalf of the corporate Designated Operator, this 5th day of March, 2010.


Notary

My commission expires: 10/23/2017.



PROPERTY LINES SHOWN ON THIS PLAT WERE TAKEN FROM DEED DESCRIPTIONS AND CHAIN OF TITLE AND DOES NOT REPRESENT A CURRENT FIELD SURVEY.

BEARING AND DISTANCE TO OTHER KNOWN WELLS WITHIN 2500' RADIUS OF P80 NO KNOWN WELLS WITHIN 2500' RADIUS

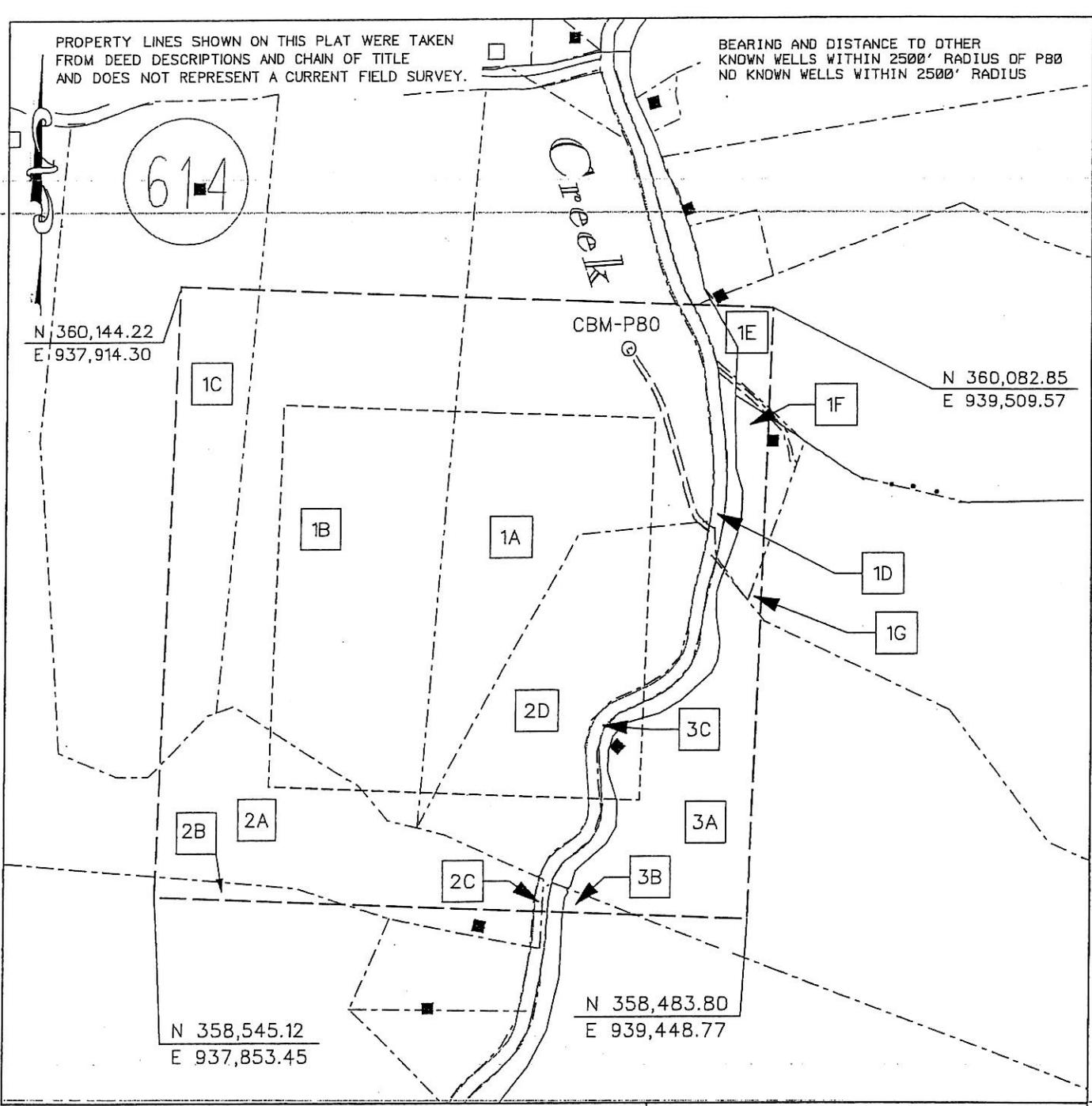
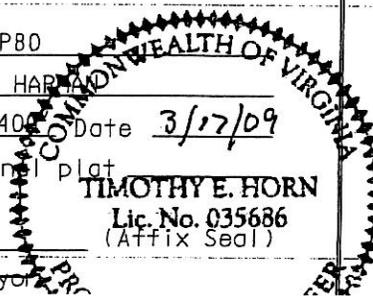


EXHIBIT A
 NORA FIELD
 UNIT P80
 FORCE POOLING
 VGOB 09-0421-2500

Company CNX Gas Company LLC Well Name and Number UNIT P80
 Tract No. _____ Elevation _____ Quadrangle HARRIS
 County BUCHANAN District ROCKLICK Scale: 1" = 400' Date 3/17/09

This plat is a new plat _____ ; an updated plat X ; or a final plat _____
 Form DGO-60-7
 Rev. 9/91

[Signature]
 Licensed Professional Engineer or Licensed Land Surveyor



CNX GAS COMPANY LLC

UNIT P80

Tract Identifications

- 1A. Bull Creek Coal Company (Joseph Ratliff 259.59 Acre Tract) – All Minerals except Oil, Gas and CBM
Island Creek Coal Company/Consol Energy Inc. – Coal In and Below the P-6 Seam Leased
Rapoca Energy – Coal in Splashdam Seam Leased (Subleased from Penn Virginia Resource Partners)
Rapoca Energy – Coal in Hagy and Above Seams Leased
Jewell Smokeless Coal Corporation – Coal in Kennedy Seam Leased
CNX Gas Company LLC – CBM Leased
Reual H. Ratliff, et al - All Minerals except Coal
Chesapeake Appalachia LLC – Oil and Gas Leased
CNX Gas Company LLC – CBM Leased (1/3)
CNX Gas Company LLC – Surface
12.33 Acres 20.9908%
- 1B. Bull Creek Coal Company (Joseph Ratliff 259.59 Acre Tract) – All Minerals except Oil, Gas and CBM
Island Creek Coal Company/Consol Energy Inc. – Coal In and Below the P-6 Seam Leased
Rapoca Energy – Coal in Splashdam Seam Leased (Subleased from Penn Virginia Resource Partners)
Rapoca Energy – Coal in Hagy and Above Seams Leased
Jewell Smokeless Coal Corporation – Coal in Kennedy Seam Leased
CNX Gas Company LLC – CBM Leased
Bull Creek Coal Company, et al – All Minerals except Coal
Chesapeake Appalachia LLC – Oil and Gas Leased
CNX Gas Company LLC – CBM Leased (1/3)
Applachian Power Company, Inc. – Surface
16.16 Acres 27.5111%
- 1C. Bull Creek Coal Company (Joseph Ratliff 259.59 Acre Tract) – All Minerals except Oil, Gas and CBM
Island Creek Coal Company/Consol Energy Inc. – Coal In and Below the P-6 Seam Leased
Rapoca Energy – Coal in Splashdam Seam Leased (Subleased from Penn Virginia Resource Partners)
Rapoca Energy – Coal in Hagy and Above Seams Leased
Jewell Smokeless Coal Corporation – Coal in Kennedy Seam Leased
CNX Gas Company LLC – CBM Leased
Billy C. Woodrum, et al – All Minerals except Coal
Chesapeake Appalachia LLC – Oil and Gas Leased
CNX Gas Company LLC – CBM Leased (1/3)
Billy C. Woodrum, et ux – Surface
4.83 Acres 8.2227%
-
- 1D. Bull Creek Coal Company (Joseph Ratliff 259.59 Acre Tract) – All Minerals except Oil, Gas and CBM
Island Creek Coal Company/Consol Energy Inc. – Coal In and Below the P-6 Seam Leased
Rapoca Energy – Coal in Splashdam Seam Leased (Subleased from Penn Virginia Resource Partners)
Rapoca Energy – Coal in Hagy and Above Seams Leased
Jewell Smokeless Coal Corporation – Coal in Kennedy Seam Leased
CNX Gas Company LLC – CBM Leased
Reual H. Ratliff, et al - All Minerals except Coal
Chesapeake Appalachia LLC – Oil and Gas Leased
CNX Gas Company LLC – CBM Leased (1/3)
Commonwealth of Virginia – Surface
0.60 Acres 1.0215%

CNX GAS COMPANY LLC

UNIT P80

Tract Identifications

- 1E. Bull Creek Coal Company (Joseph Ratliff 259.59 Acre Tract) – All Minerals except Oil, Gas and CBM
Island Creek Coal Company/Consol Energy Inc. – Coal In and Below the P-6 Seam Leased
Rapoca Energy – Coal in Splashdam Seam Leased (Subleased from Penn Virginia Resource Partners)
Rapoca Energy – Coal in Hagy and Above Seams Leased
Jewell Smokeless Coal Corporation – Coal in Kennedy Seam Leased
CNX Gas Company LLC – CBM Leased
Eddie William Wilson, et al – All Minerals except Coal
Chesapeake Appalachia LLC – Oil and Gas Leased (1/3)
CNX Gas Company LLC – Oil and Gas Leased (2/3)
CNX Gas Company LLC – CBM Leased
Eddie William Wilson, et ux – Surface
0.76 Acres 1.2938%
- 1F. Bull Creek Coal Company (Joseph Ratliff 259.59 Acre Tract) – All Minerals except Oil, Gas and CBM
Island Creek Coal Company/Consol Energy Inc. – Coal In and Below the P-6 Seam Leased
Rapoca Energy – Coal in Splashdam Seam Leased (Subleased from Penn Virginia Resource Partners)
Rapoca Energy – Coal in Hagy and Above Seams Leased
Jewell Smokeless Coal Corporation – Coal in Kennedy Seam Leased
CNX Gas Company LLC – CBM Leased
Randy Shortridge, et al – All Minerals except Coal
Chesapeake Appalachia LLC – Oil and Gas Leased (1/3)
CNX Gas Company LLC – CBM Leased (1/3)
Randy Shortridge, et ux – Surface
1.33 Acres 2.2642%
- 1G. Bull Creek Coal Company (Joseph Ratliff 259.59 Acre Tract) – All Minerals except Oil, Gas and CBM
Island Creek Coal Company/Consol Energy Inc. – Coal In and Below the P-6 Seam Leased
Rapoca Energy – Coal in Splashdam Seam Leased (Subleased from Penn Virginia Resource Partners)
Rapoca Energy – Coal in Hagy and Above Seams Leased
Jewell Smokeless Coal Corporation – Coal in Kennedy Seam Leased
CNX Gas Company LLC – CBM Leased
Steven L. Roark, et al – All Minerals except Coal
Chesapeake Appalachia LLC – Oil and Gas Leased (1/3)
CNX Gas Company LLC – Oil and Gas Leased (2/3)
CNX Gas Company LLC – CBM Leased
Steven L. Roark, et ux – Surface
0.06 Acres 0.1021%
-
2. ACIN LLC (31.80 Acre Tract) – All Minerals except Oil, Gas and CBM
Alpha Land and Reserves LLC – All Coal Leased
Range Resources-Pine Mountain, Inc. – All Minerals except Coal
CNX Gas Company LLC – Oil, Gas and CBM Leased
15.37 Acres 26.1662%
- 2A. Jerry D. Ratliff, et ux - Surface
2B. Johnny P. Ratliff, et ux – Surface
2C. Commonwealth of Virginia – Surface
2D. Jerry D. Ratliff, et ux – Surface

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Exhibit B-2
Unit P-80
Docket #VGOB 09-0421-2500
List of Respondents to be Dismissed
(58.74 Acre Unit)

	Acres in Unit	Percent of Unit	Reason for Dismissal
II. OIL & GAS OWNERSHIP			
<u>Tract #1A - 12.33 acres</u>			
(1) Reual H. Ratliff, et al	12.33 acres	20.9908%	
(b) Malcolm Lee & Lora Lee Daniels PO Box 1037 Grundy, VA 24614	4.11 acres 1/3 of 12.33 acres	6.9969%	Purchased
<u>Tract #1C - 4.83 acres</u>			
(1) Billy C. Woodrum, et al	4.83 acres	8.2227%	
(b) Billy C. & Nell Woodrum Rt 2 Box 230 Grundy, VA 24614	1.61 acres 1/3 of 4.83 acres	2.7409%	Purchased
<u>Tract #1D - 0.60 acres</u>			
(1) Reual H. Ratliff, et al	0.60 acres	1.0215%	
(b) Malcolm Lee & Lora Lee Daniels PO Box 1037 Grundy, VA 24614	0.20 acres 1/3 of 0.60 acres	0.3405%	Purchased
<u>Tract #1F - 1.33 acres</u>			
(1) Randy Shortridge, et al	1.33 acres	2.2642%	
(b) Randy & Peggy Jean Shortridge Rt 2, Box 812 Grundy, VA 24614	0.89 acres 2/3 of 1.33 acres	1.5095%	Leased

Exhibit B-3
Unit P-80
Docket #VGOB 09-0421-2500
List of Unleased Owners/Claimants
(58.74 Acre Unit)

	Acres in Unit	Percent of Unit	Election
I. COAL OWNERSHIP			
<u>Tract #2 - 15.37 acres</u>			
(1) ACIN LLC c/o Western Pocahontas Properties LP P.O. Box 2827 1035 Third Avenue, Suite 300 Huntington, WV 25727	15.37 acres	26.1662%	n/a
<i>Note: There is no conflict, Range Resources-Pine Mountain Inc. owns the CBM royalties</i>			
<u>Tract #3 - 7.30 acres</u>			
(1) ACIN LLC c/o Western Pocahontas Properties LP P.O. Box 2827 1035 Third Avenue, Suite 300 Huntington, WV 25727	7.30 acres	12.4276%	n/a
<i>Note: There is no conflict, Range Resources-Pine Mountain Inc. owns the CBM royalties</i>			
II. OIL & GAS OWNERSHIP			
<u>Tract #1A - 12.33 acres</u>			
(1) Reual H. Ratliff, et al	12.33 acres	20.9908%	
(c) Reual H. & Dorothy Ratliff Rt. 2, Box 232B Grundy, VA 24614	4.11 acres 1/3 of 12.33 acres	6.9969%	Carried (Reual & Dorothy Ratliff - 1/3 interest)
<u>Tract #1B - 16.16 acres</u>			
(1) Bull Creek Coal Company, et al	16.16 acres	27.5111%	
(b) Reual Herman Ratliff Rt. 2, Box 232B Grundy, VA 24614	5.39 acres 1/3 of 16.16 acres	9.1704%	Carried (Reual & Dorothy Ratliff - 1/3 interest)
(c) Raley E. & Patricia Ellen (Ratliff) Walker 204 Park St. Grayson, KY 41143	5.39 acres 1/3 of 16.16 acres	9.1704%	
<u>Tract #1C - 4.83 acres</u>			
(1) Reual H. Ratliff, et al	4.83 acres	8.2227%	
(c) Reual Herman Ratliff Rt. 2, Box 232B Grundy, VA 24614	1.61 acres 1/3 of 4.83 acres	2.7409%	Carried (Reual & Dorothy Ratliff - 1/3 interest)
<u>Tract #1D - 0.60 acres</u>			
(1) Reual H. Ratliff, et al	0.60 acres	1.0215%	
(c) Reual H. & Dorothy Ratliff Rt. 2, Box 232B Grundy, VA 24614	0.20 acres 1/3 of 0.60 acres	0.3405%	Carried (Reual & Dorothy Ratliff - 1/3 interest)

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Exhibit E
Unit P-80
Docket #VGOB 09-0421-2500
List of Conflicting Owners/Claimants that require escrow
(58.74 Acre Unit)

	Acres in Unit	Percent of Unit
<u>Tract #1A - 12.33 acres</u>		
<i>Note:</i> Rebecca Thornbury, Attorney for Dorothy & Reual Ratliff is contesting ownership 1/2 not 1/3 interest. Entire tract escrowed by request and approved by the Board.		
<u>COAL OWNERSHIP</u>		
(1) Bull Creek Coal Company P.O. Box 187 Tazewell, VA 24651	12.33 acres	20.9908%
<u>OIL & GAS OWNERSHIP</u>		
(1) Reual H. Ratliff, et al	12.33 acres	20.9908%
(a) Bull Creek Coal Company P.O. Box 187 Tazewell, VA 24651	4.11 acres 1/3 of 12.33 acres	6.9969%
(b) CNX Gas Company LLC 2481 John Nash Blvd. Bluefield, WV 24701	4.11 acres 1/3 of 12.33 acres	6.9969%
(c) Reual H. & Dorothy Ratliff Rt. 2, Box 232B Grundy, VA 24614	4.11 acres 1/3 of 12.33 acres	6.9969%
<u>Tract #1B - 16.16 acres</u>		
<u>COAL OWNERSHIP</u>		
(1) Bull Creek Coal Company P.O. Box 187 Tazewell, VA 24651	16.16 acres	27.5111%
<u>OIL & GAS OWNERSHIP</u>		
(1) Bull Creek Coal Company, et al	16.16 acres	27.5111%
(b) Reual Herman Ratliff Rt. 2, Box 232B Grundy, VA 24614	5.39 acres 1/3 of 16.16 acres	9.1704%
(c) Raley E. & Patricia Ellen (Ratliff) Walker 204 Hunter Hills Circle #30 Bristol, VA 37620	5.39 acres 1/3 of 16.16 acres	9.1704%
<u>Tract #1C - 4.83 acres</u>		
<u>COAL OWNERSHIP</u>		
(1) Bull Creek Coal Company P.O. Box 187 Tazewell, VA 24651	4.83 acres	8.2227%
<u>OIL & GAS OWNERSHIP</u>		
(1) Reual H. Ratliff, et al	4.83 acres	8.2227%
(b) CNX Gas Company LLC 2481 John Nash Blvd. Bluefield, WV 24701	1.61 acres 1/3 of 4.83 acres	2.7409%
(c) Reual Herman Ratliff Rt. 2, Box 232B Grundy, VA 24614	1.61 acres 1/3 of 4.83 acres	2.7409%

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Exhibit E
Unit P-80
Docket #VGOB 09-0421-2500
List of Conflicting Owners/Claimants that require escrow
(58.74 Acre Unit)

	Acres in Unit	Percent of Unit
<u>Tract #1D - 0.60 acres</u>		
<u>COAL OWNERSHIP</u>		
(1) Bull Creek Coal Company P.O. Box 187 Tazewell, VA 24651	0.60 acres	1.0215%
<u>OIL & GAS OWNERSHIP</u>		
(1) Reual H. Ratliff, et al	0.60 acres	1.0215%
(b) CNX Gas Company LLC 2481 John Nash Blvd. Bluefield, WV 24701	0.20 acres 1/3 of 0.60 acres	0.3405%
(c) Reual H. & Dorothy Ratliff Rt. 2, Box 232B Grundy, VA 24614	0.20 acres 1/3 of 0.60 acres	0.3405%
<u>Tract #1E - 0.76 acres</u>		
<u>COAL OWNERSHIP</u>		
(1) Bull Creek Coal Company P.O. Box 187 Tazewell, VA 24651	0.76 acres	1.2938%
<u>OIL & GAS OWNERSHIP</u>		
(1) Eddie William Wilson, et al	0.76 acres	1.2938%
(b) Eddie William & Shirley S. Wilson PO Box 696 Vansant, VA 24656	0.51 acres 2/3 of 0.76 acres	0.8626%
<u>Tract #1F - 1.33 acres</u>		
<u>COAL OWNERSHIP</u>		
(1) Bull Creek Coal Company P.O. Box 187 Tazewell, VA 24651	1.33 acres	2.2642%
<u>OIL & GAS OWNERSHIP</u>		
(1) Randy Shortridge, et al	1.33 acres	2.2642%
(b) Randy & Peggy Jean Shortridge Rt 2, Box 812 Grundy, VA 24614	0.89 acres 2/3 of 1.33 acres	1.5095%
<u>Tract #1G - 0.06 acres</u>		
<u>COAL OWNERSHIP</u>		
(1) Bull Creek Coal Company P.O. Box 187 Tazewell, VA 24651	0.06 acres	0.1021%
<u>OIL & GAS OWNERSHIP</u>		
(1) Steven L. Roark, et al	0.06 acres	0.1021%
(b) Steven & Margaret Roark PO Box 631 Grundy, VA 24614	0.04 acres 2/3 of 0.06 acres	0.0681%

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