

VIRGINIA:

BEFORE THE VIRGINIA GAS AND OIL BOARD

APPLICANT:	<u>Range Resources-Pine Mountain, Inc.</u>)	VIRGINIA GAS
)	AND OIL BOARD
RELIEF SOUGHT	EXCEPTION TO STATEWIDE SPACING)	
	LIMITATIONS PRESCRIBED BY)	DOCKET NO.
	VA. CODE § 45.1-361.17 (a) (2))	<u>VGOB-11-0614-2957</u>
	FOR <u>WELL NO. 900014</u>)	
)	
)	
LEGAL DESCRIPTION:)	
	DRILLING UNIT SERVED BY WELL)	
	NUMBERED <u>900014</u>)	
	TO BE DRILLED IN THE LOCATION)	
	DEPICTED ON EXHIBIT A HERETO,)	
	<u>Big Sandy Fuel Corporation Tract</u>)	
	12,627.34 Acres, more or less)	
	<u>PRATER QUADRANGLE</u>)	
	<u>PRATER DISTRICT</u>)	
	<u>BUCHANAN COUNTY, VIRGINIA</u>)	
	(the "Subject Lands" are more particularly described)	
	on Exhibit "A" , attached hereto and made a part)	
	hereof))	

REPORT OF THE BOARD

FINDINGS AND ORDER

1. Hearing Date and Place: This matter came on for hearing before the Virginia Gas and Oil Board (hereafter "Board") at **9:00 a.m.** on **June 14, 2011** at the Russell County Conference Center, Highland Drive, Lebanon, Virginia.
2. Appearances: **Timothy E. Scott of McKinnis & Scott**, appeared for the Applicant.
3. Jurisdiction and Notice: Pursuant to Va. Code §§ 45.1-361.1 *et seq.*, the Board finds that it has jurisdiction over the subject matter. Based upon the evidence presented by Applicant, the Board also finds that the Applicant has (1) exercised due diligence in conducting a meaningful search of reasonably available sources to determine the identity and whereabouts of each gas and oil owner, coal owner, or mineral owner having an interest in Subject Drilling Unit underlying and comprised of Subject Lands; and (2) represented to the Board that it has given notice to those parties (hereafter sometimes "person(s)" whether referring to individuals, corporations, partnerships associations, companies, businesses, trusts, joint ventures or other legal entities) entitled by Va. Code § 45.1-361.19 to notice of this application. Further, the Board has caused notice of this hearing to be published as required by Va. Code § 45.1-361.19.B. Whereupon, the Board hereby finds that the notices given herein satisfy all statutory requirements, Board rule requirements and the minimum standards of state due process.

6.9 Applicant proposes to complete and operate **Well No. 900014** for the purpose of producing Conventional Gas;

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

8. Appeals: Appeals of this Order are governed by the provisions of Va. Code Ann. § 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 Ann. § 9-6.14:1 *et seq.* and Rule 2A of the Rules of the Virginia Supreme Court.

9. 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 3 day of August, 2011, by a majority of the Virginia Gas and Oil Board.

Bradley C. Lambert
Chairman, Bradley C. Lambert

DONE AND PERFORMED this 3rd day of August, 2011, by Order of this Board.

Rick Cooper
~~David E. Asbury~~ *Rick Cooper*
Principal Executive to the Staff
Virginia Gas and Oil Board

STATE OF VIRGINIA)
COUNTY OF WASHINGTON)

Russell
Acknowledged on this 3rd day of August, 2011, 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~~ *Rick* ~~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
174394

My commission expires: September 30, 2013

m sword2000\pmog\well.location.exception.900014 order June 20, 2011]



1,380'
2,080'

Well Coordinates: (Geographic N27)
37.244364° -82.171446°

Latitude 37° 15' 00"

Note: See Attached Tract
Ownership Information Schedule

--- Mineral Line
- - - Surface Line

DMLR Permit
No. 1101903

1250'R

Longitude 82° 10' 00"

The Industrial Development Authority
of Buchanan County - surface

S 79°05' W
856.59'

DMLR Permit
No. 1101903

S 62°46' W
549.78'

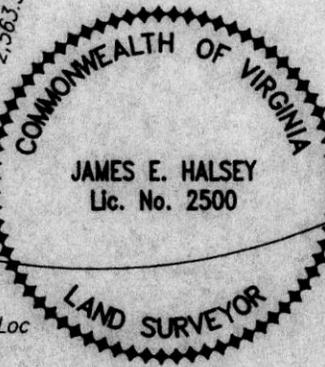
DMLR Permit
No. 1101903

900014

S 43°07' E
2,247.15'

S 16°43' W
2,563.37'

900019



Note 1: The boundary lines shown hereon
are based on deeds, plats and maps of
record and do not depict a current
boundary survey.

Note 2: The well will be drilled within 10' of
the permitted coordinates.

Well elevation determined by GPS
survey from HARN Monument P-424

Approx. Loc
826114

Well Coordinates: (VA St. Plane S. Zone,
NAD 83)
N 3,633,345.39 E 10,414,544.31

Well Coordinates: (VA St. Plane S. Zone,
NAD 27 Calculated from NAD 83)
N 352,466.88 E 931,558.59

Well Coordinates: (Clinchfield Coal Co.)
N 52,582.20 E 61,829.90

Area of Unit = 112.69 Ac.

WELL LOCATION PLAT

COMPANY Range Resources-Pine Mountain, Inc. WELL NAME AND NUMBER 900014
TRACT NO. Big Sandy Fuel Corp. ELEVATION 2,030.17' QUADRANGLE Prater
COUNTY Buchanan DISTRICT Prater SCALE 1" = 400' DATE 5-05-2011

This Plat is a new plat x; an updated plat ; or a final location plat

+ 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.

James E. Halsey
Licensed Professional Engineer or Licensed Land Surveyor

Exhibit A

900014 PLAT
TRACT OWNERSHIP INFORMATION SCHEDULE
4/27/2011

- 1 . Big Sandy Fuel Corporation
12,627.34 Acres
ACIN LLC - coal
Alpha Land & Reserves LLC - coal lessee
WBRD LLC- coal
Dickenson-Russell Coal Company LLC - coal lessee
Range Resources-Pine Mountain, Inc. - oil, gas
Gas 80.79 Ac. 71.69%

- 2 . Big Sandy Fuel Corporation
12,627.34 Acres
ACIN LLC - coal (except Clintwood seam)
Alpha Land & Reserves LLC - coal lessee
WBRD LLC- coal (except Clintwood seam)
Penn Virginia Operating Company, LLC - coal (Clintwood seam only)
Dickenson-Russell Coal Company LLC - coal lessee
Range Resources-Pine Mountain, Inc. - oil, gas
Gas 0.35 Ac. 0.31%

- 3 . Big Sandy Fuel Corporation
12,627.34 Acres
ACIN LLC - coal (except Clintwood seam)
Alpha Land & Reserves LLC - coal lessee
WBRD LLC- coal (except Clintwood seam)
Penn Virginia Operating Company, LLC - coal (Clintwood seam only)
Dickenson-Russell Coal Company LLC - coal lessee
Range Resources-Pine Mountain, Inc. - oil, gas
Gas 28.36 Ac. 25.17%

- 4 . Bull Creek Coal Company
- coal, oil & gas
259 Acres
Gas 3.19 Ac. 2.83%