

COMMONWEALTH OF VIRGINIA
VIRGINIA GAS AND OIL BOARD HEARINGS
September 20, 2011 Minutes

Pursuant to Sections 45.1-361.9B and 45.1361.22.B of the Code of Virginia, the Virginia Gas and Oil Board continued all items with the exception of the update from First Bank and Trust (Item 2) to **Tuesday, October 25, 2011** due to lack of quorum.

Present were: Bradley Lambert, Bruce Prather and Katie Dye. Sharon Pigeon, Sr. Assistant Attorney general was present to advise the Board. Rick Cooper, Acting Director of the Division of Gas and Oil, Jim Lovett and Diane Davis were present from the Division of Gas and Oil.

Because of the lack of a quorum, the Board continued all items to October and moved the October hearing date from the 18th to October 25, 2011.

1. The board will receive public comments.
2. The Board will receive an update regarding disbursement trends from the Board's escrow account from First Bank and Trust, Escrow Agent for the Board for evaluation of account management. The purpose of the review is to provide a tool for the Board to use in evaluating the escrow account and anticipated activity.

Debbie Davis and Karen McDonald updated the board regarding the escrow account, investment activity and disbursement activity.

3. A petition from EQT Production Company on behalf of Timmy Sutherland and Patricia Sutherland; Corbet Anderson and Phyllis Anderson; Harry Anderson and Sharon Anderson; Robert Kuchan and Patricia Kuchan and Range Resources- Pine Mountain Inc. for disbursement of funds from escrow and authorization of direct payment for Unit VC-537100 for Tract 2, Ervinton District, Dickenson County, Virginia. Docket Number VGOB-07-0417-1918-01. Continued from August 2011. The petition was continued to October 25, 2011 due to lack of quorum.
4. A petition from CNX Gas Company, LLC for disbursement of funds from escrow and authorization of direct payment of royalties for Unit EE-37, Tracts 1C, 1D and 1E, Maiden Springs District, Tazewell County, Virginia. Docket Number VGOB-03-1021-1205-01. The petition was continued to October 25, 2011 due to lack of quorum.
5. The Board, on its own motion, will consider a proposal from the Horizontal Drilling Committee established by the Board for an order establishing Field Rules for Horizontal Drilling in Southwest Virginia. Docket Number VGOB-11-0816-2986. Continued from August 2011. The petition was continued to October 25, 2011 due to lack of quorum.
6. A petition from CNX Gas Company, LLC for re-pooling of Coalbed Methane Unit AV-110, Hurricane and New Garden Districts, Buchanan and Russell County,

Virginia. Docket Number VGOB-01-0320-0870-03. Continued from August 2011. The petition was continued to October 25, 2011 due to lack of quorum.

7. The Board on its own motion will receive corrective testimony from CNX Gas Company, LLC on a petition approved for disbursement in May 2011, Unit BA-110, New Garden District, Russell County, Virginia. The petition was for the disbursement of Tract 4A. Docket Number VGOB-02-0917-1072-0. The petition was continued to October 25, 2011 due to lack of quorum.
8. The Board on its own motion will receive corrective testimony from CNX Gas Company, LLC on a petition approved for disbursement in August 2011, Unit AY-119. The petition was for disbursement of a portion of Tract 2. Docket Number VGOB-03-0513-1149-02. The petition was continued to October 25, 2011 due to lack of quorum.
9. A petition from CNX Gas Company, LLC for pooling of coalbed methane unit B-52, Garden District, Buchanan County, Virginia. Docket Number VGOB-11-0920-2987. The petition was continued to October 25, 2011 due to lack of quorum.
10. A petition from CNX Gas Company, LLC for pooling of coalbed methane unit YYY-33, North Grundy District, Buchanan County, Virginia. Docket Number VGOB-11-0920-2988. The petition was continued to October 25, 2011 due to lack of quorum.
11. A petition from CNX Gas Company, LLC for re-pooling of coalbed methane unit AX-118, New Garden District, Russell County, Virginia. Docket Number VGOB-03-0715-1160-01. The petition was continued to October 25, 2011 due to lack of quorum.
12. A petition from Appalachian Energy, Inc. for pooling of coalbed methane unit AE-229/AE-239 (F-32), Garden District, Buchanan County, Virginia. Docket Number 11-0920-2989. The petition was continued to October 25, 2011 due to lack of quorum.
13. A petition from Range Resources-Pine Mountain, Inc. for a well location exception for proposed well V-530317, Ervinton District, Dickenson County, Virginia. Docket Number VGOB-11-0920-2990. The petition was continued to October 25, 2011 due to lack of quorum.
14. A petition from Range Resources-Pine Mountain, Inc. for a well location exception for proposed well V-530304, Kenady District, Dickenson County, Virginia. Docket Number VGOB-11-0920-2991. The petition was continued to October 25, 2011 due to lack of quorum.
15. A petition from Range Resources-Pine Mountain, Inc. for a well location exception for proposed well 900033, Sandlick District, Dickenson County, Virginia. Docket Number VGOB-11-0920-2992. The petition was continued to October 25, 2011 due to lack of quorum.
16. A petition from Range Resources-Pine Mountain, Inc. for a well location exception for proposed well V-530318, Ervinton District, Dickenson County, Virginia. Docket Number VGOB-11-0920-2993. The petition was continued to October 25, 2011 due to lack of quorum.

17. A petition from Range Resources-Pine Mountain, Inc. for the establishment of a drilling unit and pooling for V-530304, Kenady District, Dickenson County, Virginia. Docket Number VGOB-11-0920-2994. The petition was continued to October 25, 2011 due to lack of quorum.
18. A petition from Range Resources-Pine Mountain, Inc. for re-pooling of unit 900031, Sandlick District, Dickenson County, Virginia. Docket Number VGOB-11-0315-2926-01. The petition was continued to October 25, 2011 due to lack of quorum.
19. The Board will receive an update of Board and Division activities from Staff. The petition was continued to October 25, 2011 due to lack of quorum.
20. The Board will review the August 2011 minutes for approval. The petition was continued to October 25, 2011 due to lack of quorum.