

BEFORE THE VIRGINIA GAS AND OIL BOARD

PETITIONER: Range Resources-Pine Mountain,

DIVISION OF GAS AND OIL

DOCKET NO: VGOB 08-0617-2251-01

**RELIEF SOUGHT: (1) DISBURSEMENT FROM
ESCROW REGARDING TRACT(S) 4 , 5
(2) AND AUTHORIZATION FOR DIRECT
PAYMENT OF ROYALTIES**

HEARING DATE: May 26, 2015

DRILLING UNIT: VC-537839

DICKENSON COUNTY, VIRGINIA

PETITION FOR ORDER OF DISBURSEMENT OF ESCROW FUNDS

1. Petitioner and its counsel

Petitioner is Range Resources-Pine Mountain,, P. O. Box 2136, Abingdon, VA 24212, (276)628-9001. Petitioner's counsel is James Kaiser, Wilhoit and Kaiser Law Firm, 220 Broad Street, Suite 210, Kingsport, TN 37660 .

2. Relief Sought

Petition for disbursement of funds and authorization for direct payment on behalf of known owners in tracts 4 & 5. VGOB 08/06/17-2251

3. Legal Authority

Va. Code Ann. § 45.1-361.1 et seq., 4 VAC 25-160-140., and relevant Virginia Gas and Oil Board Orders ("Board") heretofore promulgated pursuant to law.

4. Type of Well(s)

Coalbed Methane

5. Factual basis for relief requested

Petition to disburse funds in the escrow account for Well VC-537839, to owner or owners in tract (s)4&5, VGOB 08/06/17-2251-01. Dickenson County, Virginia

6. Attestation

The foregoing Petition to the best of my knowledge, information, and belief is true and correct.

08/06/17-2251

270'

1,380'

Longitude 82° 15' 00"

Well Coordinates: (Geographic N27)
37.162874° -82.250844°

Latitude 37° 10' 00"

Unleased
Frank Edward Ratliff - surface, oil & gas (CBM)
1.69 Acres
Lease No. 906889 / TC-186
D. E. Mullins
137.23 Acres
ACIN LLC - coal
Range Resources-Pine Mountain, Inc. - (CBM)
Gas 0.13 Ac. 0.22%

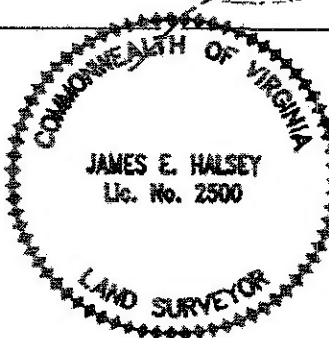
Unleased
Frank Edward Ratliff - surface, oil & gas (CBM)
1.02 Acres
Lease No. 906889 / TC-186
D. E. Mullins
137.23 Acres
ACIN LLC - coal
Range Resources-Pine Mountain, Inc. - (CBM)
Gas 0.20 Ac. 0.34%

Heartwood Forestland Fund IV, L.P. - surface

Lease No. 906889 / T-333
Andy & Hardin Owens
194.87 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 & CBM
Gas 53.91 Ac. 91.73%

Lease No. 906889 / T-290
Jacob Fuller
67.69 Acres
Heartwood Forestland Fund IV, L.P. - surface
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 & CBM
Gas 2.01 Ac. 3.42%

Lease No. 906889 / T-334
Hardin Owens
332.87 Acres
ACIN LLC - coal
Alpha Land & Reserves LLC - coal lessee
Dickenson-Russell Coal Company LLC - coal lessee
Range Resources-Pine Mountain, Inc. - oil, gas & CBM
Gas 2.52 Ac. 4.39%



Well Coordinates: (VA St. Plane S. Zone, NAD 83)
N 3,804,804.56 E 10,390,271.49
Well Coordinates: (VA St. Plane S. Zone, Calculated from CCC coordinates)
N 323,730 E 907,286
Well Coordinates: (Clinchfield Coal Co.)
N 22,910.57 E 38,673.39

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

Area of Unit = 58.77 Ac.

WELL LOCATION PLAT (Nora Grid AM-61)

COMPANY Equitable Production Company WELL NAME AND NUMBER VC-537839
TRACT NO. Tr. No. 906889/T-333 ELEVATION 1,704.85' QUADRANGLE Haysi
COUNTY Dickenson DISTRICT Sandlick SCALE 1" = 400' DATE 5-05-2008

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 "B"
VC-537839
VGOB 08/06/17-2251
REVISED as of 04/14/2015

<u>TRACT</u>	<u>LESSOR</u>	<u>LEASE STATUS</u>	<u>INTEREST WITHIN UNIT</u>	<u>GROSS ACREAGE IN UNIT</u>
<u>Gas Estate Only</u>				
<u>1</u>	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Leased-Range Resources-Pine Mountain, Inc. 906889 T-333	91.730000%	53.9100
TAX ID 20514				
	Tract 1 Totals		91.730000%	53.9100
<u>2</u>	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Leased-Range Resources-Pine Mountain, Inc. 906889 T-483	4.290000%	2.5200
TAX ID 20515				
	Tract 2 Totals		4.290000%	2.5200
<u>3</u>	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Leased-Range Resources-Pine Mountain, Inc. 906889 T-290	3.420000%	2.0100
TAX ID 20470				
	Tract 3 Totals		3.420000%	2.0100
<u>4</u>	Frank Edward Ratliff P.O. Box 173 Birchleaf, VA 24220 Appalachian Energy, Inc. Attn: Frank Henderson, President P.O. Box 2406 Abingdon, VA 24212	Leased to Appalachian Energy, Inc.	0.340000%	0.2000
TAX ID 8047				
	Tract 4 Totals		0.340000%	0.2000
<u>5</u>	Frank Edward Ratliff P.O. Box 173 Birchleaf, VA 24220 Appalachian Energy, Inc. Attn: Frank Henderson, President P.O. Box 2406 Abingdon, VA 24212	Leased to Appalachian Energy, Inc.	0.220000%	0.13000
TAX ID 8043				
	Tract 5 Totals		0.220000%	0.1300
	TOTAL GAS ESTATE		100.000000%	58.7700
	Percentage of Unit Leased		99.440000%	
	Percentage of Unit Unleased		0.560000%	
	Acreage in Unit Leased			58.4400
	Acreage in Unit Unleased			0.3300

COAL ESTATE ONLY

<u>1</u>	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham	Leased-Range Resources-Pine Mountain, Inc.	91.730000%	53.9100
TAX ID	PO Box 2136	906889		
20514	Abingdon, VA 24212	T-333		
	Tract 1 Totals		91.730000%	53.9100
<u>2</u>	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham	Leased-Range Resources-Pine Mountain, Inc.	4.290000%	2.5200
TAX ID	PO Box 2136	906889		
20515	Abingdon, VA 24212	T-334		
	Tract 2 Totals		4.290000%	2.5200
<u>3</u>	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham	Leased-Range Resources-Pine Mountain, Inc.	3.420000%	2.0100
TAX ID	PO Box 2136	906889		
20470	Abingdon, VA 24212	T-290		
	Tract 3 Totals		3.420000%	2.0100
<u>4</u>	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham	Leased-Range Resources-Pine Mountain, Inc.	34.000000%	0.2000
Minerals	PO Box 2136	906889		
Only	Abingdon, VA 24212	TC-186		
	Tract 4 Totals		0.340000%	0.2000
<u>5</u>	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham	Leased-Range Resources-Pine Mountain, Inc.	0.220000%	0.1300
Minerals	PO Box 2136	906889		
Only	Abingdon, VA 24212	TC-186		
	Tract 5 Totals		0.220000%	0.1300
	TOTAL COAL ESTATE		100.000000%	58.7700
	Percentage of Unit Leased		100.000000%	
	Percentage of Unit Unleased		0.000000%	
	Acreage in Unit Leased			58.7700
	Acreage in Unit Unleased			0.0000

*Formerly:
Pine Mountain Oil & Gas, Inc.
Attn: Richard Brillhart
PO Box 2136
Abingdon, VA 24212

NOTE: Pursuant to that certain Purchase and Sales Agreement, effective January 1, 2014, Range Resources-Pine Mountain, Inc. obtained ownership in this well, and the above noted Leases, from EQT Production Company.

EXHIBIT "E"
VC-537839
VGOB 08/06/17-2251
REVISED as of 04/14/2015

<u>TRACT</u>	<u>LESSOR</u>	<u>LEASE STATUS</u>	<u>INTEREST WITHIN UNIT</u>	<u>GROSS ACREAGE IN UNIT</u>
	N/A			

EXHIBIT "EE"
VC-537839
VGOB 08/06/17-2251
REVISED as of 04/14/2015

<u>TRACT</u>	<u>LESSOR</u>	<u>LEASE STATUS</u>	<u>INTEREST WITHIN UNIT</u>	<u>GROSS ACREAGE IN UNIT</u>	
<u>Disbursement -01</u>					
<u>4</u>	Frank Edward Ratliff P.O. Box 173 Birchleaf, VA 24220	Leased to Appalachian Energy, Inc.	0.340000%	0.2000	100%
TAX ID 8047	Appalachian Energy, Inc. Attn: Frank Henderson, President P.O. Box 2406 Abingdon, VA 24212				
<u>5</u>	Frank Edward Ratliff P.O. Box 173 Birchleaf, VA 24220	Leased to Appalachian Energy, Inc.	0.220000%	0.13000	100%
TAX ID 8043	Appalachian Energy, Inc. Attn: Frank Henderson, President P.O. Box 2406 Abingdon, VA 24212				
TOTAL			0.560000%	0.3300	

BEFORE THE VIRGINIA GAS AND OIL BOARD

Applicant: Range Resources-Pine Mountain Inc.)
)
Relief Sought: Well No. VC-537839) Docket No.
Supplemental Order for Disbursement of Escrowed Funds) VGOB-08/06/17-2251-01
on behalf of all known owners in tracts: 4 & 5)
)

AFFIDAVIT OF MAILING
(CERTIFICATE OF SERVICE)

STATE OF TENNESSEE)
)
COUNTY OF SULLIVAN)

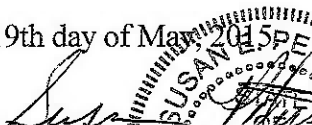
James E. Kaiser, of lawful age, being duly sworn, upon oath, deposes and says:

- (1) He is a partner with WILHOIT & KAISER, Agent for Range Resources-Pine Mountain Inc. ("RR") and makes this affidavit on behalf of RR.
- (2) Based upon information and belief, the names and last-known addresses, where such addresses are known, of the parties owning an interest in the oil and gas in this cause are set forth and attached hereto.
- (3) On the 24th day of April, 2015, true and correct copies of the Application and the Notice of Hearing in this matter were placed in the United States mail in Kingsport, TN, certified mail, return receipt requested, postage prepaid, duly addressed to the parties at their respective addresses as set forth in the attached Exhibit B which is hereby made a part of this Affidavit.
- (4) Notice of this cause has therefore been served by mail pursuant to the applicable statutes and rules of the Board.



James E. Kaiser

SUBSCRIBED AND SWORN TO before me this 19th day of May, 2015



Susan Peterson, Notary
Tennessee
Public
Sullivan County

My commission expires: August 24, 2016.

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<ul style="list-style-type: none"> Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. 	<p>A. Signature <input checked="" type="checkbox"/> <i>Frank Edward Ratliff</i> <input type="checkbox"/> Agent <input type="checkbox"/> Addressee</p> <p>B. Received by (Printed Name) _____ C. Date of Delivery _____</p>
<p>1. Article Addressed to:</p> <p style="text-align: center;">Frank Edward Ratliff P.O. Box 173 Birchleaf, VA 24220</p>	<p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes If YES, enter delivery address below: <input type="checkbox"/> No</p> <p>3. Service Type <input type="checkbox"/> Certified Mail® <input type="checkbox"/> Priority Mail Express™ <input type="checkbox"/> Registered <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> Insured Mail <input type="checkbox"/> Collect on Delivery</p> <p>4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes</p>
<p>2. Article Number (Transfer from service label)</p>	<p style="text-align: center;">7013 3020 0001 8823 6787</p>
<p>PS Form 3811, July 2013 Domestic Return Receipt</p>	

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<ul style="list-style-type: none"> Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. 	<p>A. Signature <input checked="" type="checkbox"/> <i>Frank Henderson</i> <input type="checkbox"/> Agent <input type="checkbox"/> Addressee</p> <p>B. Received by (Printed Name) _____ C. Date of Delivery _____ <i>Frank Henderson</i> 4/29/15</p>
<p>1. Article Addressed to:</p> <p style="text-align: center;">Appalachian Energy, Inc. Attn: Frank Henderson, President P.O. Box 2406 Abingdon, VA 24212</p>	<p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes If YES, enter delivery address below: <input type="checkbox"/> No</p> <p>3. Service Type <input type="checkbox"/> Certified Mail® <input type="checkbox"/> Priority Mail Express™ <input type="checkbox"/> Registered <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> Insured Mail <input type="checkbox"/> Collect on Delivery</p> <p>4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes</p>
<p>2. Article Number (Transfer from service label)</p>	<p style="text-align: center;">7013 3020 0001 8823 6794</p>
<p>PS Form 3811, July 2013 Domestic Return Receipt</p>	

Exhibit J
VC-537839
VGOB 08/06/17-2251

Payment Date	Amount
7/13/2011	\$3.12
7/13/2011	\$5.59
7/13/2011	\$4.74
7/13/2011	\$4.39
7/13/2011	\$3.56
7/13/2011	\$2.34
7/13/2011	\$2.24
7/13/2011	\$1.63
7/13/2011	\$1.69
7/13/2011	\$1.87
7/13/2011	\$2.24
7/13/2011	\$1.98
7/13/2011	\$1.63
7/13/2011	\$2.57
7/13/2011	\$3.09
7/13/2011	\$3.22
7/13/2011	\$4.58
7/13/2011	\$3.72
7/13/2011	\$3.62
7/13/2011	\$2.55
7/13/2011	\$2.99
7/13/2011	\$2.72
7/13/2011	\$3.16
7/13/2011	\$3.17
7/13/2011	\$2.10
7/13/2011	\$2.46
7/13/2011	\$2.02
7/13/2011	\$3.16
7/13/2011	\$3.21
7/13/2011	\$2.75
7/13/2011	\$2.79
7/13/2011	\$2.97
7/13/2011	\$3.15
11/10/2011	\$3.09
11/10/2011	\$3.20
11/10/2011	\$3.24
11/10/2011	\$2.76
12/9/2011	\$2.79
1/17/2012	\$2.63
2/10/2012	\$2.57
3/12/2012	\$2.28
4/13/2012	\$1.70
5/11/2012	\$0.92
6/12/2012	\$0.61
7/11/2012	\$1.26
8/10/2012	\$1.63
9/12/2012	\$2.09
10/10/2012	\$2.33

11/9/2012	\$1.92
12/12/2012	\$2.52
1/10/2013	\$3.09
2/11/2013	\$3.64
3/13/2013	\$3.32
4/10/2013	\$2.92
5/10/2013	\$3.37
6/10/2013	\$4.04
7/8/2013	\$4.65
8/12/2013	\$4.63
9/13/2013	\$4.18
10/10/2013	\$3.83
11/13/2013	\$3.86
12/11/2013	\$3.95
1/10/2014	\$4.00
2/11/2014	\$4.73
3/12/2014	\$8.65
4/10/2014	\$8.02
5/14/2014	\$6.56
6/13/2014	\$5.73
7/9/2014	\$6.18
8/14/2014	\$5.73
9/30/2014	\$6.25
10/31/2014	\$5.31
11/28/2014	\$5.33
12/31/2014	\$5.51
1/30/2015	\$5.07
2/27/2015	\$5.76
3/31/2015	\$4.84

TOTAL PAYMENTS \$267.71

Escrow Agent Summary January 2015

<u>Unit Name</u>	<u>Docket #</u>	<u>Operator</u>	<u>Beginning</u> <u>Market</u> <u>Value</u>	<u>Deposits</u>	<u>Money</u> <u>Mkt</u> <u>Interest</u>	<u>Fees for</u> <u>12/31</u>	<u>Ending</u> <u>Market</u> <u>Value</u>
VC537839	2251	EQT	\$319.61	\$5.51	\$0.07	\$0.03	\$325.16