

BEFORE THE VIRGINIA GAS AND OIL BOARD

PETITIONER: Range Resources-Pine Mountain,

DIVISION OF GAS AND OIL

DOCKET NO: VGOB 04-0420-1281-02

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

HEARING DATE: June 16, 2015

DRILLING UNIT: VC-535872

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

Disbursement of funds in the escrow account for Well No. VC-535872, to all known owners in Tracts 2 & 5. VGOB 04-0420-1281-02.

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

Disburse funds from the escrow account for Well No. VC-535872 to all known owners in Tracts 2 and 5. VGOB 04-0420-1281-01.

6. Attestation

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

9,660'

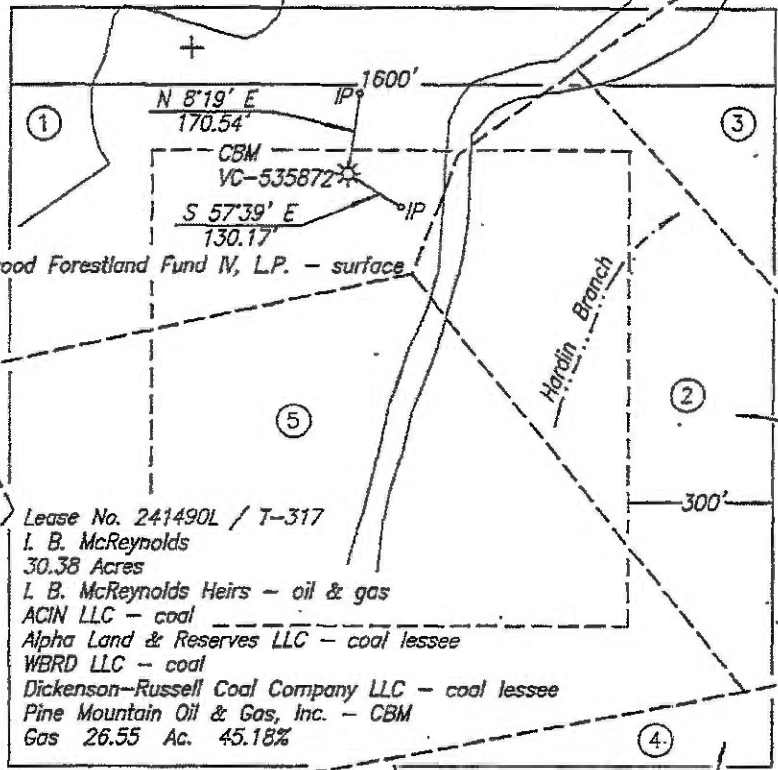
Well Coordinates: (Geographic N27)
37.071804° -82.241452°

Latitude 37° 05' 00"

DMLR Permit
No. 1101538

Lease No. 241640L / T2-146
George Johnson
103 Acres
ACIN LLC - coal
Alpha Land & Reserves LLC - coal lessee
WBRD LLC - coal
Dickenson-Russell Coal Company LLC - coal lessee
Pine Mountain Oil & Gas, Inc. - oil, gas & CBM
Gas 15.07 Ac. 25.64%

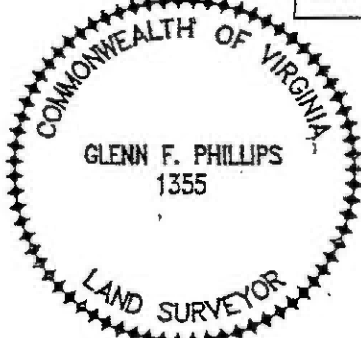
Lease No. 241490L / T-318
I. B. McReynolds
76.27 Acres
ACIN LLC - coal
Alpha Land & Reserves LLC - coal lessee
WBRD LLC - coal
Dickenson-Russell Coal Company LLC - coal lessee
Pine Mountain Oil & Gas, Inc. - oil, gas & CBM
Gas 3.10 Ac. 5.27%



Lease No. 241490L / T-317
I. B. McReynolds
30.38 Acres
I. B. McReynolds Heirs - oil & gas
ACIN LLC - coal
Alpha Land & Reserves LLC - coal lessee
WBRD LLC - coal
Dickenson-Russell Coal Company LLC - coal lessee
Pine Mountain Oil & Gas, Inc. - CBM
Gas 26.55 Ac. 45.18%

Lease No. 241490L / T-318
I. B. McReynolds Heirs
33.50 Acres
I. B. McReynolds Heirs - oil & gas
L. R. & L. S. Counts - surface
Lease No. 241490L / T-318
I. B. McReynolds
ACIN LLC - coal
Alpha Land & Reserves LLC - coal lessee
WBRD LLC - coal
Dickenson-Russell Coal Company LLC - coal lessee
Pine Mountain Oil & Gas, Inc. - CBM
Gas 12.28 Ac. 20.91%

Lease No. 241640L / T2-147
George Johnson
87.00 Acres
ACIN LLC - coal
Alpha Land & Reserves LLC - coal lessee
WBRD LLC - coal
Dickenson-Russell Coal Company LLC - coal lessee
Pine Mountain Oil & Gas, Inc. - oil, gas & CBM
Gas 0.01 Ac. 0.01%



Lease No. 241640L / T2-148
I. B. McReynolds
206 Acres
ACIN LLC - coal
Alpha Land & Reserves LLC - coal lessee
WBRD LLC - coal
Dickenson-Russell Coal Company LLC - coal lessee
Pine Mountain Oil & Gas, Inc. - oil, gas & CBM
Gas 1.76 Ac. 2.99%

The undersigned hereby certifies that the final location is within ten (10') feet of the location shown on the well plat dated 4-29-2004.

Well Coordinates: (VA St. Plane S. Zone,
Calculated from CCC coordinates)
N 290,490 E 908,707

Well Coordinates: (Clinchfield Coal Co.)
S 10,248.05 E 41,412.68

FINAL PLAT

Area of Unit = 58.77 Ac.

Well elevation determined by GPS survey from BM Y 108

WELL LOCATION PLAT

COMPANY Equitable Production Company WELL NAME AND NUMBER VC-535872
TRACT NO. T2-146 ELEVATION 2,471.77' QUADRANGLE Duty
COUNTY Dickenson DISTRICT Ervington SCALE 1" = 400' DATE 7-16-2004

This Plat is a new plat ; 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.

Glenn F. Phillips
Licensed Professional Engineer or Licensed Land Surveyor

EXHIBIT "B"
VC-535872
VGOB 04/04/20-1281
REVISED as of 05/08/2015

<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 T2-146	25.6400%	15.0700
TAX ID 21006				
Tract 1 Totals			25.6400%	15.0700
<u>2</u>	I. B. McReynolds Heirs	Unleased	20.9100%	12.28
TAX ID 3593	C & R Associates Inc. c/o Lowell Counts 1634 Echo Court Kingsport, TN 37665			
Tract 2 Totals			20.9100%	12.2800
<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-318	5.2700%	3.1000
TAX ID 20500				
Tract 3 Totals			5.2700%	3.1000
<u>4</u>	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham PO Box 2136 Abingdon, VA 24212	Leased-Range Resources-Pine Mountain, Inc. 906889 T2-146	2.9900%	1.7600
TAX ID 21008				
Tract 4 Totals			2.9900%	1.7600
<u>5</u>	I. B. McReynolds Heirs	Unleased	45.1800%	26.55
TAX ID 22467	C & R Associates Inc. c/o Lowell Counts 1634 Echo Court Kingsport, TN 37665			
Tract 5 Totals			45.1800%	26.5500
TOTAL GAS ESTATE			100.00%	58.77
Percentage of Unit Leased			33.9100%	
Percentage of Unit Unleased			66.0900%	
Acreage in Unit Leased				19.94
Acreage in Unit Unleased				38.83

COAL ESTATE ONLY

<u>1</u>	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham	Leased 906889	25.8400%	15.0700
TAX ID 21006	PO Box 2136 Abingdon, VA 24212	T2-146		
<hr/>			Tract 1 Totals	25.8400% 15.0700
<u>2</u>	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham	Leased 906889	20.9100%	12.28
TAX ID 3583	PO Box 2136 Abingdon, VA 24212	T-318		
<hr/>			Tract 2 Totals	20.9100% 12.2800
<u>3</u>	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham	Leased 906889	5.2700%	3.1000
TAX ID 20500	PO Box 2136 Abingdon, VA 24212	T-318		
<hr/>			Tract 3 Totals	5.2700% 3.1000
<u>4</u>	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham	Leased 906889	2.9900%	1.7600
TAX ID 21008	PO Box 2136 Abingdon, VA 24212	T2-146		
<hr/>			Tract 4 Totals	2.9900% 1.7600
<u>5</u>	Range Resources-Pine Mountain, Inc* Attn: Jerry Grantham	Leased 906889	45.1800%	26.55
TAX ID 22467	PO Box 2136 Abingdon, VA 24212	T-317		
<hr/>			Tract 5 Totals	45.1800% 26.5500
<hr/>			TOTAL COAL ESTATE	100.00% 58.77

*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-535872
VGOB 04/04/20-1281
REVISED as of 05/08/2015

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

EXHIBIT "EE"
VC-535872
VGOB 04/04/20-1281
REVISED as of 05/08/2015

<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>2</u>	I. B. McReynolds Heirs	Unleased	20.9100%	12.28	100%
TAX ID 3593	C & R Associates Inc. c/o Lowell Counts 1634 Echo Court Kingsport, TN 37665				
Tract 2 Totals			20.9100%	12.2800	
<u>5</u>	I. B. McReynolds Heirs	Unleased	45.1800%	26.55	100%
TAX ID 22467	C & R Associates Inc. c/o Lowell Counts 1634 Echo Court Kingsport, TN 37665				
Tract 5 Totals			45.1800%	26.5500	
TOTAL DISBURSEMENT-01			66.0900%	38.8300	

BEFORE THE VIRGINIA GAS AND OIL BOARD

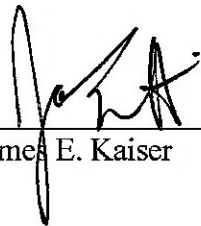
Applicant: Range Resources-Pine Mountain Inc.)
Relief Sought: Well No. VC-535872) Docket No.
Supplemental Order for Disbursement of Escrowed Funds) VGOB-04-0420-1281-02
on behalf of all known owners in tracts: 2, 5)
)

AFFIDAVIT OF MAILING
(CERTIFICATE OF SERVICE)

STATE OF TENNESSEE)
COUNTY OF SULLIVAN)

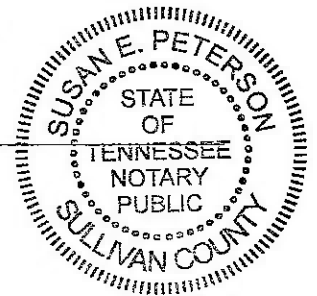
James E. Kaiser, of lawful age, being duly sworn, upon oath, deposes and says:

- (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 15th day of May, 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 9th day of June, 2015.


Susan Peterson, Notary



My commission expires: August 24, 2016.

Exhibit J
VC-535872
VGOB 04/04/20-1281

<u>Payment Date</u>	<u>Amount</u>
12/7/2006	\$394.58
12/7/2006	\$227.05
12/7/2006	\$414.62
12/7/2006	\$1,015.62
12/7/2006	\$955.85
12/7/2006	\$545.90
12/7/2006	\$452.94
12/7/2006	\$443.13
12/7/2006	\$1,335.49
12/7/2006	\$1,659.98
12/7/2006	\$1,458.40
12/7/2006	\$1,904.35
12/7/2006	\$1,850.15
12/7/2006	\$2,410.31
12/7/2006	\$3,169.06
12/7/2006	\$2,933.66
12/7/2006	\$2,285.47
12/7/2006	\$2,297.91
12/7/2006	\$1,434.56
12/7/2006	\$1,286.42
12/7/2006	\$1,120.17
12/7/2006	\$1,463.86
12/7/2006	\$1,269.38
12/7/2006	\$1,224.64
12/7/2006	\$1,420.21
12/7/2006	\$1,321.30
12/7/2006	\$752.74
1/8/2007	\$1,258.69
2/8/2007	\$1,464.84
3/8/2007	\$999.88
4/6/2007	\$961.05
5/9/2007	\$1,254.60
6/8/2007	\$1,179.79
7/10/2007	\$1,212.00
8/7/2007	\$1,096.77
9/10/2007	\$991.05
10/12/2007	\$884.04
11/8/2007	\$752.60
12/10/2007	\$896.27
1/9/2008	\$965.27
2/8/2008	\$989.83
3/10/2008	\$954.24
4/8/2008	\$986.62
5/7/2008	\$1,136.41
6/9/2008	\$1,213.25
7/14/2008	\$1,494.67
8/7/2008	\$1,500.28
9/5/2008	\$1,729.96
10/10/2008	\$1,187.37
11/7/2008	\$1,050.45
12/9/2008	\$994.13

1/12/2009	\$806.97
2/11/2009	\$892.27
3/10/2009	\$785.83
4/9/2009	\$542.70
5/12/2009	\$493.02
6/8/2009	\$356.04
7/10/2009	\$366.76
8/12/2009	\$382.38
9/10/2009	\$458.20
10/12/2009	\$361.28
11/9/2009	\$276.58
12/9/2009	\$411.96
1/13/2010	\$488.67
2/10/2010	\$496.00
3/9/2010	\$729.70
4/14/2010	\$504.31
5/10/2010	\$425.53
6/8/2010	\$407.16
7/13/2010	\$479.58
8/10/2010	\$452.19
9/10/2010	\$535.78
10/11/2010	\$543.32
11/11/2010	\$357.04
12/9/2010	\$377.04
1/13/2011	\$306.77
2/11/2011	\$442.15
3/11/2011	\$458.63
4/12/2011	\$393.14
5/11/2011	\$392.37
6/11/2011	\$419.01
7/13/2011	\$439.94
8/10/2011	\$433.59
9/12/2011	\$444.35
10/12/2011	\$403.70
11/10/2011	\$327.65
12/9/2011	\$369.94
1/17/2012	\$338.53
2/10/2012	\$320.00
3/12/2012	\$308.56
4/13/2012	\$188.35
5/11/2012	\$191.75
6/12/2012	\$138.50
7/11/2012	\$138.98
8/10/2012	\$169.02
9/12/2012	\$204.39
10/10/2012	\$242.05
11/9/2012	\$187.32
12/12/2012	\$214.93
1/10/2013	\$271.93
2/11/2013	\$312.90
3/13/2013	\$269.60
4/10/2013	\$223.49
5/10/2013	\$271.69
6/10/2013	\$299.84
7/8/2013	\$338.72
8/12/2013	\$327.58
9/13/2013	\$289.99
10/10/2013	\$262.14

11/13/2013	\$260.12
12/11/2013	\$257.67
1/10/2014	\$255.50
2/11/2014	\$299.25
3/12/2014	\$546.32
4/10/2014	\$505.17
5/14/2014	\$396.94
6/13/2014	\$356.91
7/9/2014	\$348.63
8/14/2014	\$361.74
9/30/2014	\$415.92
10/31/2014	\$325.49
11/28/2014	\$310.08
12/31/2014	\$316.50
1/30/2015	\$283.95
2/27/2015	\$320.44
3/31/2015	\$245.84

TOTAL PAYMENTS \$92,280.09

Escrow Agent Summary March 2015

<u>Unit Name</u>	<u>Docket #</u>	<u>Operator</u>	<u>Beginning</u> <u>Market Value</u>	<u>Deposits</u>	<u>Money</u> <u>Mkt</u> <u>Interest</u>	<u>Fees for</u> <u>2/28</u>	<u>Ending</u> <u>Market Value</u>
VC535872	1281	Range	\$108,371.06	\$320.44	\$10.18	\$9.03	\$108,704.28

TOTAL PAYMENTS \$92,280.09

Escrow Agent Summary January 2015 \$108,704.28

Difference \$16,424.19