

**BEFORE THE VIRGINIA GAS AND OIL BOARD**

**PETITIONER:** Range Resources-Pine Mountain,

**DIVISION OF GAS AND OIL**

**DOCKET NO: VGOB 07-0717-1970-01**

**RELIEF SOUGHT: (1) DISBURSEMENT FROM ESCROW REGARDING TRACT(S) 4, 999 (2) AND AUTHORIZATION FOR DIRECT PAYMENT OF ROYALTIES**

**HEARING DATE:** February 16, 2016

**TAX ID NUMBERS:** Tax Map Identification Numbers for all parcels affected by this petition are shown on: Exhibit E - Exhibit EE

**DRILLING UNIT:** VC-536602

**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 to disburse funds from the escrow account for well VC-536602, to all known owners in Tract 4. VGOB 07-0717-1970-01.

**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 from the escrow account for well VC-536602, to all known owners in Tract 4. VGOB 07-0717-1970-01.

**6. Attestation**

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

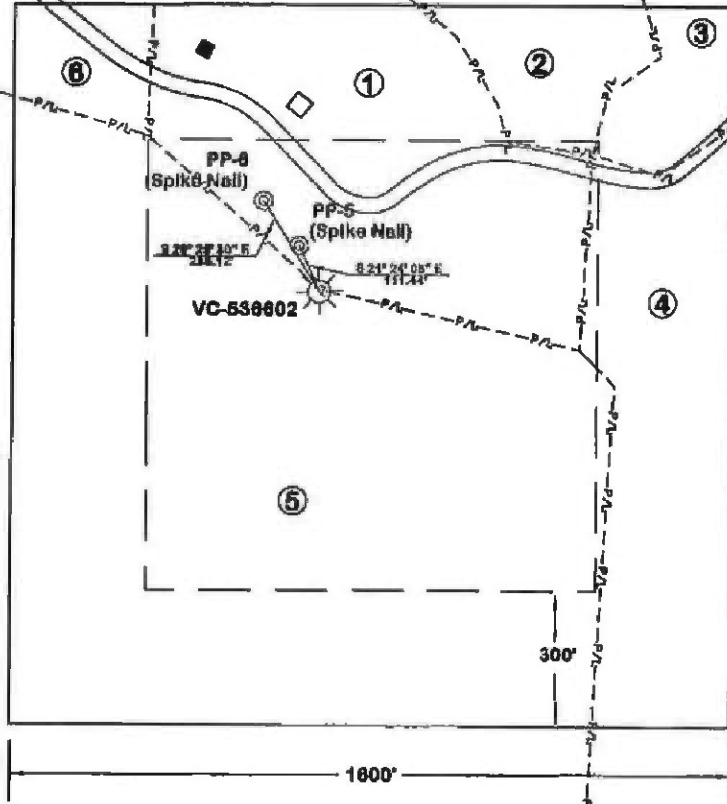
**TOTAL UNIT AREA  
= 58.77 ACRES**

LATITUDE 37°02' 30"

LONGITUDE 82° 17' 30"

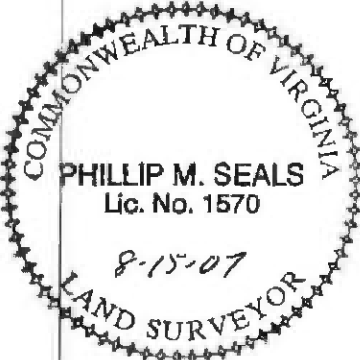


**UNIT BOUNDARY**



LAT. & LONG.  
(NAD 27 DECIMAL DEGREES)  
OF WELL VC-538802  
37.018882  
82.329349

CGC  
COORDINATES OF  
WELL VC-538802  
S 31,388.00  
E 15,778.81



**FINAL PLAT**

The undersigned hereby certifies that the final location is within ten (10') feet of the location shown on the well plat dated 8-30-07.

**NOTE:**

PROPERTY INFORMATION PROVIDED BY EQUITABLE PRODUCTION COMPANY.

ELEVATIONS WERE DETERMINED BY GPS & TRIGONOMETRIC METHODS BASED ON BENCH MARK P-424.

**WELL LOCATION PLAT**

COMPANY EQUITABLE PRODUCTION CO. WELL NAME OR NUMBER VC-538802  
 TRACT NO. TL-223 QUADRANGLE Nora  
 DISTRICT Kenady  
 WELL COORDINATES (VIRGINIA STATE PLANE 27) N 270,447.28 E 882,228.23  
 ELEVATION 2,636.29 METHOD USED TO DETERMINE ELEVATION: GPS & TRIG.  
 COUNTY Dickenson SCALE: 1" = 400' DATE 8-15-07  
 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.

952.72  
Form DGO-00-7  
Rev. 1-88

*Phillip M. Seals*

LICENSED LAND SURVEYOR

(AFFIX SEAL)

**EXHIBIT PL-1**

**Property Ownership Information for EPCO Well # VC-536802**

①

LEASE NO. 241490L/ TL-223  
CHARLES TURNER TRACT  
709.00 ACRES  
coal & oil  
STANDARD BANNER COAL CORP.- coal, oil & cbm  
LEASE NO. 908478  
MARY MAYES LIFE ESTATE- surface & gas  
VICTORIA RASNICK- remainder  
13.16 ACRES  
WELLMORE ENERGY COMPANY, LLC- coal lessee  
GAS 11.73 AC. 19.96%

②

LEASE NO. 241490L/ TL-223  
CHARLES TURNER TRACT  
709.00 ACRES  
coal & oil  
STANDARD BANNER COAL CORP.- coal, oil & cbm  
LEASE NO. 906508  
DAMON A. & BOBBI RASNICK- surface & gas  
12.36 ACRES  
WELLMORE ENERGY COMPANY, LLC- coal lessee  
GAS 2.46 AC. 4.19%

③

LEASE NO. 241490L/ TL-223  
CHARLES TURNER TRACT  
709.00 ACRES  
coal & oil  
STANDARD BANNER COAL CORP.- coal, oil & cbm  
LEASE NO. 906997  
DELMAR H. & MARY MAYES- surface & gas  
85.00 ACRES  
WELLMORE ENERGY COMPANY, LLC- coal lessee  
GAS 1.88 AC. 3.18%

④

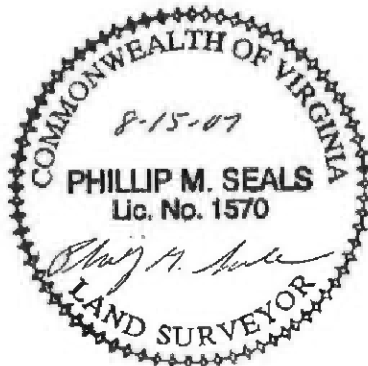
LEASE NO. 241490L/ TL-223  
CHARLES TURNER TRACT 107  
709.00 ACRES  
coal & oil  
STANDARD BANNER COAL CORP.- coal, oil & cbm  
UNLEASED  
WELLMORE ENERGY COMPANY- surface & gas  
24.60 ACRES  
WELLMORE ENERGY COMPANY, LLC- coal lessee  
GAS 8.89 AC. 14.79%

⑤

LEASE NO. 241490L/ TL-223  
JOHN C. SMITH  
140.25 ACRES  
surface, gas & cbm  
STANDARD BANNER COAL CORP.- surface, coal, oil & cbm  
WELLMORE ENERGY COMPANY, LLC- coal lessee  
GAS 32.30 AC. 54.98%

⑥

LEASE NO. 241490L/ TL-223  
CHARLES TURNER TRACT  
709.00 ACRES  
coal & oil  
J.H. NEECE TRACT - surface, gas & cbm  
STANDARD BANNER COAL CORP.- surface, coal, oil & cbm  
WELLMORE ENERGY COMPANY, LLC- coal lessee  
GAS 1.73 AC. 2.94%









**EXHIBIT "E"**  
**VC-536602**  
**VGOB 07/0717/1970-01**  
**REVISED 10/13/2015**

<u>TRACT</u>	<u>LESSOR</u>	<u>LEASE STATUS</u>	<u>INTEREST WITHIN UNIT</u>	<u>GROSS ACREAGE IN UNIT</u>
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GAS ESTATE ONLY

N/A

N/A

**EXHIBIT "EE"**  
**VC-536602**  
**VGOB-07/0717/1970-01**  
**REVISED 10/13/2015**

<u>TRACT</u>	<u>LESSOR</u>	<u>LEASE STATUS</u>	<u>INTEREST WITHIN UNIT</u>	<u>GROSS ACREAGE IN UNIT</u>
<b><u>GAS ESTATE ONLY</u></b>				
<u>1</u>	Mary Mayes & Victoria Rasnick P.O. Box 286 Dante, VA 24237	Leased 906478	19.9600%	11.7300
<b>Tax ID 11017</b>	<i>*Subject to 50/50 Royalty Split with Standard Banner</i>			
<b>Tract 1 Totals</b>			<b>19.9600%</b>	<b>11.7300</b>
<u>2</u>	Damon A. & Bobbie Rasnick 4241 Long Ridge Nora, VA 24272	Leased 906506	4.1900%	2.4600
<b>Tax ID 10341</b>				
<b>Tract 2 Totals</b>			<b>4.1900%</b>	<b>2.4600</b>
<u>3</u>	Mary Mayes P.O. Box 286 Dante, VA 24237	Leased 905997	3.1600%	1.8600
<b>Tax ID 5106</b>	<i>*Subject to 50/50 Royalty Split with Standard Banner</i>			
<b>Tract 3 Totals</b>			<b>3.1600%</b>	<b>1.8600</b>
<b>Range Resources is paying direct on the above tracts, no payments have been made to the escrow account on any of the above interests.</b>				
<u>4</u>	Wellmore Energy Company, LLC 110 Sprint Drive Blountville, TN 37617	Unleased	14.7900%	8.6900
<b>Tax ID 5889</b>				
<b>Tract 4 Totals</b>			<b>14.7900%</b>	<b>8.6900</b>
<b>TOTAL DISBURSEMENT-01</b>			<b>42.1000%</b>	<b>24.74</b>

**COAL ESTATE ONLY**  
**The coal estate is released pursuant HB2058**  
Page 1 of 2

**EXHIBIT "EE"**  
**VC-536602**  
**VGOB-07/0717/1970-01**  
**REVISED 10/13/2015**

<u>TRACT</u>	<u>LESSOR</u>	<u>LEASE STATUS</u>	<u>INTEREST WITHIN UNIT</u>	<u>GROSS ACREAGE IN UNIT</u>
<u>1</u>	Standard Banner Coal Corporation c/o Mike Clisso P.O. Drawer 750 Wise, VA. 24293	Leased 906889/TL-223	19.9600%	11.7300
<u>2</u>	Standard Banner Coal Corporation c/o Mike Clisso P.O. Drawer 750 Wise, VA. 24293	Leased 906889/TL-223	4.1900%	2.4600
<u>3</u>	Standard Banner Coal Corporation c/o Mike Clisso P.O. Drawer 750 Wise, VA. 24293	Leased 906889/TL-223	3.1600%	1.8600
<u>4</u>	Standard Banner Coal Corporation c/o Mike Clisso P.O. Drawer 750 Wise, VA. 24293	Leased 906889/TL-223	14.7900%	8.6900
<b>TOTAL COAL ESTATE</b>			<b>42.1000%</b>	<b>24.74</b>

EXHIBIT "J"  
Attachment #1

VC-536602; VGOB 07/0717/1970-01

1. The initial payment on 12/9/2008 included eight overpayments totaling \$3,945.11, which should have been refunded to the operator. This amount was not refunded and is still held in the escrow account, and will need to be disbursed to the current operator.
2. Wellmore Energy Company LLC elected to participate as a WI Partner through the force pooling, but failed to submit their participation fee. (\$56,942.68 approx.) Correspondence show they were contacted on several occasions to provide a cancelled check, documentation or records of such payment, but none were provided. Therefore, on 7/10/2013 their interest paid into the escrow account would revert to only 1/8 being paid to the bank for their RI. However, all previous payments (12/9/2008 thru 7/10/2013) to the escrow account included 8/8 (WI & RI) and will need to be disbursed to the current operator.
3. Following the 7/10/2013 payment revision, the primary escrow account for VC-536602 (07/0717/1970) would receive no further payments/deposits from the operator and would only increase due to interest & CDARS being greater than the fees associated. A second account was created for all deposits, and there are now two separate escrow accounts for this well.

**Exhibit J  
VC-536602  
VGOB 07/0717/1970-01**

<u>Payment Date</u>	<u>Amount</u>				
12/9/2008	\$ 8.00				
12/9/2008	\$ 8.03				
12/9/2008	\$ (8.00)	UNPD	\$ (8.00)		
12/9/2008	\$ (50.17)	UNPD	\$ (50.17)		
12/9/2008	\$ 50.29				
12/9/2008	\$ 50.17				
12/9/2008	\$ (459.66)	UNPD	\$ (459.66)		
12/9/2008	\$ 460.63				
12/9/2008	\$ 459.66				
12/9/2008	\$ (569.21)	UNPD	\$ (569.21)		
12/9/2008	\$ 569.21				
12/9/2008	\$ 570.45				
12/9/2008	\$ (585.21)	UNPD	\$ (585.21)		Overpayments- Refund to Current Operator
12/9/2008	\$ 586.49				
12/9/2008	\$ 585.21				
12/9/2008	\$ (616.89)	UNPD	\$ (616.89)		
12/9/2008	\$ 616.89				
12/9/2008	\$ 616.89				
12/9/2008	\$ 816.20				
12/9/2008	\$ 816.20				
12/9/2008	\$ (816.20)	UNPD	\$ (816.20)		
12/9/2008	\$ 839.77				
12/9/2008	\$ (839.77)	UNPD	\$ (839.77)		
12/9/2008	\$ 839.77				
12/9/2008	\$ 1,046.53		\$ (3,945.11)		Total of Overpayments to Refund
12/9/2008	\$ 1,065.66				
12/9/2008	\$ 1,252.12				
12/9/2008	\$ 808.93				
12/9/2008	\$ 704.53				
12/9/2008	\$ 598.85				
1/12/2009	\$ 479.81				
2/11/2009	\$ 434.91				
3/10/2009	\$ 421.28				
4/9/2009	\$ 255.10				
5/12/2009	\$ 238.03				
6/8/2009	\$ 158.82				
7/10/2009	\$ 159.92				
8/12/2009	\$ 173.83				
9/10/2009	\$ 203.80				
10/12/2009	\$ 152.58				
11/9/2009	\$ 105.44				
12/9/2009	\$ 176.61				
1/13/2010	\$ 218.04				
2/10/2010	\$ 224.40				
3/9/2010	\$ 342.73				
4/14/2010	\$ 241.98				
5/10/2010	\$ 242.60				
6/8/2010	\$ 153.90				
7/13/2010	\$ 194.71				
8/10/2010	\$ 183.59				
9/10/2010	\$ 225.69				
10/11/2010	\$ 234.06				
11/11/2010	\$ 139.76				
12/9/2010	\$ 149.94				
1/13/2011	\$ 119.65				
2/11/2011	\$ 211.28				
3/11/2011	\$ 214.44				
4/12/2011	\$ 177.63				
5/11/2011	\$ 176.56				
6/11/2011	\$ 193.36				

CARRY TOTAL OVERPAYMENT REFUND TO 7/8/2013 AND  
DEDUCTED FROM ESCROW AGENT SUMMARY TOTALS

**Exhibit J  
VC-536602  
VGOB 07/0717/1970-01**

<u>Payment Date</u>	<u>Amount</u>	
7/13/2011	\$	200.94
8/10/2011	\$	209.39
9/12/2011	\$	218.03
10/12/2011	\$	217.68
11/10/2011	\$	169.30
12/9/2011	\$	165.06
1/17/2012	\$	156.60
2/10/2012	\$	141.30
3/12/2012	\$	115.49
4/13/2012	\$	71.32
5/11/2012	\$	72.76
6/12/2012	\$	36.16
7/11/2012	\$	38.00
8/10/2012	\$	66.06
9/12/2012	\$	103.74
10/10/2012	\$	119.52
11/9/2012	\$	86.30
12/12/2012	\$	125.85
1/10/2013	\$	163.17
2/11/2013	\$	187.87
3/13/2013	\$	154.67
4/10/2013	\$	127.74
5/10/2013	\$	160.16
6/10/2013	\$	186.59
7/8/2013	\$	211.88
		7/8 WI Paid to account until this date by Operator
<b>TOTAL PAYMENT</b>	\$	23,480.51
<b>INTEREST/FEES</b>	\$	52.56
<b>TOTAL</b>	\$	23,533.07

**Escrow Agent Summary July 2013**

<u>Unit Name</u>	<u>Docket #</u>	<u>Operator</u>	<u>Beginning Market Value</u>	<u>Deposits</u>	<u>Money Mkt Interest</u>	<u>Fees for 6/30</u>	<u>Ending Market Value</u>
V536602	1970	Range Resources	\$23,319.52	\$211.88	\$0.64	\$1.94	\$23,534.90

**Escrow Agent Summary July 2013**

<b>Overpayments</b>	\$23,534.90	
	<u>\$3,945.11</u>	To be refunded to Operator
	\$19,589.79	7/8 WI to be refunded to Operator
	x <u>7/8 WI</u>	
	\$17,141.07	WI To be disbursed to Operator
	\$2,448.72	RI To be disbursed to Royalty Owner

RI balance as of		
7/8/2013	\$	2,448.72 *as corrected
8/12/2013	\$	37.99
9/13/2013	\$	33.49
10/10/2013	\$	30.39
11/13/2013	\$	30.58
12/11/2013	\$	30.72
1/10/2014	\$	30.80
2/11/2014	\$	35.06

**Exhibit J  
VC-536602  
VGOB 07/0717/1970-01**

<u>Payment Date</u>	<u>Amount</u>
3/12/2014	\$ 57.02
4/10/2014	\$ 57.53
9/30/2014	\$ 44.32
10/31/2014	\$ 38.43
11/28/2014	\$ 38.89
12/31/2014	\$ 40.84
1/30/2015	\$ 36.69
2/27/2015	\$ 41.80
3/31/2015	\$ 33.30
4/30/2015	\$ 26.25
5/29/2015	\$ 28.01
6/30/2015	\$ 22.64
<b>TOTAL PAYMENTS</b>	<b>\$3,143.47</b>

**Escrow Agent Summary July 2015**

<u>Unit Name</u>	<u>Docket #</u>	<u>Operator</u>	<u>Beginning Market Value</u>	<u>Deposits</u>	<u>Money Mkt Interest</u>	<u>Fees for 6/30</u>	<u>Ending Market Value</u>
VC536602	1970	Range Resources	\$24,281.84	\$22.64	\$3.22	\$2.02	\$24,306.55

<b>Escrow Agent Summary July 2015</b>	\$24,306.55
<b>Operator Overpayment Refunds</b>	\$ (3,945.11)
<b>WI Refund/Disbursement</b>	<u>-\$17,141.07</u>
<b>TOTAL</b>	\$3,220.37
<b>TOTAL PAYMENTS</b>	\$3,143.47
<b>Difference</b>	\$76.90

# AFFIDAVIT OF MAILING – COAL OWNER

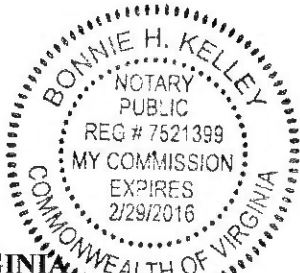
COMMONWEALTH OF VIRGINIA  
COUNTY OF DICKENSON

**Applicant:** Range Resources – Pine Mountain, Inc.

**Relief Sought:** Petition to disburse funds from the escrow account for well VC-536602, to all known owners in Tracts 4, VGOB 07-0717-1970-01.

I, Phil Horn, after being duly sworn upon oath, state as follows:

1. I am a Contractor for EnerVest Operating, LLC, on behalf of Range Resources-Pine Mountain, Inc., and am responsible for the notification process required by Va. Code Ann. §45.1-361.19 of the Code of Virginia and 4VAC25-160-40.
2. EnerVest Operating, LLC has exercised due diligence in attempting to locate and notice all owners and claimants by prior order(s) of the Virginia Gas and Oil Board regarding the above referenced well as required by Va. Code Ann. §45.1-361.19 and VR 480-05-22.2.2.
3. That on July 21, 2015 a letter of Intent to Distribute Escrowed Funds and Coal Owner 45-Day Right to Object was mailed, via certified mail return receipt requested, based upon information and belief, the names and last-known addresses, where such addresses are known, of the parties owning an interest in this cause are set forth and attached hereto.
4. Notice of this cause has therefore been served by mail pursuant to the applicable statutes and rules of the Board. EnerVest Operating, LLC will continue to exercise due diligence in attempting to locate and identify the names and/or addresses of any unknown or unlocatable parties.



*Phil Horn*  
\_\_\_\_\_  
Phil Horn  
Contractor  
EnerVest Operating, LLC

STATE OF VIRGINIA  
COUNTY OF WASHINGTON; TO-WIT:

TAKEN, SUBSCRIBED AND SWORN to before me this 3<sup>rd</sup> day of February, 2016.

*Bonnie H. Kelley*  
\_\_\_\_\_  
Notary Public

## Coal Claimant Tracking Sheet

VCI-538607, VC-536602, VC-536824, VCI-538674, VCI-538743, VC-536594, VC-535631, VC-536866,  
VC-536867, VC-702942, VC-536422, VC-536825, VC-536421, VC-536082, VC-536865, VC-536595,  
VC-536596, VC-536302, VCI-538606, VC-536835, VC-536598, VC-536593, VC-503440

Name and Address	Tracking Number	Date Mailed	Date Signed
Standard Banner Coal Corporation Attn: Mike Clisso P.O. Box 750 Wise, VA 24243	7011350000128862468	7/21/2015	7/24/2015
Standard Banner Coal Corporation Attn: Joan Gillenwaters 29059 Rivermont Drive Meadowview, VA 24361	7011350000128862451	7/21/2015	7/23/2015

7011 3500 0001 2886 2451

**U.S. Postal Service™**  
**CERTIFIED MAIL™ RECEIPT**  
 (Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at [www.usps.com](http://www.usps.com)

**OFFICIAL USE**

Postage	
Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$

Postmark Here: **JUL 21 2015**

Sent To: Standard Banner Coal Corp  
 Street, Apt. No., or PO Box No.: 29059 Rivermont Dr.  
 City, State, ZIP+4: Meadowview, VA 24361 SBCC

PS Form 3800, August 2006 See Reverse for Instructions

**SENDER: COMPLETE THIS SECTION**

- 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.

1. Article Addressed to:  
 Standard Banner Coal Corp.  
 29059 Rivermont Drive  
 Meadowview, VA 24361  
 Attn: Joan Gillenwalters  
 SBCC

2. Article Number (Transfer from service label) 7011 3500 0001 2886 2451

PS Form 3811, February 2004 Domestic Return Receipt

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  Agent  Addressee  
 X [Signature]

B. Received by (Printed Name) [Signature] C. Date of Delivery 7-23-15

D. Is delivery address different from item 1?  Yes  
 If YES, enter delivery address below:  No

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

RECEIVED JUL 27 2015

7011 3500 0001 2886 2468

**U.S. Postal Service™**  
**CERTIFIED MAIL™ RECEIPT**  
 (Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at [www.usps.com](http://www.usps.com)

**OFFICIAL USE**

Postage	\$
Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$

Postmark Here: **JUL 21 2015**

Sent To: Standard Banner  
 Street, Apt. No., or PO Box No.: P.O. Box 750  
 City, State, ZIP+4: Wise, VA 24293 SBCC

PS Form 3800, August 2006 See Reverse for Instructions

**SENDER: COMPLETE THIS SECTION**

- 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.

1. Article Addressed to:  
 Standard Banner Coal Corp  
 P.O. Box 750  
 Wise, VA 24293  
 Attn: Mike Clisso  
 = SBCC

2. Article Number (Transfer from service label) 7011 3500 0001 2886 2468

PS Form 3811, February 2004 Domestic Return Receipt

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature  Agent  Addressee  
 X [Signature]

B. Received by (Printed Name) BRENDAN CLESSO C. Date of Delivery 7/24/15

D. Is delivery address different from item 1?  Yes  
 If YES, enter delivery address below:  No

3. Service Type  
 Certified Mail  Express Mail  
 Registered  Return Receipt for Merchandise  
 Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

RECEIVED JUL 27 2015