

BEFORE THE VIRGINIA GAS AND OIL BOARD

PETITIONER: Diversified Production

DIVISION OF GAS AND OIL

DOCKET NO: VGOB 05-1018-1516-04

RELIEF SOUGHT: (1) DISBURSEMENT FROM ESCROW REGARDING TRACT(S) 003 (2) AND AUTHORIZATION FOR DIRECT PAYMENT OF ROYALTIES.

HEARING DATE: September 15, 2020

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

DRILLING UNIT: V-536200

WISE COUNTY, VIRGINIA

PETITION FOR ORDER OF DISBURSEMENT OF ESCROW FUNDS

1. Petitioner and its counsel

Petitioner is Diversified Production, PO Box 158, Pikeville, KY 41502, 330-896-8510. Petitioner's counsel is Tim Scott, McKinnis & Scott Law Firm, 135 W. Main St., Kingsport, TN 37660.

2. Relief Sought

the disbursement of escrowed funds heretofore deposited with the Board's Escrow Agent, attributable to Tract 3, as depicted upon the annexed table.

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)

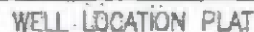
Conventional

5. Factual basis for relief requested

Petition for disbursement of funds on behalf of owner in Tract 3, who have turned in their W9s, pursuant to House Bill # 2058.

6. Attestation

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



+ 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 E
V-536200
Docket #VGOB 05-1018-1516-04
List of Owners Currently Escrowed

<u>Tract</u>	<u>Lessor</u>	<u>Lease Status</u>	<u>Interest Within</u> <u>Unit</u>	<u>Gross Acres in</u> <u>Unit</u>
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Escrowing No Longer Required

Exhibit EE
V-536200
Docket #VGOB 05-1018-1516-04
List of Owners - Escrow No Longer Required

<u>Tract</u>	<u>Lessor</u>	<u>Lease Status</u>	<u>Interest Within</u> <u>Unit</u>	<u>Gross Acres in</u> <u>Unit</u>
Tract 3 Tax ID 021428	Wise County School Board 628 Lake St. NE Wise, VA 24293	Unleased	3.94 %	4.44
		Tract 3 Total	3.94 %	4.44
	Total Gas Estate		3.94 %	4.44

Exhibit J
VGOB 05-1018-1516-04
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<u>Payment Date</u>	<u>Amount</u>
Apr-20	\$ 13.41
Mar-20	\$ 18.32
Feb-20	\$ -
Jan-20	\$ 5.34
Dec-19	\$ 5.34
Nov-19	\$ 5.34
Oct-19	\$ 7.34
Sep-19	\$ 7.77
Aug-19	\$ 2.41
Jul-19	\$ 1.18
Jun-19	\$ 9.19
May-19	\$ 8.88
Apr-19	\$ 18.35
Mar-19	\$ 20.30
Feb-19	\$ 16.78
Jan-19	\$ 10.97
Dec-18	\$ -
Nov-18	\$ 7.60
Oct-18	\$ 94.19
Sep-18	\$ -
Aug-18	\$ -
Jul-18	\$ -
Jun-18	\$ -
May-18	\$ -
Apr-18	\$ -
Mar-18	\$ -
Feb-18	\$ -
Jan-18	\$ 9.49
Dec-17	\$ -
Nov-17	\$ 9.30
Oct-17	\$ -
Sep-17	\$ 108.67
Aug-17	\$ -
Jul-17	\$ -
Jun-17	\$ -
May-17	\$ -
Apr-17	\$ -
Mar-17	\$ -
Feb-17	\$ -
Jan-17	\$ -
Dec-16	\$ -
Nov-16	\$ -
Oct-16	\$ 5,875.93
Total Payment	\$ 6,256.10

Escrow Agent Summary March 2020

<u>Unit Name</u>	<u>Docket #</u>	<u>Unit Operator</u>	<u>Beginning</u> <u>Market Value</u>	<u>Deposits</u>	<u>Money Mkt</u> <u>Interest</u>	<u>Fees</u>	<u>Ending Market</u> <u>Value</u>
536200	1516	Diversified	\$ 6,291.08	\$ -	\$ 1.61	\$ 2.10	\$ 6,290.59

TOTAL PAYMENTS \$ 6,256.10

Exhibit J
VGOB 05-1018-1516-04
536200

Escrow Agent Summary March 2020	\$	6,290.59
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Difference	\$	34.49
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* Difference between total payments and ending market value is due to accumulated interest and fees