

COMMONWEALTH OF VIRGINIA  
VIRGINIA GAS AND OIL BOARD HEARINGS  
MINUTES MARCH 18, 2014

Pursuant to Sections 45.1-361.9B and 45.1361.22.B of the Code of Virginia, the Virginia Gas and Oil Board held its scheduled monthly hearing commencing at 9 a.m. on Tuesday, March 18, 2014 at the Russell County Government Conference Center, 139 Highland Drive, Lebanon, Virginia.

Board members present were Bradley C. Lambert (Chairman), Bruce A. Prather (Oil and Gas Industry Representative), Donald Lewis Ratliff (Coal Industry Representative), Donnie W. Rife (Public Representative), Mary Addington Quillen (Public Representative), Rita Surratt (Public Representative)

Also present were Diane Davis (Division of Gas and Oil), Rick Cooper (Principal Executive to the Board), Sarah Gilmer (Division of Gas and Oil) Matthew Gooch, Assistant Attorney General

1. The board will receive public comments.

The petition was No Comments presented. No comments were made during the public comment period.

2. A petition from EQT Production Company for the disbursement of escrowed funds and authorization for direct payment of royalties on behalf of Eva Mae Adkins for her interest in Tract 3 in Drilling Unit Number VC-504248, Kenady District, Dickenson County, VA. Docket Number VGOB 04-1116-1363-03. Continued from December 2013. Continued from February 2014.

The petition was Granted/Modification. The disbursement was approved with the requirement that Ms. Adkins' check is to be made payable to her but mailed to Ms. Shaver's office.

3. A petition from EQT Production Company for the disbursement of escrowed funds and authorization for direct payment of royalties on behalf of Eva Mae Adkins for her interest in Tracts 1 and 3 for drilling unit VC-505241, Kenady District, Dickenson County, Virginia. Docket Number VGOB 04-0817-1325-03. Continued from December 2013. Continued from February 2014.

The petition was Granted/Modification. The disbursement was approved with the requirement that Ms. Adkins' check is to be made payable to her but mailed to Ms. Shaver's office.

4. A petition from EQT Production Company for the disbursement of funds and authorization for direct payment of royalties on behalf of Eva Mae Adkins in Tract 2 in Drilling Unit VC-504484, Kenady District, Dickenson County, VA. Docket Number VGOB 01-0821-0919-03. Continued from December 2013. Continued from February 2014.

The petition was Granted/Modification. The disbursement was approved with the requirement that Ms. Adkin' check is to be made payable to her but mailed to Ms. Shaver's office.

5. A petition from EQT Production Company for Petition for disbursement of funds and authorization for direct payment on behalf of known owners on tracts 2, 4, 5, 6, 7, 8, and 9. VGOB 97-05-20-0586. Docket Number VGOB 97-0520-0586-01.

The petition was Continued to May, 2014. The Board agreed.

6. A petition from CNX Gas Company LLC for the disbursement of funds held by the Escrow Agent for Tract 1G, Unit W35, and the payment of royalties directly for the parties identified in Exhibit A-1, in the Garden District, Buchanan County, Virginia.. Docket Number VGOB 98-0324-0627-09. Continued from February 2014.

The petition was Granted/Modification. The operator is to provide revisions for the disbursement table to DGO and then reviewed by CNX prior to processing.

7. The Board, on its own motion, will re-consider the prior petition for creation of a sealed gob unit for Buchanan No. 1 SGU4, Docket number 13-1217-4029. Continued from February 2014.

The petition was Affirmed. The approval was reaffirmed with the AFE reflecting a 50/50 split on cost of seals for the gob unit between the gas company and the coal company. A revised AFE is to be submitted by the applicant.

8. A petition from Range Resources-Pine Mountain for a Well Location Exception for Well No. V-530393, located in the Gladeville District, Wise County, Virginia. Docket Number VGOB 14-0318-4038.

The petition was Granted. No revisions are required.

9. A petition from Range Resources-Pine Mountain for Pooling of Well No. VC-530396-CBM Unit BM-61, located in the Ervinton District, Dickenson County, Virginia. Docket Number VGOB 14-0318-4039.

The petition was Granted. No revisions were required.

10. The Board will receive an update of Board and Division activities from the staff.

The petition was Affirmed. Rick Cooper discussed his research into escheatment dates and stated that would be addressed by the escrow agent at the next meeting they attend. The Board approved the RFP for the Escrow Audit .

Diane Davis brought up the matter of combining the previously approved -02 and -03 into an -05 to correct all matters existing with this order for docket 91-1119-0161. She also stated that an -04 was pending which would be processed after this action. Anita Duty with CNX agreed and the Board approved the -05.

11. The Board will review the February 2014 minutes for approval.

The petition was Approved. Majority vote for approval was given.

The hearing adjourned at 11:30 a.m.