



*State of West Virginia*

*Jim Justice*  
*Governor*

H. Wood Thrasher, Cabinet Secretary  
DEPARTMENT OF COMMERCE

www.wvcommerce.org  
(304) 558-2234

March 29, 2017

Jeannie Morgan Johnson  
Northeast Natural Energy LLC  
707 Virginia Street, East, Suite 1200  
Charleston, West Virginia 25301

RE: Oil and Gas Mineral Rights Notification Letter  
Tract Name: Bailey  
\$3,500.00 per net acre – 178 Acres  
Parcel Number(s): 8-12-3, 4.4, 68, p/o 69  
District: Clay  
County: Monongalia

Dear Ms. Johnson:

The West Virginia Division of Natural Resources (“DNR”) has identified your company’s bid of \$3,500.00 per net mineral acre, or \$623,000.00, to develop the above-referenced oil and gas in Monongalia County as the highest responsible bid for this property. Be advised that the award of this bid is time sensitive and remains subject to execution of a lease agreement acceptable to the agency.

The DNR desires to close a lease transaction on this property on or before April 12, 2017, at its offices located at 324 Fourth Ave, South Charleston, West Virginia, 25303, at a time to be determined. An earnest money check in the amount of \$20,000.00 was submitted and received with your bid. At the closing, please be prepared to furnish the DNR with a check or wire transfer in the amount of \$603,000.00. Enclosed hereto is a copy of the DNR’s standard lease agreement for your review. Please review it and contact me at your earliest convenience to finalize a time and date to close on this property.

I look forward to working with Northeast Natural Energy LLC on this matter.

Very Truly Yours,

Joshua L. Jarrell  
Deputy Secretary/General Counsel

cc: Joe Scarberry, WVDNR Office of Land and Streams  
Larry George, Special Assistant West Virginia Attorney General

JLJ/tw