



DIVISION OF NATURAL RESOURCES
324 4th Avenue, Room 342
South Charleston, West Virginia 25303-1228
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Stephen S. McDaniel
Director

November 12, 2019

Mr. Bradley Wilson, RPL
Senior Landman
SWN Production Company, LLC
10000 Energy Drive
Spring, Texas 77389

Re: Oil & Gas Leasing Rights
(1) 36.297 acres
(2) 43.004 acres
(3) 163.18 acres (consisting of 45.61 acres, 81.77 acres and 35.8 acres)
Part of Bear Rock Lake Wildlife Management Area
Liberty and Triadelphia Districts
Ohio County, West Virginia

Dear Mr. Wilson,

This letter is to inform you that the West Virginia Division of Natural Resources (DNR) has chosen SWN Production Company, LLC's bid of \$2,500.00 per acre to develop the Oil & Gas underlying (1) 36.297 acres, (2) 43.004 acres and (3) 163.18 acres (consisting of 45.61 acres, 81.77 acres and 35.8 acres) that are all part of Bear Rock Lake Wildlife Management Area in Liberty and Triadelphia Districts, Ohio County, West Virginia, as the highest responsible bid for each property.

These bid awards are subject to the execution of an Oil & Gas Lease Agreement for each property acceptable to DNR. DNR will draft the Oil & Gas Lease Agreements. You may view a sample Oil & Gas Lease Agreement form on the WV Mineral Development website.

DNR desires to close the Oil & Gas Lease transaction for each property as soon as possible. Once each Oil & Gas Lease Agreement is drafted and agreed upon, then a Closing date will be set.

For the Closing, DNR would like to know the following for each property:

(1) Will your Earnest Money check of \$5,000.00 be used as part of the Bonus Money payment for each property?

Or

Will DNR be returning the Earnest Money check to SWN Production Company, LLC?

Bid Award Letter – SWN – 3 properties

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(2) Will you or a representative of the Company be attending the Closing at DNR's offices located at 324 Fourth Avenue, South Charleston, West Virginia?

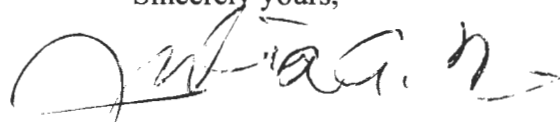
Or

Will everything be transacted through mail and email?

(3) The name of the Well (or pad) for each lease property.

DNR looks forward to working with you and SWN Production Company, LLC on this matter. If you have any questions or concerns, please contact this office.

Sincerely yours,

A handwritten signature in black ink, appearing to read "Julia A. Morton", with a large, stylized initial "J" and a long horizontal flourish extending to the right.

Julia A. Morton, Chief
Office of Land & Streams