



DIVISION OF NATURAL RESOURCES
324 4th Avenue, Room 342
South Charleston, West Virginia 25303-1228
Telephone 304-558-3225
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Stephen S. McDaniel
Director
January 29, 2020

Mr. Dustin D. Emenhiser
American Petroleum Partners Operating, LLC
4600 J. Barry Court
Suite 310
Canonsburg, PA 15317

RE: Oil & Gas Leasing Rights
54.53 acres (Utica/ Point Pleasant formation only)
Part of Burches Run WMA
Webster District
Marshall County, West Virginia

Dear Mr. Nuckolls,

This letter is to inform you that the West Virginia Division of Natural Resources (DNR) has chosen American Petroleum Partners Operating, LLC's bid of \$1,100.00 per acre to develop the Oil & Gas (Utica/ Point Pleasant formation only) in, on and underlying 54.53 acres part of Burches Run WMA in Webster District, Marshall County, West Virginia, as the highest responsible bid for the property.

This bid award is subject to the execution of an Oil & Gas Lease Agreement acceptable to DNR. DNR will draft the Oil & Gas Lease Agreement. You may view a sample Oil & Gas Lease Agreement form on the WV Mineral Development website.

For drafting purposes, DNR needs the following information from American Petroleum Partners Operating, LLC: Well name(s) and number(s) that include this property

DNR desires to close the Oil & Gas Lease transaction for this property as soon as possible. Once DNR receives the above information, and the 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:

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

Or

Will DNR be returning the Earnest Money check to American Petroleum Partners Operating, LLC?

And

(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/or email?

DNR looks forward to working with you and American Petroleum Partners Operating, LLC on this matter. If you have any questions or concerns, please contact this office.

Sincerely yours,



Julia A. Morton
Office of Land & Streams