



DIVISION OF NATURAL RESOURCES
324 Fourth Avenue, Room 200
South Charleston, West Virginia 25303-1228
Telephone (304) 558-3225
Fax (304) 558-6048
TDD (304) 558-1439
TDD 1-800-354-6087

Stephen S. McDaniel
Director

April 15, 2019

Mr. Brian Paugh, Vice President of Land
Jay-Bee Production
75 Crosswinds Drive
Bridgeport, West Virginia 26330

RE: Middle Island Creek
Pleasants County, Union District
32.12 net mineral acres

Dear Mr. Paugh:

The West Virginia Division of Natural Resources ("DNR") has identified your company's bid of \$3,601.00 per net mineral acre to develop the oil and gas underlying the above-described mineral tract in Middle Island Creek Area, Pleasants County, West Virginia, as the highest responsible bid for that 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 **April 30, 2019 at 9:45am** at our offices located at 324 Fourth Avenue, South Charleston, West Virginia 25303. An earnest money check in the amount of \$5,000.00 was submitted and received with your bid. Enclosed hereto is a copy of the DNR's standard lease agreement for your review. You may contact the Division's Office of Land & Streams with any questions regarding the closing on this lease transaction at 304-558-3225.

We look forward to working with you on this project.

Sincerely yours,

A handwritten signature in blue ink that reads "Emily J. Fleming".

Emily J. Fleming
Deputy Director

cc: Jane Charnock, Assistant Attorney General
Larry George, Special Assistant Attorney General

EJF/tdh
Enclosure