

July 14, 2015

Mr. John Ruhs  
State Director  
United States Department of the Interior  
Bureau of Land Management, Eastern States  
20 M Street SE, Suite 950  
Washington, DC 20003

Subject: **Flat Rock EOI #2**

Dear Mr. Ruhs,

Flat Rock Development, LLC (“Flat Rock”) is an oil and gas exploration and production company with operations in southeastern Ohio. Flat Rock seeks to lease certain properties in the Wayne National Forest from the United States Bureau of Land Management (“BLM”).

Our current plans for the properties that we have identified is that we would not drill wells on the surface of the properties, but rather would seek to include the properties in oil and gas units that we would form with adjoining properties for which the surface rights are privately owned.

**Therefore, we respectfully request to submit this informal Express of Interest (“EOI”) with a No Surface Occupancy (“NSO”) stipulation.** With this EOI submission we request that the lands listed on Exhibit A (the “EOI Properties”) attached hereto be considered for inclusion in a competitive oil and gas lease sale. For each of the EOI Properties, we have attached the following information:

- Exhibit A – Parcel description
- Exhibit B – Warranty deed
- Exhibit C – 24K and 100K scale map of parcel(s)
- Exhibit D – Wayne National Forest map of parcel(s)
- Exhibit E – Wayne National Forest title & encumbrances records
- Exhibit F – Shape files

With respect to each of the EOI Properties, it is our understanding that the surface rights for such properties are vested with the federal government.

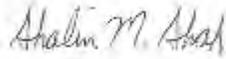
To assist BLM in its efforts to conduct a title review of the EOI Properties, Flat Rock is currently performing property title search activities with respect to the EOI Properties, including searching the appropriate county courthouses to search for the following:

- a. recorded instruments that may impact BLM's rights to lease the EOI Properties from the date of the warranty deed vesting the property with BLM to the current date; and
- b. recorded instruments that may impact third party rights to the oil and gas minerals, if any.

We plan to share such title search information and documentation with BLM upon the conclusion of our research. We appreciate BLM's expedient review of this EOI and welcome any feedback or identification of deficiencies in our submission. We look forward to supporting BLM's efforts to bring the enclosed parcels to a competitive oil and gas lease sale.

Should you have any questions, I may be reached at [sshah@flatrock.com](mailto:sshah@flatrock.com) or (304) 554-2012.

Sincerely,



Shalin Shah  
Chief Financial Officer  
Flat Rock Development LLC

## EXHIBIT A – PARCEL DESCRIPTION

### Parcel 2-1

Admin State:	Eastern States
Meridian:	Ohio River Survey
Surface Management Agency:	Wayne National Forest
Township No:	3N
Range No:	5W
Section No:	14
Total Acreage:	160.56

Legal Description: That portion (shown below) of the legal description found in the warranty deed recorded in Volume 157, beginning at Page 393, in the public records of Monroe County, Ohio.

TOWNSHIP THREE NORTH, RANGE FIVE WEST, OHIO RIVER SURVEY:  
SECTION FOURTEEN:  
Southeast quarter containing 160.56 acres, more or less.

[Continued on the following page]

**Parcel 2-2**

Admin State: Eastern States  
Meridian: Ohio River Survey  
Surface Management Agency: Wayne National Forest  
Township No: 3N  
Range No: 5W  
Section No: 1  
Total Acreage: 40

Legal Description: That legal description shown below, which is identified as Parcel 2 in the warranty deed recorded in Volume 195, beginning at Page 185, in the public records of Monroe County, Ohio.

Monroe County, Benton Township, Range 5-West, Town 3-North, Section 1.

Situate in Benton Township, County of Monroe, State of Ohio.

The northeast quarter (N.E.-1/4) of the southeast quarter (S.E.-1/4) of Section one (1), Township three (3), Range five (5) in the Chillicothe, formerly Marietta Land District; being the same premises devised to Caroline Lohr by the Last Will and Testament of Bartholomaeus Diegel, which said Last Will and Testament is duly probated and on file in the Probate Court of Monroe County, State of Ohio.

[Continued on the following page]

**Parcel 2-3**

Admin State:	Eastern States
Meridian:	Ohio River Survey
Surface Management Agency:	Wayne National Forest
Township No:	3N
Range No:	5W
Section No:	14
Total Acreage:	120

Legal Description: That legal description shown below, which is identified as Parcel 3 in the warranty deed recorded in Volume 195, beginning at Page 185, in the public records of Monroe County, Ohio.

Monroe County, Benton Township, Range 5-West, Town 3-North, Section 14, of 120 acres.

The west half (W-1/2) of the northeast quarter (N.E.-1/4) of Section fourteen (14), Township three (3), Range five (5), containing 80 acres; and the southeast quarter (S.E.-1/4) of the northeast (N.E.) of the same section, township and range, containing 40 acres.

[Continued on the following page]

**Parcel 2-4**

Admin State: Eastern States  
Meridian: Ohio River Survey  
Surface Management Agency: Wayne National Forest  
Township No: 3N  
Range No: 5W  
Section No: 1  
Total Acreage: 77.28

Legal Description: That legal description shown below, which is from the warranty deed recorded in Volume 202, beginning at Page 647, in the public records of Monroe County, Ohio.

TOWNSHIP 3 NORTH, RANGE 5 WEST, OHIO RIVER SURVEY  
BENTON TOWNSHIP, MONROE COUNTY, OHIO

SECTION 1

TRACT 1.

The northeast quarter of the northwest quarter of section number one (1) in township number three (3) of range number five (5) in the district of lands subject to sale at Marietta, now Chillicothe, containing thirty-nine and eighty-six hundredths (39.86) acres; more or less; and being the same premises conveyed to John Lohr by Eva Lohr, by deed dated the 18th day of November, 1853, duly recorded in Monroe County, Ohio records of deeds, Volume 13, pages 482 and 483.

TRACT 2.

The southeast quarter of the northwest quarter of section number one (1) in township number three (3) of range number (5) in the Marietta land district, containing forty (40) acres, more or less, and being the same premises conveyed to John Lohr by Isaac Bottenfield, by deed dated the 28th day of March, 1855, duly recorded in Monroe County, Ohio, records of deeds, Volume 15, Pages 92 and 93.

EXCEPTING from Tract 2,

EXCEPTION 1:

Situated in the southeast quarter of the northwest quarter of section 1, Township 3. Range 5, Benton Township, and beginning at a point in the center of State Route No. 800, being 198 feet east of and 66 feet north of the southwest corner of the southeast quarter northwest quarter of section; thence north 52 degrees 30 minutes east 278 feet (passing over a sucker rod driven 28 feet from center of road which is North 5 degrees 56 minutes west 116 feet from center of State Route No. 800 between culvert and headwall) to a sucker rod; thence north 18 degrees 50 minutes west 231.3 feet to a sucker rod driven (passing over a 2 inch iron pipe driven at top of bank at plus 89 feet); thence south 52 degrees 30 minutes west 278 feet to center of State Road No. 800, (passing over a sucker rod driven 28 feet from center of State Road No. 800); thence with center of State Road No. 800 south 18 degrees 50 minutes east 231.3 feet to beginning, containing 1.48 acres, excepting 0.15 acres contained in right of way of State Road No. 800 and leaving 1.33 acres hereby conveyed, being 0.15 acres from two acre tract and 1.18 acres from the southeast quarter of the northwest quarter, being the same more or less but subject to all legal highways.

[Continued on the following page]

EXCEPTION 2:

Situated in Benton Township and being in the Northwest quarter of Section 1, Township 3 and Range 5. Beginning at a walnut tree being the Northwest corner of Jesse Barnhart 1.2 acre tract; thence South 22 degrees 25 minutes East 68.73 feet to run; thence down run South 43 degrees 03 minutes West 137.8 feet to center State Route 800 North 20 degrees 26 minutes West 96.2 feet; thence with Tuel line North 53 degrees 51 minutes East 125.68 feet to beginning containing .25 acres.

EXCEPTION 3:

Situated in Section 1, Township 3 of Range 5 of Benton Township and beginning at the Northeast corner of Jesse Barnhart 1.2 acre tract; thence with Tuel line North 65 degrees 17 minutes East 148.52 feet to Tuel Southeast corner; thence South 12 degrees 24 minutes East 210.75 feet; thence North 41 degrees 42 minutes West 183.82 feet; thence North 83 degrees 38 minutes West 58.24 feet to beginning, containing .13 acres.

EXCEPTION 4:

Starting at a point 4 chains and 55 links East from the Southwest corner of the Southeast quarter of the Northwest quarter of Section 1, Township 3 of Range 5; thence South 85 degrees East 1 chain 75 links; thence North 11 degrees West 1 chain 85 links; thence North 78 degrees West 1 chain 43 links; thence South 69 degrees West 0 chains 70 links to a Walnut tree; thence South 19 degrees 30 minutes East 1 chain 3 links; thence South 78 degrees 30 minutes West 1 chain 76 links along run; thence South 28 degrees 0 minutes East 3 chains 80 links to a walnut tree; thence North 4 degrees 0 minutes East 3 chains to point of beginning, containing .33 and .87, in all 1.2 acres, to the same more or less, with the .33 acres being in the Northeast quarter of the Southwest quarter,

With the net acreage in Tract 2 being 37.42 acres more or less. Leaving the net acreage hereby conveyed being 77.28 acres; more or less, but taxed as 77.61 acres.

Prior Reference: Monroe County Deed Volume 158, Page 166.  
Monroe County Tax Block 7, Parcel 6.