RESULTS STATE OIL AND GAS BOARD OF ALABAMA SPECIAL HEARING SEPTEMBER 13, 2006

1. DOCKET NO. 9-13-06-1A

Amended petition by HOLLAND OPERATING CO., INC., an Alabama corporation, requesting the State Oil and Gas Board to enter an order reforming a 40-acre drilling unit for the Tubbs 9-1 No. 2 Well, Permit No.14814-C, consisting of the Northeast Quarter of the Northeast Quarter of Section 9, Township 23 North, Range 5 East, Hale County, Alabama, in the Moundville Coal Degasification Field to a 20-acre drilling unit consisting of the West Half of the Northeast Quarter of the Northeast Quarter of said Section 9.

Although Petitioner requests the Board to eliminate certain lands from the present drilling unit, Petitioner proposes to drill another coalbed methane well in the lands proposed for elimination from the drilling unit.

This petition is filed as a companion to a petition bearing Docket No.9-13-06-2 requesting approval of an exceptional unit for the referenced well and a petition bearing Docket No. 9-13-06-3 requesting approval of an exceptional location for the referenced well on the above-described 20-acre unit. **BOARD ACTION**: Granted 9-15-06 ORDER NO.: 2006-134

2. DOCKET NO. 9-13-06-2A

Amended petition by HOLLAND OPERATING CO., INC., an Alabama corporation, requesting the State Oil and Gas Board to enter an order approving a 20-acre drilling unit for the Tubbs 9-1 No. 2 Well, Permit No. 14814-C, consisting of the West Half of the Northeast Quarter of the Northeast Quarter of Section 9, Township 23 North, Range 5 East, Hale County, Alabama, in the Moundville Coal Degasification Field as an exception to Rule 4A of the Special Field Rules for said Field. Said Rule requires that wells in said Field be drilled on a unit containing approximately 40 contiguous acres consisting of a governmental quarter-quarter section or on a drilling unit of approximately 80 contiguous acres consisting of two adjacent governmental quarter-quarter sections.

This petition is filed as a companion to a petition bearing Docket No. 9-13-06-1 requesting approval of the reformation of the 40-acre unit for the referenced well to the 20-acre unit described-above and a petition bearing Docket No. 9-13-06-3 requesting approval of an exceptional location for the referenced well on the above-described 20-acre unit.

BOARD ACTION: Granted 9-15-06 ORDER NO.: 2006-135

3. DOCKET NO. 9-13-06-3A

Amended petition by HOLLAND OPERATING CO., INC., an Alabama corporation, requesting the State Oil and Gas Board to enter an order approving an exceptional location for the Tubbs 9-1 No. 2 Well, Permit No. 14814-C, located on a proposed reformed 20-acre unit consisting of the West Half of the Northeast Quarter of the Northeast Quarter of Section 9, Township 23 North, Range 5 East, Hale County, Alabama, in the Moundville Coal Degasification Field as an exception to Rule 4B of the Special Field Rules for said Field. Said Rule requires that wells be located at least 150 feet from every exterior boundary of the drilling unit, and the location of the aforementioned well is only 64 feet from the East line of the proposed reformed 20-acre unit and, as such, is an exception to said Rule.

This petition is filed as a companion to a petition bearing Docket No. 9-13-06-1 requesting approval of the reformation of the 40-acre unit for the referenced well to the 20-acre unit described-above and a petition bearing Docket No. 9-13-06-2 requesting approval of an exceptional unit for the referenced well.

BOARD ACTION: Granted 9-15-06 with the stipulation that a directional survey be run to verify the bottom hole location of the well.

ORDER NO.: 2006-136

4. DOCKET NO. 9-13-06-4A

Amended petition by HOLLAND OPERATING CO., INC., an Alabama corporation, requesting the State Oil and Gas Board to enter an order approving a 20-acre drilling unit for the Tubbs 9-1 No. 3 Well consisting of the East Half of the Northeast Quarter of the Northeast Quarter of Section 9, Township 23 North, Range 5 East, Hale County, Alabama, in the Moundville Coal Degasification Field as an exception to Rule 4A of the Special Field Rules for said Field. Said Rule requires that wells in said Field be drilled on a unit containing approximately 40 contiguous acres consisting of a governmental quarter-quarter section or on a drilling unit of approximately 80 contiguous acres consisting of two adjacent governmental quarter-quarter sections.

This petition is filed as a companion to a petition bearing Docket No. 9-13-06-5 requesting approval of an exceptional location for the referenced well on the above-described 20-acre unit.

BOARD ACTION: Granted 9-15-06 ORDER NO.: 2006-137

5. DOCKET NO. 9-13-06-5A

Amended petition by HOLLAND OPERATING CO., INC., an Alabama corporation, requesting the State Oil and Gas Board to enter an order approving an exceptional location for the proposed Tubbs 9-1 No. 3 Well on a proposed 20-acre unit consisting of the East Half of the Northeast Quarter of the Northeast Quarter of Section 9, Township 23 North, Range 5 East, Hale County, Alabama, in the Moundville Coal Degasification Field as an exception to Rule 4B of the Special Field Rules for said Field. Said Rule requires that wells be located at least 150 feet from every exterior boundary of the drilling unit, and the location of the aforementioned well is only 66 feet from the South line and 100 feet from the East line of the proposed 20-acre unit and, as such, is an exception to said Rule.

This petition is filed as a companion to a petition bearing Docket No. 9-13-06-4 requesting approval of an exceptional unit for the referenced well.

BOARD ACTION: Granted 9-15-06 with the stipulation that a directional survey be run to verify the bottom hole location of the well.

ORDER NO.: 2006-138