DESIGNATION OF UNIT CYPHER A UNIT



COMMONWEALTH OF PENNSYLVANIA & COUNTY OF BUTLER &

KNOW ALL MEN BY THESE PRESENTS:

- XTO Energy Inc. and Phillips Exploration, Inc., a wholly owned 1. Designation of Unit. subsidiary of XTO Energy Inc., and successor by merger to Phillips Production Company, and Chevron Appalachia, LLC (f/k/a Atlas America, LLC) a Pennsylvania limited liability company, and Reliance Marcellus, LLC, a Texas limited liability company, are the owners of the valid and subsisting oil, gas and mineral leases as described on Exhibit A attached hereto and made a part hereof (together with all amendments and corrections thereto, the "Leases), insofar as the Leases cover and affect the land and depths described on Exhibit A. Pursuant to an unrecorded Agency Agreement dated June 2, 2011 between Phillips Exploration, Inc. and XTO Energy Inc., XTO Energy Inc. (referred to herein as the "Owner") has full authority to make and execute this Designation of Unit, on behalf of Phillips Exploration, Inc. Pursuant to the provisions of the Leases and based upon the judgment of Owner that it is necessary and advisable to pool and combine the Leases and the lands and depths described on Exhibit A, and with the consent of the lessors of the Leases where required, the Owner hereby pools, consolidates, combines and unitizes the Leases and the lands and depths described on Exhibit A and all associated leasehold rights, overriding royalty, royalty interests and any other interest to the extent Owner has the authority to pool, for the purpose of drilling for development, and production of gas and liquid hydrocarbons (including condensate, distillate and other liquids) from the Unit (as defined below). If at any time any tract of land or interest within the Unit is not properly pooled or unitized hereby or is not otherwise committed to the Unit, such fact shall not affect, terminate, impair or invalidate the Unit as to any interest properly pooled or unitized hereby or otherwise.
- 2. <u>Description of the Unit</u>. The unit ("Unit") includes the Leases, or portions thereof, and the interval(s), if any, as described on Exhibit A, and depicted on the plat attached hereto as Exhibit B. If no depth limitations are set forth in Exhibit A, the Unit shall cover all depths. The Owner intends to designate and pool all leases owned by Owner covering the lands depicted on Exhibit B regardless of whether the Leases are listed on Exhibit A or are improperly described on Exhibit A.
- 3. Production from the Unit. This Designation of Unit covers all operations and production from the land and depths described on the attached Exhibits A and B, which is produced from any well drilled to the unitized interval underlying the Unit area to the effect that operations on and production from any tract within the Unit shall be considered operations on and production from all tracts within the Unit. Production from the Unit shall be allocated proportionately among all of the tracts within the Unit in the proportion that the number of surface acres in each of such tracts bears to the total number of surface acres in the Unit.

4. <u>Amendment</u>. The Owner reserves the right to amend this Designation of Unit from time to time, and at any time, in order to correct any error herein or to include in this Unit any newly

acquired interests within the Unit boundaries or to enlarge or reduce the Unit area in accordance

with the applicable rules and regulations of any governmental regulatory body or agency having

jurisdiction insofar as such right is granted in the Leases, by appropriate amendments or

instruments.

5. Counterpart Signatures. This instrument may be executed as one document signed by

all parties, or parties named herein may join herein by execution of a counterpart or ratification,

with the same effect as if all parties executed this instrument. Executed signature pages from

different originals may be combined to form a single original instrument for recording purposes.

The failure of any one or more persons owning an interest in the Unit to execute this instrument

or a counterpart or ratification thereof shall not in any manner affect the validity of same as to

the parties who do execute this instrument. The Unit may not be ratified or joined in by any

party who is not named below without the consent of the parties hereto.

6. Effective Date. This instrument may be executed as one document signed by all parties,

or parties named herein may join herein by execution of a counterpart or ratification, with the

same effect as if all parties executed this instrument. Executed signature pages from different

originals may be combined to form a single original instrument for recording purposes. The

failure of any one or more persons owning an interest in the Unit to execute this instrument or a

counterpart or ratification thereof shall not in any manner affect the validity of same as to the

parties who do execute this instrument. The Unit may not be ratified or joined in by any party

who is not named below without the consent of the parties hereto.

This Designation of Unit shall be binding on the Owner and all other owners of the interests

pooled hereby and their respective representatives, successors and assigns.

IN WITNESS WHEREOF, this Designation of Unit is executed on this 16th day of

August . 2013

OWNER:

XTO ENERGY INC., individually, and on behalf of its wholly owned subsidiary Phillips

Exploration, Inc., successor by merger to Phillips Production Company

BY: Edwin S. Ryan, Jr.

Edu 8. R. 1-51.

Senior Vice President - Land Administration

RE

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STATE OF TEXAS COUNTY OF TARRANT

On this 16th day of Mugust, 2013, before me, a Notary Public, the undersigned officer, personally appeared Edwin S. Ryan, Jr., and acknowledged himself to be the Senior Vice President - Land Administration of XTO Energy Inc., a Delaware corporation, and that he as such Senior Vice President - Land Administration, being authorized to do so, executed the foregoing instr

| the foregoing instrur | nent for the purposes | s therein contained | l. | |
|-----------------------|-----------------------|--|-------------------------|-------------------|
| IN WITNES | S WHEREOF, I here | eunto set my hand | and official seal. | |
| | STATI | TH L. ROGERS tary Public E OF TEXAS Exp. 10/14/2014 | Elizak Notary Public | c, State of Texas |
| OWNER: | | | | |
| CHEVRON APPAI | LACHIA, LLC (f/k | /a Atlas America | , LLC) | |
| BY: Marc Tate, Att | torney in Fact | | | |
| COMMONWEALT | TH OF PENNSYLV | /ANIA § | | |
| COUNTY OF ALL | EGHENY | § | | |
| On this | day of | | , 2013, before me, | the undersigned |
| authority, personally | appeared Marc Tate | e, who acknowled | ged himself to be the | Attorney in Fact |
| of Chevron Appala | chia. LLC (f/k/a A | Atlas America I. | LC) a Pennsylvania | limited liability |

On this authority, persona of Chevron Appa k/a Atlas America, LLC) a Pennsylvania limited liability company, and that as such Attorney in Fact, being authorized to do so, executed the foregoing instrument for the purposes therein contained by signing the name of the limited liability company as Attorney in Fact.

IN WITNESS WHEREOF, I hereunto set my hand and official seal.

Notary Public

| STATE OF TEXAS | 8 | | |
|-------------------------|-----------------------------------|-------------------------|----------------------------------|
| COUNTY OF TARR | ANT § | | |
| | | | |
| | | | fore me, a Notary Public, the |
| - · · | | - | acknowledged himself to be the |
| | | | c., a Delaware corporation, and |
| | | | g authorized to do so, executed |
| the foregoing instrumer | nt for the purposes th | nerein contained. | |
| IN WITNESS V | WHEREOF, I hereur | ito set my hand and off | īcial seal. |
| | | | |
| | | | Notary Public, State of Texas |
| OWNER: | | | |
| CHEVRON APPALA | CHIA, LLC (f/k/a | Atlas America, LLC) | |
| 111 - | | | |
| Mby h | To the second | | |
| BY: Marc Tate, Attor | may in Fact | | |
| D1: Mare Tate, Attor | ney in Paci | | |
| | | | |
| COMMONWEALTH | OF PENNSYLVA | NIA § | |
| COUNTY OF ALLEC | CHENY | § § | |
| | | | before me, the undersigned |
| | - 0 | | |
| | | | nself to be the Attorney in Fact |
| | | | Pennsylvania limited liability |
| | | | do so, executed the foregoing |
| instrument for the pur | rposes therein contr | ained by signing the | name of the limited liability |
| company as Attorney in | n Fact. | | |
| IN WITNESS W | VHEREOF, I hereunt | o set my hand and offi | cial seal. |
| | | | Cen dea Bunola |
| | | | Notary Public |
| | TH OF DENNSYLVANI | A | |
| NA | TH OF PENNSYLVANI Otarial Seal | | |
| Andrea Ber | mola, Notary Public | 1 | |
| | | J ries | |
| METHOEF, PEHHSYN | HHIS Association of Nota | | |

| OWNER: |
|--|
| RELIANCE MARCELLUS, LLC, a Texas limited liability company |
| BY: |
| STATE OF TEXAS § |
| STATE OF TEXAS § COUNTY OF HARRIS § |
| On this day of Spendar, 2013, before me, Stin Alak the undersigned authority, personally appeared Kelly Cope, who acknowledged himself to be the Officer of Reliance Marcellus, LLC, a Texas limited liability company, and that he as such Spendar being authorized to do so, executed the foregoing instrument for the purposes therein contained by signing the name of the limited liability company by himself as Officer IN WITNESS WHEREOF, I hereunto set my hand and official seal. My commission expires: Ofto 2014 |
| JUSTIN ALDIS |
| Notary Public, State of Texas My Commission Expires October 10, 2014 |
| October 10, 2016 |

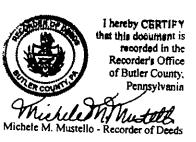


EXHIBIT "A"

TO THAT CERTAIN DESIGNATION OF UNIT CYPHER A UNIT

| Tract # Depicted on Exhibit B | Instrument # | Lessor | Lessee | County | Township | State | Tax Parcel # | Lease Acres in Unit |
|-------------------------------------|-----------------|---|----------------------------------|--------|------------|-------|-------------------|--|
| 1 | 201303260008719 | Ronald P. Cypher and Dorothy E. Cypher, his wife | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F65-A2B | Insofar as said lease covers 57.71 acres out of 93.227 acres |
| 2 | 201303260008719 | Ronald P. Cypher and Dorothy E. Cypher, his wife | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F65- A14E | Insofar as said lease covers 5.017 acres out of 93.227 acres |
| 3 | 201303260008719 | Ronald P. Cypher | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F65-A2A | Insofar as said lease covers 57.71 acres out of 93.227 acres being |
| 4 | 201203090006646 | Bruce McGregor | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F65- A2D | Insofar as said lease covers 1.53 acres |
| 5 | 201203090006647 | Timothy S. McGregor and Lou Ann McGregor, his wife | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F65-A2 | 2.00 acres |
| 6 | 201008040017315 | Raymond W. Denny, Jr., and Erin F. Denny, husband and wife | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F65- A4BB | Insofar as said lease covers 6.82 acres out of 17.14 acres |
| 7 | 201008040017315 | Raymond W. Denny, Jr., and Erin F. Denny, husband and wife | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F65-A4B | Insofar as said lease covers 10.32 acres out of 17.14 acres |
| 8 | 201008040017312 | Evelyn M. Denny | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F65- A4AB | 8.23 acres |
| 9 | 201010140023651 | Loretta J. Karenbauer and Dennis J. Karenbauer, her husband | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F65-A4A | 2.00 acres |
| 10 | 201010140023656 | Stephen L. Blatt and Alice F. Blatt, his wife | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F65- A4AC | Insofar as said lease covers 5.916 acres out of 8.646 acres |
| 11 | 201010140023656 | Stephen L. Blatt and Alice F. Blatt, his wife | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F65- A4AA | Insofar as said lease covers 1.04 acres out of 8.646 acres |
| 12 | 201010140023656 | Stephen L. Blatt and Alice F. Blatt, his wife | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F65- A4BA | Insofar as said lease covers 5.916 acres out of 8.646 acres |

| 13 | 201008040017313 | Evelyn M. Denny | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F65-A4 | 21.08 acres |
|----|-----------------|---|---|--------|------------|----|--------------------|---|
| 14 | 201009010019565 | Judith R. McCrea, Trustee of the Judith R. McCrea Living Trust | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F65-A5B | Insofar as said lease covers 0.22 acres out of 121.86 acres |
| 15 | 201009010019565 | Judith R. McCrea, Trustee of the Judith R. McCrea Living Trust | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F65-A5 | Insofar as said lease covers 118.49 acres out of 121.86 acres |
| 16 | 201011150026985 | Troy M. Somple, a single man | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F65- A5C | 21.08 acres |
| 17 | 201010140013655 | A. Wayne Presseau | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F65- A5C | 2.3 acres |
| 18 | 201212310037567 | Mary Ann O'Neil, a single woman Hugh D. O'Neil, a married man dealing with his sole and separate property | XTO Energy, Inc. | Butler | Clearfield | PA | 090-1F65-A6 | Insofar as said lease covers 84.67 acres out of 102.31 acres |
| 19 | 201212310037554 | Mary Ann O'Neil, a single woman | XTO Energy, Inc. | Butler | Clearfield | PA | 090-1F65-A6A | 3.79 acres |
| 20 | 201110050024146 | Larry A. Hilderbrand and Janice C. Hilderbrand, his wife | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F65- A11A1 | 5.00 acres |
| 21 | 201110050024144 | Karen S Hilderbrand | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F65-A11 | Insofar as said lease covers 53.11 acres out of 74.64 acres |
| 22 | 201203090006630 | Daniel W. Raabe and Molly A. Rabbe, his wife | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F65- A10L | 2.61 acres |
| 23 | 201203090006543 | Tracie L. Heinack and Christopher S. Heinack, husband and wife | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F65-A10 | 5.38 acres |
| 24 | 200806120013182 | Happy Hunter Sportmans Club | William McIntire Coal, Oil & Gas | Butler | Donegal | PA | 140-1F65-13 | Insofar as said lease covers 11.91 acres out of 103.00 acres |

| . 25 | 201203160007460 | Marilyn A. McPherson, a widow | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F65-A1A | Insofar as said lease covers 0.80 acre |
|------|-----------------|---|----------------------------------|--------|------------|----|--------------------|--|
| 26 | 201202030003242 | Mitchell A. Olszak | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F65- A10D | Insofar as said lease covers 1.4 acres out of 64.36 acres |
| 27 | 201202030003242 | Andrew P. Olszak and Margaret A. Olszak, his wife | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F65- A10K | Insofar as said lease covers 13.57 acres out of 64.36 acres |
| 28 | 201202030003242 | Andrew P. Olszak and Margaret A. Olszak, his wife | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F65- A10LA | Insofar as said lease covers 49.39 acres out of 64.36acres |
| 29 | 201202030003308 | Larry J. Grabe | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F17-14 | 37.37 acres |
| 30 | 201205150013817 | James H. McCrea and Velma M. McCrea, his wife | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F65-A7 | Insofar as said lease covers 61.58 acres out of 98.0 acres |
| 31 | 200901070000262 | James A. Fennell | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F17-12G | Insofar as said lease covers 4.713 acres out of 22.293 acres |
| 32 | 201303150007696 | The Hermann Blackert Limited Partnership | XTO Energy, Inc. | Butler | Clearfield | PA | 090-1F17- 12GA | Insofar as said lease covers 3.572 acre |
| 33 | 201304230011558 | Jill Milligan | XTO Energy, Inc. | Butler | Clearfield | PA | 090-1F17-12A | Insofar as said lease covers 0.694 acres |
| 34 | 200901070000261 | James A. Fennell and Janet K. Fennell | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F17-12F | Insofar as said lease covers 4.942 acres out of 5.942 acres |
| 35 | 200901070000261 | James A. Fennell and Janet K. Fennell | Phillips Exploration, Inc. | Butler | Clearfield | PA | 090-1F17-12H | Insofar as said lease covers 1.0 acres out of 5.942 acres |

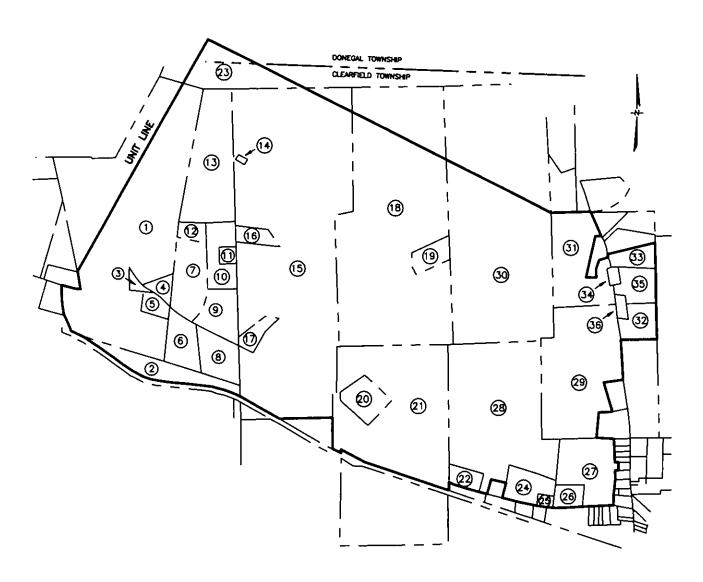
Together with all amendments, ratifications, corrections, and/or modifications of the Oil and Gas Leases described herein, and INSOFAR as said Oil and Gas Leases cover all depths.

End of Exhibit "A"

CYPHER A UNIT BOUNDARY

| TRACT # | LESSOR | LEASED ACRES |
|---------|-------------------------------|------------------------|
| 1 | RONALD P. CYPHER, et ux | 55.710 out of 88.210 |
| 2 | RONALD P. CYPHER, et ux | 5.017 |
| 3 | RONALD P. CYPHER, et ux | 2.000 |
| 4 | BRUCE McGREGOR | 1.530 |
| 5 | TIMOTHY S. McGREGOR, et ux | 2.040 |
| 6 | RAYMOND W. DENNY JR., at ux | 6.820 |
| 7 | RAYMOND W. DENNY JR., et ux | 10.320 |
| . 8 | EVELYN M. DENNY | 6.230 |
| 9 | LORETTA J. KARENBAUER, et vir | 5.867 |
| 10 | STEPHEN L. BLATT, et ux | 5.916 |
| 11 | STEPHEN L. BLATT, et ux | 1.040 |
| 12 | STEPHEN L. BLATT, et ux | 1.690 |
| 13 | EVELYN M. DENNY | 21.080 |
| 14 | JUOTH R. MCCREA LIVING TRUST | 0.220 |
| 15 | JUDTH R. McCREA LIVING TRUST | 118.490 out of 121.640 |
| 16 | TROY M. SOMPLE | 2.370 |
| 17 | A. WAYNE PRESSEAU | 2.300 |
| 18 | MARY ANN O'NEL, et al | 84.670 out of 102.310 |

| TRACT # | LESSOR | LEASED ACRES IN UNIT |
|---------|-------------------------------|-------------------------|
| 19 | MARY ANN O'NEIL | 3.790 |
| 20 | LARRY A HILDERBRAND, et ux | 5.000 |
| 21 | PEARL R. HILDERBRAND | 53.110 out of 74.640 |
| 22 | DANIEL W. RAABE, et ux | 2.610 |
| 23 | HAPPY HUNTER'S SPORTMANS CLUB | 11.910 out of 103.000 |
| 24 | TRACIE L. HEINACK, et ux | 5.380 |
| 25 | MARILYN R. McPHERSON | 0.800 |
| 26 | ANDREW P. OLSZAK, et ux | 1.400 |
| 27 | ANDREW P. OLSZAK, et ux | 13.570 |
| 28 | ANDREW P. OLSZAK, et ux | 49.390 |
| 29 | LARRY J. GRABE | 37.370 |
| 30 | JAMES A. McCREA, et ux | 61.580 out of 98.000 |
| 31 | JAMES A FENNELL | 17.580 |
| 32 | JAMES A FENNELL | 4.713 |
| 33 | THE HERMANN BLACKERT L.P. | 3.572 |
| 34 | JILL MILLGAN | 0.694 |
| 35 | JAMES A. FENNELL, et ux | 4.9420 |
| 36 | JAMES A. FENNELL, et ux | 1.000 |
| | TOTAL UNIT ACREAGE | 613.721 |



NOTE: THIS MAP IS FOR UNIT DELINEATION PURPOSES ONLY
AND DOES NOT REPRESENT A COMPLETE BOUNDARY SURVEY.
OWNERS AND SOME PROPERTY LINES ARE SHOWN AS PER
TAX ASSESSMENT RECORDS AND FIELD SURVEY. THE INFORMATION
SHOWN SHOULD NOT BE RELIED UPON FOR ANY OTHER PURPOSE.

ALL ACREAGE SHOWN IS TAKEN FROM BUTLER COUNTY GIS RECORDS UNLESS OTHERWISE NOTED.

J&T SURVEYING, INC. 724-354-2030

jtsurvey@windstream.net

CLEARFIELD TOWNSHIP
BUTLER COUNTY

UNIT BOUNDARY MAP - CYPHER A UNIT

08/13/2013

1=1200 FT

Return to: XTO Energy Inc. 810 Houston Street Fortworth, TX 76102-6298 AHN: Land Department RS