

**THIRD AMENDMENT TO
CORRECTED AND RESTATED
COALBED METHANE GAS LEASE**

Recorded In Above Book and Page
RPP 180 482
11/01/2006 09:38:01 AM
Jerry C. Pow
Probate Judge
Bibb County, Alabama

Recording Fee 24.50
TOTAL 24.50

STATE OF ALABAMA

COUNTIES OF BIBB AND SHELBY

This agreement is made and entered into as of July 9, 2004, by and between Alabama Power Company and Southern Electric Generating Company and CDX Gas, LLC and CDX Sequoya, LLC.

WITNESSETH:

WHEREAS, Alabama Power Company and Southern Electric Generating Company (collectively as "Lessor") and CDX Gas, LLC and CDX Sequoya, LLC (collectively as "Lessee") entered into a COALBED METHANE GAS LEASE dated July 9, 2004 (the "Effective Date") wherein Lessee leased certain interests from Lessor in Bibb and Shelby Counties, Alabama; and

WHEREAS, Alabama Power Company and Southern Electric Generating Company (collectively as "Lessor") and CDX Gas, LLC and CDX Sequoya, LLC (collectively as "Lessee") entered into a CORRECTED AND RESTATED COALBED METHANE GAS LEASE dated July 9, 2004 (the "Effective Date") wherein the parties corrected certain typographical errors and errors in the property descriptions, and which said CORRECTED AND RESTATED COALBED METHANE GAS LEASE restated and replaced the original COALBED METHANE GAS LEASE in every way; and

WHEREAS, certain acreage intended to be included and covered thereby was inadvertently omitted from the lands described in Exhibit "A" attached to said CORRECTED AND RESTATED COALBED METHANE GAS LEASE; and


WHEREAS, the parties now desire to amend said CORRECTED AND RESTATED COALBED METHANE GAS LEASE to cover and include the acreage which was inadvertently omitted from same.

NOW, THEREFORE, the said Lessor and Lessee, for and in consideration of the mutual benefits to be derived by the parties hereto, do hereby amend said CORRECTED AND RESTATED COALBED METHANE GAS LEASE and the Exhibit "A" attached thereto as follows:

Exhibit "A" attached to said CORRECTED AND RESTATED COALBED METHANE GAS LEASE shall cover and include, in addition to the acreage described on Exhibit "A", the acreage described and set out on Exhibit "A" which is attached hereto and made a part hereof, and Lessor does hereby grant, demise, lease and let to Lessee all of Lessors's rights to explore for, drill, produce and remove the coalbed methane gas and its constituents insofar as such underlie the lands described on Exhibit "A" hereto:

The purpose of this Amendment is to add the acreage described in Exhibit "A" attached hereto, so that the CORRECTED AND RESTATED COALBED METHANE GAS LEASE will cover and include all acreage on the Exhibit "A" attached thereto, plus and in addition to the acreage which is described on the Exhibit "A" attached hereto.

(SIGNATURES FOLLOW ON NEXT PAGE)



20061101000538470 2/6 \$26.70
Shelby Cnty Judge of Probate, AL
11/01/2006 11:01:10AM FILED/CERT

In WITNESS WHEREOF, this Amendment is executed by Lessor and Lessee in duplicate originals to be effective as of the day and year first written above.

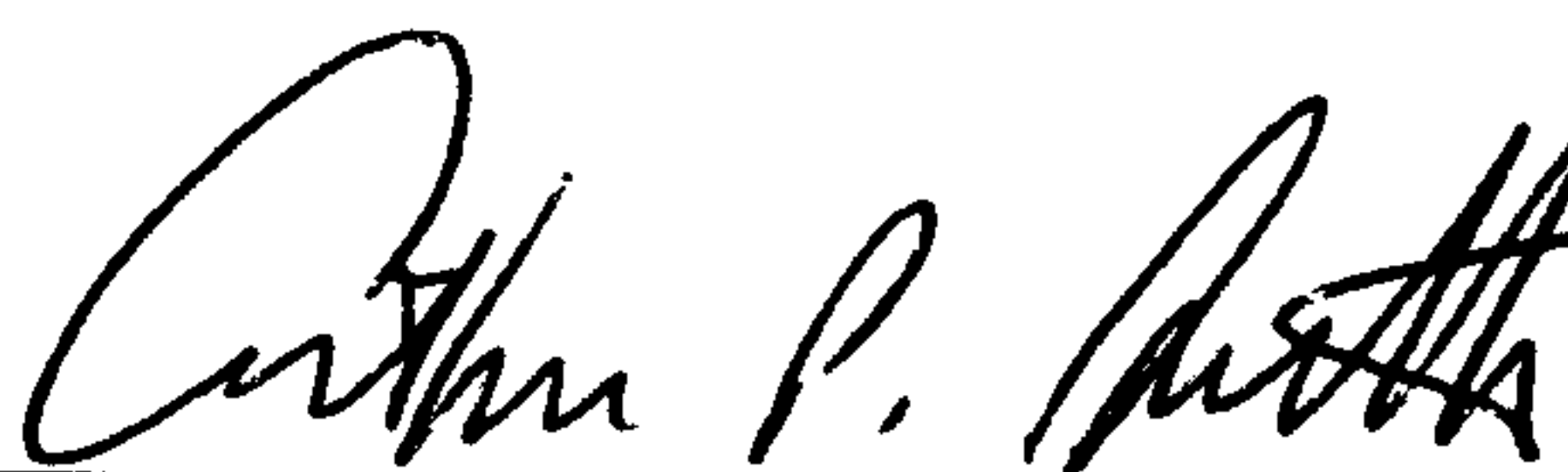
ALABAMA POWER COMPANY



By: Arthur P. Beattie
Executive Vice-President

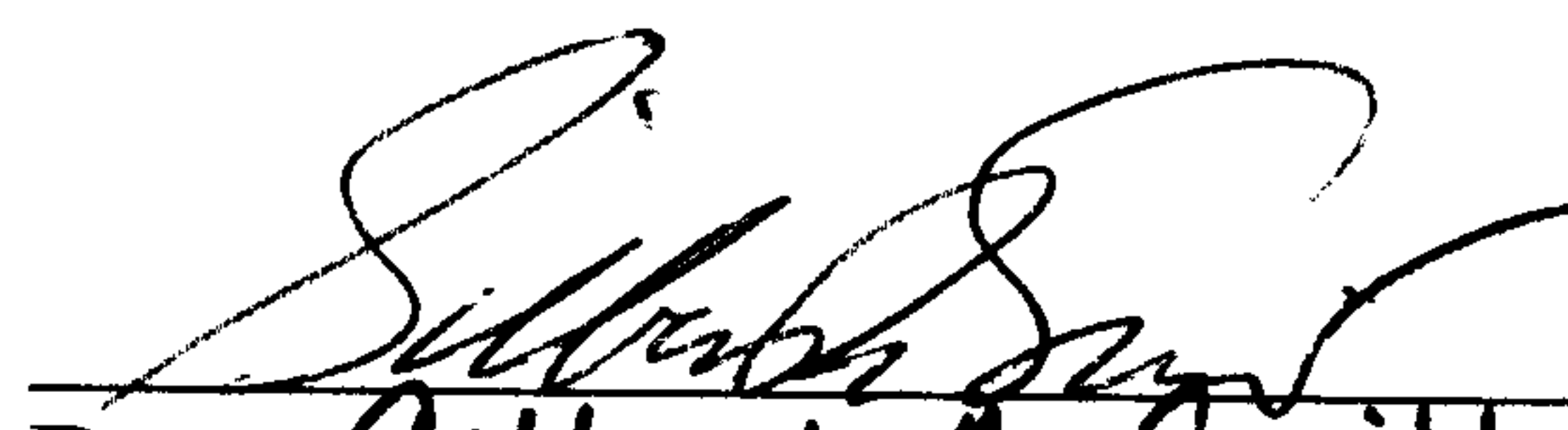
20061101000538470 3/6 \$26.70
Shelby Cnty Judge of Probate, AL
11/01/2006 11:01:10AM FILED/CERT

**SOUTHERN ELECTRIC GENERATING
COMPANY**



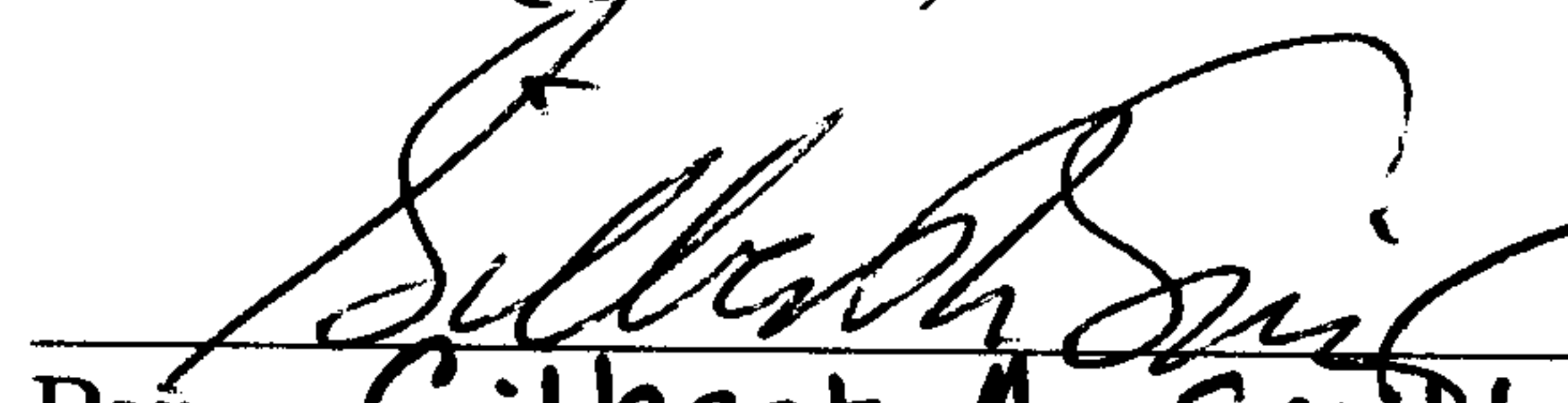
By: Arthur P. Beattie
Executive Vice-President

CDX GAS, LLC



By: Gilbert A. Smith
Its: Vice President

CDX SEQUOYA, LLC



By: Gilbert A. Smith
Its: Vice President

Prepared by:
CDX GAS, LLC
5485 Beltline Rd., Suite 190
Dallas, TX 75254

Source of Title:
Bibb County, AL - 149/668
Shelby County, AL - 2005/131220

ACKNOWLEDGMENT

STATE OF ALABAMA

COUNTY OF JEFFERSON

20061101000538470 4/6 \$26.70
Shelby Cnty Judge of Probate, AL
11/01/2006 11:01:10AM FILED/CERT

I, THE UNDERSIGNED, a Notary Public in and for said County and State, hereby certify that Arthur P. Beattie, whose name as Executive Vice-President of ALABAMA POWER COMPANY, an Alabama corporation, is signed to the foregoing instrument and who is known to me, acknowledged before me on this day that, being informed of the contents of the instrument, he, as such officer and with full authority, executed the same voluntarily for and as the act of said corporation..

Given under my hand and seal this 23 day of October, 2006.

Quita Baker

NOTARY PUBLIC

in and for Jefferson County, Alabama

My Commission Expires:

Feb 3, 2009

ACKNOWLEDGMENT

STATE OF ALABAMA

COUNTY OF JEFFERSON

I, THE UNDERSIGNED, a Notary Public in and for said County and State, hereby certify that Arthur P. Beattie, whose name as Executive Vice-President of SOUTHERN ELECTRIC GENERATING COMPANY, an Alabama corporation is signed to the foregoing instrument and who is known to me, acknowledged before me on this day that, being informed of the contents of the instrument, he, as such officer and with full authority, executed the same voluntarily for and as the act of said corporation..

Given under my hand and seal this 23 day of October, 2006.

Quita Baker

NOTARY PUBLIC

in and for Jefferson County, Alabama

My Commission Expires:

Feb 3, 2009

ACKNOWLEDGMENT

STATE OF ALABAMA

COUNTY OF SHELBY

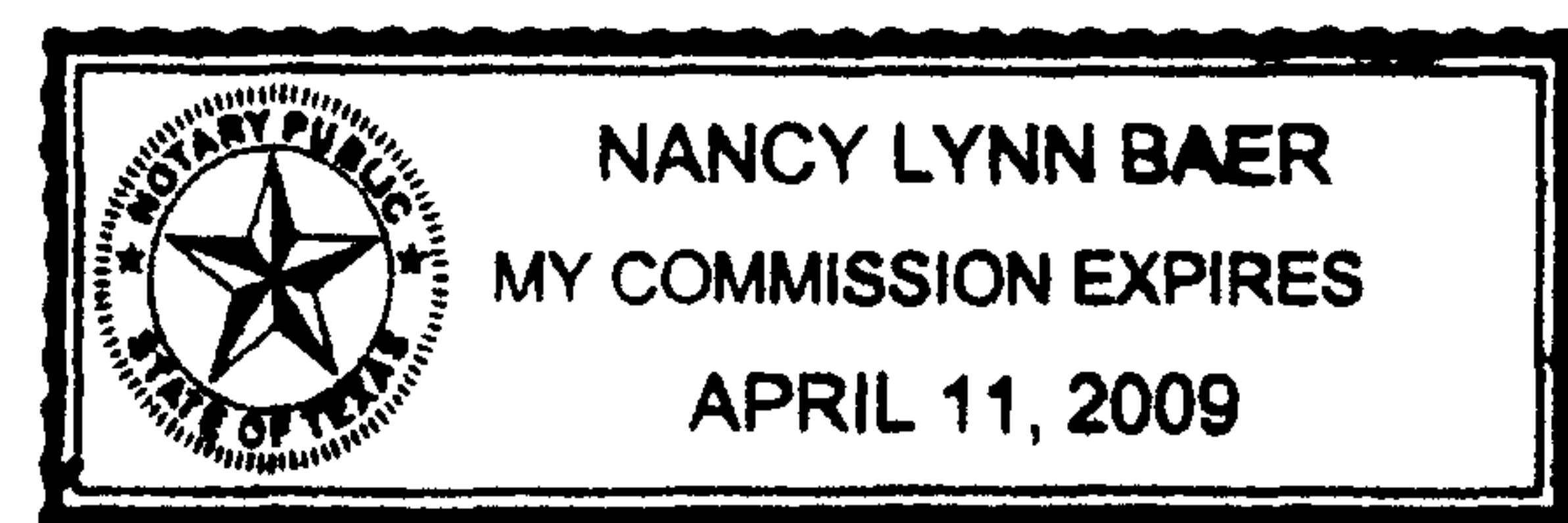
I, THE UNDERSIGNED, a Notary Public in and for said County and State, hereby certify that Gilbert A. Smith who is the Vice President of CDX GAS, LLC, a Delaware limited liability company, and whose name as such is signed to the foregoing instrument, as its officer and who is known to me, acknowledged before me on this day that, being informed of the contents of the same, he, as such officer and with full authority, executed the same voluntarily for and as the act of said limited liability company.

Given under my hand and seal this 12th day of October, 2006.

Nancy Lynn Baer
NOTARY PUBLIC

My Commission Expires:

04/11/09



ACKNOWLEDGEMENT

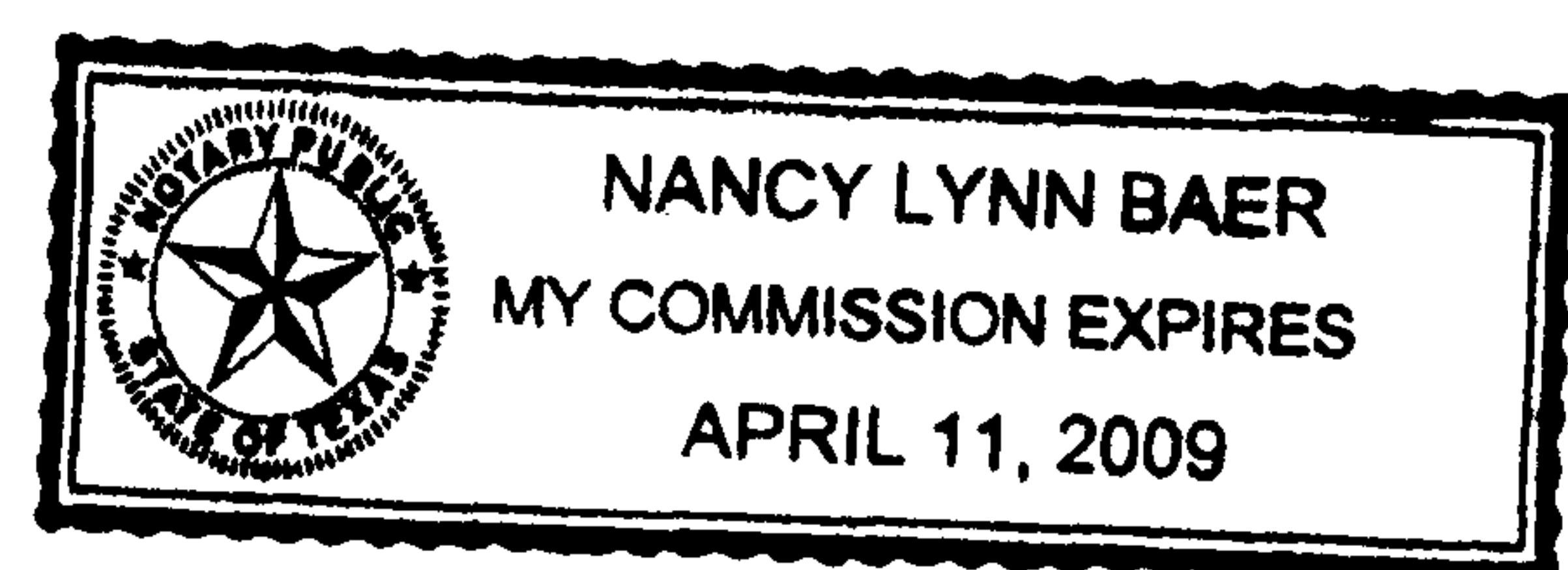
I, THE UNDERSIGNED, a Notary Public in and for said County and State, hereby certify that Gilbert A. Smith who is the Vice President of CDX Sequoya, LLC, a Texas limited liability company, and whose name as such is signed to the foregoing instrument, as its officer and who is known to me, acknowledged before me on this day that, being informed of the contents of the same, he, as such officer and with full authority, executed the same voluntarily for and as the act of said limited liability company.

Given under my hand and seal this 12th day of October, 2006.

Nancy Lynn Baer
NOTARY PUBLIC

My Commission Expires:

04/11/09



20061101000538470 6/6 \$26.70
Shelby Cnty Judge of Probate, AL
11/01/2006 11:01:10AM FILED/CERT

EXHIBIT "A"

RPB

180

487

Township 22 South Range 4 West, Shelby County, AL

Parcel 1: 9.32 acres located in the Northeast quarter of the Northwest quarter (NE 1/4 of NW 1/4) and in the Southeast quarter of the Northwest quarter (SE 1/4 of NW 1/4), less 4.8 acres in the Southeast corner of the Northeast quarter of the Northwest quarter, sold to the Macedonia Baptist Church, containing 4.52 acres more or less.

Parcel 2: The south nine acres of the NW 1/4 of the NW 1/4, containing 9 acres more or less.

This Third Amendment to Corrected and Restated Coalbed Methane Gas Lease is intended by Lessors to lease and Lessors do, in conjunction with the original Corrected and Restated Coalbed Methane Gas Lease, as amended, do hereby lease, let and demise unto Lessee all of Lessors' right, title and interest owned by Lessors in the NE 1/4 of the NW 1/4, the SE 1/4 of the NW 1/4 and in the SE 1/4 of the NW 1/4, located in Section 1, Township 22 South, Range 4 West, Shelby County, Alabama, whether correctly described herein and/or in the original lease or not.

	Gross Acres	Segco Net Acres
Total acres in Corrected and Restated Coalbed Methane Gas Lease	39,175.45	27,760.57
Total acres included in AMENDMENT TO CORRECTED AND RESTATED COALBED METHANE GAS LEASE	622.00	311.00
Total acres included in SECOND AMENDMENT TO CORRECTED AND RESTATED COALBED METHANE GAS LEASE	50.0	50.0
Total acres added by this agreement, THIRD AMENDMENT TO CORRECTED AND RESTATED COALBED METHANE GAS LEASE	13.52	13.52
TOTAL AMENDED LEASE ACREAGE	39, 860.97	28,135.09

Bibb County Net Acres
Shelby County Net Acres

14,263.35
13,871.74