

PennStuart
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Abingdon, VA 24210
(276) 628-5151

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THIS DEED OF CORRECTION is made and entered into this 7th day of July, 2004, and effective as of December 30, 2003, by and between PYXIS RESOURCES COMPANY, a Virginia corporation, CLINCHFIELD COAL COMPANY, a Virginia corporation, PARAMONT COAL CORPORATION, a Delaware corporation, hereinafter collectively referred to as Grantors, and HEARTWOOD FORESTLAND FUND IV, L.P., a North Carolina limited partnership, whose address is c/o The Forestland Group, LLC, 1512 East Franklin Street, Suite 104, Chapel Hill, NC 27514, hereinafter referred to as Grantee.

WHEREAS, by deed dated December 30, 2003, of record in the Circuit Court Clerk's Office of Buchanan County, Virginia, in Deed Book 584, Page 591 (the "Deed"), the Grantors conveyed to Grantee certain tracts of surface, timber, gravel and building stone located in Buchanan County, Virginia.

WHEREAS, the Grantee in the Deed was incorrectly identified as "Heartland Forestland Fund IV, L.P.," and the correct name of the Grantee is "Heartwood Forestland Fund IV, L.P."

WHEREAS, the Grantors and Grantee desire to correct the name of the Grantee by entering into this deed of correction.

WITNESSETH:

NOW, THEREFORE, for and in consideration of the recitals sets forth above and other valuable consideration, receipt of which is hereby acknowledged, the parties do hereby delete the first paragraph of the Deed and insert the following paragraph in its place to correct the identity of the Grantee in the Deed:

THIS DEED is made and entered into this 30th day of December, 2003, by and between PYXIS RESOURCES COMPANY, a Virginia corporation, CLINCHFIELD COAL COMPANY, a Virginia corporation, and PARAMONT COAL CORPORATION, a Delaware corporation, hereinafter collectively referred to as Grantors, and HEARTWOOD FORESTLAND FUND IV, L.P., a North Carolina limited partnership, whose address is c/o The Forestland Group, LLC, 1512 East Franklin Street, Suite 104, Chapel Hill, NC 27514, hereinafter referred to as Grantee.

REC-0599 10000020

WITNESS the following signatures and seals the day and year first above written.

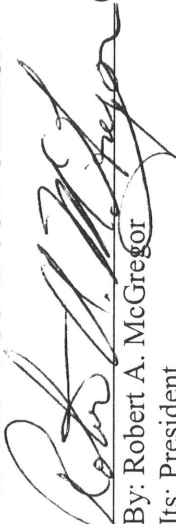
CLINCHFIELD COAL COMPANY

 (SEAL)
By: Robert A. McGregor
Its: President

PYXIS RESOURCES COMPANY

 (SEAL)
By: Robert A. McGregor
Its: President

PARAMONT COAL CORPORATION

 (SEAL)
By: Robert A. McGregor
Its: President

HEARTWOOD FORESTLAND FUND IV, L.P.,

By: Heartwood Forestland Advisors IV,
its general partner

By: The Forestland Group, LLC
its Manager

By: 
F. Christian Zinkhan
Its: Managing Director

COMMONWEALTH OF VIRGINIA

COUNTY OF WASHINGTON

The foregoing instrument was acknowledged before me on this 7th day of ~~April~~ ^{July}, 2004, by Robert A. McGregor, the President of CLINCHFIELD COAL COMPANY, a Virginia corporation, on behalf of the corporation.

My commission expires: 03/31/2005


Notary Public

BOOK 599 PAGE 0029

COMMONWEALTH OF VIRGINIA

COUNTY OF WASHINGTON

The foregoing instrument was acknowledged before me on this 7th day of ~~April~~ ^{July}, 2004, by Robert A. McGregor, the President of PYXIS RESOURCES COMPANY, a Virginia corporation, on behalf of the corporation.

My commission expires: 03/31/2005

Jessie G. Connell
Notary Public

COMMONWEALTH OF VIRGINIA

COUNTY OF WASHINGTON

The foregoing instrument was acknowledged before me on this 7th day of ~~April~~ ^{July}, 2004, by Robert A. McGregor, the President of PARAMONT COAL CORPORATION, a Delaware corporation, on behalf of the corporation.

My commission expires: 03/31/2005

Jessie G. Connell
Notary Public

STATE OF North Carolina

CITY/COUNTY OF Dodge

The foregoing instrument was acknowledged before me on this 12th day of July, 2004, by F. Christian Zinkhan, the Managing Director of The Forestland Group, LLC, Manager of Heartwood Forestland Advisors IV, general partner of Heartwood Forestland Fund IV, L.P., on behalf of said entity.

My commission expires: 07/16/09

Sherry A. Dwyer
Notary Public

THIS DEED OF CORRECTION IS EXEMPT FROM RECORDATION TAXES PURSUANT TO VA. CODE ANN. § 58.1-810(3).

VIRGINIA: In the Clerk's Office of the Circuit Court of Buchanan County. The foregoing instrument was this day presented in the office aforesaid and is, together with the certificate of acknowledgment annexed, admitted to record this 14th day of August, 2004 in the amount of \$ XX.
The tax imposed by § 58.1-802 of the Code has been paid in the amount of \$ XX.
Deed Book No. 599 and Page No. 2.
Returned this date to: Sherry A. Dwyer TESTE: James M. Bevin, Jr. Deputy Clerk

INSTRUMENT #040002496
RECORDED IN THE CLERK'S OFFICE OF
BUCHANAN COUNTY ON
AUGUST 4, 2004 AT 04:20PM
JAMES M. BEVINS, CLERK

BY: _____ (DC)