

PennStuart  
208 E. Main Street  
Abingdon, VA 24210  
(276) 628-5151

BOOK 613 PAGE 606

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 Russell County, Virginia, in Deed Book 599, Page 483 (the "Deed"), the Grantors conveyed to Grantee certain tracts of surface, timber, gravel and building stone located in Russell 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:

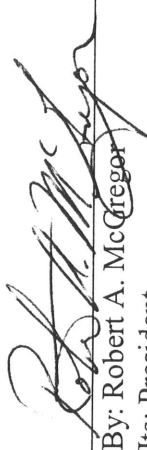
THIS DEED is made and entered into this 30<sup>th</sup> day of December, 2003, by and between PYXIS RESOURCES COMPANY, a Virginia corporation, CLINCHFIELD COAL COMPANY, a Virginia corporation, and PARAMONT COAL CORPORATION, a Delaware corporation, hereinafter collectively referred to as Grantors, and 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.

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

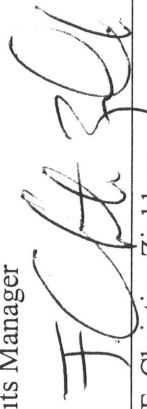
PARAMONT COAL CORPORATION

 (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 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

COMMONWEALTH OF VIRGINIA

COUNTY OF WASHINGTON

The foregoing instrument was acknowledged before me on this 7th day of 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

Jeressa J. Connell  
Notary Public

COMMONWEALTH OF VIRGINIA

COUNTY OF WASHINGTON

The foregoing instrument was acknowledged before me on this 7th day of 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

Jeressa J. Connell  
Notary Public

STATE OF North Carolina  
CITY/COUNTY OF Orange

The foregoing instrument was acknowledged before me on this 12<sup>th</sup> 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: 5/16/09

Sherry A. Nye  
Notary Public

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

0402783

VIRGINIA: IN THE OFFICE OF THE CLERK OF THE CIRCUIT COURT OF RUSSELL COUNTY, 7-21, 2004. This deed was this day presented in said office, and upon the certificate of acknowledgment thereto annexed, admitted to record at 1:32 o'clock P.M., after payment of \$ — tax imposed by Sec. 58.1-802.

Original returned this date to: Steward Dittie  
Attente, CA 30328

BY: Steward Dittie D. CLERK  
JULIE DOUGLAS COMPTON, CLERK