

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE BOARDS OWN MOTION
NORTHERN OIL PRODUCTION, INC.
TO VACATE BOARD ORDERS 41-1997
AND 139-1997, TO RE-ESTABLISH
THE W½ OF SECTION 33, T35N-R58E,
SHERIDAN COUNTY, MONTANA, AS
THE PERMANENT SPACING UNIT FOR
THE RED RIVER FORMATION, AND
TO DESIGNATE THE TEAL-PETERSON
33-12 WELL AS THE ONLY WELL
AUTHORIZED TO PRODUCE FROM
THE RED RIVER FORMATION IN SAID
PERMANENT SPACING UNIT.

ORDER 210-2008

Docket No. 222-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity present evidence, oral and documentary.
2. Board Order 56-96 originally established the W½ of Section 33, T35N-R58E, Sheridan County, Montana, as a permanent spacing unit for Red River production from the Teal-Peterson 33-12 well. Later Board Orders (41-1997 and 139-1997) amended and vacated Order 56-96 and established new temporary spacing units in said Section 33. Applicant requests Board Orders 41-1997 and 139-1997 be vacated and that the permanent spacing unit comprised of the W½ of said Section 33 and originally established in Board Order 56-96 be re-instated.
3. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Board Orders 41-1997 and 139-1997 are hereby vacated.

IT IS FURTHER ORDERED that the provisions of Board Order 56-96 are hereby re-instated and that the W½ of Section 33, T35N-R58E, Sheridan County, Montana, is re-established as a permanent spacing unit for the Red River Formation.

BOARD ORDER NO. 210-2008

IT IS FURTHER ORDERED that the Teal-Peterson 33-12 well is the only well authorized to produce from the Red River Formation in said permanent spacing unit.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
MCR, LLC TO DEEPEN THE RICE 1-26 WELL
(API # 25-099-21219) LOCATED IN THE
NWSW OF SECTION 26, T27N-R5W, TETON
COUNTY, MONTANA (PONDERA FIELD).
THIS WELL IS A PERMITTED MADISON
FORMATION DISPOSAL WELL AT A TOTAL
DEPTH OF 2252 FEET, WHICH WILL BE
DRILLED AN ADDITIONAL 300 FEET IN THE
MADISON FORMATION, TO A TOTAL DEPTH
OF 2552 FEET. AN AQUIFER EXEMPTION IS
BEING REQUESTED AS PART OF THE
APPLICATION, AS WATER IN THE PROPOSED
INJECTION ZONE CONTAINS LESS THAN
10,000 MG/L TOTAL DISSOLVED SOLIDS.

ORDER NO. 211-2008

Docket No. 225-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of MCR, LLC is granted as applied for, subject to the stipulations on the Sundry Notice.

BOARD ORDER NO. 211-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
MCR, LLC TO CONVERT THE ERICKSON A6
WELL (API # 25-073-05248) LOCATED IN THE
NENWNE OF SECTION 10, T27N-R4W,
PONDERA COUNTY, MONTANA, (PONDERA
FIELD) TO A CLASS II INJECTION WELL IN
THE MADISON FORMATION. AN AQUIFER
EXEMPTION IS BEING REQUESTED AS PART
OF THE APPLICATION, AS WATER IN THE
PROPOSED INJECTION ZONE CONTAINS
LESS THAN 10,000 MG/L TOTAL DISSOLVED
SOLIDS.

ORDER NO. 212-2008

Docket No. 226-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of MCR, LLC is granted as applied for, subject to the stipulations on the Sundry Notice.

BOARD ORDER NO. 212-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
MCR, LLC TO CONVERT THE WALSTON 2
WELL (API # 25-073-60046) LOCATED IN
THE SESW OF SECTION 2, T27N-R4W,
PONDERA COUNTY, MONTANA, (PONDERA
FIELD) TO A CLASS II INJECTION WELL IN
THE MADISON FORMATION. AN AQUIFER
EXEMPTION IS BEING REQUESTED AS
PART OF THE APPLICATION, AS WATER IN
THE PROPOSED INJECTION ZONE
CONTAINS LESS THAN 10,000 MG/L TOTAL
DISSOLVED SOLIDS.

ORDER NO. 213-2008

Docket No. 227-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of MCR, LLC is granted as applied for, subject to the stipulations on the Sundry Notice.

BOARD ORDER NO. 213-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
MCR, LLC TO CONVERT THE ERICKSON 2
WELL (API # 25-073-05255) LOCATED IN
THE SESWSW OF SECTION 2, T27N-R4W,
PONDERA COUNTY, MONTANA,
(PONDERA FIELD) TO A CLASS II
INJECTION WELL IN THE MADISON
FORMATION. AN AQUIFER EXEMPTION
IS BEING REQUESTED AS PART OF THE
APPLICATION, AS WATER IN THE
PROPOSED INJECTION ZONE CONTAINS
LESS THAN 10,000 MG/L TOTAL
DISSOLVED SOLIDS.

ORDER NO. 214-2008

Docket No. 228-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of MCR, LLC is granted as applied for, subject to the stipulations on the Sundry Notice.

BOARD ORDER NO. 214-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
CLINE PRODUCTION COMPANY TO EXPAND
THE INJECTION ZONE IN THE SWINNEY #2
SALTWATER DISPOSAL WELL
(API # 25-065-05119) LOCATED IN THE SESE
OF SECTION 22, T10N-R29E, MUSSELSHELL
COUNTY, MONTANA (MELSTONE FIELD).
THIS WELL IS A TYLER FORMATION
DISPOSAL WELL PERMITTED IN THE
INTERVAL 4261-4289 FEET. THE NEW
INJECTION ZONE WILL INCLUDE THE TYLER
FORMATION FROM 4260 – 4261 FEET AND
4289 – 4330 FEET.

ORDER NO. 215-2008

Docket No. 229-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Cline Production Company is granted as applied for, subject to the stipulations on the Sundry Notice.

BOARD ORDER NO. 215-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
SINCLAIR OIL & GAS COMPANY FOR AN
ORDER VACATING BOARD ORDER
427-2005 AND FEDERAL ORDER 2-2006 FED
WHICH CREATED THE TEMPORARY
SPACING UNIT COMPRISED OF SECTIONS 2
AND 11, T27N-R53E, RICHLAND COUNTY,
MONTANA; AND TO DESIGNATE A NEW
TEMPORARY SPACING UNIT COMPRISED
OF ALL OF SECTIONS 11 AND 14, T27N-R53E,
RICHLAND COUNTY, MONTANA; AND TO
AUTHORIZE THE DRILLING OF A
HORIZONTAL BAKKEN FORMATION WELL
THEREON AT ANY LOCATION NOT CLOSER
THAN 660 FEET TO THE NEW TEMPORARY
SPACING UNIT BOUNDARIES. APPLICANT
WILL APPLY FOR PERMANENT SPACING
WITHIN 90 DAYS OF SUCCESSFUL
COMPLETION OF A WELL IN THE PROPOSED
TEMPORARY SPACING UNIT.

ORDER NO. 216-2008

Docket No. 232-2008 & 11-2008 FED

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. A portion of the proposed temporary spacing unit is Indian land and the Bureau of Land Management (BLM) of the United States Department of Interior will issue the order for those lands.
3. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Sinclair Oil & Gas Company is granted as applied for.

BOARD ORDER NO. 216-2008

IT IS FURTHER ORDERED that a federal communitization agreement for spacing units which contain both federal and non-federal land shall be submitted to the authorized officer of the Bureau of Land Management prior to or upon completion of a producible well.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
SHAKESPEARE OIL COMPANY TO CREATE A
320-ACRE PERMANENT SPACING UNIT
COMPRISED OF THE W½ OF SECTION 14,
T36N-R54E, SHERIDAN COUNTY, MONTANA,
TO DRILL A RED RIVER FORMATION WELL
UNDER AUTHORITY OF A.R.M. 36.22.607 AT A
LOCATION 700' FWL AND 2350' FNL OF SAID
SECTION 14.

ORDER NO. 217-2008

Docket No. 162-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. Applicant has drilled and completed the Collins 1-14 well as a Red River Formation well.
3. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the W½ of Section 14, T36N-R54E, Sheridan County, Montana, is designated a 320-acre permanent spacing unit for the production of oil and associated gas from the Red River Formation.

IT IS FURTHER ORDERED that applicant's Collins 1-14 well is the designated well for said spacing unit.

BOARD ORDER NO. 217-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
SHAKESPEARE OIL COMPANY, INC. TO POOL
ALL TRACTS IN THE PERMANENT SPACING
UNIT COMPRISED OF THE W $\frac{1}{2}$ OF
SECTION 14, T36N-R54E, SHERIDAN COUNTY,
MONTANA, ON THE BASIS OF SURFACE
ACREAGE FOR PRODUCTION OF RED RIVER
FORMATION OIL AND ASSOCIATED
NATURAL GAS FROM THE COLLINS #1-14
WELL, AND TO AUTHORIZE RECOVERY OF
NON-JOINDER PENALTIES IN ACCORDANCE
WITH SECTION 82-11-202 (2), M.C.A.

ORDER NO. 218-2008

Docket No. 233-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all interests in the permanent spacing unit comprised of the W $\frac{1}{2}$ of Section 14, T36N-R54E, Sheridan County, Montana, are hereby pooled on the basis of surface acreage for production of Red River Formation oil and associated natural gas from the Collins #1-14 well.

IT IS FURTHER ORDERED that recovery of non-joinder penalties in accordance with Section 82-11-202 (2), M.C.A. is hereby authorized.

BOARD ORDER NO. 218-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
SAGA PETROLEUM CORP. TO AMEND BOARD
ORDER 133-2008 TO PERMIT THE DRILLING OF
THE DRY CREEK #2-15-721 WELL AT A
LOCATION 430' FSL AND 2182' FEL OF
SECTION 2, T7S-R21E, CARBON COUNTY, MONTANA,
WITH A 25-FOOT TOPOGRAPHIC TOLERANCE.
BOARD ORDER 133-1008 CREATED A
TEMPORARY SPACING UNIT TO DRILL SAID
WELL AT A LOCATION 430' FSL AND 2000' FEL
OF SAID SECTION 2 WITH A 100-FOOT
TOPOGRAPHIC TOLERANCE. THE REQUESTED
AMENDMENT TO BOARD ORDER 133-2008 IS
NECESSARY DUE TO SURFACE CONDITIONS AT
THE ORIGINAL PROPOSED LOCATION WHICH
CAUSE THE NEW LOCATION TO BE OUT OF
COMPLIANCE.

ORDER NO. 219-2008

Docket No. 234-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The requested well location was amended at the hearing to 379' FSL and 2182' FEL with a 25-foot topographic tolerance.
3. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

BOARD ORDER NO. 219-2008

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Board Order 133-2008 is amended to permit the drilling of the Dry Creek #2-15-721 well at a location 379' FSL and 2182' FEL of Section 2, T7S-R21E, Carbon County, Montana, with a 25-foot topographic tolerance.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
SLAWSON EXPLORATION COMPANY, INC. TO
CREATE A PERMANENT SPACING UNIT
COMPRISED OF ALL OF SECTION 19,
T30N-R58E, ROOSEVELT COUNTY, MONTANA,
FOR PRODUCTION OF OIL AND ASSOCIATED
NATURAL GAS FROM THE RATCLIFFE
FORMATION THEREUNDER.

ORDER NO. 220-2008

Docket No. 235-2008 & 12-2008 FED

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The NE¼ of Section 19 is Indian land. The Bureau of Land Management of the United States Department of the Interior will issue the order pertaining to those lands.
3. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Section 19, T30N-R58E, Roosevelt County, Montana, is designated a permanent spacing unit for production of oil and associated natural gas from the Ratcliffe Formation.

BOARD ORDER NO. 220-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
SLAWSON EXPLORATION COMPANY, INC.
TO CREATE A PERMANENT SPACING UNIT
COMPRISED OF THE N½ AND SE¼ OF
SECTION 17, T29N-R59E, ROOSEVELT
COUNTY, MONTANA, FOR PRODUCTION
OF OIL AND ASSOCIATED NATURAL GAS
FROM THE RATCLIFFE FORMATION
THEREUNDER.

ORDER NO. 221-2008

Docket No. 236-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the N½ and SE¼ of Section 17, T29N-R59E, Roosevelt County, Montana, is designated a permanent spacing unit for production of oil and associated natural gas from the Ratcliffe Formation.

BOARD ORDER NO. 221-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
SLAWSON EXPLORATION COMPANY, INC.
TO POOL ALL INTERESTS IN THE SPACING
UNIT COMPRISED OF THE N½ AND SE¼ OF
SECTION 17, T29N-R59E, ROOSEVELT
COUNTY, MONTANA, FOR PRODUCTION
OF OIL AND ASSOCIATED NATURAL GAS
FROM THE RATCLIFFE FORMATION AND
TO AUTHORIZE RECOVERY OF
NON-CONSENT PENALTIES IN
ACCORDANCE WITH SECTION 82-11-202 (2),
M.C.A. WITH RESPECT TO THE
INTERCEPTOR 1-17H WELL.

ORDER NO. 222-2008

Docket No. 237-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all interests in the permanent spacing unit comprised of the N½ and SE¼ of Section 17, T29N-R59E, Roosevelt County, Montana, are hereby pooled on the basis of surface acreage for production of oil and associated natural gas from the Ratcliffe Formation.

IT IS FURTHER ORDERED that recovery of non-consent penalties in accordance with Section 82-11-202(2), M.C.A. with respect to the Interceptor 1-17H well is hereby authorized.

BOARD ORDER NO. 222-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
SLAWSON EXPLORATION COMPANY, INC.
TO POOL ALL INTERESTS IN THE SPACING
UNIT COMPRISED OF ALL OF SECTION 32,
T26N-R55E, RICHLAND COUNTY, MONTANA,
FOR PRODUCTION OF OIL AND
ASSOCIATED NATURAL GAS FROM THE
BAKKEN FORMATION AND TO AUTHORIZE
RECOVERY OF NON-CONSENT PENALTIES
IN ACCORDANCE WITH SECTION 82-11-202 (2),
M.C.A. WITH RESPECT TO THE
COMET #1-32H WELL.

ORDER NO. 223-2008

Docket No. 238-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all interests in the permanent spacing unit comprised of all of Section 32, T26N-R55E, Richland County, Montana, are hereby pooled on the basis of surface acreage for production of oil and associated natural gas from the Bakken Formation.

IT IS FURTHER ORDERED that recovery of non-consent penalties in accordance with Section 82-11-202 (2), M.C.A. with respect to the Comet #1-32H well is hereby authorized.

BOARD ORDER NO. 223-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
CONTINENTAL RESOURCES, INC. TO CREATE
A PERMANENT SPACING UNIT FOR THE
BAKKEN FORMATION COMPRISED OF LOTS
1, 2, 3, 4 (ALL) OF SECTION 1 AND ALL OF
SECTION 12, T24N-R56E, RICHLAND COUNTY,
MONTANA, AND TO DESIGNATE APPLICANT'S
RACHEL 1-12H WELL AS THE AUTHORIZED
WELL FOR SAID SPACING UNIT.

ORDER NO. 224-2008

Docket No. 240-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Lots 1, 2, 3, 4 (all) of Section 1 and all of Section 12, T24N-R56E, Richland County, Montana, are designated a permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

IT IS FURTHER ORDERED that applicant's Rachel 1-12H well is the authorized well for said spacing unit.

BOARD ORDER NO. 224-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
CONTINENTAL RESOURCES, INC. TO CREATE
A PERMANENT SPACING UNIT FOR THE
BAKKEN FORMATION COMPRISED OF ALL OF
SECTION 25, T26N-R54E, RICHLAND COUNTY,
MONTANA, AND TO DESIGNATE APPLICANT'S
FINNICUM 1-25H WELL AS THE AUTHORIZED
WELL FOR SAID SPACING UNIT.

ORDER NO. 225-2008

Docket No. 242-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Section 25, T26N-R54E, Richland County, Montana, is designated a permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

IT IS FURTHER ORDERED that applicant's Finnicum 1-25H well is the authorized well for said spacing unit.

BOARD ORDER NO. 225-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
CONTINENTAL RESOURCES, INC. TO POOL
ALL INTERESTS IN THE PERMANENT
SPACING UNIT COMPRISED OF ALL OF
SECTIONS 7 AND 18, T23N-R56E, RICHLAND
COUNTY, MONTANA, ON THE BASIS OF
SURFACE ACREAGE FOR BAKKEN
FORMATION PRODUCTION FROM THE
CONSTANCE 1-7H WELL AND TO AUTHORIZE
RECOVERY OF NON-JOINDER PENALTIES IN
ACCORDANCE WITH SECTION 82-11-202 (2),
M.C.A.

ORDER NO. 226-2008

Docket No. 243-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all interests in the permanent spacing unit comprised of all of Sections 7 and 18, T23N-R56E, Richland County, Montana, are hereby pooled on the basis of surface acreage for Bakken Formation production from the Constance 1-7H well.

IT IS FURTHER ORDERED that recovery of non-joinder penalties in accordance with Section 82-11-202 (2), M.C.A. is hereby authorized.

BOARD ORDER NO. 226-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
CONTINENTAL RESOURCES, INC. TO POOL
ALL INTERESTS IN THE PERMANENT
SPACING UNIT COMPRISED OF ALL OF
SECTIONS 7 AND 18, T23N-R56E, RICHLAND
COUNTY, MONTANA, ON THE BASIS OF
SURFACE ACREAGE FOR BAKKEN
FORMATION PRODUCTION FROM THE
CONSTANCE 3-7H WELL AND TO
AUTHORIZE RECOVERY OF NON-JOINDER
PENALTIES IN ACCORDANCE WITH
SECTION 82-11-202 (2), M.C.A..

ORDER NO. 227-2008

Docket No. 244-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all interests in the permanent spacing unit comprised of all of Sections 7 and 18, T23N-R56E, Richland County, Montana, are hereby pooled on the basis of surface acreage for Bakken Formation production from the Constance 3-7H well.

IT IS FURTHER ORDERED that recovery of non-joinder penalties in accordance with Section 82-11-202 (2), M.C.A. is hereby authorized.

BOARD ORDER NO. 227-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
TARGE ENERGY EXPLORATION AND
PRODUCTION, LLC TO VACATE BOARD
ORDER 204-2001, WHICH ESTABLISHED
PERMANENT SPACING UNITS
COMPRISED OF THE N½ AND S½ OF
SECTION 19, T34N-R1E, TOOLE COUNTY,
MONTANA, FOR PRODUCTION OF
NATURAL GAS FROM ALL HORIZONS
ABOVE THE RIERDON FORMATION,
AND TO RE-ESTABLISH THAT THE E½
AND W½ BE DESIGNED PERMANENT
SPACING UNITS IN SAID SECTION 19 AS
PER BOARD ORDER 8-1990 WHICH ADDED
THE LANDS TO THE EAST KEVIN GAS FIELD.

ORDER NO. 228-2008

Docket No. 245-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Board Order 204-2001 is hereby vacated and that the E½ and W½ of Section 19, T34N-R1E, are re-established as permanent spacing units as per Board Order 8-1990 which added the lands to the East Kevin Gas Field.

BOARD ORDER NO. 228-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF IOFINA
NATURAL GAS, INC. TO CREATE 160-ACRE
TEMPORARY SPACING UNITS FOR
EXPLORATION AND PRODUCTION OF
NATURAL GAS FROM THE EAGLE, VIRGELLE
AND TELEGRAPH CREEK FORMATIONS UPON
THE FOLLOWING DESCRIBED LANDS IN HILL
COUNTY, MONTANA.

ORDER NO. 229-2008

T36N-R11E
SECTION 26: ALL
SECTION 27: ALL
SECTION 35: ALL
T35N-R11E
SECTION 9: ALL

Docket No. 246-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Sections 26, 27, and 35, T36N-R11E and all of Section 9, T35N-R11E, Hill County, Montana, are delineated as 160-acre temporary spacing unit for exploration and production of natural gas from the Eagle, Virgelle and Telegraph Creek Formations.

IT IS FURTHER ORDERED that wells drilled in the temporary spacing units must be no closer than 660 feet to the spacing unit boundaries.

IT IS FURTHER ORDERED that applicant shall return for permanent spacing within 90 days of first gas sales.

BOARD ORDER NO. 229-2008

IT IS FURTHER ORDERED that a federal communitization agreement for spacing units which contain both federal and non-federal land shall be submitted to the authorized officer of the Bureau of Land Management prior to or upon completion of a producible well.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
IOFINA NATURAL GAS, INC. TO DRILL THE
FOLLOWING SEVEN WELLS IN HILL COUNTY,
MONTANA, AS CLASS II INJECTION WELLS
IN THE EAGLE, VIRGELLE, BOW ISLAND,
DAKOTA, KOOTENAI, SWIFT, SAWTOOTH
AND MADISON FORMATIONS. AN AQUIFER
EXEMPTION IS BEING REQUESTED AS PART
OF THE APPLICATION, AS WATER IN THE
PROPOSED INJECTION ZONES CONTAINS
LESS THAN 10,000 MG/L TOTAL DISSOLVED
SOLIDS.

ORDER NO. 230-2008

IOFINJ #3 WELL IN THE C NE OF SECTION 26, T36N-R11E
IOFINJ #4 WELL IN THE C SE OF SECTION 26, T36N-R11E
IOFINJ #8 WELL IN THE C SE OF SECTION 29, T36N-R11E
IOFINJ #9 WELL IN THE C NE OF SECTION 34, T36N-R11E
IOFINJ #10 WELL IN THE C NW OF SECTION 2, T35N-R11E
IOFINJ #13 WELL IN THE C SW OF SECTION 3, T35N-R11E
IOFINJ #15 WELL IN THE C SE OF SECTION 9, T35N-R11E

Docket No. 247-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The application was amended prior to hearing to include only the IOFINJ #10 well and the IOFINJ #13 well listed in the caption.
3. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Iofina Natural Gas, Inc. is authorized to drill the following two Class II injection wells in Hill County, Montana, subject to stipulations on the Sundry Notice: the IOFINJ #10 well in the C NW of Section 2, T35N-R11E for injection into the Virgelle member of the Eagle Formation; and the IOFINJ #13 well in the C SW of Section 3, T35N-R11E for injection into the upper and middle members of the Eagle Formation.

BOARD ORDER NO. 230-2008

IT IS FURTHER ORDERED that the injected water cannot be subject to any industrial process (including iodine extraction) before being disposed of in these wells.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
DEVON ENERGY PRODUCTION COMPANY, L.P.
TO CREATE A TEMPORARY SPACING UNIT
COMPRISED OF THE W½ OF SECTION 2 AND
THE E½ OF SECTION 3, T25N-R17E, BLAINE
COUNTY, MONTANA, TO DRILL A GAS WELL
(THE BOGGESS-DIR-02-12-25-17) AT AN
APPROXIMATE LOCATION 2361' FNL AND
833' FWL (SURFACE HOLE LOCATION) AND
2510' FSL AND 150' FWL (BOTTOM HOLE
LOCATION) OF SAID SECTION 2 AS AN
EXCEPTION TO A.R.M. 36.22.702 AND BOARD
ORDER 4-1983.

ORDER NO. 231-2008

Docket No. 248-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Devon Energy Production Company, L.P. is granted as applied for.

IT IS FURTHER ORDERED that a federal communitization agreement for spacing units which contain both federal and non-federal land shall be submitted to the authorized officer of the Bureau of Land Management prior to or upon completion of a producible well.

BOARD ORDER NO. 231-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
DEVON ENERGY PRODUCTION COMPANY, L.P
TO POOL ALL INTERESTS IN THE SPACING
UNIT COMPRISED OF THE SW¹/₄SE¹/₄ AND
SE¹/₄SW¹/₄ OF SECTION 14 AND THE NW¹/₄NE¹/₄
AND NE¹/₄NW¹/₄ OF SECTION 23, T27N-R18E,
BLAINE COUNTY, MONTANA, FOR
PRODUCTION OF NATURAL GAS FROM THE
EAGLE FORMATION THROUGH THE
WELLBORE OF THE MOORE-DIR
#14-15A-27-18 WELL.

ORDER NO. 232-2008

Docket No. 250-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all interests in the permanent spacing unit comprised of the SW¹/₄SE¹/₄ and SE¹/₄SW¹/₄ of Section 14 and the NW¹/₄NE¹/₄ and NE¹/₄NW¹/₄ of Section 23, T27N-R18E, Blaine County, Montana, are hereby pooled on the basis of surface acreage for production of natural gas from the Eagle Formation through the wellbore of the Moore-DIR #14-15A-27-18 well.

IT IS FURTHER ORDERED that a federal communitization agreement for spacing units which contain both federal and non-federal land shall be submitted to the authorized officer of the Bureau of Land Management prior to or upon completion of a producible well.

BOARD ORDER NO. 232-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
DEVON ENERGY PRODUCTION COMPANY, L.P
TO DRILL AN ADDITIONAL EAGLE FORMATION
GAS WELL (THE US-DIR-25-11-25-17) AT AN
APPROXIMATE LOCATION 1800' FNL AND
1470' FWL (SURFACE HOLE LOCATION) AND
2280' FSL AND 1460' FWL (BOTTOM HOLE
LOCATION) OF SECTION 25, T25N-R17E,
BLAINE COUNTY, MONTANA, (SAID TRACT
ALSO COMPRISES PA "B" OF THE
HUEBSCHWERLEN UNIT) AS AN EXCEPTION
TO A.R.M. 36.22.702.

ORDER NO. 233-2008

Docket No. 251-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Devon Energy Production Company, L.P. is granted as applied for.

BOARD ORDER NO. 233-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
DEVON ENERGY PRODUCTION COMPANY, L.P
TO DRILL AN ADDITIONAL EAGLE FORMATION
GAS WELL (THE US-DIR-25-10A-25-17) AT AN
APPROXIMATE LOCATION 1873' FSL AND
481' FEL (SURFACE HOLE LOCATION) AND
1375' FSL AND 1600' FEL (BOTTOM HOLE
LOCATION) OF SECTION 25, T25N-R17E,
BLAINE COUNTY, MONTANA, (SAID TRACT
ALSO COMPRISES PA "B" OF THE
HUEBSCHWERLEN UNIT) AS AN EXCEPTION
TO A.R.M. 36.22.702.

ORDER NO. 234-2008

Docket No. 252-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Devon Energy Production Company, L.P. is granted as applied for.

BOARD ORDER NO. 234-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
DEVON ENERGY PRODUCTION COMPANY, L.P
TO DRILL AN ADDITIONAL EAGLE FORMATION
GAS WELL (THE US-DIR-25-03-25-17) AT AN
APPROXIMATE LOCATION 118' FSL AND
2567' FEL (SURFACE HOLE LOCATION) IN
SECTION 24, T25N-R17E, BLAINE COUNTY,
MONTANA, AND 950' FNL AND 2545' FWL
(BOTTOM HOLE LOCATION) OF SECTION 25,
T25N-R17E, BLAINE COUNTY, MONTANA,
(LANDS IN SAID SECTION 25 ALSO COMPRISE
PA "B" OF THE HUEBSCHWERLEN UNIT) AS AN
EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 235-2008

Docket No. 253-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Devon Energy Production Company, L.P. is granted as applied for.

BOARD ORDER NO. 235-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
BURLINGTON RESOURCES OIL & GAS COMPANY LP
TO DRILL AN ADDITIONAL HORIZONTAL BAKKEN
FORMATION WELL IN THE PERMANENT SPACING
UNIT CONSISTING OF ALL OF SECTIONS 2 AND 11,
T24N-R53E, RICHLAND COUNTY, MONTANA, SAID
WELL TO BE LOCATED ANYWHERE WITHIN THE
SPACING UNIT BUT NOT CLOSER THAN 660 FEET
TO THE BOUNDARIES THEREOF.

ORDER NO. 236-2008

Docket No. 254-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Burlington Resources Oil & Gas Company, LP is granted as applied for.

BOARD ORDER NO. 236-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
BURLINGTON RESOURCES OIL & GAS COMPANY LP
TO DRILL AN ADDITIONAL HORIZONTAL BAKKEN
FORMATION WELL IN THE PERMANENT SPACING
UNIT CONSISTING OF ALL OF SECTION 25,
T24N-R53E, RICHLAND COUNTY, MONTANA, SAID
WELL TO BE LOCATED ANYWHERE WITHIN THE
SPACING UNIT BUT NOT CLOSER THAN 660 FEET
TO THE BOUNDARIES THEREOF.

ORDER NO. 237-2008

Docket No. 255-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Burlington Resources Oil & Gas Company, LP is granted as applied for.

BOARD ORDER NO. 237-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
BURLINGTON RESOURCES OIL & GAS COMPANY LP
TO DRILL AN ADDITIONAL HORIZONTAL BAKKEN
FORMATION WELL IN THE PERMANENT SPACING
UNIT CONSISTING OF ALL OF SECTIONS 6 AND 7,
T24N-R53E, RICHLAND COUNTY, MONTANA, SAID
WELL TO BE LOCATED ANYWHERE WITHIN THE
SPACING UNIT BUT NOT CLOSER THAN 660 FEET
TO THE BOUNDARIES THEREOF.

ORDER NO. 238-2008

Docket No. 256-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Burlington Resources Oil & Gas Company, LP is granted as applied for.

BOARD ORDER NO. 238-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
BURLINGTON RESOURCES OIL & GAS COMPANY LP
TO DRILL AN ADDITIONAL HORIZONTAL BAKKEN
FORMATION WELL IN THE PERMANENT SPACING
UNIT CONSISTING OF ALL OF SECTIONS 16 AND 21,
T25N-R52E, RICHLAND COUNTY, MONTANA, SAID
WELL TO BE LOCATED ANYWHERE WITHIN THE
SPACING UNIT BUT NOT CLOSER THAN 660 FEET
TO THE BOUNDARIES THEREOF.

ORDER NO. 239-2008

Docket No. 257-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Burlington Resources Oil & Gas Company, LP is granted as applied for.

BOARD ORDER NO. 239-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
BURLINGTON RESOURCES OIL & GAS COMPANY LP
TO DRILL AN ADDITIONAL HORIZONTAL BAKKEN
FORMATION WELL IN THE PERMANENT SPACING
UNIT CONSISTING OF ALL OF SECTIONS 25 AND 36,
T25N-R52E, RICHLAND COUNTY, MONTANA, SAID
WELL TO BE LOCATED ANYWHERE WITHIN THE
SPACING UNIT BUT NOT CLOSER THAN 660 FEET
TO THE BOUNDARIES THEREOF.

ORDER NO. 240-2008

Docket No. 258-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Burlington Resources Oil & Gas Company, LP is granted as applied for.

BOARD ORDER NO. 240-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
BURLINGTON RESOURCES OIL & GAS COMPANY LP
TO DRILL AN ADDITIONAL HORIZONTAL BAKKEN
FORMATION WELL IN THE PERMANENT SPACING
UNIT CONSISTING OF ALL OF SECTIONS 26 AND 35,
T25N-R52E, RICHLAND COUNTY, MONTANA, SAID
WELL TO BE LOCATED ANYWHERE WITHIN THE
SPACING UNIT BUT NOT CLOSER THAN 660 FEET
TO THE BOUNDARIES THEREOF.

ORDER NO. 241-2008

Docket No. 259-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Burlington Resources Oil & Gas Company, LP is granted as applied for.

BOARD ORDER NO. 241-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
BURLINGTON RESOURCES OIL & GAS COMPANY LP
TO DRILL AN ADDITIONAL HORIZONTAL BAKKEN
FORMATION WELL IN THE PERMANENT SPACING
UNIT CONSISTING OF ALL OF SECTIONS 27 AND 34,
T25N-R52E, RICHLAND COUNTY, MONTANA, SAID
WELL TO BE LOCATED ANYWHERE WITHIN THE
SPACING UNIT BUT NOT CLOSER THAN 660 FEET
TO THE BOUNDARIES THEREOF.

ORDER NO. 242-2008

Docket No. 260-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Burlington Resources Oil & Gas Company, LP is granted as applied for.

BOARD ORDER NO. 242-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
BURLINGTON RESOURCES OIL & GAS COMPANY LP
TO DRILL AN ADDITIONAL HORIZONTAL BAKKEN
FORMATION WELL IN THE PERMANENT SPACING
UNIT CONSISTING OF ALL OF SECTIONS 3 AND 10,
T25N-R52E, RICHLAND COUNTY, MONTANA, SAID
WELL TO BE LOCATED ANYWHERE WITHIN THE
SPACING UNIT BUT NOT CLOSER THAN 660 FEET
TO THE BOUNDARIES THEREOF.

ORDER NO. 243-2008

Docket No. 261-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Burlington Resources Oil & Gas Company, LP is granted as applied for.

BOARD ORDER NO. 243-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
BURLINGTON RESOURCES OIL & GAS COMPANY LP
TO DRILL AN ADDITIONAL HORIZONTAL BAKKEN
FORMATION WELL IN THE PERMANENT SPACING
UNIT CONSISTING OF ALL OF SECTION 19,
T25N-R53E, RICHLAND COUNTY, MONTANA, SAID
WELL TO BE LOCATED ANYWHERE WITHIN THE
SPACING UNIT BUT NOT CLOSER THAN 660 FEET
TO THE BOUNDARIES THEREOF.

ORDER NO. 244-2008

Docket No. 262-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Burlington Resources Oil & Gas Company, LP is granted as applied for.

BOARD ORDER NO. 244-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
BURLINGTON RESOURCES OIL & GAS COMPANY LP
TO DRILL AN ADDITIONAL HORIZONTAL BAKKEN
FORMATION WELL IN THE PERMANENT SPACING
UNIT CONSISTING OF ALL OF SECTIONS 29 AND 32,
T25N-R53E, RICHLAND COUNTY, MONTANA, SAID
WELL TO BE LOCATED ANYWHERE WITHIN THE
SPACING UNIT BUT NOT CLOSER THAN 660 FEET
TO THE BOUNDARIES THEREOF.

ORDER NO. 245-2008

Docket No. 263-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Burlington Resources Oil & Gas Company, LP is granted as applied for.

BOARD ORDER NO. 245-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
ST. MARY LAND & EXPLORATION COMPANY
TO APPROVE AND CERTIFY THE W.E.
MCCHESNEY 2 WELL (API # 25-083-21645) IN
SECTION 7, T22N-R58E, RICHLAND COUNTY,
MONTANA, AS A HORIZONTALLY
RECOMPLETED WELL ENTITLED TO
APPLICABLE PRODUCTION TAX REDUCTIONS
AND TO CERTIFY DECLINE RATES TO CALCULATE
THE INCREMENTAL PRODUCTION FROM SAID WELL.

ORDER NO. 246-2008

Docket No. 267-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of St. Mary Land & Exploration Company is granted as applied for.

BOARD ORDER NO. 246-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE APPLICATION OF
BURLINGTON RESOURCES OIL & GAS COMPANY LP
TO ESTABLISH A FIELD AND PERMANENT SPACING
UNIT COMPRISED OF ALL OF SECTION 3, T21N-R59E,
RICHLAND COUNTY, MONTANA, FOR PRODUCTION
OF OIL AND ASSOCIATED NATURAL GAS FROM THE
BAKKEN FORMATION AND FOR AUTHORIZATION
TO PRODUCE ITS BR 41-3H 19 HORIZONTAL
MULTI-LATERAL WELL WITH A BOTTOM HOLE
LOCATION 647.99' FSL AND 771.55' FWL OF SAID
SECTION 3.

ORDER NO. 247-2008

Docket No. 161-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. A re-interpretation of the directional survey for the BR 41-3H 19 well showed that no well path was closer than 660 feet to the boundaries of the proposed spacing unit so the application was amended to request only permanent spacing.
3. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Section 3, T21N-R59E, Richland County, Montana, is designated a field and permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

IT IS FURTHER ORDERED that applicant's BR 41-3H 19 horizontal multi-lateral well is the authorized well for said spacing unit.

BOARD ORDER NO. 247-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE BOARD'S OWN MOTION TO REQUIRE
B.C. JAM, INC. TO APPEAR AND
SHOW CAUSE, IF ANY IT HAS, WHY ITS BOND
SHOULD NOT BE FORFEITED OR OTHER
PENALTIES APPLIED FOR FAILURE TO PLUG
AND ABANDON THE NADEAU 15 WELL
(API # 25-101-23183) LOCATED IN THE
NE $\frac{1}{4}$ SW $\frac{1}{4}$ SW $\frac{1}{4}$ OF SECTION 15, T31N-R3W,
TOOLE COUNTY, MONTANA.

ORDER NO. 248-2008

Docket No. 273-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. No one appeared for B.C. Jam, Inc.
3. The evidence indicates that taking the following action will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the \$25,000 multiple well bond of B.C. Jam, Inc. , which is comprised of a surety bond and certificate of deposit, is hereby forfeited for failure to plug and abandon the Nadeau 15 well (API # 25-101-23183) located in the NE $\frac{1}{4}$ SW $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 15, T31N-R3W, Toole County, Montana.

BOARD ORDER NO. 248-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

UPON THE BOARD'S OWN MOTION TO REQUIRE
HUMES OIL COMPANY TO APPEAR AND
SHOW CAUSE, IF ANY IT HAS, WHY ITS BOND
SHOULD NOT BE FORFEITED OR OTHER
PENALTIES APPLIED FOR FAILURE TO PLUG
AND ABANDON TWO WELLS IN GLACIER
COUNTY, MONTANA: THE COMAN-HUMES #2
WELL (API # 25-035-21744) LOCATED IN THE
NE¹/₄NE¹/₄ OF SECTION 21, T36N-R6W AND THE
COMAN-HUMES #1 WELL (API # 25-035-21708)
LOCATED IN THE SE¹/₄SE¹/₄ OF SECTION 16,
T36N-R6W.

ORDER NO. 249-2008

Docket No. 274-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 31st day of July, 2008 in the conference room of the Sidney Elks Lodge in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King was absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. No one appeared for Humes Oil Company.
3. The evidence indicates that taking the following action will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the \$10,000 certificate of deposit blanket bond of Humes Oil Company is hereby forfeited for failure to plug and abandon the Coman-Humes #2 well (API # 25-035-21744) located in the NE¹/₄NE¹/₄ of Section 21, T36N-R6W and the Coman-Humes #1 well (API # 25-035-21708) located in the SE¹/₄SE¹/₄ of Section 16, T36N-R6W, Glacier County, Montana.

BOARD ORDER NO. 249-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 31st day of July, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

