

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

UPON THE APPLICATION OF
MCR, LLC TO ENLARGE THE WEST BUTTE
OIL AND GAS FIELD TO INCLUDE THE W½
OF SECTION 9, T36N-R2E, TOOLE COUNTY,
MONTANA, AND TO PERMIT PRODUCTION
OF NATURAL GAS FROM THE SAWTOOTH
AND THE MADISON FORMATIONS TO BE
COMMINGLED.

ORDER 250-2008

Docket No. 275-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta was absent and Vice-Chairman Wayne Smith recused himself. 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. 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 West Butte Oil and Gas Field is enlarged to include the W½ of Section 9, T36N-R2E, Toole County, Montana, for production of natural gas from the Sawtooth and Madison Formations.

IT IS FURTHER ORDERED that natural gas produced from the Sawtooth and Madison Formations on said lands may be commingled.

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. 250-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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 POOL ALL INTERESTS IN THE
PERMANENT SPACING UNIT COMPRISED
OF THE W½ OF SECTION 9, T36N-R2E,
TOOLE COUNTY, MONTANA, FOR
PRODUCTION OF NATURAL GAS AND
ASSOCIATED LIQUID HYDROCARBONS
FROM THE SAWTOOTH AND THE MADISON
FORMATIONS THEREUNDER. APPLICANT
WAIVES ITS RIGHT TO REQUEST RISK
PENALTIES.

ORDER NO. 251-2008

Docket No. 276-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta was absent and Vice-Chairman Wayne Smith recused himself. 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 did not request imposition of risk penalties.
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 interests in the permanent spacing unit comprised of the W½ of Section 9, T36N-R2E, Toole County, Montana, are hereby pooled on the basis of surface acreage for production of natural gas and associated liquid hydrocarbons from the Sawtooth and Madison Formations thereunder.

BOARD ORDER NO. 251-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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 BERTHELOTE
#43-8A WELL (API #25-101-24002) LOCATED
IN THE NW¼SE¼ OF SECTION 8, T36N-R2E,
TOOLE COUNTY, MONTANA,
(WEST BUTTE FIELD) TO A CLASS II
INJECTION WELL FOR DISPOSAL OF
PRODUCED WATER INTO THE 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. 252-2008

Docket No. 277-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 letter from David McEwen of Galata, MT, was read into the record. Mr. McEwen is concerned about using the Berthelote well for injection because of its age, and about monitoring and accountability.
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 Berthelote #43-8A well (API #25-101-24002) located in the NW¼SE¼ of Section 8, T36N-R2E, Toole County, Montana, (West Butte Field) is hereby converted to a Class II Injection well for disposal of produced water into the Sawtooth and Madison Formations, subject to stipulations on the Sundry Notice.

BOARD ORDER NO. 252-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
ALTAMONT OIL & GAS, INC. TO ENLARGE
THE LAKE FRANCES FIELD TO INCLUDE
ALL OF SECTIONS 7, 19, AND 30, T29N-R5W
AND ALL OF SECTIONS 12, 13, AND 24,
T29N-R6W, PONDERA COUNTY, MONTANA.

ORDER NO. 253-2008

Docket No. 278-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 Lake Frances Field is enlarged to include all of Sections 7, 19 and 30, T29N-R5W and all of Sections 12, 13 and 24, T29N-R6W, Pondera County, Montana.

BOARD ORDER NO. 253-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
J. BURNS BROWN OPERATING COMPANY TO
CREATE A TEMPORARY SPACING UNIT
COMPRISED OF THE N½ OF SECTION 9,
T35N-R17E, HILL COUNTY, MONTANA, TO
DRILL A WELL TO THE EAGLE AND
NIOBRARA FORMATIONS ANYWHERE
WITHIN SAID TEMPORARY SPACING UNIT
BUT NOT CLOSER THAT 660 FEET FROM THE
EXTERIOR BOUNDARIES THEREOF.
APPLICANT STATES IT WILL APPLY FOR
PERMANENT SPACING WITHIN 90 DAYS OF
SUCCESSFUL WELL COMPLETION.

ORDER NO. 254-2008

Docket No. 280-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 J. Burns Brown Operating Company is granted as applied for.

IT IS FURTHER ORDERED that applicant shall apply for permanent spacing within 90 days of successful well completion

BOARD ORDER NO. 254-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
J. BURNS BROWN OPERATING COMPANY TO
CREATE A PERMANENT SPACING UNIT
COMPRISED OF THE W½ OF SECTION 18,
T34N-R19E, BLAINE COUNTY, MONTANA,
FOR PRODUCTION OF NATURAL GAS FROM
THE EAGLE FORMATION AND TO DESIGNATE
THE STUKER 18-34-19C WELL AS THE
AUTHORIZED WELL FOR SAID PERMANENT
SPACING UNIT.

ORDER NO. 255-2008

Docket No. 281-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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. Board Order 173-2005 authorized the drilling and completion of a second Eagle Formation gas well in the temporary spacing unit comprised of the W½ of Section 18.
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 the W½ of Section 18, T34N-R19E, Blaine County, Montana, is designated a permanent spacing unit for production of natural gas from the Eagle Formation.

IT IS FURTHER ORDERED that the Stuker 18-34-19C and Stuker 18-34-19D wells are the authorized wells for said spacing unit.

BOARD ORDER NO. 255-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
FLYING J OIL & GAS, INC. TO CREATE A
PERMANENT SPACING UNIT COMPRISED
THE S½ OF SECTION 14 AND THE E½ OF
SECTION 23, T36N-R52E, SHERIDAN
COUNTY, MONTANA, FOR PRODUCTION
OF OIL AND ASSOCIATED GAS FROM THE
WINNIPEGOSIS FORMATION AND TO
DESIGNATE APPLICANT'S WEXELS
#1-23H WELL AS THE AUTHORIZED WELL
FOR SAID PERMANENT SPACING UNIT.

ORDER NO. 256-2008

Docket No. 283-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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. Letters of support were received from various members of the Wexels family.
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 S½ of Section 14 and the E½ of Section 23, T36N-R52E, Sheridan County, Montana, are designated a permanent spacing unit for production of oil and associated gas from the Winnipegosis Formation.

IT IS FURTHER ORDERED that applicant's Wexels #1-23H well is the authorized well for said permanent spacing unit.

BOARD ORDER NO. 256-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
FLYING J OIL & GAS, INC. TO CREATE A
PERMANENT SPACING UNIT COMPRISED
THE SE $\frac{1}{4}$ OF SECTION 14 AND THE NE $\frac{1}{4}$
OF SECTION 23, T36N-R52E, SHERIDAN
COUNTY, MONTANA, FOR PRODUCTION
OF OIL AND ASSOCIATED GAS FROM THE
NISKU FORMATION AND TO DESIGNATE
APPLICANT'S WEXELS #1N-23H WELL AS
THE AUTHORIZED WELL FOR SAID
PERMANENT SPACING UNIT.

ORDER NO. 257-2008

Docket No. 284-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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. Letters of support were received from various members of the Wexels family.
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 SE $\frac{1}{4}$ of Section 14 and the NE $\frac{1}{4}$ of Section 23, T36N-R52E, Sheridan County, Montana, is designated a permanent spacing unit for production of oil and associated natural gas from the Nisku Formation.

IT IS FURTHER ORDERED that applicant's Wexels #1N-23H well is the authorized well for said permanent spacing unit.

BOARD ORDER NO. 257-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
KLABZUBA OIL & GAS, INC. TO CREATE A
PERMANENT SPACING UNIT COMPRISED
OF ALL OF SECTION 9, T35N-R16E, HILL
COUNTY, MONTANA, FOR PRODUCTION
OF EAGLE AND JUDITH RIVER
FORMATIONS GAS (COMMINGLED)
THROUGH THE WELLBORE OF THE
BESSETTE #9-14-35-16 WELL.

ORDER NO. 258-2008

Docket No. 286-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 9, T35N-R16E, Hill County, Montana, is designated a permanent spacing unit for production of Eagle and Judith River Formations gas.

IT IS FURTHER ORDERED that natural gas produced from the Eagle and Judith River Formations may be commingled through the wellbore of the Bessette #9-14-35-16 well.

BOARD ORDER NO. 258-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
KLABZUBA OIL & GAS, INC. TO POOL ALL
INTERESTS IN THE PERMANENT SPACING
UNIT COMPRISED OF ALL OF SECTION 9,
T35N-R16E, HILL COUNTY, MONTANA,
FOR PRODUCTION OF EAGLE AND JUDITH
RIVER FORMATIONS GAS (COMMINGLED)
THROUGH THE WELLBORE OF THE BESSETTE
9-14-35-16 WELL. APPLICANT IS NOT
SEEKING RISK PENALTIES.

ORDER NO. 259-2008

Docket No. 287-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 did not request imposition of risk penalties.
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 interests in the permanent spacing unit comprised of all of Section 9, T35N-R16E, Hill County, Montana, are hereby pooled on the basis of surface acreage for production of Eagle and Judith River Formation gas (commingled) through the wellbore of the Bessette #9-14-35-16 well.

BOARD ORDER NO. 259-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
KLABZUBA OIL & GAS, INC. TO CREATE A
PERMANENT SPACING UNIT COMPRISED
OF THE S½ OF SECTION 3 AND THE N½ OF
SECTION 10, T34N-R16E, HILL COUNTY,
MONTANA, FOR PRODUCTION OF EAGLE
FORMATION GAS THROUGH THE
WELLBORE OF THE PATTISON #3-14-34-16F
WELL.

ORDER NO. 260-2008

Docket No. 288-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 S½ of Section 3 and the N½ of Section 10, T34N-R16E, Hill County, Montana, are designated a permanent spacing unit for production of Eagle Formation gas through the wellbore of the Pattison #3-14-34-16F well.

BOARD ORDER NO. 260-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
KLABZUBA OIL & GAS, INC. TO DRILL AN
ADDITIONAL EAGLE/NIORARA
FORMATION GAS WELL
(THE HIGGINS #5-9-33-14C) IN THE
PERMANENT SPACING UNIT COMPRISED
OF THE S½ OF SECTION 5 AND THE N½ OF
SECTION 8, T33N-R14E, HILL COUNTY,
MONTANA, AT A LOCATION 1980' FSL AND
660' FEL OF SAID SECTION 5, WITH A
TOLERANCE OF 200 FEET IN ANY DIRECTION
NOT CLOSER TO THE PERMANENT SPACING
UNIT BOUNDARY, AND TO COMMINGLE
PRODUCTION FROM SAID FORMATIONS IN
THE WELLBORE, AS AN EXCEPTION TO
BOARD ORDER 318-2005.

ORDER NO. 261-2008

Docket No. 290-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 Klabzuba Oil & Gas, Inc. is authorized to drill an additional Eagle/Niobrara Formation gas well (the Higgins #5-9-33-14C) in the permanent spacing unit comprised of the S½ of Section 5 and the N½ of Section 8, T33N-R14E, Hill County, Montana, at a location 1980' FSL and 660' FEL of said Section 5, with a tolerance of 200 feet in any direction not closer to the permanent spacing unit boundary.

IT IS FURTHER ORDERED that Eagle and Niobrara Formation production from said well may be commingled in the wellbore.

BOARD ORDER NO. 261-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
KLABZUBA OIL & GAS, INC. TO DRILL AN
ADDITIONAL EAGLE/NIOBRARA FORMATION
GAS WELL (THE D&R HANSON #8-7-33-14E) IN
THE PERMANENT SPACING UNIT COMPRISED
OF THE S½ OF SECTION 5 AND THE N½ OF
SECTION 8, T33N-R14E, HILL COUNTY,
MONTANA, AT A LOCATION 1980' FNL AND
1980' FEL OF SAID SECTION 8, WITH A
TOLERANCE OF 200 FEET IN ANY DIRECTION
NOT CLOSER TO THE PERMANENT SPACING
UNIT BOUNDARY, AND TO COMMINGLE
PRODUCTION FROM SAID FORMATIONS IN
THE WELLBORE, AS AN EXCEPTION TO
BOARD ORDER 318-2005.

ORDER NO. 262-2008

Docket No. 291-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 Klabzuba Oil & Gas, Inc. is authorized to drill an additional Eagle/Niobrara Formation gas well (the D&R Hanson #8-7-33-14E) in the permanent spacing unit comprised of the S½ of Section 5 and the N½ of Section 8, T33N-R14E, Hill County, Montana, at a location 1980' FNL and 1980' FEL of said Section 8, with a tolerance of 200 feet in any direction not closer to the permanent spacing unit boundary.

IT IS FURTHER ORDERED that Eagle and Niobrara Formation natural gas production from said well may be commingled in the wellbore.

BOARD ORDER NO. 262-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
KLABZUBA OIL & GAS, INC. TO DRILL AN
ADDITIONAL EAGLE/NIOBRARA
FORMATION GAS WELL (THE D&R
HANSON-FEDERAL #6-9-33-14B) IN THE
TEMPORARY SPACING UNIT COMPRISED
OF ALL OF SECTION 6, T33N-R14E, HILL
COUNTY, MONTANA, AT A LOCATION
1980' FSL AND 660' FEL OF SAID SECTION 6,
WITH A TOLERANCE OF 200 FEET IN ANY
DIRECTION NOT CLOSER TO THE
TEMPORARY SPACING UNIT BOUNDARY,
AND TO COMMINGLE PRODUCTION FROM
SAID FORMATIONS IN THE WELLBORE, AS
AN EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 263-2008

Docket No. 292-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 Klabzuba Oil & Gas, Inc. is authorized to drill an additional Eagle/Niobrara Formation gas well (the D&R Hanson-Federal #6-9-33-14B) in the temporary spacing unit comprised of all of Section 6, T33N-R14E, Hill County, Montana, at a location 1980' FSL and 660' FEL of said Section 6, with a tolerance of 200 feet in any direction not closer to the temporary spacing unit boundary.

IT IS FURTHER ORDERED that natural gas produced from the Eagle and Niobrara Formations in said well may be commingled in the wellbore.

BOARD ORDER NO. 263-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
KLABZUBA OIL & GAS, INC. TO DRILL AN
ADDITIONAL EAGLE/NIOBRARA
FORMATION GAS WELL (THE HIGGINS
#9-11-33-14C) IN THE TEMPORARY SPACING
UNIT COMPRISED OF ALL OF SECTION 9,
T33N-R14E, HILL COUNTY, MONTANA, AT
A LOCATION 2475' FSL AND 1370' FWL OF
SAID SECTION 9, WITH A TOLERANCE OF
200 FEET IN ANY DIRECTION NOT CLOSER
TO THE TEMPORARY SPACING UNIT
BOUNDARY, AND TO COMMINGLE
PRODUCTION FROM SAID FORMATIONS IN
THE WELLBORE, AS AN EXCEPTION TO
A.R.M. 36.22.702.

ORDER NO. 264-2008

Docket No. 293-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 Klabzuba Oil & Gas, Inc. is authorized to drill an additional Eagle/Niobrara Formation gas well (the Higgins #9-11-33-14C) in the temporary spacing unit comprised of all of Section 9, T33N-R14E, Hill County, Montana, at a location 2475' FSL and 1370' FWL of said Section 9, with a tolerance of 200 feet in any direction not closer to the temporary spacing unit boundary

IT IS FURTHER ORDERED that Eagle and Niobrara Formation production from said well may be commingled in the wellbore.

BOARD ORDER NO. 264-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
KLABZUBA OIL & GAS, INC. TO DRILL AN
ADDITIONAL EAGLE/NIORARA FORMATION
GAS WELL (THE HIGGINS #9-13-33-14D) IN
THE TEMPORARY SPACING UNIT COMPRISED
OF ALL OF SECTION 9, T33N-R14E, HILL
COUNTY, MONTANA, AT A LOCATION
900' FSL AND 900' FWL OF SAID SECTION 9,
WITH A TOLERANCE OF 200 FEET IN ANY
DIRECTION NOT CLOSER TO THE TEMPORARY
SPACING UNIT BOUNDARY, AND TO
COMMINGLE PRODUCTION FROM SAID
FORMATIONS IN THE WELLBORE, AS AN
EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 265-2008

Docket No. 294-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 Klabzuba Oil & Gas, Inc. is authorized to drill an additional Eagle/Niobrara Formation gas well (the Higgins #9-13-33-14D) in the temporary spacing unit comprised of all of Section 9, T33N-R14E, Hill County, Montana, at a location 900' FSL and 900' FWL of said Section 9, with a tolerance of 200 feet in any direction not closer to the temporary spacing unit boundary.

IT IS FURTHER ORDERED that Eagle and Niobrara Formation natural gas production from said well may be commingled in the wellbore.

BOARD ORDER NO. 265-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
KLABZUBA OIL & GAS, INC. TO DRILL AN
ADDITIONAL EAGLE/NIORARA FORMATION
GAS WELL (THE MCSLOY #10-5-33-14B) IN
THE PERMANENT SPACING UNIT COMPRISED
OF ALL OF SECTION 10, T33N-R14E, HILL
COUNTY, MONTANA, AT A LOCATION
1980' FNL AND 660' FWL OF SAID SECTION 10,
WITH A TOLERANCE OF 200 FEET IN ANY
DIRECTION NOT CLOSER TO THE PERMANENT
SPACING UNIT BOUNDARY, AND TO
COMMINGLE PRODUCTION FROM SAID
FORMATIONS IN THE WELLBORE, AS AN
EXCEPTION TO BOARD ORDER 141-2008 AND
A.R.M. 36.22.702.

ORDER NO. 266-2008

Docket No. 295-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 Klabzuba Oil & Gas, Inc. is authorized to drill an additional Eagle/Niobrara Formation gas well (the McSloy #10-5-33-14B) in the permanent spacing unit comprised of all of Section 10, T33N-R14E, Hill County, Montana, at a location 1980' FNL and 660' FWL of said Section 10, with a tolerance of 200 feet in any direction not closer to the permanent spacing unit boundary.

IT IS FURTHER ORDERED that Eagle and Niobrara Formation natural gas production from said well may be commingled in the wellbore.

BOARD ORDER NO. 266-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
KLABZUBA OIL & GAS, INC. TO DRILL AN
ADDITIONAL EAGLE/NIOBRARA
FORMATION GAS WELL (THE STATE
#16-3-33-14D) IN THE PERMANENT SPACING
UNIT COMPRISED OF ALL OF SECTION 16,
T33N-R14E, HILL COUNTY, MONTANA, AT
A LOCATION 660' FNL AND 1433' FWL IN
SAID SECTION 16, WITH A TOLERANCE OF
200 FEET IN ANY DIRECTION NOT CLOSER TO
THE PERMANENT SPACING UNIT
BOUNDARY AND TO COMMINGLE
PRODUCTION FROM SAID FORMATIONS IN
THE WELLBORE, AS AN EXCEPTION TO
BOARD ORDER 36-98 AND A.R.M. 36.22.702.

ORDER NO. 267-2008

Docket No. 296-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 Klabzuba Oil & Gas, Inc. is authorized to drill an additional Eagle/Niobrara Formation gas well (the State #16-3-33-14D) in the permanent spacing unit comprised of all of Section 16, T33N-R14E, Hill County, Montana, at a location 660' FNL and 1433' FWL of said Section 16, with a tolerance of 200 feet in any direction not closer to the permanent spacing unit boundary.

IT IS FURTHER ORDERED that Eagle and Niobrara Formation natural gas produced from said well may be commingled in the wellbore.

BOARD ORDER NO. 267-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
KLABZUBA OIL & GAS, INC. TO DRILL AN
ADDITIONAL EAGLE/NIOBRARA
FORMATION GAS WELL (THE STATE
#16-1-33-14C) IN THE PERMANENT SPACING
UNIT COMPRISED OF ALL OF SECTION 16,
T33N-R14E, HILL COUNTY, MONTANA, AT
A LOCATION 990' FNL AND 990' FEL OF
SAID SECTION 16, WITH A TOLERANCE OF
200 FEET IN ANY DIRECTION NOT CLOSER
TO THE PERMANENT SPACING UNIT
BOUNDARY, AND TO COMMINGLE
PRODUCTION FROM SAID FORMATIONS IN
THE WELLBORE, AS AN EXCEPTION TO
BOARD ORDER 36-98 AND A.R.M. 36.22.702.

ORDER NO. 268-2008

Docket No. 297-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 Klabzuba Oil & Gas, Inc. is authorized to drill an additional Eagle/Niobrara Formation gas well (the State #16-1-33-14C) in the permanent spacing unit comprised of all of Section 16, T33N-R14E, Hill County, Montana, at a location 990' FNL and 990' FEL of said Section 16, with a tolerance of 200 feet in any direction not closer to the permanent spacing unit boundary.

IT IS FURTHER ORDERED that Eagle and Niobrara Formation natural gas production from said well may be commingled in the wellbore.

BOARD ORDER NO. 268-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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 PERMANENT SPACING UNIT
COMPRISED OF THE NE¼ OF SECTION 35 AND
THE NW¼ OF SECTION 36, T25N-R17E, BLAINE
COUNTY, MONTANA, FOR PRODUCTION OF
GAS FROM THE EAGLE FORMATION THROUGH
THE WELLBORE OF THE COURTNAGE
STATE #35-08-25-17 WELL.

ORDER NO. 269-2008

Docket No. 300-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 NE¼ of Section 35 and the NW¼ of Section 36, T25N-R17E, Blaine County, Montana, are designated a permanent spacing unit for production of gas from the Eagle Formation through the wellbore of the Courtnage State #35-08-25-17 well.

BOARD ORDER NO. 269-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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 CONVERT THE RAMBERG 29-10-31-18 WELL
(API #25-005-21085) LOCATED IN THE NW¼SE¼
OF SECTION 29, T31N-R18E, BLAINE COUNTY,
MONTANA, (TIGER RIDGE FIELD) TO A CLASS II
INJECTION WELL TO DISPOSE OF PRODUCED
WATER INTO THE EAGLE FORMATION. 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. 270-2008

Docket No. 301-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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, subject to stipulations on the Sundry Notice.

BOARD ORDER NO. 270-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
OMIMEX CANADA, LTD TO DRILL A NATURAL
GAS TEST WELL IN THE SE¼SW¼ OF SECTION
24, T35N-R5W, IN CUT BANK FIELD IN GLACIER
COUNTY, MONTANA, AT A LOCATION
APPROXIMATELY 2570' FWL AND 585' FSL OF
SAID SECTION 24. THE PROPOSED WELL
LOCATION IS APPROXIMATELY 70 FEET FROM
THE BOUNDARY OF THE SE¼SW¼ OF SAID
SECTION 24 SO IT MUST BE AUTHORIZED AS
AN EXCEPTION LOCATION BECAUSE THE
CUT BANK FIELD WELL LOCATION RULE
REQUIRES THAT NO GAS WELL BE DRILLED
CLOSER THAN 330 FEET FROM THE
BOUNDARIES OF ANY LEGAL SUBDIVISION
LINE.

ORDER NO. 271-2008

Docket No. 302-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 Omimex Canada, Ltd. is granted as applied for.

BOARD ORDER NO. 271-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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 DRILL A
BAKKEN FORMATION HORIZONTAL TEST
WELL IN AN OVERLAPPING TEMPORARY
SPACING UNIT CONSISTING OF ALL OF
SECTIONS 11, 12, 13, AND 14, T23N-R55E,
RICHLAND COUNTY, MONTANA, WITH THE
LATERALS TO BE LOCATED IN PROXIMITY
TO THE SECTION LINES BETWEEN THE TWO
EXISTING PERMANENT SPACING UNITS AND
NO CLOSER THAN 660 FEET TO THE EXTERIOR
BOUNDARIES OF SAID TEMPORARY SPACING
UNIT.

ORDER NO. 272-2008

Docket No. 303-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 had requested this matter be included on the Default Docket. The application was removed from the Default Docket and an overview of this and related dockets was presented by Continental Resources, Inc.
3. Applicant's proposal is to designate a temporary spacing unit that overlaps two existing spacing units for the drilling of a well along the common boundary between the existing spacing units.
4. Proposed horizontal laterals will be located no farther than 500 feet from the common boundary between the two existing spacing units, and a setback of 660 feet to the exterior boundaries of the proposed temporary spacing unit will be maintained.
5. Applicant presented testimony in support of its belief that approval of the application would facilitate the recovery of oil and associated gas that would not be recovered by existing wells and would not adversely impact interest owners.
6. 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. 272-2008

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Continental Resources, Inc. is authorized to drill a Bakken Formation horizontal test well in an overlapping temporary spacing unit consisting of all of Sections 11, 12, 13, and 14, T23N-R55E, Richland County, Montana.

IT IS FURTHER ORDERED that the proposed horizontal well be located within 500 feet of the common boundary between the existing spacing units and not closer than 660 feet to the exterior boundaries of the temporary spacing unit created by this order.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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 DRILL A
BAKKEN FORMATION HORIZONTAL TEST
WELL IN AN OVERLAPPING TEMPORARY
SPACING UNIT CONSISTING OF ALL OF
SECTIONS 7, 8, 17, AND 18, T23N-R56E,
RICHLAND COUNTY, MONTANA, WITH THE
LATERALS TO BE LOCATED IN PROXIMITY TO
THE SECTION LINES BETWEEN THE TWO
EXISTING PERMANENT SPACING UNITS AND
NO CLOSER THAN 660 FEET TO THE EXTERIOR
BOUNDARIES OF SAID TEMPORARY SPACING
UNIT.

ORDER NO. 273-2008

Docket No. 304-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 had requested this matter be included on the Default Docket. The application was removed from the Default Docket and an overview of this and related dockets was presented by Continental Resources, Inc.
3. Applicant's proposal is to designate a temporary spacing unit that overlaps two existing spacing units for the drilling of a well along the common boundary between the existing spacing units.
4. Proposed horizontal laterals will be located no farther than 500 feet from the common boundary between the two existing spacing units, and a setback of 660 feet to the exterior boundaries of the proposed temporary spacing unit will be maintained.
5. Applicant presented testimony in support of its belief that approval of the application would facilitate the recovery of oil and associated gas that would not be recovered by existing wells and would not adversely impact interest owners.
6. 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. 273-2008

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Continental Resources, Inc. is authorized to drill a Bakken Formation horizontal test well in an overlapping temporary spacing unit consisting of all of Sections 7, 8, 17, and 18, T23N-R56E, Richland County, Montana.

IT IS FURTHER ORDERED that the proposed horizontal well be located within 500 feet of the common boundary between the existing spacing units and not closer than 660 feet to the exterior boundaries of the temporary spacing unit created by this order.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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 DRILL A
BAKKEN FORMATION HORIZONTAL TEST
WELL IN AN OVERLAPPING TEMPORARY
SPACING UNIT CONSISTING OF ALL OF
SECTIONS 9, 10, 15, AND 16, T23N-R56E,
RICHLAND COUNTY, MONTANA, WITH THE
LATERALS TO BE LOCATED IN PROXIMITY
TO THE SECTION LINES BETWEEN THE TWO
EXISTING PERMANENT SPACING UNITS AND
NO CLOSER THAN 660 FEET TO THE EXTERIOR
BOUNDARIES OF SAID TEMPORARY SPACING
UNIT.

ORDER NO. 274-2008

Docket No. 305-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 had requested this matter be included on the Default Docket. The application was removed from the Default Docket and an overview of this and related dockets was presented by Continental Resources, Inc.
3. Applicant's proposal is to designate a temporary spacing unit that overlaps two existing spacing units for the drilling of a well along the common boundary between the existing spacing units.
4. Proposed horizontal laterals will be located no farther than 500 feet from the common boundary between the two existing spacing units, and a setback of 660 feet to the exterior boundaries of the proposed temporary spacing unit will be maintained.
5. Applicant presented testimony in support of its belief that approval of the application would facilitate the recovery of oil and associated gas that would not be recovered by existing wells and would not adversely impact interest owners.
6. 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. 274-2008

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Continental Resources, Inc. is authorized to drill a Bakken Formation horizontal test well in an overlapping temporary spacing unit consisting of all of Sections 9, 10, 15, and 16, T23N-R56E, Richland County, Montana.

IT IS FURTHER ORDERED that the proposed horizontal well be located within 500 feet of the common boundary between the existing spacing units and not closer than 660 feet to the exterior boundaries of the temporary spacing unit created by this order.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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 DRILL A
BAKKEN FORMATION HORIZONTAL TEST
WELL IN AN OVERLAPPING TEMPORARY
SPACING UNIT CONSISTING OF ALL OF
SECTIONS 22, 23, 26, AND 27, T23N-R56E,
RICHLAND COUNTY, MONTANA, WITH THE
LATERALS TO BE LOCATED IN PROXIMITY TO
THE SECTION LINES BETWEEN THE TWO
EXISTING PERMANENT SPACING UNITS AND
NO CLOSER THAN 660 FEET TO THE EXTERIOR
BOUNDARIES OF SAID TEMPORARY SPACING
UNIT.

ORDER NO. 275-2008

Docket No. 309-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 had requested this matter be included on the Default Docket. The application was removed from the Default Docket and an overview of this and related dockets was presented by Continental Resources, Inc.
3. Applicant's proposal is to designate a temporary spacing unit that overlaps two existing spacing units for the drilling of a well along the common boundary between the existing spacing units.
4. Proposed horizontal laterals will be located no farther than 500 feet from the common boundary between the two existing spacing units, and a setback of 660 feet to the exterior boundaries of the proposed temporary spacing unit will be maintained.
5. Applicant presented testimony in support of its belief that approval of the application would facilitate the recovery of oil and associated gas that would not be recovered by existing wells and would not adversely impact interest owners.
6. 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. 275-2008

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Continental Resources, Inc. is authorized to drill a Bakken Formation horizontal test well in an overlapping temporary spacing unit consisting of all of Sections 22, 23, 26, and 27, T23N-R56E, Richland County, Montana.

IT IS FURTHER ORDERED that the proposed horizontal well be located within 500 feet of the common boundary between the existing spacing units and not closer than 660 feet to the exterior boundaries of the temporary spacing unit created by this order.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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 DRILL A
BAKKEN FORMATION HORIZONTAL TEST
WELL IN AN OVERLAPPING TEMPORARY
SPACING UNIT CONSISTING OF ALL OF
SECTIONS 17, 18, 19, AND 20, T24N-R54E,
RICHLAND COUNTY, MONTANA, WITH THE
LATERALS TO BE LOCATED IN PROXIMITY TO
THE SECTION LINES BETWEEN THE TWO
EXISTING PERMANENT SPACING UNITS AND
NO CLOSER THAN 660 FEET TO THE EXTERIOR
BOUNDARIES OF SAID TEMPORARY SPACING
UNIT.

ORDER NO. 276-2008

Docket No. 310-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 had requested this matter be included on the Default Docket. The application was removed from the Default Docket and an overview of this and related dockets was presented by Continental Resources, Inc.
3. Applicant's proposal is to designate a temporary spacing unit that overlaps two existing spacing units for the drilling of a well along the common boundary between the existing spacing units.
4. Proposed horizontal laterals will be located no farther than 500 feet from the common boundary between the two existing spacing units, and a setback of 660 feet to the exterior boundaries of the proposed temporary spacing unit will be maintained.
5. Applicant presented testimony in support of its belief that approval of the application would facilitate the recovery of oil and associated gas that would not be recovered by existing wells and would not adversely impact interest owners.
6. 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. 276-2008

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Continental Resources, Inc. is authorized to drill a Bakken Formation horizontal test well in an overlapping temporary spacing unit consisting of all of Sections 17, 18, 19, and 20, T24N-R54E, Richland County, Montana.

IT IS FURTHER ORDERED that the proposed horizontal well be located within 500 feet of the common boundary between the existing spacing units and not closer than 660 feet to the exterior boundaries of the temporary spacing unit created by this order.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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 DRILL A
BAKKEN FORMATION HORIZONTAL TEST
WELL IN AN OVERLAPPING TEMPORARY
SPACING UNIT CONSISTING OF ALL OF
SECTIONS 17, 18, 19, AND 20, T25N-R55E,
RICHLAND COUNTY, MONTANA, WITH THE
LATERALS TO BE LOCATED IN PROXIMITY TO
THE SECTION LINES BETWEEN THE TWO
EXISTING PERMANENT SPACING UNITS AND
NO CLOSER THAN 660 FEET TO THE EXTERIOR
BOUNDARIES OF SAID TEMPORARY SPACING
UNIT.

ORDER NO. 277-2008

Docket No. 312-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta was absent and Board member Jack King recused himself. 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 had requested this matter be included on the Default Docket. The application was removed from the Default Docket and an overview of this and related dockets was presented by Continental Resources, Inc.
3. Applicant's proposal is to designate a temporary spacing unit that overlaps two existing spacing units for the drilling of a well along the common boundary between the existing spacing units.
4. Proposed horizontal laterals will be located no farther than 500 feet from the common boundary between the two existing spacing units, and a setback of 660 feet to the exterior boundaries of the proposed temporary spacing unit will be maintained.
5. Applicant presented testimony in support of its belief that approval of the application would facilitate the recovery of oil and associated gas that would not be recovered by existing wells and would not adversely impact interest owners.
6. 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. 277-2008

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Continental Resources, Inc. is authorized to drill a Bakken Formation horizontal test well in an overlapping temporary spacing unit consisting of all of Sections 17, 18, 19, and 20, T25N-R55E, Richland County, Montana.

IT IS FURTHER ORDERED that the proposed horizontal well be located within 500 feet of the common boundary between the existing spacing units and not closer than 660 feet to the exterior boundaries of the temporary spacing unit created by this order.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

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 DRILL A
BAKKEN FORMATION HORIZONTAL TEST
WELL IN AN OVERLAPPING TEMPORARY
SPACING UNIT CONSISTING OF ALL OF
SECTIONS 2 AND 3, T23N-R55E AND ALL OF
SECTIONS 34 AND 35, T24N-R55E, RICHLAND
COUNTY, MONTANA, WITH THE LATERALS
TO BE LOCATED IN PROXIMITY TO THE
SECTION LINES BETWEEN THE TWO
EXISTING PERMANENT SPACING UNITS AND
NO CLOSER THAN 660 FEET TO THE EXTERIOR
BOUNDARIES OF SAID TEMPORARY SPACING
UNIT.

ORDER NO. 278-2008

Docket No. 313-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta was absent and Board member Jack King recused himself. 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 had requested this matter be included on the Default Docket. The application was removed from the Default Docket and an overview of this and related dockets was presented by Continental Resources, Inc.
3. Applicant's proposal is to designate a temporary spacing unit that overlaps two existing spacing units for the drilling of a well along the common boundary between the existing spacing units.
4. Proposed horizontal laterals will be located no farther than 500 feet from the common boundary between the two existing spacing units, and a setback of 660 feet to the exterior boundaries of the proposed temporary spacing unit will be maintained.
5. Applicant presented testimony in support of its belief that approval of the application would facilitate the recovery of oil and associated gas that would not be recovered by existing wells and would not adversely impact interest owners.
6. A letter from Northwest Farm Credit Services was submitted by Donald B. Kennedy, their authorized agent, stating that four-section spacing is too big, and that the temporary spacing unit should be comprised of the E $\frac{1}{2}$ of Sections 3 and 34 and the W $\frac{1}{2}$ of Sections 2 and 35 which is consistent with existing field spacing. The Board determined the proposed spacing is appropriate.

BOARD ORDER NO. 278-2008

7. 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 Continental Resources, Inc. is authorized to drill a Bakken Formation horizontal test well in an overlapping temporary spacing unit consisting of all of Sections 2 and 3, T23N-R55E and all of Sections 34 and 35, T24N-R55E, Richland County, Montana.

IT IS FURTHER ORDERED that the proposed horizontal well be located within 500 feet of the common boundary between the existing spacing units and not closer than 660 feet to the exterior boundaries of the temporary spacing unit created by this order.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

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 DRILL A
BAKKEN FORMATION HORIZONTAL TEST
WELL IN AN OVERLAPPING TEMPORARY
SPACING UNIT CONSISTING OF ALL OF
SECTION 1, T23N-R55E, ALL OF SECTION 36,
T24N-R55E, ALL OF SECTION 31, T24N-R56E
AND ALL OF SECTION 6, T23N-R56E,
RICHLAND COUNTY, MONTANA, WITH THE
LATERALS TO BE LOCATED IN PROXIMITY
TO THE SECTION LINES BETWEEN THE TWO
EXISTING PERMANENT SPACING UNITS AND
NO CLOSER THAN 660 FEET TO THE EXTERIOR
BOUNDARIES OF SAID TEMPORARY SPACING
UNIT.

ORDER NO. 279-2008

Docket No. 314-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 had requested this matter be included on the Default Docket. The application was removed from the Default Docket and an overview of this and related dockets was presented by Continental Resources, Inc.
3. Applicant's proposal is to designate a temporary spacing unit that overlaps two existing spacing units for the drilling of a well along the common boundary between the existing spacing units.
4. Proposed horizontal laterals will be located no farther than 500 feet from the common boundary between the two existing spacing units, and a setback of 660 feet to the exterior boundaries of the proposed temporary spacing unit will be maintained.
5. Applicant presented testimony in support of its belief that approval of the application would facilitate the recovery of oil and associated gas that would not be recovered by existing wells and would not adversely impact interest owners.
6. 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. 279-2008

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Continental Resources, Inc. is authorized to drill a Bakken Formation horizontal test well in an overlapping temporary spacing unit consisting of all of Section 1, T23N-R55E, all of Section 36, T24N-R55E, all of Section 31, T24N-R56E and all of Section 6, T23N-R56E, Richland County, Montana.

IT IS FURTHER ORDERED that the proposed horizontal well be located within 500 feet of the common boundary between the existing spacing units and not closer than 660 feet to the exterior boundaries of the temporary spacing unit created by this order.

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 Havre, Montana, this 11th day of September, 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

Jack King, 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 DRILL A
BAKKEN FORMATION HORIZONTAL TEST
WELL IN AN OVERLAPPING TEMPORARY
SPACING UNIT CONSISTING OF ALL OF
SECTIONS 10, 11, 14, AND 15, T23N-R55E,
RICHLAND COUNTY, MONTANA, WITH THE
LATERALS TO BE LOCATED IN PROXIMITY TO
THE SECTION LINES BETWEEN THE TWO
EXISTING PERMANENT SPACING UNITS AND
NO CLOSER THAN 660 FEET TO THE EXTERIOR
BOUNDARIES OF SAID TEMPORARY SPACING
UNIT.

ORDER NO. 280-2008

Docket No. 315-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 had requested this matter be included on the Default Docket. The application was removed from the Default Docket and an overview of this and related dockets was presented by Continental Resources, Inc.
3. Applicant's proposal is to designate a temporary spacing unit that overlaps two existing spacing units for the drilling of a well along the common boundary between the existing spacing units.
4. Proposed horizontal laterals will be located no farther than 500 feet from the common boundary between the two existing spacing units, and a setback of 660 feet to the exterior boundaries of the proposed temporary spacing unit will be maintained.
5. Applicant presented testimony in support of its belief that approval of the application would facilitate the recovery of oil and associated gas that would not be recovered by existing wells and would not adversely impact interest owners.
6. 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. 280-2008

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Continental Resources, Inc. is authorized to drill a Bakken Formation horizontal test well in an overlapping temporary spacing unit consisting of all of Sections 10, 11, 14, and 15, T23N-R55E, Richland County, Montana.

IT IS FURTHER ORDERED that the proposed horizontal well be located within 500 feet of the common boundary between the existing spacing units and not closer than 660 feet to the exterior boundaries of the temporary spacing unit created by this order.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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 DRILL A
BAKKEN FORMATION HORIZONTAL TEST
WELL IN AN OVERLAPPING TEMPORARY
SPACING UNIT CONSISTING OF ALL OF
SECTIONS 3 AND 4, T23N-R55E AND ALL OF
SECTIONS 33 AND 34, T24N-R55E, RICHLAND
COUNTY, MONTANA, WITH THE LATERALS
TO BE LOCATED IN PROXIMITY TO THE
SECTION LINES BETWEEN THE TWO
EXISTING PERMANENT SPACING UNITS AND
NO CLOSER THAN 660 FEET TO THE EXTERIOR
BOUNDARIES OF SAID TEMPORARY SPACING
UNIT.

ORDER NO. 281-2008

Docket No. 316-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 had requested this matter be included on the Default Docket. The application was removed from the Default Docket and an overview of this and related dockets was presented by Continental Resources, Inc.
3. Applicant's proposal is to designate a temporary spacing unit that overlaps two existing spacing units for the drilling of a well along the common boundary between the existing spacing units.
4. Proposed horizontal laterals will be located no farther than 500 feet from the common boundary between the two existing spacing units, and a setback of 660 feet to the exterior boundaries of the proposed temporary spacing unit will be maintained.
5. Applicant presented testimony in support of its belief that approval of the application would facilitate the recovery of oil and associated gas that would not be recovered by existing wells and would not adversely impact interest owners.
6. A letter from Northwest Farm Credit Services was submitted by Donald B. Kennedy, their authorized agent, stating that four-section spacing is too big, and that the temporary spacing unit should be comprised of the E $\frac{1}{2}$ of Sections 4 and 33 and the W $\frac{1}{2}$ of Sections 3 and 34 which is consistent with existing field spacing. The Board determined the proposed spacing is appropriate.

BOARD ORDER NO. 281-2008

7. 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 Continental Resources, Inc. is authorized to drill a Bakken Formation horizontal test well in an overlapping temporary spacing unit consisting of all of Sections 3 and 4, T23N-R55E and all of Sections 33 and 34, T24N-R55E, Richland County, Montana.

IT IS FURTHER ORDERED that the proposed horizontal well be located within 500 feet of the common boundary between the existing spacing units and not closer than 660 feet to the exterior boundaries of the temporary spacing unit created by this order.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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 DRILL A
BAKKEN FORMATION HORIZONTAL TEST
WELL IN AN OVERLAPPING TEMPORARY
SPACING UNIT CONSISTING OF ALL OF
SECTIONS 1 AND 2, T23N-R55E AND ALL OF
SECTIONS 35 AND 36, T24N-R55E, RICHLAND
COUNTY, MONTANA, WITH THE LATERALS
TO BE LOCATED IN PROXIMITY TO THE
SECTION LINES BETWEEN THE TWO EXISTING
PERMANENT SPACING UNITS AND NO CLOSER
THAN 660 FEET TO THE EXTERIOR
BOUNDARIES OF SAID TEMPORARY SPACING
UNIT.

ORDER NO. 282-2008

Docket No. 317-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 had requested this matter be included on the Default Docket. The application was removed from the Default Docket and an overview of this and related dockets was presented by Continental Resources, Inc.
3. Applicant's proposal is to designate a temporary spacing unit that overlaps two existing spacing units for the drilling of a well along the common boundary between the existing spacing units.
4. Proposed horizontal laterals will be located no farther than 500 feet from the common boundary between the two existing spacing units, and a setback of 660 feet to the exterior boundaries of the proposed temporary spacing unit will be maintained.
5. Applicant presented testimony in support of its belief that approval of the application would facilitate the recovery of oil and associated gas that would not be recovered by existing wells and would not adversely impact interest owners.
6. A letter from Northwest Farm Credit Services was submitted by Donald B. Kennedy, their authorized agent, stating that four-section spacing is too big, and that the temporary spacing unit should be comprised of the E $\frac{1}{2}$ of Sections 2 and 35 and the W $\frac{1}{2}$ of Sections 1 and 36 which is consistent with existing field spacing. The Board determined the proposed spacing is appropriate.

BOARD ORDER NO. 282-2008

7. 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 Continental Resources, Inc. is authorized to drill a Bakken Formation horizontal test well in an overlapping temporary spacing unit consisting of all of Sections 1 and 2, T23N-R55E and all of Sections 35 and 36, T24N-R55E, Richland County, Montana.

IT IS FURTHER ORDERED that the proposed horizontal well be located within 500 feet of the common boundary between the existing spacing units and not closer than 660 feet to the exterior boundaries of the temporary spacing unit created by this order.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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 DRILL A
BAKKEN FORMATION HORIZONTAL TEST
WELL IN AN OVERLAPPING TEMPORARY
SPACING UNIT CONSISTING OF ALL OF
SECTIONS 5 AND 6, T23N-R56E AND ALL OF
SECTIONS 31 AND 32, T24N-R56E, RICHLAND
COUNTY, MONTANA, WITH THE LATERALS TO
BE LOCATED IN PROXIMITY TO THE SECTION
LINES BETWEEN THE TWO EXISTING
PERMANENT SPACING UNITS AND NO CLOSER
THAN 660 FEET TO THE EXTERIOR
BOUNDARIES OF SAID TEMPORARY SPACING
UNIT.

ORDER NO. 283-2008

Docket No. 318-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 had requested this matter be included on the Default Docket. The application was removed from the Default Docket and an overview of this and related dockets was presented by Continental Resources, Inc.
3. Applicant's proposal is to designate a temporary spacing unit that overlaps two existing spacing units for the drilling of a well along the common boundary between the existing spacing units.
4. Proposed horizontal laterals will be located no farther than 500 feet from the common boundary between the two existing spacing units, and a setback of 660 feet to the exterior boundaries of the proposed temporary spacing unit will be maintained.
5. Applicant presented testimony in support of its belief that approval of the application would facilitate the recovery of oil and associated gas that would not be recovered by existing wells and would not adversely impact interest owners.
6. 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. 283-2008

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Continental Resources, Inc. is authorized to drill a Bakken Formation horizontal test well in an overlapping temporary spacing unit consisting of all of Sections 5 and 6, T23N-R56E and all of Sections 31 and 32, T24N-R56E, Richland County, Montana.

IT IS FURTHER ORDERED that the proposed horizontal well be located within 500 feet of the common boundary between the existing spacing units and not closer than 660 feet to the exterior boundaries of the temporary spacing unit created by this order.

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 Havre, Montana, this 11th day of September, 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

Jack King, 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 DRILL A
BAKKEN FORMATION HORIZONTAL TEST
WELL IN AN OVERLAPPING TEMPORARY
SPACING UNIT CONSISTING OF ALL OF
SECTIONS 9, 10, 15, AND 16, T23N-R55E,
RICHLAND COUNTY, MONTANA, WITH THE
LATERALS TO BE LOCATED IN PROXIMITY TO
THE SECTION LINES BETWEEN THE TWO
EXISTING PERMANENT SPACING UNITS AND
NO CLOSER THAN 660 FEET TO THE EXTERIOR
BOUNDARIES OF SAID TEMPORARY SPACING
UNIT.

ORDER NO. 284-2008

Docket No. 319-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 had requested this matter be included on the Default Docket. The application was removed from the Default Docket and an overview of this and related dockets was presented by Continental Resources, Inc.
3. Applicant's proposal is to designate a temporary spacing unit that overlaps two existing spacing units for the drilling of a well along the common boundary between the existing spacing units.
4. Proposed horizontal laterals will be located no farther than 500 feet from the common boundary between the two existing spacing units, and a setback of 660 feet to the exterior boundaries of the proposed temporary spacing unit will be maintained.
5. Applicant presented testimony in support of its belief that approval of the application would facilitate the recovery of oil and associated gas that would not be recovered by existing wells and would not adversely impact interest owners.
6. 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. 284-2008

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Continental Resources, Inc. is authorized to drill a Bakken Formation horizontal test well in an overlapping temporary spacing unit consisting of all of Sections 9, 10, 15, and 16, T23N-R55E, Richland County, Montana.

IT IS FURTHER ORDERED that the proposed horizontal well be located within 500 feet of the common boundary between the existing spacing units and not closer than 660 feet to the exterior boundaries of the temporary spacing unit created by this order.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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 DRILL A BAKKEN
FORMATION HORIZONTAL TEST WELL IN AN
OVERLAPPING TEMPORARY SPACING UNIT
CONSISTING OF ALL OF SECTIONS 12 AND 13,
T23N-R55E AND ALL OF SECTIONS 7 AND 18,
T23N-R56E, RICHLAND COUNTY, MONTANA,
WITH THE LATERALS TO BE LOCATED IN
PROXIMITY TO THE SECTION LINES BETWEEN
THE TWO EXISTING PERMANENT SPACING UNITS
AND NO CLOSER THAN 660 FEET TO THE EXTERIOR
BOUNDARIES OF SAID TEMPORARY SPACING UNIT.

ORDER NO. 285-2008

Docket No. 320-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 had requested this matter be included on the Default Docket. The application was removed from the Default Docket and an overview of this and related dockets was presented by Continental Resources, Inc.
3. Applicant's proposal is to designate a temporary spacing unit that overlaps two existing spacing units for the drilling of a well along the common boundary between the existing spacing units.
4. Proposed horizontal laterals will be located no farther than 500 feet from the common boundary between the two existing spacing units, and a setback of 660 feet to the exterior boundaries of the proposed temporary spacing unit will be maintained.
5. Applicant presented testimony in support of its belief that approval of the application would facilitate the recovery of oil and associated gas that would not be recovered by existing wells and would not adversely impact interest owners.
6. 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. 285-2008

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Continental Resources, Inc. is authorized to drill a Bakken Formation horizontal test well in an overlapping temporary spacing unit consisting of Sections 12 and 13, T23N-R55E and all of Sections 7 and 18, T23N-R56E, Richland County, Montana.

IT IS FURTHER ORDERED that the proposed horizontal well be located within 500 feet of the common boundary between the existing spacing units and not closer than 660 feet to the exterior boundaries of the temporary spacing unit created by this order.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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 DRILL A BAKKEN FORMATION
HORIZONTAL TEST WELL IN AN OVERLAPPING
TEMPORARY SPACING UNIT CONSISTING OF ALL
OF SECTIONS 8, 9, 16, AND 17, T23N-R56E, RICHLAND
COUNTY, MONTANA, WITH THE LATERALS TO BE
LOCATED IN PROXIMITY TO THE SECTION LINES
BETWEEN THE TWO EXISTING PERMANENT SPACING
UNITS AND NO CLOSER THAN 660 FEET TO THE
EXTERIOR BOUNDARIES OF SAID TEMPORARY SPACING UNIT.

ORDER NO. 286-2008

Docket No. 321-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 had requested this matter be included on the Default Docket. The application was removed from the Default Docket and an overview of this and related dockets was presented by Continental Resources, Inc.
3. Applicant's proposal is to designate a temporary spacing unit that overlaps two existing spacing units for the drilling of a well along the common boundary between the existing spacing units.
4. Proposed horizontal laterals will be located no farther than 500 feet from the common boundary between the two existing spacing units, and a setback of 660 feet to the exterior boundaries of the proposed temporary spacing unit will be maintained.
5. Applicant presented testimony in support of its belief that approval of the application would facilitate the recovery of oil and associated gas that would not be recovered by existing wells and would not adversely impact interest owners.
6. 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 Continental Resources, Inc. is authorized to drill a Bakken Formation horizontal test well in an overlapping temporary spacing unit consisting of all of Sections 8, 9, 16, and 17, T23N-R56E, Richland County, Montana.

BOARD ORDER NO. 286-2008

IT IS FURTHER ORDERED that the proposed horizontal well be located within 500 feet of the common boundary between the existing spacing units and not closer than 660 feet to the exterior boundaries of the temporary spacing unit created by this order.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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 DRILL A
BAKKEN FORMATION HORIZONTAL TEST
WELL IN AN OVERLAPPING TEMPORARY
SPACING UNIT CONSISTING OF ALL OF
SECTIONS 5, 6, 7, AND 8, T24N-R54E,
RICHLAND COUNTY, MONTANA, WITH THE
LATERALS TO BE LOCATED IN PROXIMITY
TO THE SECTION LINES BETWEEN THE TWO
EXISTING PERMANENT SPACING UNITS AND
NO CLOSER THAN 660 FEET TO THE EXTERIOR
BOUNDARIES OF SAID TEMPORARY SPACING
UNIT.

ORDER NO. 287-2008

Docket No. 324-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 had requested this matter be included on the Default Docket. The application was removed from the Default Docket and an overview of this and related dockets was presented by Continental Resources, Inc.
3. Applicant's proposal is to designate a temporary spacing unit that overlaps two existing spacing units for the drilling of a well along the common boundary between the existing spacing units.
4. Proposed horizontal laterals will be located no farther than 500 feet from the common boundary between the two existing spacing units, and a setback of 660 feet to the exterior boundaries of the proposed temporary spacing unit will be maintained.
5. Applicant presented testimony in support of its belief that approval of the application would facilitate the recovery of oil and associated gas that would not be recovered by existing wells and would not adversely impact interest owners
6. 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. 287-2008

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Continental Resources, Inc. is authorized to drill a Bakken Formation horizontal test well in an overlapping temporary spacing unit consisting of all of Sections 5, 6, 7, and 8, T24N-R54E Richland County, Montana.

IT IS FURTHER ORDERED that the proposed horizontal well be located within 500 feet of the common boundary between the existing spacing units and not closer than 660 feet to the exterior boundaries of the temporary spacing unit created by this order.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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 DRILL A
BAKKEN FORMATION HORIZONTAL TEST
WELL IN AN OVERLAPPING TEMPORARY
SPACING UNIT CONSISTING OF ALL OF
SECTIONS 21, 22, 27, AND 28, T23N-R56E,
RICHLAND COUNTY, MONTANA, WITH THE
LATERALS TO BE LOCATED IN PROXIMITY
TO THE SECTION LINES BETWEEN THE TWO
EXISTING PERMANENT SPACING UNITS AND
NO CLOSER THAN 660 FEET TO THE EXTERIOR
BOUNDARIES OF SAID TEMPORARY SPACING
UNIT.

ORDER NO. 288-2008

Docket No. 325-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 had requested this matter be included on the Default Docket. The application was removed from the Default Docket and an overview of this and related dockets was presented by Continental Resources, Inc.
3. Applicant's proposal is to designate a temporary spacing unit that overlaps two existing spacing units for the drilling of a well along the common boundary between the existing spacing units.
4. Proposed horizontal laterals will be located no farther than 500 feet from the common boundary between the two existing spacing units, and a setback of 660 feet to the exterior boundaries of the proposed temporary spacing unit will be maintained.
5. Applicant presented testimony in support of its belief that approval of the application would facilitate the recovery of oil and associated gas that would not be recovered by existing wells and would not adversely impact interest owners
6. 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. 288-2008

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Continental Resources, Inc. is authorized to drill a Bakken Formation horizontal test well in an overlapping temporary spacing unit consisting of all of Sections 21, 22, 27, and 28, T23N-R56E, Richland County, Montana.

IT IS FURTHER ORDERED that the proposed horizontal well be located within 500 feet of the common boundary between the existing spacing units and not closer than 660 feet to the exterior boundaries of the temporary spacing unit created by this order.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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 DELINEATE
ALL OF SECTION 27, T26N-R54E, RICHLAND
COUNTY, MONTANA, AS A PERMANENT
SPACING UNIT FOR THE BAKKEN FORMATION
AND TO DESIGNATE APPLICANT'S MARTIN 1-27H
WELL AS THE AUTHORIZED WELL FOR SAID
SPACING UNIT.

ORDER NO. 289-2008

Docket No. 328-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 27, T26N-R54E, Richland County, Montana, is delineated a permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

IT IS FURTHER ORDERED that applicant's Martin 1-27H well is the authorized well for said spacing unit.

BOARD ORDER NO. 289-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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 DRILL AN
ADDITIONAL BAKKEN FORMATION
HORIZONTAL WELL IN THE PERMANENT
SPACING UNIT CONSISTING OF ALL OF
SECTIONS 5 AND 8, T24N-R53E, RICHLAND
COUNTY, MONTANA, WITH SUCH LATERALS TO
BE LOCATED NO CLOSER THAN 660 FEET TO THE
EXTERIOR BOUNDARIES OF SAID SPACING UNIT,
AS AN AMENDMENT TO BOARD ORDER 61-2006.

ORDER NO. 290-2008

Docket No. 329-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 Continental Resources, Inc. is granted as applied for.

BOARD ORDER NO. 290-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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 DRILL AN
ADDITIONAL BAKKEN FORMATION
HORIZONTAL WELL IN THE PERMANENT
SPACING UNIT CONSISTING OF ALL OF
SECTIONS 1 AND 12, T24N-R52E, RICHLAND
COUNTY, MONTANA, WITH SUCH LATERALS
TO BE LOCATED NO CLOSER THAN 660 FEET
TO THE EXTERIOR BOUNDARIES OF SAID
SPACING UNIT, AS AN AMENDMENT TO
BOARD ORDER 239-2006.

ORDER NO. 291-2008

Docket No. 330-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 Continental Resources, Inc. is granted as applied for.

BOARD ORDER NO. 291-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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 DRILL AN
ADDITIONAL BAKKEN FORMATION
HORIZONTAL WELL IN THE PERMANENT
SPACING UNIT CONSISTING OF ALL OF
SECTIONS 11 AND 14, T23N-R54E, RICHLAND
COUNTY, MONTANA, WITH SUCH LATERALS
TO BE LOCATED NO CLOSER THAN 660 FEET TO
THE EXTERIOR BOUNDARIES OF SAID SPACING
UNIT, AS AN AMENDMENT TO BOARD ORDERS
221-2005 AND 458-2005.

ORDER NO. 292-2008

Docket No. 331-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 Continental Resources, Inc. is granted as applied for.

BOARD ORDER NO. 292-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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 DRILL AN
ADDITIONAL BAKKEN FORMATION
HORIZONTAL WELL IN THE PERMANENT
SPACING UNIT CONSISTING OF ALL OF
SECTIONS 17 AND 20, T25N-R55E, RICHLAND
COUNTY, MONTANA, WITH SUCH LATERALS
TO BE LOCATED NO CLOSER THAN 660 FEET TO
THE EXTERIOR BOUNDARIES OF SAID SPACING
UNIT, AS AN AMENDMENT TO BOARD ORDERS
420-2005 AND 462-2005.

ORDER NO. 293-2008

Docket No. 332-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 Continental Resources, Inc. is granted as applied for.

BOARD ORDER NO. 293-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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 DRILL AN
ADDITIONAL BAKKEN FORMATION
HORIZONTAL WELL IN THE PERMANENT
SPACING UNIT CONSISTING OF ALL OF
SECTIONS 30 AND 31, T25N-R53E, RICHLAND
COUNTY, MONTANA, WITH SUCH LATERALS TO
BE LOCATED NO CLOSER THAN 660 FEET TO
THE EXTERIOR BOUNDARIES OF SAID SPACING
UNIT, AS AN AMENDMENT TO BOARD ORDERS
450-2005 AND 464-2005.

ORDER NO. 294-2008

Docket No. 334-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 Continental Resources, Inc. is granted as applied for.

BOARD ORDER NO. 294-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
HEADINGTON OIL COMPANY LLC TO CREATE A
FIELD AND PERMANENT SPACING UNIT
COMPRISED OF ALL OF SECTIONS 10 AND 11,
T22N-R59E, RICHLAND COUNTY, MONTANA,
FOR PRODUCTION OF OIL AND ASSOCIATED
NATURAL GAS FROM THE BAKKEN FORMATION
THROUGH THE WELLBORE OF THE
PATRICIA #41X-15 WELL.

ORDER NO. 295-2008

Docket No. 163-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 10 and 11, T22N-R59E, Richland County, Montana, are designated a field and permanent spacing unit for production of oil and associated natural gas from the Bakken Formation through the wellbore of the Patricia #41X-15 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. 295-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
FLYING J OIL & GAS INC. TO DESIGNATE THE
S½ OF SECTION 17, T36N-R53E, SHERIDAN
COUNTY, MONTANA, AS A 320-ACRE
PERMANENT SPACING UNIT FOR PRODUCTION
OF OIL AND ASSOCIATED NATURAL GAS
FROM THE NISKU FORMATION AND TO
DESIGNATE APPLICANT'S POWERS 13N-17H
WELL AS THE AUTHORIZED WELL FOR SAID
SPACING UNIT.

ORDER NO. 296-2008

Docket No. 223-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 S½ of Section 17, T36N-R53E, Sheridan County, Montana, is designated a 320-acre permanent spacing unit for production of oil and associated natural gas from the Nisku Formation.

IT IS FURTHER ORDERED that applicant's Powers 13N-17H well is the authorized well for said spacing unit.

BOARD ORDER NO. 296-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
FLYING J OIL & GAS INC. TO POOL ALL
INTERESTS IN THE PERMANENT SPACING
UNIT COMPRISED OF THE S½ OF SECTION
17, T36N-R53E, SHERIDAN COUNTY,
MONTANA, ON THE BASIS OF SURFACE
ACREAGE FOR NISKU FORMATION OIL
AND ASSOCIATED NATURAL GAS
PRODUCTION FROM THE POWERS 13N-17H
WELL AND TO AUTHORIZE RECOVERY OF
NON-JOINDER PENALTIES IN ACCORDANCE
WITH SECTION 82-11-202 (2), M.C.A.

ORDER NO. 297-2008

Docket No. 224-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 S½ of Section 17, T36N-R53E, Sheridan County, Montana, are hereby pooled on the basis of surface acreage for Nisku Formation oil and associated natural gas production from the Powers 13N-17H 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. 297-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
PINNACLE GAS RESOURCES, INC. TO DELINEATE
THE FOLLOWING DESCRIBED LANDS IN POWDER
RIVER COUNTY, MONTANA, AS A FIELD (OTTER
CREEK FIELD) FOR PRODUCTION OF COAL BED
NATURAL GAS FROM ALL COAL BED ZONES
FROM THE SURFACE TO THE BASE OF THE FORT
UNION FORMATION.

ORDER NO. 298-2008

T9S-R46E

SECTION 8: E $\frac{1}{2}$ SE $\frac{1}{4}$
SECTION 9: W $\frac{1}{2}$ SW $\frac{1}{4}$, E $\frac{1}{2}$ SE $\frac{1}{4}$
SECTION 10: W $\frac{1}{2}$ SW $\frac{1}{4}$
SECTION 15: W $\frac{1}{2}$ NW $\frac{1}{4}$, SW $\frac{1}{4}$, W $\frac{1}{2}$ SE $\frac{1}{4}$
SECTION 16: ALL
SECTION 17: E $\frac{1}{2}$ NE $\frac{1}{4}$
SECTION 21: ALL
SECTION 22: ALL
SECTION 23: S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$
SECTION 24: ALL
SECTION 25: ALL
SECTION 26: ALL
SECTION 27: ALL
SECTION 28: ALL
SECTION 29: W $\frac{1}{2}$ W $\frac{1}{2}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$
SECTION 30: NE $\frac{1}{4}$, E $\frac{1}{2}$ SE $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$
SECTION 31: LOTS 11-18, E $\frac{1}{2}$ NE $\frac{1}{4}$
SECTION 32: ALL
SECTION 33: ALL
SECTION 34: ALL
SECTION 35: ALL

APPLICANT FURTHER REQUESTS THAT FIELD
RULES PROVIDE FOR 80-ACRE SPACING UNITS
WITH 220-FOOT SETBACKS, AND THAT
COMMINGLING IN THE WELLBORE OF GAS
PRODUCED FROM DIFFERENT COAL BEDS BE
AUTHORIZED.

Docket No. 230-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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.

BOARD ORDER NO. 298-2008

2. At the hearing, applicant amended its application to include only those lands described in the amended application for Docket 231-2008.

3. The application was also amended to request an enlargement of the existing Black Eagle Butte Field since the field name of Otter Creek had been used in a prior delineation.

4. 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 Black Eagle Butte Field is enlarged to include the following lands in Powder River County, Montana:

T9S-R46E,

SECTION 8: E $\frac{1}{2}$ SE $\frac{1}{4}$

SECTION 9: W $\frac{1}{2}$ SW $\frac{1}{4}$, E $\frac{1}{2}$ SE $\frac{1}{4}$

SECTION 10: W $\frac{1}{2}$ SW $\frac{1}{4}$

SECTION 15: W $\frac{1}{2}$ NW $\frac{1}{4}$, SW $\frac{1}{4}$, W $\frac{1}{2}$ SE $\frac{1}{4}$

SECTION 16: ALL

SECTION 17: E $\frac{1}{2}$ NE $\frac{1}{4}$

SECTION 22: N $\frac{1}{2}$ NE $\frac{1}{4}$

SECTION 26: W $\frac{1}{2}$ NW $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$

SECTION 27: E $\frac{1}{2}$ NW $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$, NE $\frac{1}{4}$, N $\frac{1}{2}$ S $\frac{1}{2}$

SECTION 29: W $\frac{1}{2}$ W $\frac{1}{2}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$

SECTION 30: NE $\frac{1}{4}$, E $\frac{1}{2}$ SE $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$

SECTION 31: E $\frac{1}{2}$ NE $\frac{1}{4}$

SECTION 32: N $\frac{1}{2}$ NW $\frac{1}{4}$, NW $\frac{1}{4}$ NE $\frac{1}{4}$

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 Havre, Montana, this 11th day of September, 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

Jack King, 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
PINNACLE GAS RESOURCES, INC. FOR APPROVAL
OF ITS OTTER CREEK PLAN OF DEVELOPMENT
(POD) FOR COAL BED NATURAL GAS
EXPLORATION AND DEVELOPMENT ON THE
FOLLOWING DESCRIBED LANDS IN POWDER
RIVER COUNTY, MONTANA.

ORDER NO. 299-2008

T9S-R46E

SECTION 8: E $\frac{1}{2}$ SE $\frac{1}{4}$

SECTION 9: W $\frac{1}{2}$ SW $\frac{1}{4}$, E $\frac{1}{2}$ SE $\frac{1}{4}$

SECTION 10: W $\frac{1}{2}$ SW $\frac{1}{4}$

SECTION 15: W $\frac{1}{2}$ NW $\frac{1}{4}$, SW $\frac{1}{4}$, W $\frac{1}{2}$ SE $\frac{1}{4}$

SECTION 16: ALL

SECTION 17: E $\frac{1}{2}$ NE $\frac{1}{4}$

SECTION 22: N $\frac{1}{2}$ NE $\frac{1}{4}$

SECTION 26: W $\frac{1}{2}$ NW $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$

SECTION 27: E $\frac{1}{2}$ NW $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$, NE $\frac{1}{4}$, N $\frac{1}{2}$ S $\frac{1}{2}$

SECTION 29: W $\frac{1}{2}$ W $\frac{1}{2}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$

SECTION 30: NE $\frac{1}{4}$, E $\frac{1}{2}$ SE $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$

SECTION 31: E $\frac{1}{2}$ NE $\frac{1}{4}$

SECTION 32: N $\frac{1}{2}$ NW $\frac{1}{4}$, NW $\frac{1}{4}$ NE $\frac{1}{4}$

APPLICANT PROPOSES TO DRILL AND DEVELOP
THE ABOVE-DESCRIBED LANDS WITH COAL BED
NATURAL GAS WELL DENSITIES GREATER THAN
ONE WELL PER 640 ACRES, AND WILL SUBMIT
THE PROJECT POD TO BOARD STAFF PRIOR TO
THE HEARING.

Docket No. 231-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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.

BOARD ORDER NO. 299-2008

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the Otter Creek Plan of Development submitted by Pinnacle Gas Resources, Inc. is granted as applied for.

IT IS FURTHER ORDERED that final approval of this application is subject to completion of an environmental assessment by Board staff.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
DL ENERGY, L.L.C. TO CREATE A PERMANENT
SPACING UNIT COMPRISED OF THE SE $\frac{1}{4}$ SW $\frac{1}{4}$
AND THE S $\frac{1}{2}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$ OF SECTION 30,
T32N-R35E, VALLEY COUNTY, MONTANA, FOR
ALL FORMATIONS TO THE BASE OF THE BELLE
FOURCHE FORMATION AND TO DESIGNATE
THE LORAN ALBUS L.A.B. #2 WELL AS THE
AUTHORIZED WELL FOR SAID SPACING UNIT.

ORDER NO. 300-2008

Docket No. 264-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 lands included in this application are within the Bowdoin Field but are uncommitted tracts within the Bowdoin, Saco and East Saco Units. Therefore the lands in this application are subject to Bowdoin Field rules but lands in the aforementioned Units are not.
3. Pascual Laborda of the BLM was present to protest the application. Mr. Chun Wong of BLM also submitted a protest letter. BLM states 160 acres is the appropriate spacing unit for this well and requests the application either be dismissed or continued because BLM has been unable to obtain technical data from applicant. Loren J. O'Toole, Jr., attorney for applicant, said there is no technical data, and production reports and well logs for the subject well are public documents available in the Billings Oil and Gas office. The Board determined the application would be heard.
4. Northwest Farm Credit Services submitted a letter of protest stating the lands should either be spaced at 160 acres or committed to the East Saco Gas Unit because they are within the Unit boundaries.
5. Fidelity Exploration and Production Company submitted a statement, which was read into the record by Chairman Nelson, outlining its philosophy of spacing in the Bowdoin Unit.
6. Attorney Don Lee was present to protest the application on behalf of Beaverton Energy LLC and its owner Colleen K. Barnard who is an adjoining land and mineral owner. His client is concerned about the number of wells that could be drilled adjacent to her minerals if this application is approved.
7. 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. 300-2008

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the SE $\frac{1}{4}$ SW $\frac{1}{4}$ and the S $\frac{1}{2}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 30, T32N-R35E, Valley County, Montana, are designated a permanent spacing unit for all formations to the base of the Belle Fourche Formation.

IT IS FURTHER ORDERED that the Loran Albus L.A.B. #2 well is the authorized well for said spacing unit.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
DL ENERGY, L.L.C. TO CREATE A PERMANENT
SPACING UNIT COMPRISED OF THE SE¼SE¼ OF
SECTION 23, T31N-R34E, VALLEY COUNTY,
MONTANA, FOR THE BOWDOIN AND PHILLIPS
FORMATIONS AND TO DESIGNATE THE FIRST
CREEK RANCH #1 WELL AS THE AUTHORIZED
WELL FOR SAID SPACING UNIT.

ORDER NO. 301-2008

Docket No. 265-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 lands included in this application are within the Bowdoin Field but are uncommitted tracts within the Bowdoin, Saco and East Saco Units. Therefore the lands in this application are subject to Bowdoin Field rules but lands in the aforementioned Units are not.
3. Pascual Laborda of the BLM was present to protest the application. Mr. Chun Wong of BLM also submitted a protest letter. BLM states 160 acres is the appropriate spacing unit for this well and requests the application either be dismissed or continued because BLM has been unable to obtain technical data from applicant. Loren J. O'Toole, Jr., attorney for applicant, said there is no technical data, and production reports and well logs for the subject well are public documents available in the Billings Oil and Gas office. The Board determined the application would be heard.
4. Northwest Farm Credit Services submitted a letter of protest stating the lands should either be spaced at 160 acres or committed to the Saco Gas Unit because they are within the Unit boundaries.
5. Fidelity Exploration and Production Company submitted a statement, which was read into the record by Chairman Nelson, outlining its philosophy of spacing in the Bowdoin Unit.
6. Attorney Don Lee was present to protest the application on behalf of Beaverton Energy LLC and its owner Colleen K. Barnard who is a mineral owner within the proposed permanent spacing unit. His client is concerned about the number of wells that could be drilled adjacent to her minerals if this application is approved.
7. 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.

BOARD ORDER NO. 301-2008

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the SE $\frac{1}{4}$ SE $\frac{1}{4}$ of Section 23, T31N-R34E, Valley County, Montana, is designated a permanent spacing unit for the Bowdoin and Phillips Formations.

IT IS FURTHER ORDERED that the First Creek Ranch #1 well as the authorized well for said spacing unit.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
DL ENERGY, L.L.C. TO POOL ALL TRACTS IN
THE SPACING UNIT COMPRISED OF THE
SE¹/₄SE¹/₄ OF SECTION 23, T31N-R34E, VALLEY
COUNTY, MONTANA, ON THE BASIS OF
SURFACE ACREAGE FOR THE BOWDOIN AND
PHILLIPS FORMATIONS AND TO AUTHORIZE
RECOVERY OF NON-JOINDER PENALTIES IN
ACCORDANCE WITH SECTION 82-11-202 (2), M.C.A..

ORDER NO. 302-2008

Docket No. 266-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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. Attorney Don Lee was present to protest on behalf of Colleen K. Barnard, the interest owner being force pooled in this application. Ms. Barnard informed DL Energy, L.L.C. of her intent to participate in a letter dated November 8, 2006, but did not submit a check for her share of the costs until July 14, 2008 even though the well was spudded December 20, 2006. Both she and Mr. Lee testified the funds were not tendered earlier because Ms. Barnard didn't know the cost and then had questions about items included in the cost, once it was known, that were not answered by applicant.
3. A letter of protest was received from Northwest Farm Credit Services who also protested the spacing unit established for these lands in Docket 265-2008.
4. 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 application of DL Energy, L.L.C. is hereby denied.

BOARD ORDER NO. 302-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
HEADINGTON OIL COMPANY LLC TO POOL ALL
INTERESTS IN THE SPACING UNIT COMPRISED
OF ALL OF SECTION 25, T22N-R59E, 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 RAU #11X-25R WELL.

ORDER NO. 303-2008

Docket No. 268-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 25, T22N-R59E, 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 Rau #11X-25R is hereby authorized.

BOARD ORDER NO. 303-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
HEADINGTON OIL COMPANY LLC TO POOL ALL
INTERESTS IN THE SPACING UNIT COMPRISED
OF THE W $\frac{1}{2}$ OF SECTION 17 AND THE E $\frac{1}{2}$ OF
SECTION 18, T23N-R58E, 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 SORENSEN # 24X-17 WELL.

ORDER NO. 304-2008

Docket No. 269-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 17 and the E $\frac{1}{2}$ of Section 18, T23N-R58E, 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 Sorensen #24X-17 is hereby authorized.

BOARD ORDER NO. 304-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
HEADINGTON OIL COMPANY LLC TO POOL ALL
INTERESTS IN THE SPACING UNIT COMPRISED
OF ALL OF SECTIONS 19 AND 20, T22N-R60E,
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 SCHEETZ # 31X-19 WELL.

ORDER NO. 305-2008

Docket No. 270-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 19 and 20, T22N-R60E, 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 Scheetz #31X-19 is hereby authorized.

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. 305-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
HEADINGTON OIL COMPANY LLC TO POOL ALL
INTERESTS IN THE SPACING UNIT COMPRISED
OF LOTS 1, 2, 3, 4, E $\frac{1}{2}$ W $\frac{1}{2}$, E $\frac{1}{2}$ (ALL) OF
SECTION 31, T24N-R55E AND LOTS 1, 2, 3, 4, 5, 6, 7,
S $\frac{1}{2}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$, E $\frac{1}{2}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ (ALL) OF SECTION 6,
T23N-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
WILLIAMS # 41X-31 WELL.

ORDER NO. 306-2008

Docket No. 271-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 Lots 1, 2, 3, 4, E $\frac{1}{2}$ W $\frac{1}{2}$, E $\frac{1}{2}$ (all) of Section 31, T24N-R55E and Lots 1, 2, 3, 4, 5, 6, 7, S $\frac{1}{2}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$, E $\frac{1}{2}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ (all) of Section 6, T23N-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 Williams #41X-31 is hereby authorized.

BOARD ORDER NO. 306-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
DELPHI INTERNATIONAL INC. TO APPEAR AND
SHOW CAUSE, IF ANY IT HAS, WHY ADDITIONAL
PENALTIES SHOULD NOT BE APPLIED FOR ITS
FAILURE TO PAY THE ADMINISTRATIVE
PENALTY PREVIOUSLY IMPOSED FOR NOT
FILING TIMELY AND ACCURATE MONTHLY
REPORTS OF PRODUCTION FOR ITS LEASES AND
WELLS LOCATED IN MUSSELSHELL COUNTY,
MONTANA, AS REQUIRED BY BOARD RULES.
P.M. GOFFENA 1 - (API # 25-065-05030) SE $\frac{1}{4}$ SW $\frac{1}{4}$ OF
SECTION 25, T9N-R27E,
GOFFENA 1 - (API # 25-065-21513) NW $\frac{1}{4}$ SE $\frac{1}{4}$ NW $\frac{1}{4}$ OF
SECTION 25, T9N-R27E, AND
GOFFENA 1 - HORIZ - (API # 25-065-21800) SE $\frac{1}{4}$ SE $\frac{1}{4}$ NE $\frac{1}{4}$
OF SECTION 26, T9N-R27E

ORDER NO. 307-2008

Docket No. 335-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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. Delphi International Inc. has failed to pay the administrative penalty imposed for delinquent production reports.
3. No one appeared on behalf of Delphi International Inc.
4. 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 staff shall immediately notify the purchaser(s) of oil produced from the three wells listed in the caption that Delphi International Inc.'s production is hereby shut-in by action of the Montana Board of Oil and Gas Conservation and that all purchases of said oil shall be ceased immediately until further order of the Board.

IT IS FURTHER ORDERED that Delphi International Inc. is hereby fined \$1000 and, if the fine is not received within 60 days (November 10, 2008), a show cause hearing for further penalties up to and including bond forfeiture will be scheduled for the Board's December 2008 public hearing.

BOARD ORDER NO. 307-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
WESTSTAR ENERGY, INC. TO APPEAR AND
SHOW CAUSE, IF ANY IT HAS, WHY
ADDITIONAL PENALTIES SHOULD NOT BE
APPLIED FOR ITS FAILURE TO PAY THE
ADMINISTRATIVE PENALTY PREVIOUSLY
IMPOSED FOR NOT FILING TIMELY AND
ACCURATE MONTHLY REPORTS OF
PRODUCTION FOR THE DYBVIK KV 1 WELL
(API # 25-065-21627) LOCATED IN THE
SE¼NW¼ OF SECTION 18, T10N-R27E,
MUSSELSHELL COUNTY, MONTANA, AS
REQUIRED BY BOARD RULES.

ORDER NO. 308-2008

Docket No. 336-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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 on behalf of Weststar Energy, 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 original administrative penalty of \$50 assessed against Weststar Energy, Inc. is hereby increased to \$200.

IT IS FURTHER ORDERED that the \$200 administrative penalty shall be paid by the Board's October 29, 2008 business meeting or further action will be scheduled.

BOARD ORDER NO. 308-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, 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
FAITH DRILLING, INC. TO APPEAR AND
SHOW CAUSE, IF ANY IT HAS, WHY ITS
BOND SHOULD NOT BE FORFEITED FOR
FAILURE TO PLUG AND ABANDON THE
HOLSTEIN 31-5 WELL IN SECTION 5,
T28N-R7W, PONDERA COUNTY, MONTANA,
AS REQUIRED BY THE BOARD'S
ADMINISTRATIVE ORDER NO. 1A-2007.

ORDER NO. 309-2008

Docket No. 337-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 11th day of September, 2008 in the Olympic Room at the Duck Inn in Havre, 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 Ronald S. Efta 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. Ms. Tara Overcast, business manager for Faith Drilling, Inc. , was present and testified they are currently moving a rig to the location and should have the well plugged and abandoned very soon. She asked the Board for a time extension.
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 Faith Drilling, Inc. is given a 60-day extension until November 10, 2008 to properly plug and abandon the Holstein 31-5 well in Section 5, T28N-R7W, Pondera County, Montana.

BOARD ORDER NO. 309-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Havre, Montana, this 11th day of September, 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

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

