

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

UPON THE APPLICATION OF
HEADINGTON OIL, LIMITED PARTNERSHIP
TO DRILL AN ADDITIONAL HORIZONTAL
BAKKEN FORMATION WELL IN THE
PERMANENT SPACING UNIT COMPRISED
OF ALL OF SECTIONS 17 AND 18, T23N-R57E,
RICHLAND COUNTY, MONTANA,
ANYWHERE WITHIN SAID SPACING UNIT
BUT NOT CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF.

ORDER NO. 1-2005

Docket No. 1-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 Headington Oil, Limited Partnership is authorized to drill an additional horizontal Bakken Formation well in the permanent spacing unit comprised of all of Sections 17 and 18, T23N-R57E, Richland County, Montana, anywhere within said spacing unit but not closer than 660 feet to the boundaries thereof.

BOARD ORDER NO. 1-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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, LIMITED PARTNERSHIP
TO CREATE A TEMPORARY SPACING UNIT
COMPRISED OF LOTS 1, 2, S½NE¼, SE¼ (E½)
OF SECTION 4 AND ALL OF SECTION 9,
T23N-R58E, RICHLAND COUNTY, MONTANA,
AND TO DRILL A HORIZONTAL BAKKEN
FORMATION WELL ANYWHERE WITHIN
SAID TEMPORARY SPACING UNIT BUT
NOT CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF.

ORDER NO. 2-2005

Docket No. 2-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 Lots 1, 2, S½NE¼, SE¼ (E½) of Section 4 and all of Section 9, T23N-R58E, Richland County, Montana, are designated as a temporary spacing unit for the Bakken Formation and Headington Oil, Limited Partnership is authorized to drill a horizontal Bakken Formation well anywhere within said temporary spacing unit but not closer than 660 feet to the boundaries thereof.

BOARD ORDER NO. 2-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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, LIMITED PARTNERSHIP
TO CREATE A TEMPORARY SPACING UNIT
COMPRISED OF ALL OF SECTION 27 AND
THE N½ OF SECTION 34, T22N-R59E,
RICHLAND COUNTY, MONTANA, AND TO
DRILL A HORIZONTAL BAKKEN
FORMATION WELL ANYWHERE WITHIN
SAID TEMPORARY SPACING UNIT BUT
NOT CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF.

ORDER NO. 3-2005

Docket No. 3-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 a temporary spacing unit comprised of all of Section 27 and the N½ of Section 34, T22N-R59E, Richland County, Montana, is hereby created and Headington Oil, Limited Partnership is authorized to drill a horizontal Bakken Formation well anywhere within said temporary spacing unit but not closer than 660 feet to the boundaries thereof.

BOARD ORDER NO. 3-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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, LIMITED PARTNERSHIP
TO VACATE THE TEMPORARY SPACING
UNIT COMPRISED OF ALL OF SECTIONS 13
AND 24, T22N-R59E, RICHLAND COUNTY,
MONTANA, WHICH WAS ESTABLISHED BY
BOARD ORDER 85-2004.

ORDER NO. 4-2005

Docket No. 4-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 temporary spacing unit comprised of all of Sections 13 and 24, T22N-R59E, Richland County, Montana, established by Board Order 85-2004, is hereby vacated.

BOARD ORDER NO. 4-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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, LIMITED PARTNERSHIP
TO DELINEATE A FIELD, ESTABLISH FIELD
RULES AND CREATE A PERMANENT
SPACING UNIT COMPRISED OF ALL OF
SECTION 25, T22N-R59E, RICHLAND COUNTY,
MONTANA, FOR THE PRODUCTION OF OIL
AND ASSOCIATED NATURAL GAS FROM
THE BAKKEN FORMATION.

ORDER NO. 5-2005

Docket No. 5-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Section 25, T22N-R59E, Richland County, Montana, is designated as a permanent spacing unit for the production of oil and associated natural gas from the Bakken Formation.

BOARD ORDER NO. 5-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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, LIMITED PARTNERSHIP
FOR AN ORDER POOLING ALL INTERESTS
IN THE SPACING UNIT COMPRISED OF ALL
OF SECTION 25, T22N-R59E, RICHLAND
COUNTY, MONTANA, FOR THE PRODUCTION
OF OIL AND ASSOCIATED NATURAL
GAS FROM THE BAKKEN FORMATION
AND AUTHORIZING RECOVERY OF
NON-CONSENT PENALTIES IN
ACCORDANCE WITH SECTION
82-11-202 (2), M.C.A.

ORDER NO. 6-2005

Docket No. 6-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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. At the hearing, applicant stated it was not seeking authority to impose non-consent penalties upon Continental Resources, Inc., which holds an unleased interest but participated in the drilling of the well.
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 all interests in the Bakken Formation spacing unit comprised of all of Section 25, T22N-R59E, Richland County, Montana, are pooled on the basis of surface acreage.

IT IS FURTHER ORDERED that applicant is authorized to recover non-consent penalties in accordance with Section 82-11-202 (2), M.C.A. against all non-joining working interest owners.

BOARD ORDER NO. 6-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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, LIMITED PARTNERSHIP
TO DELINEATE THE NE¼ AND S½ OF
SECTION 29 AND ALL OF SECTION 32,
T24N-R55E, RICHLAND COUNTY, MONTANA,
AS A FIELD AND PERMANENT SPACING
UNIT FOR PRODUCTION OF OIL AND
ASSOCIATED NATURAL GAS FROM
THE BAKKEN FORMATION.

ORDER NO. 7-2005

Docket No.7-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 and S½ of Section 29 and all of Section 32, T24N-R55E, Richland County, Montana, are delineated as a field and permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

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. 7-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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, LIMITED PARTNERSHIP
FOR AN ORDER POOLING ALL INTERESTS
IN THE SPACING UNIT COMPRISED OF THE
NE¼ AND S½ OF SECTION 29 AND ALL OF
SECTION 32, T24N-R55E, RICHLAND COUNTY,
MONTANA, FOR PRODUCTION OF OIL AND
ASSOCIATED NATURAL GAS FROM THE
BAKKEN FORMATION AND FOR RECOVERY
OF NON-CONSENT PENALTIES IN
ACCORDANCE WITH SECTION
82-11-202 (2), M.C.A.

ORDER NO. 8-2005

Docket No. 8-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 spacing unit comprised of the NE¼ and S½ of Section 29 and all of Section 32, T24N-R55E, Richland County, Montana, for production of oil and associated natural gas from the Bakken Formation are pooled on the basis of surface acreage.

IT IS FURTHER ORDERED that applicant is entitled to recover non-consent penalties in accordance with Section 82-11-202 (2), M.C.A.

BOARD ORDER NO. 8-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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, LIMITED PARTNERSHIP
TO DELINEATE ALL OF SECTIONS 21 AND
28, T23N-R57E, RICHLAND COUNTY,
MONTANA, AS A FIELD AND PERMANENT
SPACING UNIT FOR PRODUCTION OF OIL
AND ASSOCIATED NATURAL GAS FROM
THE BAKKEN FORMATION.

ORDER NO. 9-2005

Docket No. 9-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Sections 21 and 28, T23N-R57E, Richland County, Montana, are delineated as a field and permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

BOARD ORDER NO. 9-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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, LIMITED PARTNERSHIP
FOR AN ORDER POOLING ALL INTERESTS
IN THE SPACING UNIT COMPRISED OF ALL
OF SECTIONS 21 AND 28, T23N-R57E,
RICHLAND COUNTY, MONTANA, FOR THE
PRODUCTION OF OIL AND ASSOCIATED
NATURAL GAS FROM THE BAKKEN
FORMATION AND FOR RECOVERY OF
NON-CONSENT PENALTIES IN
ACCORDANCE WITH SECTION
82-11-202 (2), M.C.A.

ORDER NO. 10-2005

Docket No. 10-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all interests in the spacing unit comprised of Sections 21 and 28, T23N-R57E, Richland County, Montana, for production of oil and associated natural gas from the Bakken Formation are pooled on the basis of surface acreage.

IT IS FURTHER ORDERED that applicant is entitled to recover non-consent penalties in accordance with Section 82-11-202 (2), M.C.A.

BOARD ORDER NO. 10-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
SLAWSON EXPLORATION COMPANY, INC.
FOR AN ORDER DELINEATING ALL OF
SECTIONS 14 AND 23, T24N-R53E,
RICHLAND COUNTY, MONTANA, AS A
FIELD AND PERMANENT SPACING UNIT
FOR PRODUCTION OF OIL AND
ASSOCIATED NATURAL GAS FROM
THE BAKKEN FORMATION.

ORDER NO. 11-2005

Docket No. 11-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 all of Sections 14 and 23, T24N-R53E, Richland County, Montana, are delineated as a field and permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

BOARD ORDER NO. 11-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
SLAWSON EXPLORATION COMPANY, INC.
FOR AN ORDER DELINEATING ALL OF
SECTION 12, T25N-R52E, RICHLAND COUNTY,
MONTANA, AS A FIELD AND PERMANENT
SPACING UNIT FOR PRODUCTION OF OIL
AND ASSOCIATED NATURAL GAS FROM
THE BAKKEN FORMATION.

ORDER NO. 12-2005

Docket No. 12-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 12, T25N-R52E, Richland County, Montana, is delineated as a field and permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

BOARD ORDER NO. 12-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
LYCO ENERGY CORPORATION TO
CREATE A TEMPORARY SPACING
UNIT COMPRISED OF ALL OF
SECTIONS 30 AND 31, T23N-R58E,
RICHLAND COUNTY, MONTANA,
TO DRILL AN EXTENDED-LATERAL
HORIZONTAL WELL IN THE BAKKEN
FORMATION AND TO AUTHORIZE
SAID WELL TO BE LOCATED
ANYWHERE WITHIN THE TEMPORARY
SPACING UNIT BUT NOT CLOSER THAN
660 FEET TO THE BOUNDARIES THEREOF.

ORDER NO. 13-2005

Docket No. 13-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 30 and 31, T23N-R58E, Richland County, Montana, are designated as a temporary spacing unit to drill an extended-lateral horizontal well in the Bakken Formation.

IT IS FURTHER ORDERED that said well may be located anywhere within the temporary spacing unit but not closer than 660 feet to the boundaries thereof.

BOARD ORDER NO. 13-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
LYCO ENERGY CORPORATION TO
DELINEATE ALL OF SECTION 26,
T25N-R54E, RICHLAND COUNTY,
MONTANA, AS A FIELD AND
PERMANENT SPACING UNIT FOR
PRODUCTION OF OIL AND
ASSOCIATED NATURAL GAS FROM
THE BAKKEN FORMATION.

ORDER NO. 14-2005

Docket No. 14-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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. Mr. Gilbert Larson appeared at the hearing in protest of this application.
3. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Section 26, T25N-R54E, Richland County, Montana, is delineated as a field and permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

BOARD ORDER NO. 14-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
LYCO ENERGY CORPORATION TO
DELINEATE ALL OF SECTION 30,
T25N-R55E, RICHLAND COUNTY,
MONTANA, AS A FIELD AND
PERMANENT SPACING UNIT FOR
PRODUCTION OF OIL AND
ASSOCIATED NATURAL GAS FROM
THE BAKKEN FORMATION.

ORDER NO. 15-2005

Docket No. 15-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 30, T25N-R55E, Richland County, Montana, is delineated as a field and permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

BOARD ORDER NO. 15-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
LYCO ENERGY CORPORATION TO
DELINEATE ALL OF SECTION 7,
T24N-R55E, RICHLAND COUNTY,
MONTANA, AS A FIELD AND
PERMANENT SPACING UNIT FOR
PRODUCTION OF OIL AND
ASSOCIATED NATURAL GAS
FROM THE BAKKEN FORMATION.

ORDER NO. 16-2005

Docket No. 16-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 7, T24N-R55E, Richland County, Montana, is delineated as a field and permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

BOARD ORDER NO. 16-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
LYCO ENERGY CORPORATION TO
DELINEATE THE W½ AND SE¼ OF
SECTION 2 AND ALL OF SECTION 11,
T23N-R57E, RICHLAND COUNTY,
MONTANA, AS A FIELD AND
PERMANENT SPACING UNIT FOR
PRODUCTION OF OIL AND
ASSOCIATED NATURAL GAS FROM
THE BAKKEN FORMATION.

ORDER NO. 17-2005

Docket No. 17-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 W½ and SE¼ of Section 2 and all of Section 11, T23N-R57E, Richland County, Montana, are delineated as a field and permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

BOARD ORDER NO. 17-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
LYCO ENERGY CORPORATION TO
POOL ALL INTERESTS IN THE
SPACING UNIT COMPRISED OF THE
W½ AND SE¼ OF SECTION 2 AND
ALL OF SECTION 11, T23N-R57E,
RICHLAND COUNTY, MONTANA,
FOR THE 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.

ORDER NO. 18-2005

Docket No. 18-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 Loren J. O'Toole, Jr. appeared to protest this application on behalf of MHB Properties and ZKB Properties (MHB and ZKB), mineral owners in Tract 3. Mr. O'Toole said MHB and ZKB should not be subject to non-consent penalties because they do not meet the definition of refusing owners.
3. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

BOARD ORDER NO. 18-2005

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all interests in the spacing unit comprised of the W½ and SE¼ of Section 2 and all of Section 11, T23N-R57E, Richland County, Montana, for the production of oil and associated natural gas from the Bakken Formation are pooled on the basis of surface acreage.

IT IS FURTHER ORDERED that applicant is authorized recover non-consent penalties in accordance with Section 82-11-202 (2), M.C.A.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
SANDTANA, INC. TO POOL ALL
INTERESTS IN THE PERMANENT
SPACING UNIT COMPRISED OF
THE S½NE¼, N½SE¼ OF SECTION
25, T34N-R14E AND THE S½NW¼,
N½SW¼ OF SECTION 30, T34N-R15E,
HILL COUNTY, MONTANA, AND
TO RECOVER NON-CONSENT
PENALTIES IN ACCORDANCE
WITH SECTION 82-11-202 (2) M.C.A.

CORRECTED
ORDER NO. 19-2005

Docket No. 21-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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. In Docket No. 262-2003 heard by this Board on August 7th, 2003, the Board created a special spacing unit for the Rhodes 25-34-14D well, which was too close to the boundary line between Sections 25 and 30. That spacing unit consisted of the lands described above and was intended only for the above-mentioned Rhodes well. Applicant's Gwynn 25-34-14B well is the regular well for Section 25 and the Seven R Farms well is the regular well for Section 30.
3. Attorney Chris Mangen, Jr. appeared to protest this application on behalf of Klabzuba Oil & Gas, Inc., the operator of the Seven R Farms 30-34-15B well in Section 30, and requested the Board dismiss the application based on testimony presented during the hearing on Docket 262-2003.
4. Mr. Mark Erebo appeared in support of the application on behalf of the CMR Family Trust and Hugh Gwynn, mineral owners in Section 25.

CORRECTED BOARD ORDER NO. 19-2005

5. The evidence indicates that denying the application would be in the best 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 Sandtana, Inc. is denied.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
KEESUN CORP. TO ADD SECTION 27,
T37N-R4W, TOOLE COUNTY,
MONTANA, TO THE FITZPATRICK
LAKE FIELD AND TO MODIFY SAID
FIELD RULES AS APPLICABLE TO
SAID SECTION 27 IN THE
FOLLOWING MANNER: DESIGNATE
THE W½ AND E½ OF SECTION 27 AS
SEPARATE 320-ACRE SPACING
UNITS WITHIN THE FITZPATRICK
LAKE FIELD FOR PRODUCTION OF
NATURAL GAS FROM THE SURFACE
OF THE EARTH TO THE BASE OF THE
RIERDON FORMATION, WITH WELLS
TO BE LOCATED NO CLOSER THAN
660 FEET TO THE EXTERIOR
BOUNDARIES OF EACH REQUESTED
SPACING UNIT EXCEPT FOR THE WEST
EXTERIOR BOUNDARY OF SECTION 27,
WHERE A 330 FOOT SETBACK IS REQUESTED.

ORDER NO. 20-2005

Docket No. 22-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Jack King recused himself and took no further part in the proceedings on this matter. 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.

BOARD ORDER NO. 20-2005

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Section 27, T37N-R4W, Toole County, Montana, is added to the Fitzpatrick Lake Field and said field rules, as applicable to said Section 27, are modified in the following manner: the W $\frac{1}{2}$ and E $\frac{1}{2}$ of Section 27 are designated as separate 320-acre spacing units within the Fitzpatrick Lake Field for production of natural gas from the surface of the earth to the base of the Rierdon Formation, with wells to be located no closer than 660 feet to the exterior boundaries of each requested spacing unit except for the west exterior boundary of Section 27, where a 330-foot setback is required.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
ENCORE OPERATING, L.P. TO
CONVERT ITS BELL CREEK
WELL #26-15, API # 25-075-21340,
IN BELL CREEK FIELD, POWDER
RIVER COUNTY, MONTANA,
FROM A MUDDY FORMATION
PRODUCING WELL TO A MUDDY
FORMATION CLASS II ENHANCED
RECOVERY INJECTION WELL.

ORDER NO. 21-2005

Docket No. 23-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 Encore Operating L.P. is authorized to convert its Bell Creek well #26-15 from a Muddy Formation producing well to Muddy Formation Class II enhanced recovery injection well, subject to the stipulations on the Sundry Notice.

BOARD ORDER NO. 21-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
ENCORE OPERATING, L.P. TO CONVERT
ITS BELL CREEK WELL #35-03,
API # 25-075-21390, IN BELL CREEK FIELD,
POWDER RIVER COUNTY, MONTANA,
FROM A SHUT-IN MUDDY FORMATION
WELL TO A MUDDY FORMATION CLASS II
ENHANCED RECOVERY INJECTION WELL.

ORDER NO. 22-2005

Docket No. 24-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 Encore Operating L.P. is authorized to convert its Bell Creek well #35-03 from a shut-in Muddy Formation producing well to Muddy Formation Class II enhanced recovery injection well, subject to the stipulations on the Sundry Notice.

BOARD ORDER NO. 22-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
ENCORE OPERATING, L.P. TO CONVERT
ITS BELL CREEK WELL #26-13,
API # 25-075-21230, IN BELL CREEK FIELD,
POWDER RIVER COUNTY, MONTANA,
FROM A MUDDY FORMATION PRODUCING
WELL TO A MUDDY FORMATION CLASS II
ENHANCED RECOVERY INJECTION WELL.

ORDER NO. 23-2005

Docket No. 25-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 Encore Operating L.P. is authorized to convert its Bell Creek well #26-13 from a Muddy Formation producing well to Muddy Formation Class II enhanced recovery injection well, subject to the stipulations in the Sundry Notice.

BOARD ORDER NO. 23-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
ENCORE OPERATING, L.P. TO CONVERT
ITS BELL CREEK WELL #26-11,
API # 25-075-21229, IN BELL CREEK FIELD,
POWDER RIVER COUNTY, MONTANA,
FROM A TEMPORARILY ABANDONED
MUDDY FORMATION PRODUCING WELL
TO A MUDDY FORMATION CLASS II
ENHANCED RECOVERY INJECTION WELL.

ORDER NO. 24-2005

Docket No. 26-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 Encore Operating L.P. is authorized to convert its Bell Creek well #26-11 in Bell Creek Field, Powder River County, Montana, from a temporarily abandoned Muddy Formation producing well to Muddy Formation Class II enhanced recovery injection well, subject to the stipulations of the Sundry Notice.

BOARD ORDER NO. 24-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
ENCORE OPERATING, L.P. TO
DESIGNATE THE FOLLOWING
WELLS AS HORIZONTAL
RE-ENTRY WELLS ENTITLED
TO THE APPROPRIATE
SEVERANCE TAX REDUCTIONS:

ORDER NO. 25-2005

API Number	Well Name	Completion Date
25-025-21444-00-00	Unit 13-10CCH	November 2004
25-109-21070-00-00	Unit 12X-03AH	October 2004
25-021-05090-00-00	J.W. Reynolds 1H	September 2004
25-109-05093-00-00	Unit 42-09AH	October 2004
25-109-05120-00-00	Unit 43X-32H	October 2004
25-021-21117-00-00	State "D" 6H	August 2004

Docket No. 27-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 wells listed in the caption are designated as horizontal re-entry wells entitled to the appropriate severance tax reductions.

BOARD ORDER NO. 25-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
DESIGNATE THE S½ OF SECTION 7,
T25N-R19E, BLAINE COUNTY,
MONTANA, AS A PERMANENT
SPACING UNIT FOR PRODUCTION
OF GAS FROM THE EAGLE SAND
FORMATION.

ORDER NO. 26-2005

Docket No. 28-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 Klabzuba Oil & Gas, Inc. to designate the S½ of Section 7, T25N-R19E, Blaine County, Montana, as a permanent spacing unit for production of gas from the Eagle Sand Formation is granted.

BOARD ORDER NO. 26-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
DESIGNATE ALL OF SECTION 27,
T36N-R15E, HILL COUNTY,
MONTANA, AS A PERMANENT
SPACING UNIT FOR PRODUCTION
OF GAS FROM THE EAGLE SAND
FORMATION.

ORDER NO. 27-2005

Docket No. 29-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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, T36N-R15E, Hill County, Montana, is designated as a permanent spacing unit for production of gas from the Eagle Sand Formation.

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. 27-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
TEXTANA, INC. TO POOL ALL
INTERESTS IN THE W½ OF
SECTION 14 AND THE E½ OF
SECTION 15, T36N-R15E, HILL
COUNTY, MONTANA, ON THE
BASIS OF SURFACE ACRES FOR
PRODUCTION OF NATURAL
GAS FROM THE EAGLE SAND
FORMATION EFFECTIVE AS OF
THE DATE OF FIRST
PRODUCTION FROM THE
DUSEK-STATE 14-36-15 WELL.

ORDER NO. 28-2005

Docket No. 30-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 W½ of Section 14 and the E½ of Section 15, T36N-R15E, Hill County, Montana, are pooled on the basis of surface acreage for production of natural gas from the Eagle Sand Formation effective as of the date of first production from the Dusek-State 14-36-15 well.

BOARD ORDER NO. 28-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana
at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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 LOUISIANA CORPORATION
TO DRILL THREE ADDITIONAL
EAGLE SAND FORMATION GAS
WELLS AT LOCATIONS ANYWHERE
WITHIN SECTION 24, T32N-R16E,
HILL COUNTY, MONTANA, BUT
NOT CLOSER THAN 660 FEET TO
THE SPACING UNIT BOUNDARIES,
AS AN EXCEPTION TO BOARD
ORDER 10-70 (TIGER RIDGE FIELD).

ORDER NO. 29-2005

Docket No. 31-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 Devon Louisiana Corporation is authorized to drill three additional Eagle Sand Formation gas wells at locations anywhere within Section 24, T32N-R16E, Hill County, Montana, but not closer than 660 feet to the spacing unit boundaries as an exception to Board Order 10-70 (Tiger Ridge Field).

BOARD ORDER NO. 29-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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 LOUISIANA CORPORATION
TO DRILL THREE ADDITIONAL
EAGLE SAND FORMATION GAS
WELLS AT LOCATIONS ANYWHERE
WITHIN SECTION 15, T27N-R19E,
BLAINE COUNTY, MONTANA, BUT
NOT CLOSER THAN 660 FEET TO
THE SPACING UNIT BOUNDARIES,
AS AN EXCEPTION TO BOARD
ORDER 45-76 (SAWTOOTH MOUNTAIN FIELD).

ORDER NO. 30-2005

Docket No. 33-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 Devon Louisiana Corporation is authorized to drill three additional Eagle Sand Formation gas wells at locations anywhere within Section 15, T27N-R19E, Blaine County, Montana, but not closer than 660 feet to the spacing unit boundaries as an exception to Board Order 45-76 (Sawtooth Mountain Field).

BOARD ORDER NO. 30-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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 LOUISIANA CORPORATION
TO DRILL AN ADDITIONAL EAGLE
SAND FORMATION GAS WELL AT
A LOCATION ANYWHERE WITHIN
NE¼ OF SECTION 14, T27N-R18E,
BLAINE COUNTY, MONTANA, BUT
NOT CLOSER THAN 660 FEET TO
THE SPACING UNIT BOUNDARIES,
AS AN EXCEPTION TO BOARD
ORDERS 45-76, 22-99, 8-2002, 9-2002
AND 160-2004 (SAWTOOTH MOUNTAIN FIELD).

ORDER NO. 31-2005

Docket No. 34-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 Devon Louisiana Corporation is authorized to drill an additional Eagle Sand Formation gas well at a location anywhere within the NE¼ of Section 14, T27N-R18E, Blaine County, Montana, but not closer than 660 feet to the spacing unit boundaries, as an exception to Board Orders 45-76, 22-99, 8-2002, 9-2002 and 160-2004.

BOARD ORDER NO. 31-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana
at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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 LOUISIANA CORPORATION
TO DRILL AN ADDITIONAL EAGLE
SAND FORMATION GAS WELL AT A
LOCATION ANYWHERE WITHIN
SECTION 11, T27N-R18E, BLAINE
COUNTY, MONTANA, BUT NOT
CLOSER THAN 600 FEET TO THE
SPACING UNIT BOUNDARIES, AS AN
EXCEPTION TO BOARD ORDERS
45-76, 68-98, 98-2000, 99-2000 AND
333-2003 (SAWTOOTH MOUNTAIN FIELD).

ORDER NO. 32-2005

Docket No. 35-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 Devon Louisiana Corporation is authorized to drill an additional Eagle Sand Formation gas well at a location anywhere within Section 11, T27N-R18E, Blaine County, Montana, but not closer than 600 feet to the spacing unit boundaries, as an exception to Board Orders 45-76, 68-98, 98-2000, 99-2000 and 333-2003.

BOARD ORDER NO. 32-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
PETRO-HUNT, LLC TO CREATE A
1280-ACRE TEMPORARY SPACING
UNIT CONSISTING OF ALL OF
SECTIONS 35 AND 36, T23N-R56E,
RICHLAND COUNTY, MONTANA,
AND TO DRILL A DUAL-LATERAL
HORIZONTAL WELL ANYWHERE
WITHIN SAID TEMPORARY
SPACING UNIT BUT NOT CLOSER
THAN 660 FEET TO THE
BOUNDARIES THEREOF.

ORDER NO. 33-2005

Docket No. 36-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 Petro-Hunt, LLC is authorized to create a 1280-acre temporary spacing unit consisting of all of Sections 35 and 36, T23N-R56E, Richland County, Montana, and to drill a dual-lateral horizontal well anywhere within said temporary spacing unit but not closer than 660 feet to the boundaries thereof.

BOARD ORDER NO. 33-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana
at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
PETRO-HUNT, LLC TO DELINEATE
ALL OF SECTION 21, T24N-R54E,
RICHLAND COUNTY, MONTANA,
AS A FIELD AND PERMANENT
SPACING UNIT FOR PRODUCTION
OF OIL AND ASSOCIATED NATURAL
GAS FROM THE BAKKEN
FORMATION AND AUTHORIZING
ONE HORIZONTAL WELL TO BE
LOCATED ANYWHERE WITHIN SAID
SPACING UNIT BUT NOT CLOSER
THAN 660 FEET FROM THE
BOUNDARIES THEREOF.

ORDER NO. 34-2005

Docket No. 37-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 21, T24N-R54E, Richland County, Montana, is designated as a field and permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

IT IS FURTHER ORDERED that applicant may drill one horizontal well anywhere within said spacing unit but not closer than 660 feet from the boundaries thereof.

BOARD ORDER NO. 34-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
PETRO-HUNT, LLC TO DESIGNATE
ALL OF SECTION 12, T23N-R54E,
RICHLAND COUNTY, MONTANA,
AS A FIELD AND PERMANENT
SPACING UNIT FOR PRODUCTION
OF OIL AND ASSOCIATED NATURAL
GAS FROM THE BAKKEN FORMATION
AND AUTHORIZING ONE HORIZONTAL
WELL TO BE LOCATED ANYWHERE
WITHIN SAID SPACING UNIT BUT NOT
CLOSER THAN 660 FEET FROM THE
BOUNDARIES THEREOF.

ORDER NO. 35-2005

Docket No. 38-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 12, T23N-R54E, Richland County, Montana, is designated as a field and permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

IT IS FURTHER ORDERED that applicant may drill one horizontal well anywhere within said spacing unit but not closer than 660 feet from the boundaries thereof.

BOARD ORDER NO. 35-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
PETRO-HUNT, LLC TO DELINEATE
ALL OF SECTION 2, T23N-R54E,
RICHLAND COUNTY, MONTANA,
AS A FIELD AND PERMANENT
SPACING UNIT FOR PRODUCTION
OF OIL AND ASSOCIATED NATURAL
GAS FROM THE BAKKEN
FORMATION AND AUTHORIZING
ONE HORIZONTAL WELL TO BE
LOCATED ANYWHERE WITHIN
SAID SPACING UNIT BUT NOT
CLOSER THAN 660 FEET FROM THE
BOUNDARIES THEREOF.

ORDER NO. 36-2005

Docket No. 39-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 2, T23N-R54E, Richland County, Montana, is designated as a field and permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

IT IS FURTHER ORDERED that applicant may drill one horizontal well anywhere within said spacing unit but not closer than 660 feet from the boundaries thereof.

BOARD ORDER NO. 36-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
PETRO-HUNT, LLC TO DELINEATE
ALL OF SECTION 28, T24N-R54E,
RICHLAND COUNTY, MONTANA,
AS A FIELD AND PERMANENT
SPACING UNIT FOR PRODUCTION
OF OIL AND ASSOCIATED NATURAL
GAS FROM THE BAKKEN FORMATION
AND AUTHORIZING ONE HORIZONTAL
WELL TO BE LOCATED ANYWHERE
WITHIN SAID SPACING UNIT BUT NOT
CLOSER THAN 660 FEET FROM THE
BOUNDARIES THEREOF.

ORDER NO. 37-2005

Docket No. 40-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 28, T24N-R54E, Richland County, Montana, is designated as a field and permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

IT IS FURTHER ORDERED that applicant may drill one horizontal well anywhere within said spacing unit but not closer than 660 feet from the boundaries thereof.

BOARD ORDER NO. 37-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
PETRO-HUNT, LLC TO DELINEATE
THE W½ OF SECTION 28 AND THE
E½ OF SECTION 29, T22N-R55E,
RICHLAND COUNTY, MONTANA,
AS A FIELD AND PERMANENT
SPACING UNIT FOR PRODUCTION
OF OIL AND ASSOCIATED NATURAL
GAS FROM THE RED RIVER
FORMATION AND AUTHORIZING
ONE HORIZONTAL WELL TO BE
LOCATED ANYWHERE WITHIN SAID
SPACING UNIT BUT NOT CLOSER
THAN 660 FEET FROM THE
BOUNDARIES THEREOF.

ORDER NO. 38-2005

Docket No. 41-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 W½ of Section 28 and the E½ of Section 29, T22N-R55E, Richland County, Montana, are designated as a field and permanent spacing unit for production of oil and associated natural gas from the Red River Formation.

IT IS FURTHER ORDERED that applicant may drill one horizontal well anywhere within said spacing unit but not closer than 660 feet from the boundaries thereof.

BOARD ORDER NO. 38-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
NOBLE ENERGY, INC. TO DELINEATE
SECTION 31, T31N-R34E, PHILLIPS
COUNTY, MONTANA, AS A FIELD AND
PERMANENT SPACING UNIT FOR
PRODUCTION OF NATURAL GAS FROM
ALL ZONES, FORMATIONS, OR
HORIZONS FROM THE SURFACE OF
THE EARTH TO THE BASE OF THE
PHILLIPS FORMATION, AND TO DRILL
THREE ADDITIONAL WELLS WITHIN
SAID SECTION 31 TO TEST FOR THE
PRESENCE OF NATURAL GAS FROM
THE ZONES, FORMATIONS, AND
HORIZONS PREVIOUSLY DESCRIBED
HEREIN. APPLICANT ALSO REQUESTS
AUTHORIZATION TO COMMINGLE
DOWNHOLE NATURAL GAS FROM
DIFFERENT ZONES, FORMATIONS OR
HORIZONS AND PRODUCE SAID GAS
THROUGH THE SAME CASING AND
WELLBORE.

ORDER NO. 39-2005

Docket No. 42-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 Noble Energy, Inc. is authorized to drill three additional wells in the existing 640-acre communitized area in Section 31, T31N-R34E, Phillips County, Montana, to test for the presence for production of natural gas from all zones, formations, or horizons from the surface of the earth to the base of the Phillips Formation.

BOARD ORDER NO. 39-2005

IT IS FURTHER ORDERED that said wells are to be located no closer than 990 feet to the spacing unit boundaries.

IT IS FURTHER ORDERED that applicant is authorized commingle downhole natural gas from different zones, formations or horizons and produce said gas through the same casing and wellbore.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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 DESIGNATE
THE NW¼, SW¼, NE¼ AND SE¼ OF
SECTION 20, T35N-R19E, BLAINE COUNTY
MONTANA, AS SEPARATE TEMPORARY
SPACING UNITS FOR PRODUCTION OF
NATURAL GAS FROM ALL GAS BEARING
ZONES, FORMATIONS, OR HORIZONS
FROM THE SURFACE OF THE EARTH TO
BASE OF THE EAGLE FORMATION.
APPLICANT FURTHER REQUESTS THAT
THE 990-FOOT SETBACK REQUIREMENT
BE AMENDED FOR EACH TEMPORARY
SPACING UNIT TO PROVIDE THAT NO
GAS WELL SHALL BE LOCATED CLOSER
THAN 660 FEET TO THE EXTERNAL
BOUNDARIES OF EACH SUCH TEMPORARY
SPACING UNIT. IN THE ALTERNATIVE,
APPLICANT REQUESTS SECTION 20 IN ITS
ENTIRETY BE DESIGNATED AS THE
TEMPORARY SPACING UNIT FOR FOUR (4)
EAGLE FORMATION NATURAL GAS TEST
WELLS AS AN EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 40-2005

Docket No. 46-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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. All interests in the minerals underlying Section 20 have been voluntarily communitized, so the concern to protect the interests of the mineral owners in obtaining full production of the reservoir underlying their lands is no longer required since the separate parties have voluntarily agreed to communitize.
3. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

BOARD ORDER NO. 40-2005

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Omimex Canada, Ltd. is authorized to drill three additional wells for production of Eagle Formation natural gas in the existing temporary spacing unit comprised of all of Section 20, T35N-R19E, Blaine County, Montana, as an exception to A.R.M. 36.22.702.

IT IS FURTHER ORDERED that no gas wells shall be located closer than 990 feet to the external boundaries of said temporary spacing unit.

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 Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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 DESIGNATE
THE NW¼, SW¼, NE¼ AND SE¼ OF
SECTION 34, T35N-R21E, BLAINE COUNTY
MONTANA, AS TEMPORARY SPACING
UNITS FOR THE PRODUCTION OF
NATURAL GAS FROM ALL GAS BEARING
ZONES, FORMATIONS, OR HORIZONS
FROM THE SURFACE OF THE EARTH TO
THE BASE OF THE EAGLE FORMATION
AND TO AMEND THE 990-FOOT SETBACK
REQUIREMENT WITH REGARD TO EACH
TEMPORARY SPACING UNIT TO PROVIDE
THAT NO GAS WELL MAY BE LOCATED
CLOSER THAN 660 FEET TO THE EXTERIOR
BOUNDARIES OF EACH SUCH TEMPORARY
SPACING UNIT. IN THE ALTERNATIVE,
APPLICANT REQUESTS SECTION 34 IN ITS
ENTIRETY BE DESIGNATED AS THE
TEMPORARY SPACING UNIT FOR FOUR (4)
EAGLE FORMATION NATURAL GAS TEST
WELLS AS AN EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 41-2005

Docket No. 47-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 NW¼, SW¼, NE¼ and SE¼ of Section 34, T35N-R21E, Blaine County, Montana, are designated as four separate temporary spacing units for production of natural gas from all gas bearing zones, formations, or horizons from the surface of the earth to the base of the Eagle Formation.

BOARD ORDER NO. 41-2005

IT IS FURTHER ORDERED that the authorized wells for each temporary spacing unit be located no closer than 660 feet to spacing unit boundaries.

IT IS FURTHER ORDERED that Board Order 313-2004 is hereby vacated.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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 DESIGNATE
THE NW¼, SW¼, NE¼ AND SE¼ OF
SECTION 17, T35N-R20E, BLAINE COUNTY
MONTANA, AS TEMPORARY SPACING
UNITS FOR THE PRODUCTION OF
NATURAL GAS FROM ALL GAS BEARING
ZONES, FORMATIONS, OR HORIZONS
FROM THE SURFACE OF THE EARTH TO
THE BASE OF THE EAGLE FORMATION
AND TO AMEND THE 990-FOOT SETBACK
REQUIREMENT WITH REGARD TO EACH
TEMPORARY SPACING UNIT TO PROVIDE
THAT NO GAS WELLS THEREIN SHALL
BE LOCATED CLOSER THAN 660 FEET TO
THE EXTERIOR BOUNDARIES OF EACH
SUCH TEMPORARY SPACING UNIT. IN
THE ALTERNATIVE, APPLICANT
REQUESTS SECTION 17 IN ITS ENTIRETY
BE DESIGNATED AS THE TEMPORARY
SPACING UNIT FOR FOUR (4) EAGLE
FORMATION NATURAL GAS TEST WELLS
AS AN EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 42-2005

Docket No. 48-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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.

BOARD ORDER NO. 42-2005

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the NW¹/₄, SW¹/₄, NE¹/₄, and SE¹/₄ of Section 17, T35N-R20E, Blaine County, Montana, are designated as four separate temporary spacing units for production of natural gas from all gas bearing zones, formations or horizons from the surface of the earth to the base of the Eagle Formation.

IT IS FURTHER ORDERED that no gas wells shall be located closer than 660 feet to the exterior boundaries of said temporary spacing units.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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 DESIGNATE
THE NW¼, SW¼, NE¼ AND SE¼ OF
SECTION 29, T35N-R21E, BLAINE COUNTY
MONTANA, AS TEMPORARY SPACING
UNITS FOR THE PRODUCTION OF
NATURAL GAS FROM ALL GAS BEARING
ZONES, FORMATIONS, OR HORIZONS
FROM THE SURFACE OF THE EARTH TO
THE BASE OF THE EAGLE FORMATION
AND TO AMEND THE 990-FOOT SETBACK
REQUIREMENT WITH REGARD TO EACH
TEMPORARY SPACING UNIT TO PROVIDE
THAT NO GAS WELLS SHALL BE LOCATED
CLOSER THAN 660 FEET TO THE EXTERIOR
BOUNDARIES OF EACH SUCH TEMPORARY
SPACING UNIT. IN THE ALTERNATIVE,
APPLICANT REQUESTS SECTION 29 IN ITS
ENTIRETY BE DESIGNATED AS THE
TEMPORARY SPACING UNIT FOR FOUR (4)
EAGLE FORMATION NATURAL GAS TEST
WELLS AS AN EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 43-2005

Docket No. 49-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 interest owners in the gas underlying Section 29, T35N-R21E, Blaine County, Montana, have voluntarily communitized their interests.
3. The evidence indicates that granting the application as 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. 43-2005

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Omimex Canada, Ltd. is authorized to drill three additional wells for production of natural gas from the Eagle Formation in the existing temporary spacing unit comprised of all of Section 29, T35N-R21E, Blaine County, Montana, as an exception to A.R.M. 36.22.702.

IT IS FURTHER ORDERED that no gas well shall be located closer than 990 feet to the external boundaries of said Section 29.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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 DESIGNATE
THE NW¼, SW¼, NE¼ AND SE¼ OF
SECTION 31, T35N-R21E, BLAINE COUNTY
MONTANA, AS TEMPORARY SPACING
UNITS FOR THE PRODUCTION OF
NATURAL GAS FROM ALL GAS BEARING
ZONES, FORMATIONS, OR HORIZONS
FROM THE SURFACE OF THE EARTH TO
THE BASE OF THE EAGLE FORMATION
AND TO AMEND THE 990-FOOT SETBACK
REQUIREMENT WITH REGARD TO EACH
TEMPORARY SPACING TO PROVIDE THAT
NO GAS WELLS SHALL BE LOCATED
CLOSER THAN 660 FEET TO THE
EXTERIOR BOUNDARIES OF EACH SUCH
TEMPORARY SPACING UNIT. IN THE
ALTERNATIVE, APPLICANT REQUESTS
SECTION 31 IN ITS ENTIRETY BE
DESIGNATED AS THE TEMPORARY
SPACING UNIT FOR FOUR (4) EAGLE
FORMATION NATURAL GAS TEST WELLS
AS AN EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 44-2005

Docket No. 50-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 interest owners in the gas underlying Section 31, T35N-R21E, Blaine County, Montana, have voluntarily communitized their interests.
3. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

BOARD ORDER NO. 44-2005

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Omimex Canada, Ltd. is authorized to drill three additional Eagle Formation gas wells in the temporary spacing unit comprised of all of Section 31, T35N-R21E, Blaine County, Montana, as an exception to A.R.M. 36.22.702.

IT IS FURTHER ORDERED that no gas wells shall be located closer than 990 feet to the exterior boundaries of said Section 31.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
AMEND ANY PREVIOUS ORDERS OF
THE BOARD AND CREATE A
TEMPORARY SPACING UNIT
COMPRISED OF ALL OF SECTIONS 10
AND 15, T25N-R55E, RICHLAND COUNTY,
MONTANA, FOR THE DRILLING OF ONE
MULTI-LATERAL HORIZONTAL WELL IN
THE BAKKEN FORMATION AND
AUTHORIZING SAID WELL TO BE
LOCATED ANYWHERE WITHIN SAID
SPACING UNIT BUT NOT LESS THAN
660 FEET TO THE PROPOSED
TEMPORARY SPACING UNIT BOUNDARY.

ORDER NO. 45-2005

Docket No. 53-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 15, T25N-R55E, Richland County, Montana, are designated as a temporary spacing unit for the drilling of multi-lateral horizontal well in the Bakken Formation.

IT IS FURTHER ORDERED that said well may be located anywhere within said spacing unit but not less than 660 feet to the proposed temporary spacing unit boundary.

BOARD ORDER NO. 45-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
AMEND ANY PREVIOUS ORDERS OF
THE BOARD AND CREATE A
TEMPORARY SPACING UNIT
COMPRISED OF ALL OF SECTION 7,
T25N-R55E AND ALL OF SECTION 12,
T25N-R54E, RICHLAND COUNTY,
MONTANA, FOR THE DRILLING OF
ONE MULTI-LATERAL HORIZONTAL
WELL IN THE BAKKEN FORMATION
AND AUTHORIZING SAID WELL TO BE
LOCATED ANYWHERE WITHIN SAID
SPACING UNIT BUT NOT LESS THAN
660 FEET TO THE PROPOSED
TEMPORARY SPACING UNIT BOUNDARY.

ORDER NO. 46-2005

Docket No. 54-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 7, T25N-R55E and all of Section 12, T25N-R54E, Richland County, Montana, are designated as a temporary spacing unit for the drilling of multi-lateral horizontal well in the Bakken Formation.

IT IS FURTHER ORDERED that said well may be located anywhere within said spacing unit but not less than 660 feet to the proposed temporary spacing unit boundary.

BOARD ORDER NO. 46-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
AMEND ANY PREVIOUS ORDERS OF
THE BOARD AND CREATE A
TEMPORARY SPACING UNIT
COMPRISED OF ALL OF SECTIONS 27
AND 34, T26N-R54E, RICHLAND COUNTY,
MONTANA, FOR THE DRILLING OF
ONE MULTI-LATERAL HORIZONTAL
WELL IN THE BAKKEN FORMATION
AND AUTHORIZING SAID WELL TO BE
LOCATED ANYWHERE WITHIN SAID
SPACING UNIT BUT NOT LESS THAN
660 FEET TO THE PROPOSED TEMPORARY
SPACING UNIT BOUNDARY.

ORDER NO. 47-2005

Docket No. 55-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 27 and 34, T26N-R54E, Richland County, Montana, are designated as a temporary spacing unit for the drilling of multi-lateral horizontal well in the Bakken Formation.

IT IS FURTHER ORDERED that said well may be located anywhere within said spacing unit but not less than 660 feet to the proposed temporary spacing unit boundary.

BOARD ORDER NO. 47 -2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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 DRILL AN EAGLE FORMATION TEST
WELL IN SECTION 17, T34N-R17E, HILL
COUNTY, MONTANA, AT A LOCATION
APPROXIMATELY 1700' FSL AND
1250' FEL OF SAID SECTION 17, WITH A
100-FOOT TOLERANCE FOR TOPOGRAPHIC
REASONS. THE PROPOSED WELL WOULD
BE AN ADDITIONAL WELL IN THE
EXISTING SPACING UNIT COMPRISED OF
THE W½ OF SECTION 16 AND THE E½ OF
SECTION 17, T34N-R17E.

ORDER NO. 48-2005

Docket No. 378-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 J. Burns Brown Operating Company is authorized to drill an additional Eagle Formation test well in the spacing unit comprised of the W½ of Section 16 and the E½ of Section 17, T34N-R17E, Hill County, Montana, at a location approximately 1700' FSL and 1250' FEL of Section 17, with a 100-foot tolerance for topographic reasons.

BOARD ORDER NO. 48-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
LYCO ENERGY CORPORATION TO
DELINEATE ALL OF SECTION 14,
T25N-R53E, RICHLAND COUNTY,
MONTANA, AS A FIELD AND
PERMANENT SPACING UNIT FOR
PRODUCTION OF OIL AND
ASSOCIATED NATURAL GAS FROM
THE BAKKEN FORMATION AND TO
DESIGNATE APPLICANT'S
FLIK-ANGELA #14-16-H WELL AS
THE ONLY AUTHORIZED WELL FOR
SAID SPACING UNIT.

ORDER NO. 49-2005

Docket No. 395-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 14, T25N-R53E, Richland County, Montana, is delineated as a field and permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

IT IS FURTHER ORDERED that applicant's Flik-Angela #14-16-H well is the only authorized well for said spacing unit.

BOARD ORDER NO. 49-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
LYCO ENERGY CORPORATION TO
DELINEATE ALL OF SECTION 20,
T24N-R57E, RICHLAND COUNTY,
MONTANA, AS A FIELD AND
PERMANENT SPACING UNIT FOR
PRODUCTION OF OIL AND
ASSOCIATED NATURAL GAS FROM
THE BAKKEN FORMATION AND TO
DESIGNATE APPLICANT'S
ROCKY-FRANZ #20-2-H WELL AS
THE ONLY AUTHORIZED WELL
FOR SAID SPACING UNIT.

ORDER NO. 50-2005

Docket No. 396-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 20, T24N-R57E, Richland County, Montana, is delineated as a field and permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

IT IS FURTHER ORDERED that applicant's Rocky-Franz #20-2-H well is the only authorized well for said spacing unit.

BOARD ORDER NO. 50 -2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
LYCO ENERGY CORPORATION TO
DELINEATE ALL OF SECTION 22,
T24N-R57E, RICHLAND COUNTY,
MONTANA, AS A FIELD AND
PERMANENT SPACING UNIT FOR
PRODUCTION OF OIL AND
ASSOCIATED NATURAL GAS FROM
THE BAKKEN FORMATION AND TO
DESIGNATE APPLICANT'S
PEANUT-KNAPP #22-2-H WELL AS
THE ONLY AUTHORIZED WELL
FOR SAID SPACING UNIT.

ORDER NO. 51-2005

Docket No. 397-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 22, T24N-R57E, Richland County, Montana, is delineated as a field and permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

IT IS FURTHER ORDERED that applicant's Peanut-Knapp #22-2-H well is the only authorized well for said spacing unit.

BOARD ORDER NO. 51-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
LYCO ENERGY CORPORATION TO
POOL ALL INTERESTS IN THE
SPACING UNIT COMPRISED OF
ALL OF SECTION 22, T24N-R57E,
RICHLAND COUNTY, MONTANA,
FOR PRODUCTION OF OIL AND
ASSOCIATED NATURAL GAS FROM
THE BAKKEN FORMATION AND
AUTHORIZING RECOVERY OF
NON-CONSENT PENALTIES IN
ACCORDANCE WITH SECTION
81-11-202 (2), M.C.A.

ORDER NO. 52-2005

Docket No. 398-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 spacing unit comprised of all of Section 22, T24N-R57E, Richland County, Montana, are pooled on the basis of surface acreage.

IT IS FURTHER ORDERED that applicant may impose non-consent penalties in accordance with Section 81-11-202 (2), M.C.A.

BOARD ORDER NO. 52-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
LYCO ENERGY CORPORATION TO
DELINEATE ALL OF SECTIONS 22
AND 27, T24N-R55E, RICHLAND
COUNTY, MONTANA, AS A FIELD
AND PERMANENT SPACING UNIT
FOR THE PRODUCTION OF OIL AND
ASSOCIATED NATURAL GAS FROM
THE BAKKEN FORMATION AND TO
DESIGNATE APPLICANT'S
BUFFALO-BRADLEY #22-3-HL WELL
AS THE ONLY AUTHORIZED WELL
FOR SAID SPACING UNIT.

ORDER NO. 53-2005

Docket No. 399-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 22 and 27, T24N-R55E, Richland County, Montana, is delineated as a field and permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

IT IS FURTHER ORDERED that applicant's Buffalo-Bradley #22-3-HL well is the only authorized well for said spacing unit.

BOARD ORDER NO. 53-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, 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
LYCO ENERGY CORPORATION TO
DELINEATE ALL OF SECTIONS 23
AND 26, T24N-R55E, RICHLAND
COUNTY, MONTANA, AS A FIELD
AND PERMANENT SPACING UNIT
FOR PRODUCTION OF OIL AND
ASSOCIATED NATURAL GAS FROM
THE BAKKEN FORMATION AND TO
DESIGNATE APPLICANT'S
BUFFALO-THORNTON #23-4-HL
WELL AS THE ONLY AUTHORIZED
WELL FOR SAID SPACING UNIT.

ORDER NO. 54-2005

Docket No. 400-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 3rd day of February, 2005 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 23 and 26, T24N-R55E, Richland County, Montana, is delineated as a field and permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

IT IS FURTHER ORDERED that applicant's Buffalo-Thornton #23-4-HL well is the only authorized well for said spacing unit.

BOARD ORDER NO. 54-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 3rd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE REQUEST
OF THE BUREAU OF LAND MANAGEMENT
OF THE UNITED STATES DEPARTMENT
OF THE INTERIOR FOR A RE-HEARING
OF DOCKET 440-2004.

ORDER NO. 55-2005

Docket No. 440-2004

Report of the Board

The above entitled cause came for hearing on the 2nd day of February, 2005 in the conference room of the Board's office at 2535 St. Johns Avenue in Billings, Montana. At this time and place Mr. Pascual Laborda, of the Bureau of Land Management (BLM) of the United States Department of the Interior, presented arguments in support of the BLM request. The successful applicant in Docket 440-2004, Klabzuba Oil & Gas, Inc., (Klabzuba) did not appear.

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 Board finds a re-hearing of this matter should not be granted.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Board Order 371-2004, heard under Docket 440-2004, is affirmed; and the request by BLM for a re-hearing of Docket 440-2004 is denied. The application for re-hearing was denied by the Board at its business meeting on February 2, 2005. BLM has testified that it cannot lease federal minerals in the remainder of Section 21, T37N-15E, Hill County, Montana, unless the lands are shown to be subject to drainage; nevertheless BLM suggests that the Board include such lands, along with those requested by Klabzuba, in a permanent or temporary spacing unit. The Board cannot pool or cause non-joinder penalties to be paid on lands owned by the United States. Inclusion of the federal land in a spacing unit unduly burdens the operator by requiring it to assume the costs and risks of drilling without certainty of compensation. Inclusion of these unleased lands in a spacing unit would therefore violate the correlative rights of Klabzuba and its lessor(s). BLM may protect its lands from drainage by requiring an offset well be drilled by its lessee, should it lease such lands, and such requirement may be made without the concurrence of this Board.

THE BOARD NOTES that this problem could have been avoided if the BLM were authorized to lease this land with a provision forbidding surface occupancy.

BOARD ORDER NO. 55-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of February, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary