

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

IN THE MATTER OF THE APPLICATION OF CROFT PETROLEUM
COMPANY TO DESIGNATE THE W¹/₄SE¹/₄ OF SECTION 11,
T37N-R6W, GLACIER COUNTY, MONTANA, AS A SPACING UNIT
FOR THE SUNBURST SAND, TO DESIGNATE ITS M-0175A LEASE
WELL #3 AS THE DESIGNATED WELL FOR SAID UNIT, AND TO
POOL THE MINERAL OWNERS INTEREST IN SAID SPACING UNIT
AND ALLOCATE REVENUES THERETO ON THE BASIS OF SURFACE
ACREAGE. [BLACKFOOT FIELD]

ORDER NO. 1-2000

Docket No. 1-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, herein after 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 applicant's M-0175A lease well #3 has been successfully completed as a commercial producer of gas from the Sunburst Sand and that the area which can be efficiently and economically drained by said well is the W¹/₄SE¹/₄ of Section 11, T37N-R6W.
3. 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 W¹/₄SE¹/₄ of Section 11, T37N-R6W, Glacier County, Montana, is designated as a spacing unit for production of gas from the Sunburst Sand.

IT IS FURTHER ORDERED that applicant's M-0175A lease well #3 is designated as the permitted well for said spacing unit.

IT IS FURTHER ORDERED that production from this unit should be apportioned on the basis of surface acreage.

IT IS FURTHER ORDERED that this order does not apply to federal lands until the operator has submitted and received approval of the communitization agreement from the appropriate federal agency.

BOARD ORDER NO. 1-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF XENO, INC. TO
DESIGNATE THE S½ OF SECTION 16 AND THE N½ OF
SECTION 21, T35N-R19E, BLAINE COUNTY, MONTANA, AS
A TEMPORARY SPACING UNIT FOR THE PRODUCTION OF
NATURAL GAS FROM THE EAGLE AND NIOBRARA
FORMATIONS AND TO DRILL A WELL AT A LOCATION
LESS THAN 990 FEET FROM THE EAST-WEST BOUNDARY
LINE SEPARATING SAID SECTIONS 16 AND 21.

ORDER NO. 2-2000

Docket No. 3-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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 presented to the Board indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the S½ of Section 16 and the N½ of Section 21, T35N-R19E, Blaine County, Montana, are hereby designated as a temporary spacing unit for the Eagle and Niobrara Formations.

IT IS FURTHER ORDERED that Xeno, Inc. is authorized to drill a well to test for the presence of natural gas from said formations at a location not closer than 990 feet to the exterior boundaries of said temporary spacing unit.

BOARD ORDER NO. 2-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF XENO, INC. TO
CREATE A TEMPORARY SPACING UNIT COMPRISED OF THE
NW¹/₄ OF SECTION 25, T36N-R19E, BLAINE COUNTY, MONTANA,
FOR NATURAL GAS PRODUCTION FROM THE JUDITH RIVER,
EAGLE, AND NIOBRARA FORMATIONS.

ORDER NO. 3-2000

Docket No. 4-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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. Board member George Galuska disqualified himself from 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 in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of the 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 the NW¹/₄ of Section 25, T36N-R19E, Blaine County, Montana, for natural gas production from the Judith River, Eagle, and Niobrara Formations is hereby created.

IT IS FURTHER ORDERED that applicant must apply for permanent spacing within ninety (90) days of successful completion of a well in said temporary spacing unit.

IT IS FURTHER ORDERED that the proposed well may be located no closer than 990 feet to the exterior boundaries of said temporary spacing unit.

BOARD ORDER NO. 3-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF OCEAN ENERGY
ENERGY RESOURCES, INC. FOR AN ADDITIONAL EAGLE-
VIRGELLE FORMATION GAS WELL IN THE W¹/₂ OF
SECTION 30, T27N-R17E, CHOUTEAU COUNTY, MONTANA, AS
AN EXCEPTION TO THE BULLWACKER FIELD RULES
ESTABLISHED BY BOARD ORDER 26-74.

ORDER NO. 4-2000

Docket No. 6-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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 the existing Eagle-Virgelle Formation gas well in the W¹/₂ of Section 30, T27N-R17E, Chouteau County, Montana, is not capable of sufficiently and economically draining said spacing unit and that a second well is necessary at the location hereafter authorized to effectively drain said spacing unit.
3. 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 Ocean Energy Resources, Inc. is authorized to drill an additional Eagle-Virgelle Formation gas well in the W¹/₂ of Section 30, T27N-R17E, Chouteau County, Montana, as an exception to the Bullwacker Field rules established by Board Order 26-74.

IT IS FURTHER ORDERED that the additional well may be located 700 FWL and 1800 FSL in the W¹/₂ of said Section 30 with a 150 foot tolerance in any direction for topographic or geologic reasons.

BOARD ORDER NO. 4-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF OCEAN ENERGY
RESOURCES, INC. TO DRILL AN ADDITIONAL EAGLE-VIRGELLE
FORMATION GAS WELL IN THE E¹/₄ OF SECTION 25, T27N-R15E,
CHOUTEAU COUNTY, MONTANA, AS AN EXCEPTION TO THE
BULLWACKER FIELD RULES ESTABLISHED BY BOARD ORDER
26-74.

ORDER NO. 5-2000

Docket No. 7-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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 the existing Eagle-Virgelle Formation gas well in the E¹/₄ of Section 25, T27N-R15E, Chouteau County, Montana, is not efficiently and economically draining said spacing unit and that an additional well is necessary to do so.
3. 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 applicant is authorized to drill an additional Eagle-Virgelle gas well in the E¹/₄ of Section 25, T27N-R15E, Chouteau County, Montana, as an exception to the Bullwacker Field rules.

IT IS FURTHER ORDERED that said well be located 607 FEL and 1024 FSL in the E¹/₄ of said Section 25, with a 150 foot tolerance in any direction for topographic or geologic reasons.

BOARD ORDER NO. 5-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF OCEAN ENERGY
RESOURCES, INC. TO DRILL AN ADDITIONAL EAGLE-VIRGELLE
GAS WELL IN THE W $\frac{1}{2}$ OF SECTION 19, T27N-R17E, CHOUTEAU
COUNTY, MONTANA, AS AN EXCEPTION TO THE BULLWACKER
FIELD RULES ESTABLISHED BY BOARD ORDER 26-74.

ORDER NO. 6-2000

Docket No. 8-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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 the existing Eagle-Virgelle gas well in the W $\frac{1}{2}$ of Section 19, T27N-R17E, Chouteau County, Montana, is not efficiently and economically draining the spacing unit and that granting the application at the location set forth herein will be in the interest of conservation of oil and gas in the State of Montana and serve to protect correlative rights.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Ocean Energy Resources, Inc. is authorized to drill an additional Eagle-Virgelle gas well in the W $\frac{1}{2}$ of Section 19, T27N-R17E, Chouteau County, Montana, said well to be located 2218 FWL and 1317 FSL of said Section 19.

BOARD ORDER NO. 6-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF OCEAN ENERGY
RESOURCES, INC. TO DRILL AN ADDITIONAL EAGLE-VIRGELLE
FORMATION GAS WELL IN THE N¹/₄ OF SECTION 36, T27N-R16E,
CHOUTEAU COUNTY, MONTANA, AS AN EXCEPTION TO THE
BULLWACKER FIELD RULES ESTABLISHED BY BOARD ORDER
26-74.

ORDER NO. 7-2000

Docket No. 9-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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 the existing Eagle-Virgelle Formation gas well in the N¹/₄ of Section 36, T27N-R16E, Chouteau County, Montana, is not capable of efficiently and economically draining said spacing unit and that authorizing an additional well at the location 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 Ocean Energy Resources, Inc. is authorized to drill an additional Eagle-Virgelle Formation gas well in the N¹/₄ of Section 36, T27N-R16E, Chouteau County, Montana, at a location 2050 FEL and 1200 FNL with a 150 foot tolerance in any direction for topographic or geologic reasons.

BOARD ORDER NO. 7-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF OCEAN ENERGY
RESOURCES, INC. TO DRILL AN ADDITIONAL EAGLE-VIRGELLE
FORMATION GAS WELL IN SECTION 28, T27N-R18E, BLAINE
COUNTY, MONTANA, AS AN EXCEPTION TO THE SAWTOOTH
MOUNTAIN FIELD RULES ESTABLISHED BY BOARD ORDERS
26-74 AND 24-99.

ORDER NO. 8-2000

Docket No. 10-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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 the existing Eagle-Virgelle Formation gas well in Section 28, T27N-R18E, Blaine County, Montana, is not efficiently and economically draining said Section 28, and that an additional well at the location hereinafter set forth is necessary to efficiently and economically drain said section.

3. 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 Ocean Energy Resources, Inc. is authorized to drill an additional Eagle-Virgelle Formation gas well in Section 28, T27N-R18E, Blaine County, Montana, at a location not closer than 978 FEL and 2328 FSL of said Section 28. Applicant is authorized an additional 75 foot tolerance in any direction for topographic or geologic reasons.

BOARD ORDER NO. 8-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF OCEAN ENERGY
RESOURCES, INC. TO DELINEATE SECTION 32, T32N-R14E,
HILL COUNTY, MONTANA, AS A FIELD FOR PRODUCTION OF
GAS FROM THE EAGLE SAND FORMATION.

ORDER NO. 9-2000

Docket No. 92-99

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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 the SW $\frac{1}{4}$ of Section 32, T32N-R14E, Hill County, Montana, should be delineated as a spacing unit for the production of gas from the Eagle Sand Formation and that applicant's Berg #32-13-32-14 well is designated as the permitted well for said spacing unit.
3. 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 SW $\frac{1}{4}$ of Section 32, T32N-R14E, Hill County, Montana, is designated as a permanent spacing unit for the production of gas from the Eagle Sand Formation and that applicant's Berg #32-13-32-14 is designated as the permitted well for said spacing unit.

BOARD ORDER NO. 9-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF FLYING J OIL &
GAS, INC. TO DESIGNATE THE E¹/₄ OF SECTION 17, T23N-R58E,
RICHLAND COUNTY, MONTANA, AS A PERMANENT SPACING
UNIT FOR THE MISSION CANYON FORMATION AND
DESIGNATE THE PERMITTED WELL FOR SAID SPACING
UNIT. [VAUX FIELD]

ORDER NO. 10-2000

Docket No. 11-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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 applicant's Sorenson 8-17 well in the E¹/₄ of Section 17, T23N-R58E, Richland County, Montana, constitutes a discovery of an oil pool in the Mission Canyon Formation. The evidence further indicates that applicant should be allowed to commingle existing Bakken production with Mission Canyon production in said well.
3. 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 E¹/₄ of Section 17, T23N-R58E, Richland County, Montana, is designated as a permanent spacing unit for the Mission Canyon Formation and that the Sorenson 8-17 well therein is designated as the permitted well for said spacing unit.

IT IS FURTHER ORDERED that applicant is authorized to commingle existing Bakken production with Mission Canyon production in said Sorenson 8-17 well.

BOARD ORDER NO. 10-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF KLABZUBA OIL &
GAS, INC. TO DRILL A GAS WELL 1300 FNL AND 500 FWL
OF SECTION 6, T33N-R19E, BLAINE COUNTY, MONTANA, WITH
A 75 FOOT TOLERANCE FOR TOPOGRAPHIC OR GEOLOGIC
REASONS AS AN EXCEPTION TO ARM 36.22.702.

ORDER NO. 11-2000

Docket No. 13-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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 Klabzuba Oil & Gas, Inc. is authorized to drill a gas well 1400 FNL and 450 FWL of Section 6, T33N-R19E, Blaine County, Montana, with a 75 foot tolerance in any direction except toward the west line for topographic or geologic reasons.

IT IS FURTHER ORDERED that Textana, Inc. and Sandtana, Inc. are authorized to offset the well herein authorized for Section 6, T33N-R19E, Blaine County, Montana, by drilling a gas well in Section 1, T33N-R18E, Blaine County, Montana, not closer than 450 FEL of said Section 1.

IT IS FURTHER ORDERED that, should a successful well be completed, applicant will apply for permanent spacing within ninety (90) days of completion.

IT IS FURTHER ORDERED that this order does not apply to federal lands until the operator has submitted and received approval of the communitization agreement from the appropriate federal agency.

BOARD ORDER NO. 11-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF KLABZUBA OIL &
GAS, INC. TO DRILL A GAS WELL 700 FNL AND 1320 FEL OF
SECTION 11, T35N-R15E, HILL COUNTY, MONTANA, AS AN
EXCEPTION TO ARM 36.22.702.

ORDER NO. 12-2000

Docket No. 14-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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 authorizing Klabzuba Oil & Gas, Inc. to drill a gas well 700 FNL and 1320 FEL of Section 11, T35N-R15E, Hill County, Montana, with a 75 foot tolerance for topographic or geologic reasons would serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Klabzuba Oil & Gas, Inc. is authorized to drill a gas well 700 FNL and 1320 FEL of Section 11, T35N-R15E, Hill County, Montana, with a 75 foot tolerance for topographic or geologic reasons as an exception to ARM 36.22.702.

THIS ORDER DOES NOT APPLY to federal lands until the operator has submitted and received approval of the communitization agreement from the appropriate federal agency.

BOARD ORDER NO. 12-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF KLABZUBA OIL &
GAS, INC. TO DRILL A GAS WELL 300 FSL AND 2540 FEL OF
SECTION 30, T35N-R17E, HILL COUNTY, MONTANA, AS AN
EXCEPTION TO ARM 36.22.702.

ORDER NO. 13-2000

Docket No. 15-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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 authorizing applicant to drill a gas well at the location requested, with a 75 foot tolerance for topographic or geologic reasons as an exception to ARM 36.22.702 would serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Klabzuba Oil & Gas, Inc. is authorized to drill a gas well 300 FSL and 2540 FEL of Section 30, T35N-R17E, Hill County, Montana, with a 75 foot tolerance for topographic or geologic reasons as an exception to ARM 36.22.702.

IT IS FURTHER ORDERED that, should a successful well be completed, applicant shall apply for permanent spacing within ninety (90) days of said completion.

IT IS FURTHER ORDERED that, in the event the correlative rights of the parties surrounding the proposed exception well location are affected, the operator must secure an agreement with the affected parties prior to distribution of the proceeds of production.

BOARD ORDER NO. 13-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF KLABZUBA OIL &
GAS, INC. TO DRILL A GAS WELL 1225 FSL AND 500 FWL OF
SECTION 32, T35N-R17E, HILL COUNTY, MONTANA, AS AN
EXCEPTION TO ARM 36.22.702.

ORDER NO. 14-2000

Docket No. 16-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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 Klabzuba Oil & Gas, Inc. is authorized to drill a gas well 1225 FSL and 500 FWL of Section 32, T35N-R17E, Hill County, Montana, with a 75 foot tolerance for topographic or geologic reasons as an exception to ARM 36.22.702.

BOARD ORDER NO. 14-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kols tad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF KLABZUBA OIL &
GAS, INC. TO DRILL A GAS WELL 990 FSL AND 890 FWL OF
SECTION 2, T36N-R15E, HILL COUNTY, MONTANA, AS AN
EXCEPTION TO ARM 36.22.702.

ORDER NO. 15-2000

Docket No. 17-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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 applicant's request will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Klabzuba Oil & Gas, Inc. is authorized to drill a gas well 990 FSL and 890 FWL of Section 2, T36N-R15E, Hill County, Montana, with a 75 foot tolerance for topographic or geologic reasons as an exception to ARM 36.22.702.

BOARD ORDER NO. 15-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

BEFORE THE BOARD OF OIL AND GAS CONSERVA TION
OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION OF KLABZUBA OIL &
GAS, INC. TO DRILL A GAS WELL 800 FSL AND 1320 FWL OF
SECTION 26, T36N-R15E, HILL COUNTY, MONTANA, AS AN
EXCEPTION TO ARM 36.22.702.

ORDER NO. 16-2000

Docket No. 18-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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 applicant authorization to drill a gas well at the location hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Klabzuba Oil & Gas, Inc. is authorized to drill a gas well 800 FSL and 1282 FWL of Section 26, T36N-R15E, Hill County, Montana, with a 75 foot tolerance for topographic or geologic reasons as an exception to ARM 36.22.702.

BOARD ORDER NO. 16-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF KLABZUBA OIL &
GAS, INC. TO DRILL A GAS WELL 750 FNL AND 2350 FWL OF
SECTION 1, T25N-R19E, BLAINE COUNTY, MONTANA, AS AN
EXCEPTION TO ARM 36.22.702.

ORDER NO. 17-2000

Docket No. 19-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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 Klabzuba Oil & Gas, Inc. is authorized to drill a gas well 750 FNL and 2350 FWL of Section 1, T25N-R19E, Blaine County, Montana, with a 75 foot tolerance for topographic or geologic reasons as an exception to ARM 36.22.702.

IT IS FURTHER ORDERED that, should a successful well be completed, applicant will apply for permanent spacing within ninety (90) days of completion.

BOARD ORDER NO. 17-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF KLABZUBA OIL &
GAS, INC. TO DRILL A GAS WELL 500 FSL AND 1900 FWL OF
SECTION 6, T25N-R20E, BLAINE COUNTY, MONTANA, AS AN
EXCEPTION TO THE LEROY FIELD RULES ESTABLISHED BY
BOARD ORDERS 19-75, 72-80 AND 31-87.

ORDER NO. 18-2000

Docket No. 20-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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. Granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Klabzuba Oil & Gas, Inc. is authorized to drill a gas well 500 FSL and 1900 FWL of Section 6, T25N-R20E, Blaine County, Montana, as an exception to the Leroy Field rules and as an exception to ARM 36.22.702, with a 75 foot tolerance in any direction for topographic or geologic reasons.

BOARD ORDER NO. 18-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF KLABZUBA OIL &
GAS, INC. TO DRILL A GAS WELL 550 FNL AND 2600 FWL OF
SECTION 33, T35N-R17E, HILL COUNTY, MONTANA, AS AN
EXCEPTION TO ARM 36.22.702.

ORDER NO. 19-2000

Docket No. 21-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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 Klabzuba Oil & Gas, Inc. is authorized to drill a gas well 550 FNL and 2600 FWL of Section 33, T35N-R17E, Hill County, Montana, with a 75 foot tolerance in any direction for topographic or geologic reasons as an exception to ARM 36.22.702.

BOARD ORDER NO. 19-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF KLABZUBA OIL &
GAS, INC. TO DESIGNATE ALL OF SECTION 31, T36N-R16E,
HILL COUNTY, MONTANA, AS A PERMANENT SPACING UNIT
FOR PRODUCTION OF GAS FROM THE NIOBRARA FORMATION
AND DESIGNATING THE BOB'S FARM #31-36-16 WELL AS THE
PERMITTED WELL FOR PRODUCTION FROM SAID FORMATION
WITHIN THE PERMANENT SPACING UNIT.

ORDER NO. 20-2000

Docket No. 22-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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 31, T36N-R16E, Hill County, is designated as a permanent spacing unit for the production of gas from the Niobrara Formation.

IT IS FURTHER ORDERED that the Bob's Farm #31-36-16 well is designated as the permitted well for production from said formation within the permanent spacing unit.

BOARD ORDER NO. 20-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF KLABZUBA OIL &
GAS, INC. TO POOL ALL INTERESTS IN THE SPACING UNIT
COMPRISED OF SECTION 31, T36N-R16E, HILL COUNTY,
MONTANA, FOR THE PRODUCTION OF NIOBRARA FORMATION
GAS AND IMPOSING THE NON-JOINDER COSTS PROVIDED
BY SECTION 82-11-202 (2), MCA.

ORDER NO. 21-2000

Docket No. 23-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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 Section 31, T36N-R16E, Hill County, Montana, for the production of Niobrara Formation gas are pooled on the basis of surface acreage.

IT IS FURTHER ORDERED that the non-joinder costs provided by Section 82-11-202 (2), MCA are imposed on each owner who refuses to pay the owner's share of the costs of development or other operations.

BOARD ORDER NO. 21-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF KLABZUBA OIL &
GAS, INC. TO DRILL AN ADDITIONAL GAS WELL TO TEST ALL
ZONES AND FORMATIONS FROM THE SURFACE TO THE BASE
OF THE SECOND WHITE SPECKS FORMATION AT A LOCATION
2050 FNL AND 2540 FEL OF SECTION 31, T35N-R17E, HILL
COUNTY, MONTANA, AS AN EXCEPTION TO ARM 36.22.702.

ORDER NO. 22-2000

Docket No. 24-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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 Klabzuba Oil & Gas, Inc. is authorized to drill an additional gas well to test all zones and formations from the surface to the base of the Second White Specks Formation at a location 2050 FNL and 2540 FEL in Section 31, T35N-R17E, Hill County, Montana, as an exception to ARM 36.22.702, with a 75 foot tolerance in any direction for topographic or geologic reasons.

BOARD ORDER NO. 22-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF KLABZUBA OIL &
GAS, INC. TO DRILL AN ADDITIONAL GAS WELL TO TEST ALL
ZONES AND FORMATIONS FROM THE SURFACE TO THE BASE
OF THE SECOND WHITE SPECKS FORMATION AT A LOCATION
1550 FNL AND 1100 FEL OF SECTION 30, T34N-R18E, BLAINE
COUNTY, MONTANA, AS AN EXCEPTION TO ARM 36.22.702.

ORDER NO. 23-2000

Docket No. 25-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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 applicant is authorized to drill an additional gas well to test all zones and formations from the surface to the base of the Second White Specks Formation at a location 1550 FNL and 1100 FEL of Section 30, T34N-R18E, Blaine County, Montana, as an exception to ARM 36.22.702, with a 75 foot tolerance in any direction for topographic or geologic reasons.

IT IS FURTHER ORDERED that this order does not apply to federal lands until the operator has submitted and received approval of the communitization agreement from the appropriate federal agency.

BOARD ORDER NO. 23-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF KLABZUBA OIL &
GAS, INC. TO DRILL AN ADDITIONAL GAS WELL TO TEST
ZONES AND FORMATIONS FROM THE SURFACE TO THE
BASE OF THE SECOND WHITE SPECKS FORMATION AT A
LOCATION 1129 FSL AND 1675 FWL OF SECTION 36,
T33N-R18E, BLAINE COUNTY, MONTANA, AS AN EXCEPTION
TO ARM 36.22.702.

ORDER NO. 24-2000

Docket No. 26-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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 Klabzuba Oil & Gas, Inc. is authorized to drill an additional gas well to test zones and formations from the surface to the base of the Second White Specks Formation at a location 1129 FSL and 1675 FWL of Section 36, T33N-R18E, Blaine County, Montana, with a 75 foot tolerance in any direction for topographic reasons as an exception to ARM 36.22.702.

BOARD ORDER NO. 24-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF KLABZUBA OIL &
GAS, INC. TO DESIGNATE SECTION 14, T34N-R18E, BLAINE
COUNTY, MONTANA, AS A PERMANENT SPACING UNIT FOR
PRODUCTION OF GAS FROM THE EAGLE SAND FORMATION
AND DESIGNATING THE ALLISON #14-34-18 WELL AS THE
PERMITTED WELL FOR PRODUCTION FROM SAID FORMATION
WITHIN THE PERMANENT SPACING UNIT.

ORDER NO. 25-2000

Docket No. 27-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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 14, T34N-R18E, Blaine County, Montana, is designated a permanent spacing unit for production of gas from the Eagle Sand Formation.

IT IS FURTHER ORDERED that applicant's Allison #14-34-18 well is designated as the permitted well for production from said formation within the permanent spacing unit.

BOARD ORDER NO. 25-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF KLABZUBA OIL &
GAS, INC. TO POOL ALL INTERESTS IN THE SPACING UNIT
COMPRISED OF SECTION 14, T34N-R18E, BLAINE COUNTY,
MONTANA, FOR PRODUCTION OF EAGLE SAND FORMATION
GAS.

ORDER NO. 26-2000

Docket No. 28-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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 Section 14, T34N-R18E, Blaine County, Montana, for production of Eagle Sand Formation gas are hereby pooled on the basis of surface acreage.

BOARD ORDER NO. 26-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF KLABZUBA OIL &
GAS, INC. TO DESIGNATE THE S $\frac{1}{2}$ DF SECTION 8 AND THE
N $\frac{1}{2}$ DF SECTION 17, T33N-R14E, HILL COUNTY, MONTANA,
AS A TEMPORARY SPACING UNIT FOR THE PRODUCTION
OF GAS AND AUTHORIZING THE DRILLING OF A GAS WELL
TO TEST ALL ZONES AND FORMATIONS FROM THE SURFACE
TO THE BASE OF THE SECOND WHITE SPECKS FORMATION.

ORDER NO. 27-2000

Docket No. 29-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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 S $\frac{1}{2}$ df Section 8 and the N $\frac{1}{2}$ df Section 17, T33N-R14E, Hill County, Montana, are designated as a temporary spacing unit for production of gas.

IT IS FURTHER ORDERED that applicant may drill a gas well to test all zones and formations from the surface to the base of the Second White Specks Formation at a location 990 FEL and 50 FSL of said Section 8, with a 75 foot tolerance in any direction for topographic or geologic reasons as an exception to ARM 36.22.702.

IT IS FURTHER ORDERED that, should the well prove successful, applicant shall apply for permanent spacing within ninety (90) days of completion with all revenues held in suspense until the permanent spacing unit is designated.

BOARD ORDER NO. 27-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

I dissent. The spacing unit adopted by the majority is too large.

George Galuska, Board Member

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

IN THE MATTER OF THE APPLICATION OF KLABZUBA OIL &
GAS, INC. TO DESIGNATE THE S¼OF SECTION 25 AND THE
N¼OF SECTION 36, T35N-R15E, HILL COUNTY, MONTANA,
AS A TEMPORARY SPACING UNIT FOR GAS AND AUTHORIZING
THE DRILLING OF A GAS WELL TO TEST ALL ZONES AND
FORMATIONS FROM THE SURFACE TO THE BASE OF THE
SECOND WHITE SPECKS FORMATION AT A LOCATION
250 FSL AND 1320 FWL OF SAID SECTION 25.

ORDER NO. 28-2000

Docket No. 30-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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. 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 S¼of Section 25 and the N¼of Section 36, T35N-R15E, Hill County, Montana, are designated as a temporary spacing unit for gas production.

IT IS FURTHER ORDERED that applicant may drill a gas well to test all zones and formations from the surface to the base of the Second White Specks Formation at a location 407 FSL and 1298 FWL of said Section 25, with a 75 foot tolerance in any direction for topographic or geologic reasons as an exception to ARM 36.22.702.

IT IS FURTHER ORDERED that, should applicant successfully complete the gas well, it shall apply for permanent spacing within ninety (90) days of said completion.

BOARD ORDER NO. 28-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF KLABZUBA OIL &
GAS, INC. TO DRILL A GAS WELL TO TEST ZONES AND
FORMATIONS FROM THE SURFACE TO THE BASE OF THE
SECOND WHITE SPECKS FORMATION AT A LOCATION 850 FNL
AND 1400 FWL OF SECTION 29, T34N-R18E, BLAINE COUNTY,
MONTANA, AND TO DRILL A SECOND EAGLE SAND
FORMATION GAS WELL IN THE SW¼ OF SAID SECTION 29.

ORDER NO. 29-2000

Docket No. 31-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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. Granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Klabzuba Oil & Gas, Inc. is authorized to drill a gas well to test zones and formations from the surface to the base of the Second White Specks Formation at a location 850 FNL and 1400 FWL of Section 29, T34N-R18E, Blaine County, Montana

IT IS FURTHER ORDERED that Klabzuba Oil & Gas, Inc. is authorized to drill a second Eagle Sand Formation gas well anywhere in the SW¼ of said Section 29, but not closer than 660 feet to the east-west quarter section boundary with a 75 foot tolerance in any direction for topographic or geologic reasons as an exception to ARM 36.22.702.

IT IS FURTHER ORDERED that this order does not apply to federal lands until the operator has submitted and received approval of the communitization agreement from the appropriate federal agency.

BOARD ORDER NO. 29-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF GREAT
NORTHERN DRILLING CO., INC. TO ENLARGE THE
SNOOSE COULEE FIELD TO INCLUDE SECTIONS
2, 10, 11 AND 16, OF T35N-R5E, LIBERTY COUNTY,
MONTANA, TO ALLOW TWO WELLS PER SECTION
IN SAID FIELD, AND TO COMMINGLE GAS PRODUCTION.

ORDER NO. 30-2000

Docket No. 32-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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. Board member George Galuska disqualified himself from the proceedings. 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 Snoose Coulee Field rules established by Board Order 18-77 are amended to include Sections 2, 10, 11 and 16 of T35N-R5E, Liberty County, Montana, within said field.

IT IS FURTHER ORDERED that the Snoose Coulee Field rules are further amended to allow two wells per section for production of natural gas from all zones above the Kootenai Formation, said wells to be located anywhere within the spacing unit but not closer than 660 feet to the section boundary line.

IT IS FURTHER ORDERED that gas production from all zones above the Kootenai Formation may be commingled.

BOARD ORDER NO. 30-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF CONTINENTAL
RESOURCES, INC. FOR AN ORDER APPROVING OPERATION
OF A SECONDARY RECOVERY UNIT IN THE WEST CEDAR
HILLS UNIT AREA UNDERLYING CERTAIN LANDS IN
FALLON COUNTY, MONTANA. [WEST CEDAR HILLS UNIT]

ORDER NO. 31-2000

Docket No. 124-99

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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 proposed Unit Area is composed of Red River Formation "B" Zone underlying the following described lands in Fallon County, Montana:

Township 6N-Range 61E

All of Sections 2, 10, 11, 14, 15, 16, 21, 22, 23, 26, 27 and 28
SE $\frac{1}{4}$ of Section 3
SE $\frac{1}{4}$ of Section 9

Township 7N-Range 61E

All of Sections 22, 23, 26, 27 and 35
NE $\frac{1}{4}$ of Section 34
Containing 7774.33 acres, more or less.

3. The project proposes injecting water or air into the Red River Formation "B" Zone underlying said Unit area through injection wells, the locations of which are specifically shown in the application and exhibits.

4. The primary energy of the reservoir has been substantially depleted and secondary recovery by air and water injection is feasible and reasonably necessary to increase the ultimate recovery of oil and gas. The inauguration and conduct of the injection program proposed by applicant will result in the recovery of a substantial amount of additional oil which would otherwise remain in place.

5. There is a need for the operation as a Unit with a pool underlying the above described lands and it is necessary that the interests of all owners of the oil and gas therein unitized.

6. The evidence provided by the applicant indicates it was not possible to effectuate the wholly voluntary unitization of the interests in said reservoir and that the issuance of an order for the unit of operation of that part of the pool within the delineated area is necessary under the provisions of Section 82-11-204, et.seq.

BOARD ORDER NO. 31-2000

7. The value of the estimated additional recovery of oil less royalties exceeds the estimated additional cost incident to conducting such operations; the full aerial extent of such pool has been reasonably defined by drilling operations; and the plan allocates to each tract in the Unit Area its fair share of oil and gas produced from the Unit Area and not required or consumed in the conduct of the operation of the Unit Area or unavoidably lost. The Board has considered the relative value each share of production bears to the relative value of all the separately owned tracts in the Unit Area exclusive of physical equipment utilized in Unit operations.

8. The Unit Agreement has not yet been approved in writing by the requisite number of owners and persons and by the requisite percentage of interests in the Unit Area specified in Section 82-11-207, MCA, but it appears that consent will be obtained within the six months allowed by statute.

9. Granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application for the West Cedar Hills Unit is approved subject to furnishing of proof of the required 80 percent statutory consent, which must be submitted to the Board Administrator within six months of the date of this order.

IT IS FURTHER ORDERED applicant may drill or utilize additional wells as necessary to operate its secondary recovery project. The existing spacing orders governing Red River wells within the boundaries of the Unit are waived, but no well may be drilled closer than 660 feet to the exterior boundaries of said Unit. Drilling permits for locations within the Unit boundaries may be granted without additional public notice.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

Elaine Mitchell, 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 APPLICATION OF BURLINGTON
RESOURCES OIL & GAS COMPANY TO CREATE AN
ALTERNATIVE MULTI-LATERAL HORIZONTAL WELL
SPACING UNIT FOR THE RED RIVER FORMATION
UNDERLYING ALL OF SECTION 35, T9N-R58E, FALLON
COUNTY, MONTANA.

ORDER NO. 32-2000

Docket No. 33-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 10th day of February, 2000, in the Billings Petroleum Club, 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. 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 Monarch Field rules established by Board Order 12-59 are amended to provide an alternative horizontal well spacing unit comprised of Section 35, T9N-R58E, Fallon County, Montana, and allowing up to three horizontal drains within said alternative spacing unit, said drains to be located not closer than 660 feet to the exterior boundaries of the spacing unit.

BOARD ORDER NO. 32-2000

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 10th day of February, 2000.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

George Galuska, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Stanley Lund, Board Member

ATTEST:

Elaine Mitchell, Board Member

Terri H. Perrigo, Executive Secretary