

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

IN THE MATTER OF THE APPLICATION OF  
BLACK HAWK RESOURCES TO DRILL AN EAGLE  
GAS TEST WELL AT A LOCATION 700 FWL AND  
1600 FNL OF SECTION 8, T27N-R17E, CHOUTEAU  
COUNTY, MONTANA, AS AN EXCEPTION TO  
A.R.M 36.22.702.

ORDER NO. 1-2001

Docket No. 1-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 geologic 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 Black Hawk Resources is authorized to drill an Eagle gas test well at a location 700 FWL and 1600 FNL of Section 8, T27N-R17E, Chouteau County, Montana, with a 75 foot tolerance in any direction for topographic reasons as an exception to A.R.M. 36.22.702.

BOARD ORDER NO. 1-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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  
BLACK HAWK RESOURCES TO DRILL A  
SECOND EAGLE GAS TEST WELL AT A  
LOCATION 2181 FWL AND 145 FSL OF  
SECTION 12, T27N-R16E, CHOUTEAU  
COUNTY, MONTANA, AS AN EXCEPTION  
TO A.R.M. 36.22.702.

ORDER NO. 2-2001

Docket No. 2-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 geologic 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 Black Hawk Resources is authorized to drill a second Eagle gas test well at a location 2181 FWL and 145 FSL of Section 12, T27N-R16E, Chouteau County, Montana, with a 75 foot tolerance in any direction for topographic reasons as an exception to A.R.M. 36.22.702.

BOARD ORDER NO. 2-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 NEXEN  
OIL AND GAS U.S.A., INC. TO DRILL AND COMPLETE  
FIVE ADDITIONAL WATER INJECTION WELLS INTO  
THE NISKU FORMATION IN THE FLAT LAKE NISKU  
UNIT IN SHERIDAN COUNTY, MONTANA.

ORDER NO. 3-2001

Docket No. 4-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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. Applicant proposes to drill and complete the following described wells as water injection wells into the Nisku Formation underlying the Flat Lake Nisku Unit approved by Board Order 112-2000:

| <b>WELL</b> | <b>FOOTAGES</b>    | <b>SECTION, TOWNSHIP, RANGE</b> |
|-------------|--------------------|---------------------------------|
| FLNU WIW #5 | 660 FEL, 660 FSL   | Section 15, T37N-R57E           |
| FLNU WIW #6 | 2000 FEL, 650 FSL  | Section 11, T37N-R57E           |
| FLNU WIW #7 | 400 FEL, 1150 FNL  | Section 15, T37N-R57E           |
| FLNU WIW #8 | 2500 FWL, 500 FSL  | Section 2, T37N-R57E            |
| FLNU WIW #9 | 1350 FEL, 1300 FSL | Section 5, T37N-R57E            |

3. The area landowners appeared and expressed their concerns that the proposed lines to the water injection wells could affect water wells in the area. Applicant agreed to alter the location of its proposed lines to meet the landowners concerns and this order is entered with the understanding that this will be done.

4. 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. 3-2001

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that applicant is authorized to drill and complete the water injection wells into the Nisku Formation described in Paragraph 2 of the Findings of Fact, with the following stipulations:

1. A cement bond log must be run on the longstring casing.
2. A successful mechanical integrity test must be performed on each well prior to injecting.

IT IS FURTHER ORDERED that staff monitor the location of the proposed lines leading to these water injection wells to assure that the area landowners' concerns are satisfied.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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  
NEXEN OIL AND GAS U.S.A., INC. TO  
TEMPORARILY SUSPEND PAYMENT OF  
WELL PROCEEDS FROM THE WFLNU-WIW 1  
WELL IN SECTION 14, T37N-R57E, SHERIDAN  
COUNTY, MONTANA. [FLAT LAKE NISKU UNIT]

ORDER NO. 4-2001

Docket No. 5-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 subject well was initially drilled as an injection well but was completed as a commercial oil well in the Nisku Formation. This discovery indicates that the allocation parameters established in the Plan of Unit Operations for the Flat Lake Nisku Unit may need to be adjusted.
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 payments of well proceeds from the WFLNU-WIW 1 well in the NWNW of Section 14, T37N-R57E, Sheridan County, Montana, are suspended until further order of the Board.

IT IS FURTHER ORDERED that the Board will hold a hearing on April 5, 2001, for the purpose of determining the manner in which secondary parameters for the Flat Lake Nisku Unit should be amended and to declare that amendment of the Unit Plan of Operation is not subject to approval under provisions of MCA 82-11-207.

BOARD ORDER NO. 4-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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. TO DESIGNATE THE N½ OF SECTION 16,  
T30N-R45E, VALLEY COUNTY, MONTANA, AS A PERMANENT  
SPACING UNIT FOR PRODUCTION OF OIL AND ASSOCIATED  
NATURAL GAS FROM THE NISKU FORMATION AND TO  
DESIGNATE THE KATHERINE HAWKINS #1-16 HZ WELL AS  
THE PERMITTED WELL FOR SAID SPACING UNIT.  
[MIDFORK FIELD]

ORDER NO. 5-2001

Docket No. 8-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 N½ of Section 16, T30N-R45E, Valley County, Montana, is designated as a permanent spacing unit for production of oil and associated natural gas from the Nisku Formation.

IT IS FURTHER ORDERED that the Katherine Hawkins #1-16 HZ well is designated as the permitted well for said spacing unit.

BOARD ORDER NO. 5-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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. TO DESIGNATE THE N½ OF SECTION 3,  
T30N-R44E, VALLEY COUNTY, MONTANA, AS A  
PERMANENT SPACING UNIT FOR PRODUCTION OF OIL  
AND ASSOCIATED NATURAL GAS FROM THE MADISON  
FORMATION AND TO DESIGNATE THE TIESZEN-TOEWS  
#3 WELL AS THE PERMITTED WELL FOR SAID SPACING  
UNIT. [LUSTRE FIELD]

ORDER NO. 6-2001

Docket No. 9-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 N½ of Section 3, T30N-R44E, Valley County, Montana, is designated as a permanent spacing unit for production of oil and associated natural gas from the Madison Formation.

IT IS FURTHER ORDERED that the Tieszen-Toeews #3 well is designated as the permitted well for said spacing unit.

BOARD ORDER NO. 6-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 J. BURNS BROWN  
OPERATING COMPANY TO DRILL AND PRODUCE AN  
ADDITIONAL EAGLE GAS WELL IN SECTION 22, T32N-R18E,  
BLAINE COUNTY, MONTANA, AT A LOCATION 2640 FNL AND  
2640 FWL OF SAID SECTION WITH A 300 FOOT TOLERANCE  
FOR TOPOGRAPHIC REASONS AS AN EXCEPTION TO BOARD  
ORDERS 17-67, 10-70, 13-75, 48-79 AND 34-86. [TIGER RIDGE FIELD]

ORDER NO. 7-2001

Docket No. 10-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 J. Burns Brown Operating Company is authorized to drill and produce an additional Eagle gas well at a location 2640 FNL and 2640 FWL of Section 22, T32N-R18E, Blaine County, Montana, with a 300 foot tolerance for topographic reasons as an exception to Board Orders 17-67, 10-70, 13-75, 48-79 and 34-86.

BOARD ORDER NO. 7-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 J. BURNS  
BROWN OPERATING COMPANY TO PRODUCE  
ITS GRAHAM 1-32 WELL AS THE SECOND  
EAGLE GAS WELL IN SECTION 32, T33N-R15E, HILL  
COUNTY, MONTANA, AS AN EXCEPTION TO BOARD  
ORDER 22-78 WHICH DELINEATED AND ESTABLISHED  
FIELD RULES FOR THE BADLANDS FIELD.

ORDER NO. 8-2001

Docket No. 11-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 J. Burns Brown Operating Company is authorized to produce its Graham 1-32 well as a second Eagle gas well in Section 32, T33N-R15E, Hill County, Montana, as an exception to the Badlands Eagle Gas Field rules established by Board Order 22-78.

BOARD ORDER NO. 8-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 ENCORE  
OPERATING, L.P. TO CERTIFY ITS CEDAR CREEK  
ANTICLINE UNITS 8A AND 8B WITHIN THE LITTLE  
BEAVER EAST FIELD AS AN EXPANDED ENHANCED  
RECOVERY PROJECT AND TO CERTIFY THE PRODUCTION  
DECLINE RATES USED TO CALCULATE THE INCREMENTAL  
PRODUCTION OF SAID UNIT.

ORDER NO. 9-2001

Docket No. 12-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 lands within Units 8A and 8B of the Little Beaver East Field in Fallon County, Montana, are described as follows:

Township 5N-Range 61E

As to depths below 2000 feet beneath the surface

Section 27: W $\frac{1}{2}$

Section 28: E $\frac{1}{2}$ NW $\frac{1}{4}$ , E $\frac{1}{2}$

Section 33: E $\frac{1}{2}$

Section 34: All

Section 35: All (Lots 1, 2, 3 and 4)

Township 4N-R62E

As to depths below 2000 feet beneath the surface

Section 5: All (Lots 1, 2, 3, 4, 5, SW $\frac{1}{4}$ )

Section 6: All (Lots 1, 2, 3, 4, S $\frac{1}{2}$ )

Section 7: E $\frac{1}{2}$

Section 8: All (Lots 1, 2, 3, 4 W $\frac{1}{2}$ )

Section 17: All (Lots 1, 2, 3, 4, W $\frac{1}{2}$ )

BOARD ORDER NO. 9-2001

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 applicant's Cedar Creek Anticline Units 8A and 8B within the Little Beaver East Field are designated as an expanded enhanced recovery project.

IT IS FURTHER ORDERED that the production forecast for said expanded enhanced recovery project is established as set forth in the exhibit attached hereto with a specific forecast through December of 2020. Staff is directed to prepare the appropriate certification to the Department of Revenue.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

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Elaine Mitchell, Board Member

ATTEST:

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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 ENCORE  
OPERATING, L.P. TO CERTIFY ITS CEDAR CREEK  
ANTICLINE UNITS 8A AND 8B WITHIN THE LITTLE  
BEAVER FIELD AS AN EXPANDED ENHANCED  
RECOVERY PROJECT AND TO CERTIFY THE PRODUCTION  
DECLINE RATES USED TO CALCULATE INCREMENTAL  
PRODUCTION FROM SAID UNITS.

ORDER NO. 10-2001

Docket No. 13-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 lands within the units in Fallon County, Montana, are described as follows:

Township 5N-Range 61E

As to depths below 2000 feet beneath the surface

Section 29: All

Section 30: All

Section 31: All

Section 32: All

Section 33: W $\frac{1}{2}$

Township 5N-Range 60E

As to depths below 2000 feet below the surface

Section 25: E $\frac{1}{2}$

Section 36: E $\frac{1}{2}$

Township 4N-Range 61E

As to depths below 2000 feet beneath the surface

Section 1: All (Lots 1, 2, 3, 4, S $\frac{1}{2}$ )

Section 2: All (Lots 1, 2, 3, 4, S $\frac{1}{2}$ )

Section 3: Lots 1, 2, 3, SE $\frac{1}{4}$

Section 10: N $\frac{1}{2}$ NE $\frac{1}{4}$ , SE $\frac{1}{4}$ NE $\frac{1}{4}$ , NE $\frac{1}{4}$ SE $\frac{1}{4}$

Section 11: All

Section 12: All

Section 13: All

Section 14: E $\frac{1}{2}$ NW $\frac{1}{4}$ , E $\frac{1}{2}$

Section 23: NE $\frac{1}{4}$ NE $\frac{1}{4}$

Section 24: N $\frac{1}{2}$ , N $\frac{1}{2}$ SW $\frac{1}{4}$ , SE $\frac{1}{4}$ SW $\frac{1}{4}$ , SE $\frac{1}{4}$

Section 25: N $\frac{1}{2}$ NE $\frac{1}{4}$ , SE $\frac{1}{4}$ NE $\frac{1}{4}$

BOARD ORDER NO. 10-2001

Township 4N-Range 62E

As to depths below 2000 feet beneath the surface

Section 7: W $\frac{1}{2}$

Section 18: All

Section 19: All

Section 20: All (Lots 1, 2, 3, 4, W $\frac{1}{2}$ )

Section 29: All (Lots 1, 2, 3, 4, W $\frac{1}{2}$ )

Section 30: N $\frac{1}{2}$ , NE $\frac{1}{4}$ SW $\frac{1}{4}$ , SE $\frac{1}{4}$

Section 31: N $\frac{1}{2}$ NE $\frac{1}{4}$ , SE $\frac{1}{4}$ NE $\frac{1}{4}$

Section 32: Lots 1, 2, 3, 4, NW $\frac{1}{4}$ , N $\frac{1}{2}$ SW $\frac{1}{4}$ , SE $\frac{1}{4}$ SW $\frac{1}{4}$

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 applicant's Cedar Creek Anticline Units 8A and 8B within the Little Beaver Field as described in Paragraph 2 of the Findings of Fact are certified as an expanded enhanced recovery project.

IT IS FURTHER ORDERED that the production forecast for said expanded enhanced recovery project is established as set forth in the exhibit attached hereto with a specific forecast for each month through December of 2020. Staff is directed to prepare the appropriate certification to the Department of Revenue.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

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 ENCORE  
OPERATING, L.P. TO CERTIFY THE SOUTH PINE AREA IN  
DAWSON AND PRAIRIE COUNTIES, MONTANA, AS AN EXPANDED  
ENHANCED RECOVERY PROJECT AND TO CERTIFY  
THE PRODUCTION DECLINE RATES USED TO CALCULATE  
INCREMENTAL PRODUCTION IN THE PROJECT AREA.

ORDER NO. 11-2001

Docket No. 14-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 expanded enhanced recovery project consists of the following described lands in Dawson and Prairie Counties, Montana:

Township 12N-Range 56E

Section 24: N $\frac{1}{2}$ , SE $\frac{1}{4}$

Section 25: E $\frac{1}{2}$

Township 12N-Range 57E

Section 16: SW $\frac{1}{4}$ SW $\frac{1}{4}$

Section 17: S $\frac{1}{2}$ NW $\frac{1}{4}$ , SW $\frac{1}{4}$ NE $\frac{1}{4}$ , S $\frac{1}{2}$

Section 18: S $\frac{1}{2}$ N $\frac{1}{2}$ , S $\frac{1}{2}$

Section 19: All

Section 20: All

Section 21: W $\frac{1}{2}$ , SW $\frac{1}{4}$ SE $\frac{1}{4}$

Section 27: SW $\frac{1}{4}$ SW $\frac{1}{4}$

Section 28: NW $\frac{1}{4}$ , S $\frac{1}{2}$ , S $\frac{1}{2}$ NE $\frac{1}{4}$ , NW $\frac{1}{4}$ NE $\frac{1}{4}$

Section 29: All

Section 30: All

Section 31: All

Section 32: All

Section 33: All

Section 34: NW $\frac{1}{4}$ , S $\frac{1}{2}$ , SW $\frac{1}{4}$ NE $\frac{1}{4}$

Section 35: S $\frac{1}{2}$ SW $\frac{1}{4}$

Township 11N-Range 57E

Section 1: S $\frac{1}{2}$ NW $\frac{1}{4}$ , SW $\frac{1}{4}$ , W $\frac{1}{2}$ SE $\frac{1}{4}$ , SE $\frac{1}{4}$ SE $\frac{1}{4}$

Section 2: All (Lots 1, 2, 3, 4, S $\frac{1}{2}$ N $\frac{1}{2}$ , S $\frac{1}{2}$ )

Section 3: All (Lots 1, 2, 3, 4, S $\frac{1}{2}$ N $\frac{1}{2}$ , S $\frac{1}{2}$ )

Section 4: All (Lots 1, 2, 3, 4, S $\frac{1}{2}$ N $\frac{1}{2}$ , S $\frac{1}{2}$ )

Section 5: All (Lots 1, 2, 3, 4, S $\frac{1}{2}$ N $\frac{1}{2}$ , S $\frac{1}{2}$ )

Section 6: E  $\frac{1}{2}$  (Lots 1, 2, S $\frac{1}{2}$ NE $\frac{1}{4}$ , SE $\frac{1}{4}$ )

BOARD ORDER NO. 11-2001

Section 8: All  
Section 9: All  
Section 10: All  
Section 11: All  
Section 12: All  
Section 13: All  
Section 14: All  
Section 15: All  
Section 16: All  
Section 17: E½  
Section 21: All  
Section 22: All  
Section 23: All  
Section 24: All  
Section 25: All  
Section 26: All  
Section 27: All  
Section 28: NE¼  
Section 34: NE¼  
Section 35: N½, SE¼  
Section 36: W½, N½NE¼

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 South Pine Area in Dawson and Prairie Counties, Montana, is designated as an expanded enhanced recovery project.

IT IS FURTHER ORDERED that the production decline rate for said expanded enhanced recovery project is established as set forth in the exhibit attached hereto with a specific forecast for each month through December of 2020. Staff is directed to prepare the appropriate certification to the Department of Revenue.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION OF THE STATE OF MONTANA

\_\_\_\_\_  
David Ballard, Chairman

\_\_\_\_\_  
Allen Kolstad, Board Member

\_\_\_\_\_  
Denzil Young, Vice-Chairman

\_\_\_\_\_  
Stanley Lund, Board Member

\_\_\_\_\_  
George Galuska, Board Member

\_\_\_\_\_  
Elaine Mitchell, Board Member

\_\_\_\_\_  
Jack King, 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 ENCORE  
OPERATING, L.P. TO CERTIFY THE CABIN CREEK UNIT  
IN FALLON COUNTY, MONTANA, AS AN EXPANDED  
ENHANCED RECOVERY PROJECT EFFECTIVE AS OF  
NOVEMBER 1, 2000, AND CERTIFY THE PRODUCTION  
DECLINE RATE USED TO CALCULATE INCREMENTAL  
PRODUCTION IN THE PROJECT AREA.

ORDER NO. 12-2001

Docket No. 15-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 Cabin Creek Unit expanded enhanced recovery project is in Fallon County, Montana, and consists of the following described lands:

Township 11N-Range 58E  
Section 31: W $\frac{1}{2}$ , SW $\frac{1}{4}$ SE $\frac{1}{4}$   
Township 11N-Range 57E  
Section 36: S $\frac{1}{2}$ NE $\frac{1}{4}$ , SE $\frac{1}{4}$   
Township 10N-Range 58E  
Section 5: SW $\frac{1}{4}$ NW $\frac{1}{4}$ , SW $\frac{1}{4}$ , SW $\frac{1}{4}$ SE $\frac{1}{4}$   
Section 6: All  
Section 7: All  
Section 8: W $\frac{1}{2}$ , NW $\frac{1}{4}$ NE $\frac{1}{4}$ , S $\frac{1}{2}$ NE $\frac{1}{4}$ , SE $\frac{1}{4}$   
Section 9: W $\frac{1}{2}$ SW $\frac{1}{4}$   
Section 16: W $\frac{1}{2}$   
Section 17: All  
Section 18: All  
Section 19: N $\frac{1}{2}$ , SE $\frac{1}{4}$ , N $\frac{1}{2}$ SW $\frac{1}{4}$ , SE $\frac{1}{4}$ SW $\frac{1}{4}$   
Section 20: All  
Section 21: W $\frac{1}{2}$ , NW $\frac{1}{4}$ NE $\frac{1}{4}$ , S $\frac{1}{2}$ NE $\frac{1}{4}$ , SE $\frac{1}{4}$   
Section 22: SW $\frac{1}{4}$ SW $\frac{1}{4}$   
Section 27: W $\frac{1}{2}$ NW $\frac{1}{4}$ , SW $\frac{1}{4}$   
Section 28: All  
Section 29: All  
Section 32: All  
Section 33: All  
Section 34: W $\frac{1}{2}$ , SW $\frac{1}{4}$ NE $\frac{1}{4}$ , W $\frac{1}{2}$ SE $\frac{1}{4}$

BOARD ORDER NO. 12-2001

Township 10N-Range 57E

Section 1: Lots 1, 2, S $\frac{1}{2}$ NE $\frac{1}{4}$ , SE $\frac{1}{4}$

Section 12: E $\frac{1}{2}$

Section 13: E $\frac{1}{2}$

Township 9N-Range 58E

Section 3: Lots 2, 3, 4, S $\frac{1}{2}$ N $\frac{1}{2}$ , S $\frac{1}{2}$

Section 4: All (Lots 1, 2, 3, 4, S $\frac{1}{2}$ N $\frac{1}{2}$ , S $\frac{1}{2}$ )

Section 5: Lots 1, 2, 3, 4, S $\frac{1}{2}$ N $\frac{1}{2}$ , NE $\frac{1}{4}$ SW $\frac{1}{4}$ , SE $\frac{1}{4}$

Section 9: N $\frac{1}{2}$ NW $\frac{1}{4}$ , SE $\frac{1}{4}$ NW $\frac{1}{4}$ , NE $\frac{1}{4}$

Section 10: N $\frac{1}{2}$

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 Cabin Creek Unit in Fallon County, Montana, is certified as an expanded enhanced recovery project effective as of November 1, 2000.

IT IS FURTHER ORDERED that the production decline rate for said expanded enhanced recovery project is established as set forth in the exhibit attached hereto with a specific forecast for each month through December of 2020. Staff is directed to prepare the appropriate certification to the Department of Revenue.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION OF THE STATE OF MONTANA

\_\_\_\_\_  
David Ballard, Chairman

\_\_\_\_\_  
Allen Kolstad, Board Member

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Denzil Young, Vice-Chairman

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Stanley Lund, Board Member

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George Galuska, Board Member

\_\_\_\_\_  
Elaine Mitchell, Board Member

\_\_\_\_\_  
Jack King, 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 ENCORE  
OPERATING, L.P. TO CERTIFY THE NORTH PINE AREA  
IN DAWSON AND PRAIRIE COUNTIES, MONTANA, AS AN  
EXPANDED ENHANCED RECOVERY PROJECT EFFECTIVE  
AS OF NOVEMBER 1, 2000, AND TO DETERMINE AND CERTIFY  
THE PRODUCTION DECLINE RATES USED TO CALCULATE  
INCREMENTAL PRODUCTION IN THE PROJECT AREA.

ORDER NO. 13-2001

Docket No. 16-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 North Pine expanded enhanced recovery project area consists of the following described lands in Dawson and Prairie Counties, Montana:

Township 13N-Range 55E

Section 11: All

Section 12: All

Section 13: All

Section 14: NE $\frac{1}{4}$ , N $\frac{1}{2}$ SE $\frac{1}{4}$ , SE $\frac{1}{4}$ SE $\frac{1}{4}$

Section 24: N $\frac{1}{2}$ , SE $\frac{1}{4}$

Section 25: NE $\frac{1}{4}$

Township 13N-Range 56E

Section 7: Lots 3, 4, E $\frac{1}{2}$ SW $\frac{1}{4}$ , W $\frac{1}{2}$ SE $\frac{1}{4}$

Section 17: SW $\frac{1}{4}$ NW $\frac{1}{4}$ , SW $\frac{1}{4}$ , SW $\frac{1}{4}$ SE $\frac{1}{4}$

Section 18: Lots 1, 2, 3, 4, E $\frac{1}{2}$ W $\frac{1}{2}$ , W $\frac{1}{2}$ E $\frac{1}{2}$ , SE $\frac{1}{4}$ NE $\frac{1}{4}$ , E $\frac{1}{2}$ SE $\frac{1}{4}$

Section 19: All (Lots 1, 2, 3, 4, E $\frac{1}{2}$ W $\frac{1}{2}$ , E $\frac{1}{2}$ )

Section 20: All

Section 21: SW $\frac{1}{4}$

Section 28: W $\frac{1}{2}$ , W $\frac{1}{2}$ E $\frac{1}{2}$

Section 29: All

Section 30: All (Lots 1, 2, 3, 4, E $\frac{1}{2}$ W $\frac{1}{2}$ , E $\frac{1}{2}$ )

Section 31: E $\frac{1}{2}$

Section 32: All

Section 33: NW $\frac{1}{4}$ , S $\frac{1}{2}$ , S $\frac{1}{2}$ NE $\frac{1}{4}$ , NW $\frac{1}{4}$ NE $\frac{1}{4}$

Section 34: S $\frac{1}{2}$ NW $\frac{1}{4}$ , SW $\frac{1}{4}$ , W $\frac{1}{2}$ SE $\frac{1}{4}$ , SE $\frac{1}{4}$ SE $\frac{1}{4}$

Township 12N-Range 56E

Section 1: All (Lots 1-12, S $\frac{1}{2}$ )

Section 2: All (Lots 1-12, S $\frac{1}{2}$ )

Section 3: E  $\frac{1}{2}$  (Lots 1, 2, 7, 8, 9, 10, SE $\frac{1}{4}$ )

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Section 10: NE<sup>1</sup>/<sub>4</sub>  
Section 11: All  
Section 12: W<sup>1</sup>/<sub>2</sub>, W<sup>1</sup>/<sub>2</sub>E<sup>1</sup>/<sub>2</sub>, NE<sup>1</sup>/<sub>4</sub>NE<sup>1</sup>/<sub>4</sub>  
Section 13: W<sup>1</sup>/<sub>2</sub>, S<sup>1</sup>/<sub>2</sub>NE<sup>1</sup>/<sub>4</sub>, SE<sup>1</sup>/<sub>4</sub>  
Section 14: N<sup>1</sup>/<sub>2</sub>

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 North Pine Area in Dawson and Prairie Counties, Montana, as described in Paragraph 2 of the Findings of Fact is certified as an expanded enhanced recovery project effective as of November 1, 2000.

IT IS FURTHER ORDERED that the production decline rate for said expanded enhanced recovery project is established as set forth in the exhibit attached hereto with a specific forecast for each month through December of 2020. Staff is directed to prepare the appropriate certification to the Department of Revenue.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

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 ENCORE  
OPERATING, L.P. TO CERTIFY THE CORAL CREEK DEEP  
UNIT AREA IN FALLON COUNTY, MONTANA, AS AN  
EXPANDED ENHANCED RECOVERY PROJECT EFFECTIVE  
AS OF NOVEMBER 1, 2000, AND TO DETERMINE AND  
CERTIFY THE PRODUCTION DECLINE RATES USED TO  
CALCULATE INCREMENTAL PRODUCTION IN THE  
PROJECT AREA.

ORDER NO. 14-2001

Docket No. 17-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 Coral Creek Deep Unit Area consists of the following described lands in Fallon County, Montana:

Township 7N-Range 60E

Section 31: E $\frac{1}{2}$ NE $\frac{1}{4}$ , NE $\frac{1}{4}$ SE $\frac{1}{4}$

Section 32: All

Section 33: All

Section 34: W $\frac{1}{2}$ , SW $\frac{1}{4}$ NE $\frac{1}{4}$ , SE $\frac{1}{4}$

Section 35: SW $\frac{1}{4}$ SW $\frac{1}{4}$

Township 6N-Range 60E

Section 2: Lot 4, S $\frac{1}{2}$ NW $\frac{1}{4}$ , SW $\frac{1}{4}$

Section 3: All (Lots 1, 2, 3, 4, S $\frac{1}{2}$ N $\frac{1}{2}$ , S $\frac{1}{2}$ )

Section 4: All (Lots 1, 2, 3, 4, S $\frac{1}{2}$ N $\frac{1}{2}$ , S $\frac{1}{2}$ )

Section 5: Lots 1, 2, 3, 4, SE $\frac{1}{4}$ NW $\frac{1}{4}$ , S $\frac{1}{2}$ NE $\frac{1}{4}$ , NE $\frac{1}{4}$ SW $\frac{1}{4}$ , SE $\frac{1}{4}$

Section 8: N $\frac{1}{2}$ NE $\frac{1}{4}$ , SE $\frac{1}{4}$ NE $\frac{1}{4}$

Section 9: All

Section 10: All

Section 11: W $\frac{1}{2}$ , W $\frac{1}{2}$ NE $\frac{1}{4}$ , SE $\frac{1}{4}$

Section 12: SW $\frac{1}{4}$ SW $\frac{1}{4}$

Section 13: NW $\frac{1}{4}$ NW $\frac{1}{4}$

Section 14: N $\frac{1}{2}$ N $\frac{1}{2}$ , S $\frac{1}{2}$ NW $\frac{1}{4}$ , W $\frac{1}{2}$ SW $\frac{1}{4}$

Section 15: All

Section 16: NE $\frac{1}{4}$ NW $\frac{1}{4}$ , NE $\frac{1}{4}$ , E $\frac{1}{2}$ SE $\frac{1}{4}$

Section 22: N $\frac{1}{2}$ N $\frac{1}{2}$

Section 23: NW $\frac{1}{4}$ NW $\frac{1}{4}$

BOARD ORDER 14-2001

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 Coral Creek Deep Unit Area in Fallon County, Montana is certified as an expanded enhanced recovery project effective as of November 1, 2000.

IT IS FURTHER ORDERED that the production forecast for said expanded enhanced recovery project is established as set forth in the exhibit attached hereto with a specific forecast for each month through December of 2020. Staff is directed to prepare the appropriate certification to the Department of Revenue.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

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 ENCORE  
OPERATING, L.P. TO CERTIFY THE PENNEL UNIT AREA  
FALLON COUNTY, MONTANA, AS AN EXPANDED  
ENHANCED RECOVERY PROJECT EFFECTIVE  
AS OF NOVEMBER 1, 2000, AND TO CERTIFY THE  
PRODUCTION DECLINE RATES USED TO CALCULATE  
INCREMENTAL PRODUCTION IN THE PROJECT AREA.

ORDER NO. 15-2001

Docket No. 18-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 Pennel Unit project area consists of the following lands in Fallon County, Montana:

Township 8N-Range 59E

- Section 1:  $W\frac{1}{2}SW\frac{1}{4}, SE\frac{1}{4}SW\frac{1}{4}$
- Section 2:  $S\frac{1}{2}$
- Section 3:  $S\frac{1}{2}, SW\frac{1}{4}NW\frac{1}{4}, Lot\ 4$
- Section 4: All (Lots 1, 2, 3, 4,  $S\frac{1}{2}N\frac{1}{2}, S\frac{1}{2}$ )
- Section 5: Lots 1, 2, 3,  $S\frac{1}{2}NE\frac{1}{4}, E\frac{1}{2}SE\frac{1}{4}$
- Section 9:  $N\frac{1}{2}, E\frac{1}{2}SW\frac{1}{4}, SE\frac{1}{4}$
- Section 10: All
- Section 11: All
- Section 12: All
- Section 13: All
- Section 14: All
- Section 15: All
- Section 16:  $NE\frac{1}{4}, NE\frac{1}{4}SE\frac{1}{4}$
- Section 22:  $N\frac{1}{2}N\frac{1}{2}, SE\frac{1}{4}NW\frac{1}{4}, S\frac{1}{2}NE\frac{1}{4}, N\frac{1}{2}SE\frac{1}{4}, SE\frac{1}{4}SE\frac{1}{4}$
- Section 23: All
- Section 24: All
- Section 25: All
- Section 26:  $N\frac{1}{2}, N\frac{1}{2}S\frac{1}{2}, SE\frac{1}{4}SW\frac{1}{4}, S\frac{1}{2}SE\frac{1}{4}$
- Section 27:  $NE\frac{1}{4}NE\frac{1}{4}$
- Section 35:  $N\frac{1}{2}NE\frac{1}{4}, SE\frac{1}{4}NE\frac{1}{4}$
- Section 36:  $N\frac{1}{2}, N\frac{1}{2}S\frac{1}{2}, SE\frac{1}{4}SW\frac{1}{4}, S\frac{1}{2}SE\frac{1}{4}$

BOARD ORDER NO. 15-2001

Township 8N-Range 60E

Section 7: Lots 1, 2, 3, 4, SE $\frac{1}{4}$ NW $\frac{1}{4}$ , E $\frac{1}{2}$ SW $\frac{1}{4}$ , W $\frac{1}{2}$ SE $\frac{1}{4}$ , SE $\frac{1}{4}$ SE $\frac{1}{4}$

Section 17: W $\frac{1}{2}$ W $\frac{1}{2}$ , SE $\frac{1}{4}$ NW $\frac{1}{4}$ , E $\frac{1}{2}$ SW $\frac{1}{4}$ , W $\frac{1}{2}$ SE $\frac{1}{4}$ , SE $\frac{1}{4}$ SE $\frac{1}{4}$

Section 18: All (Lots 1, 2, 3, 4, E $\frac{1}{2}$ W $\frac{1}{2}$ , E $\frac{1}{2}$ )

Section 19: All (Lots 1, 2, 3, 4, E $\frac{1}{2}$ W $\frac{1}{2}$ , E $\frac{1}{2}$ )

Section 20: W $\frac{1}{2}$ , SE $\frac{1}{4}$

Section 21: W $\frac{1}{2}$ W $\frac{1}{2}$ , E $\frac{1}{2}$ SW $\frac{1}{4}$

Section 28: W $\frac{1}{2}$

Section 29: All

Section 30: All (Lots 1, 2, 3, 4, E $\frac{1}{2}$ W $\frac{1}{2}$ , E $\frac{1}{2}$ )

Section 31: All (Lots 1, 2, 3, 4, E $\frac{1}{2}$ W $\frac{1}{2}$ , E $\frac{1}{2}$ )

Section 32: All

Section 33: All

Township 7N-R59E

Section 1: All (Lots 1, 2, 3, 4, S $\frac{1}{2}$ N $\frac{1}{2}$ , S $\frac{1}{2}$ )

Section 2: Lots 1, 2, SE $\frac{1}{4}$ NE $\frac{1}{4}$

Section 12: E $\frac{1}{2}$ NW $\frac{1}{4}$ , E $\frac{1}{2}$

Township 7N-R60E

Section 4: Lots 3, 4, SW $\frac{1}{4}$

Section 5: All (Lots 1, 2, 3, 4, S $\frac{1}{2}$ )

Section 6: All (Lots 1, 2, 3, 4, 5, 6, E $\frac{1}{2}$ SW $\frac{1}{4}$ , SE $\frac{1}{4}$ )

Section 7: All (Lots 1, 2, 3, 4, E $\frac{1}{2}$ W $\frac{1}{2}$ , E $\frac{1}{2}$ )

Section 8: All

Section 9: W $\frac{1}{2}$ , W $\frac{1}{2}$ NE $\frac{1}{4}$ , S $\frac{1}{2}$ SE $\frac{1}{4}$

Section 15: W $\frac{1}{2}$ , W $\frac{1}{2}$ E $\frac{1}{2}$ , E $\frac{1}{2}$ SE $\frac{1}{4}$

Section 16: All

Section 17: All

Section 18: All (Lots 1, 2, 3, 4, E $\frac{1}{2}$ W $\frac{1}{2}$ , E $\frac{1}{2}$ )

Section 19: Lots 1, 2, 3, E $\frac{1}{2}$ W $\frac{1}{2}$ , E $\frac{1}{2}$

Section 20: All

Section 21: All

Section 22: All

Section 23: W $\frac{1}{2}$ NW $\frac{1}{4}$

Section 26: All

Section 27: All

Section 28: All

Section 29: All

Section 30: NE $\frac{1}{4}$ NW $\frac{1}{4}$ , NE $\frac{1}{4}$ , N $\frac{1}{2}$ SE $\frac{1}{4}$ , SE $\frac{1}{4}$ SE $\frac{1}{4}$

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 Pennel Unit area in Fallon County, Montana as described in Paragraph 2 of the Findings of Fact is certified as an expanded enhanced recovery project effective as of November 1, 2000.

IT IS FURTHER ORDERED that the production forecast for the Pennel Unit expanded enhanced recovery project is established as set forth in the exhibit attached hereto with a specific forecast for each month through December of 2020. Staff is directed to prepare the appropriate certification to the Department of Revenue.

BOARD ORDER 15-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

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Elaine Mitchell, Board Member

ATTEST:

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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  
MOUNTAIN PACIFIC GENERAL, INC. TO AMEND  
THE HARDPAN FIELD RULES ESTABLISHED BY  
BOARD ORDERS 145-81 AND 131-82 TO ALLOW  
FOUR WELLS PER GOVERNMENTAL SECTION  
FOR ALL PRODUCING FORMATIONS FROM THE  
SURFACE TO THE BASE OF THE DAKOTA  
FORMATION.

ORDER NO. 16-2001

Docket No. 19-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 Hardpan Field rules established by Board Orders 145-81 and 131-82 are amended to allow four wells per governmental section for all producing formations from the surface to the base of the Dakota Formation with said wells being spaced not closer than 1200 feet between wells and not closer than 660 feet to the section line with a 75 foot tolerance for topographic reasons only.



BOARD ORDER NO. 16-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

\_\_\_\_\_  
David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

\_\_\_\_\_  
Allen Kolstad, Board Member

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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  
MOUNTAIN PACIFIC GENERAL, INC. TO  
ENLARGE THE GALATA FIELD ESTABLISHED  
BY BOARD ORDERS 21-84, 41-85 AND 76-85 TO  
INCLUDE SECTIONS 32 AND 33, T32N-R3E, TOOLE  
COUNTY, MONTANA, AND TO AMEND FIELD  
RULES TO ALLOW FOUR WELLS PER  
GOVERNMENTAL SECTION WITH SAID  
WELLS TO BE SPACED NOT CLOSER THAN  
1200 FEET BETWEEN WELLS AND NOT CLOSER  
THAN 660 FEET TO THE SECTION LINE WITH A  
75 FOOT TOLERANCE.

ORDER NO. 18-2001

Docket No. 23-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 request to enlarge Galata Field by adding Sections 32 and 33, T32N-R3E, Toole County, Montana, was withdrawn because said sections are included in the East Devon Field.
3. The evidence indicates that granting the application as 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 Galata Field rules established by Board Orders 21-84, 41-85 and 76-85 are amended to allow four wells per governmental section with said wells to be spaced not closer than 1200 feet between wells and not closer than 660 feet to the section line with a 75 foot tolerance for topographic reasons.

BOARD ORDER NO. 18-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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  
MOUNTAIN PACIFIC GENERAL, INC. TO  
ENLARGE THE EAST TIBER FIELD ESTABLISHED  
BY BOARD ORDER 21-84 TO INCLUDE SECTIONS  
12, 13, 14 AND 15, T30E, R2E, TOOLE COUNTY,  
MONTANA, AND TO ALLOW FOUR WELLS PER  
GOVERNMENTAL SECTION.

ORDER NO. 17-2001

Docket No. 21-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 the East Tiber Field established by Board Order 21-84 is enlarged to include Sections 12, 13, 14 and 15, T30N-R2E, Toole County, Montana.

IT IS FURTHER ORDERED that the East Tiber Field rules are amended to allow four Bow Island gas wells per governmental section with said wells to be spaced not closer than 1200 feet to another producing well and not closer than 660 feet to the section line with a 75 foot surface tolerance allowed for topographic reasons.

BOARD ORDER NO. 17-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

\_\_\_\_\_  
Allen Kolstad, Board Member

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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  
CHESAPEAKE OPERATING, INC. TO DRILL AN  
OIL AND GAS WELL TO THE RED RIVER  
FORMATION AT A LOCATION 660 FEL AND  
440 FSL OF SECTION 16, T26N-R55E, RICHLAND  
COUNTY, MONTANA, AS AN EXCEPTION TO  
A.R.M. 36.22.702.

ORDER NO. 19-2001

Docket No. 25-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 geological and geophysical 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. The Board notes that applicant testified that, should its proposed well be successfully completed, it would not oppose offset relief to the mineral owners in the NE of Section 21, T26N-R55E, Richland County, Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Chesapeake Operating, Inc. is authorized to drill an oil and gas well to the Red River Formation at a location 660 FEL and 440 FSL of Section 16, T26N-R55E, Richland County, Montana, as an exception to A.R.M. 36.22.702.

IT IS FURTHER ORDERED that an application for permanent spacing will be made within ninety (90) days of a successful well completion.

BOARD ORDER NO. 19-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

\_\_\_\_\_  
Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 CHESAPEAKE  
OPERATING, INC. TO DRILL A WELL TO THE RED RIVER  
FORMATION AT A LOCATION 750 FNL AND 330 FEL OF  
SECTION 6, T25N-R57E, RICHLAND COUNTY, MONTANA,  
AS AN EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 20-2001

Docket No. 26-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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. Through inadvertence, the location of the requested well was wrongly described as being in Section 6 of T26N-R57E when in reality it is in Section 6 of T25N-R57E, Richland County, Montana. Therefore, the notice required by Section 82-11-141, MCA was not given and this Board is thus without authority to enter an order on this matter at this time. However, at the applicant's request, the Board heard the applicant's evidence in support of this application and determined that the geological evidence presented by applicant, if uncontested, would justify authorizing a location 750 FNL and 440 FEL of Section 6, T25N-R57E, Richland County, Montana. The Board's next regularly scheduled hearing date is April 5, 2001, and applicant has rig commitments before that date.

2. Under these circumstances, the Board determines that conditionally 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 Chesapeake Operating, Inc. re-advise notice of this application in accordance with the provisions of Section 82-11-141 (4), MCA. Said notice shall state that the application for the requested location shall be approved at a location 750 FNL and 440 FEL of Section 6, T25N-R57E, Richland County, Montana, unless a protest or request for re-hearing be lodged with the Board's offices in Billings or Helena by 5:00 p.m. on the tenth day following publication of said notice. If the date of publication differs between newspapers, the later date will determine the deadline for filing a protest or requesting a hearing. A protest or request for hearing need not be in writing but must be confirmed in writing within five days of the deadline for making this protest.

IT IS FURTHER ORDERED, that should no request for hearing or protest be lodged in the manner required by this order, the Board's administrator is authorized to allow applicant to drill its well at a location 750 FNL and 440 FEL of Section 6, T25N-R57E, Richland County, Montana, with a topographic tolerance of 50 feet subject to the approval of the Trust Land Management Division of the Department of Natural Resources and Conservation.

IT IS FURTHER ORDERED that applicant must apply for permanent spacing within ninety (90) days of completion of a commercial well.



BOARD ORDER NO. 20-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 PETROLEUM  
DEVELOPMENT CORPORATION OF NEW MEXICO TO  
DRILL CERTAIN COAL BED METHANE TEST WELLS IN  
BIG HORN COUNTY, MONTANA.

ORDER NO. 21-2001

Docket No. 27-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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. Applicant proposes to drill the following coal bed methane test wells, none of which will be located closer than 330 feet to the boundaries of the governmental quarter quarter section in which the well is located.

| WELL NAME     | TWP | RNG | SEC | QUAR/QUAR |
|---------------|-----|-----|-----|-----------|
| KD 0739-5-21  | 7S  | 39E | 21  | SWNW      |
| KD 0739-7-21  | 7S  | 39E | 21  | SWNE      |
| KD 0739-9-21  | 7S  | 39E | 21  | NESE      |
| KD 0739-11-21 | 7S  | 39E | 21  | NESW      |
| KD 0739-11-22 | 7S  | 39E | 22  | NESW      |
| KD 0739-13-22 | 7S  | 39E | 22  | SWSW      |
| KD 0739-15-22 | 7S  | 39E | 22  | SWSE      |
| KD 0739-1-28  | 7S  | 39E | 28  | NENE      |
| KD 0739-3-28  | 7S  | 39E | 28  | NENW      |
| KD 0740-5-6   | 7S  | 40E | 6   | SWNW      |
| KD 0740-9-6   | 7S  | 40E | 6   | NESE      |
| KD 0740-5-7   | 7S  | 40E | 7   | SWNW      |
| KD 0740-7-7   | 7S  | 40E | 7   | SWNE      |
| KD 0740-11-7  | 7S  | 40E | 7   | NESW      |
| KD 0740-15-7  | 7S  | 40E | 7   | SWSE      |
| KD 0740-1-18  | 7S  | 40E | 18  | NENE      |
| KD 0740-3-18  | 7S  | 40E | 18  | NENW      |
| KD 0740-5-18  | 7S  | 40E | 18  | SWNW      |
| KD 0640-5-7   | 6S  | 40E | 7   | NENW      |
| KD 0640-7-7   | 6S  | 40E | 7   | SWNE      |
| KD 0640-9-7   | 6S  | 40E | 7   | NESE      |
| KD 0640-11-7  | 6S  | 40E | 7   | NESW      |
| KD 0640-15-7  | 6S  | 40E | 7   | SWSE      |
| KD 0640-1-18  | 6S  | 40E | 18  | NENE      |
| KD 0640-3-18  | 6S  | 40E | 18  | NENW      |

BOARD ORDER NO. 21-2001

3. The wells authorized are for the purpose of testing only and no commercial production will be allowed.

4. 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 Petroleum Development Corporation of New Mexico is authorized to drill the coal bed methane test wells identified in Paragraph 2 of the Findings of Fact.

IT IS FURTHER ORDERED that Petroleum Development Corporation of New Mexico shall fully disclose to this Board and its staff the results of all testing and will cooperate fully with the Board and its staff in their quest to establish suitable ground rules for commercial production of coal bed methane gas in an environmentally responsible manner.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

\_\_\_\_\_  
David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

\_\_\_\_\_  
Allen Kolstad, Board Member

\_\_\_\_\_  
Stanley Lund, Board Member

ATTEST:

\_\_\_\_\_  
Elaine Mitchell, Board Member

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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 POWDER  
RIVER GAS, LLC TO DRILL CERTAIN COAL BED  
METHANE TEST WELLS IN POWDER RIVER AND  
BIG HORN COUNTIES, MONTANA.

ORDER NO. 22-2001

Docket No. 28-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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. Applicant proposes to drill the following coal bed methane test wells at the following locations, none of which will be located closer than 330 feet to the exterior boundaries of the governmental section within which the well is located.

| COUNTY                  | TWP | RNG | SEC | LOCATION | WELL NAME | PROSPECT  | TOPO MAP |
|-------------------------|-----|-----|-----|----------|-----------|-----------|----------|
| <b>CASTLE ROCK AREA</b> |     |     |     |          |           |           |          |
| Powder River            | 4S  | 47E | 36  | NWNE     | #2        | Zier      | Sonnette |
| Powder River            | 4S  | 47E | 36  | SWNE     | #3        | Zier      | Sonnette |
| Powder River            | 4S  | 47E | 36  | NESE     | #5        | Zier      | Sonnette |
| Powder River            | 4S  | 47E | 36  | NWSE     | #6        | Zier      | Sonnette |
| Powder River            | 4S  | 47E | 36  | SESW     | #7        | Zier      | Sonnette |
| Powder River            | 4S  | 47E | 36  | SWSE     | #8        | Zier      | Sonnette |
| Powder River            | 4S  | 47E | 36  | SESE     | #9        | Zier      | Sonnette |
| Powder River            | 5S  | 47E | 1   | NENE     | #1        | Sugar Run | Sonnette |
| Powder River            | 5S  | 47E | 1   | NWNE     | #2        | Sugar Run | Sonnette |
| Powder River            | 5S  | 47E | 1   | SENE     | #3        | Sugar Run | Sonnette |
| Powder River            | 5S  | 47E | 1   | SWNE     | #4        | Sugar Run | Sonnette |
| Powder River            | 5S  | 47E | 1   | NESE     | #5        | Sugar Run | Sonnette |
| Powder River            | 5S  | 47E | 1   | NWSE     | #6        | Sugar Run | Sonnette |
| Powder River            | 5S  | 47E | 12  | Lot 3    | #7        | Sugar Run | Sonnette |
| Powder River            | 5S  | 47E | 12  | Lot 4    | #8        | Sugar Run | Sonnette |
| Powder River            | 5S  | 47E | 12  | Lot 6    | #9        | Sugar Run | Sonnette |
|                         |     |     |     |          |           |           |          |
| Powder River            | 5S  | 48E | 7   | SWNW     | #1        | Sonnette  | Sonnette |
| Powder River            | 5S  | 48E | 7   | NWSW     | #2        | Sonnette  | Sonnette |
| Powder River            | 5S  | 48E | 7   | NESW     | #3        | Sonnette  | Sonnette |
| Powder River            | 5S  | 48E | 7   | SWSW     | #4        | Sonnette  | Sonnette |
| Powder River            | 5S  | 48E | 7   | SESW     | #5        | Sonnette  | Sonnette |
| Powder River            | 5S  | 48E | 18  | NWNW     | #6        | Sonnette  | Sonnette |

BOARD ORDER NO. 22-2001

|                               |    |     |    |        |    |              |                |
|-------------------------------|----|-----|----|--------|----|--------------|----------------|
| Powder River                  | 5S | 48E | 18 | NENW   | #7 | Sonnette     | Sonnette       |
| Powder River                  | 5S | 48E | 18 | SWNW   | #8 | Sonnette     | Sonnette       |
| Powder River                  | 5S | 48E | 18 | SEW    | #9 | Sonnette     | Sonnette       |
|                               |    |     |    |        |    |              |                |
| Powder River                  | 6S | 48E | 18 | SENE   | #1 | Bailey Hill  | Phillips Butte |
| Powder River                  | 6S | 48E | 18 | NESE   | #2 | Bailey Hill  | Phillips Butte |
| Powder River                  | 6S | 48E | 18 | NWSE   | #3 | Bailey Hill  | Phillips Butte |
| Powder River                  | 6S | 48E | 18 | SWSE   | #4 | Bailey Hill  | Phillips Butte |
| Powder River                  | 6S | 48E | 18 | SESE   | #5 | Bailey Hill  | Phillips Butte |
| Powder River                  | 6S | 48E | 18 | SWNE   | #6 | Bailey Hill  | Phillips Butte |
| Powder River                  | 6S | 48E | 17 | NWSW   | #7 | Bailey Hill  | Phillips Butte |
| Powder River                  | 6S | 48E | 17 | NESW   | #8 | Bailey Hill  | Hodsdon Flat   |
| Powder River                  | 6S | 48E | 17 | SWSW   | #9 | Bailey Hill  | Phillips Butte |
|                               |    |     |    |        |    |              |                |
| Powder River                  | 6S | 49E | 29 | NESW   | #1 | Gay Ranch    | Yarger Butte   |
| Powder River                  | 6S | 49E | 29 | NWSW   | #2 | Gay Ranch    | Hodsdon Flat   |
| Powder River                  | 6S | 49E | 29 | SWSW   | #3 | Gay Ranch    | Hodsdon Flat   |
| Powder River                  | 6S | 49E | 29 | SESW   | #4 | Gay Ranch    | Yarger Butte   |
| Powder River                  | 6S | 49E | 4  | SEW    | #5 | Wilson       | Yarger Butte   |
| Powder River                  | 6S | 49E | 4  | SWNW   | #6 | Wilson       | Yarger Butte   |
| Powder River                  | 6S | 49E | 4  | NESW   | #7 | Wilson       | Yarger Butte   |
| Powder River                  | 6S | 49E | 4  | NWSW   | #8 | Wilson       | Yarger Butte   |
| Powder River                  | 6S | 49E | 4  | SWSW   | #9 | Wilson       | Yarger Butte   |
|                               |    |     |    |        |    |              |                |
| Powder River                  | 5S | 49E | 16 | NENE   | #1 | North Fork   | Esple          |
| Powder River                  | 5S | 49E | 16 | SENE   | #2 | North Fork   | Esple          |
| Powder River                  | 5S | 49E | 16 | SWNE   | #3 | North Fork   | Esple          |
| Powder River                  | 5S | 49E | 16 | SEW    | #4 | North Fork   | Esple          |
| Powder River                  | 5S | 49E | 16 | NESW   | #5 | North Fork   | Esple          |
| Powder River                  | 5S | 49E | 16 | NWSE   | #6 | North Fork   | Esple          |
| Powder River                  | 5S | 49E | 16 | NESE   | #7 | North Fork   | Esple          |
| Powder River                  | 5S | 49E | 16 | SESE   | #8 | North Fork   | Esple          |
| Powder River                  | 5S | 49E | 16 | SWSE   | #9 | North Fork   | Esple          |
|                               |    |     |    |        |    |              |                |
| Powder River                  | 4S | 49E | 29 | SWNE   | #1 | Serviceberry | Esple          |
| Powder River                  | 4S | 49E | 29 | SEW    | #2 | Serviceberry | Esple          |
| Powder River                  | 4S | 49E | 29 | SWNW   | #3 | Serviceberry | Esple          |
| Powder River                  | 4S | 49E | 29 | NWSW   | #4 | Serviceberry | Esple          |
| Powder River                  | 4S | 49E | 29 | NESW   | #5 | Serviceberry | Esple          |
| Powder River                  | 4S | 49E | 29 | NWSE   | #6 | Serviceberry | Esple          |
| Powder River                  | 4S | 49E | 29 | SESW   | #7 | Serviceberry | Esple          |
| Powder River                  | 4S | 49E | 29 | SWSW   | #8 | Serviceberry | Esple          |
| Powder River                  | 4S | 49E | 32 | NWNW   | #9 | Serviceberry | Esple          |
| <b>SHALLOW GAS SAND TESTS</b> |    |     |    |        |    |              |                |
| Powder River                  | 6S | 49E | 16 | SWNENE | #1 | Yarger       | Yarger Butte   |
| Powder River                  | 6S | 49E | 36 | NWNWSW | #2 | Yarger       | Yarger Butte   |
| Powder River                  | 5S | 47E | 36 | NWNWSE | #1 | Hodsdon      | Hodsdon Flat   |
| Powder River                  | 5S | 48E | 16 | SESEW  | #1 | Pumpkin      | Sonnette       |
| Powder River                  | 4S | 48E | 16 | NESW   | #1 | Knudson      | Sonnette       |
| Powder River                  | 4S | 48E | 36 | NWSESE | #1 | Esple        | Esple          |
| Powder River                  | 3S | 47E | 36 | SWNE   | #3 | Samuelson    | Sonnette       |

BOARD ORDER NO. 22-2001

|                   |    |     |    |        |       |        |                  |
|-------------------|----|-----|----|--------|-------|--------|------------------|
| Powder River      | 3S | 48E | 30 | SWSWNE | #1    | Leslie | Samuelson Ranch  |
| Powder River      | 3S | 48E | 36 | NWNWSE | #2    | Leslie | Leslie Creek     |
| Powder River      | 4S | 49E | 16 | NENESW | #2    | Esple  | Esple            |
| <b>KIRBY AREA</b> |    |     |    |        |       |        |                  |
| Big Horn          | 6S | 39E | 35 | NW     | #1    | Kirby  | Kirby            |
| Big Horn          | 6S | 39E | 27 | SE     | #2    | Kirby  | Kirby            |
| Big Horn          | 7S | 39E | 3  | SE     | #3    | Kirby  | Kirby            |
| Big Horn          | 7S | 39E | 5  | SWNE   | #4    | Kirby  | Kirby            |
| Big Horn          | 7S | 39E | 2  | SWSE   | #5    | Kirby  | Kirby            |
| Big Horn          | 7S | 40E | 25 | NWNW   | #6    | Kirby  | Tongue River Dam |
| Big Horn          | 7S | 40E | 35 | NESE   | #7    | Kirby  | Tongue River Dam |
| Big Horn          | 6S | 39E | 35 | SE     | W1    | Kirby  | Kirby            |
| Big Horn          | 7S | 39E | 4  | SE     | RC #2 | Kirby  | Kirby            |
| Big Horn          | 7S | 39E | 9  | W½NE   | RC #1 | Kirby  | Kirby            |
| Big Horn          | 7S | 39E | 23 | E½NE   | HM #1 | Kirby  | Half Moon Hill   |
| Big Horn          | 7S | 39E | 13 | SW     | FM #5 | Kirby  | Half Moon Hill   |
| Big Horn          | 7S | 40E | 10 | SESW   | FM #2 | Kirby  | Tongue River Dam |
| Big Horn          | 7S | 40E | 15 | NW     | FM #3 | Kirby  | Tongue River Dam |
| Big Horn          | 7S | 40E | 17 | SENE   | FM #4 | Kirby  | Tongue River Dam |
| Big Horn          | 7S | 40E | 22 | SESW   | BD #1 | Kirby  | Tongue River Dam |
| Big Horn          | 7S | 40E | 32 | NW     | LR #1 | Kirby  | Tongue River Dam |
| Big Horn          | 8S | 40E | 6  | NW     | LR #2 | Kirby  | Half Moon Hill   |
| Big Horn          | 6S | 39E | 32 | SESW   | SF #1 | Kirby  | Kirby            |

3. The wells authorized are for the purpose of testing only and no commercial production will be allowed.

4. 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 Powder River Gas, LLC is authorized to drill the coal bed methane test wells identified in Paragraph 2 of the Findings of Fact.

IT IS FURTHER ORDERED that Powder River Gas, LLC shall fully disclose to this Board and its staff the results of all testing and will cooperate fully with the Board and its staff in their quest to establish suitable ground rules for commercial production of coal bed methane gas in an environmentally responsible manner.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD ORDER NO. 22-2001

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 BERCO  
RESOURCES, LLC TO DESIGNATE THE W $\frac{1}{2}$  OF  
SECTION 28, T23N-R57E, RICHLAND COUNTY,  
MONTANA, AS A PERMANENT SPACING UNIT  
FOR THE DUPEROW FORMATION, TO DESIGNATE  
THE CUNDIFF #1-28 WELL AS THE PERMITTED  
WELL FOR SAID SPACING UNIT, AND TO  
COMMINGLE PRODUCTION FROM THE INTERLAKE  
AND DUPEROW FORMATIONS IN SAID WELL .  
[PUTNAM AREA]

ORDER NO. 23-2001

Docket No. 29-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 W $\frac{1}{2}$  of Section 28, T23N-R57E, Richland County, Montana, is designated as a permanent spacing unit for the Duperow Formation.

IT IS FURTHER ORDERED that the Cundiff #1-28 well is designated as the permitted well for said spacing unit and that production from the Interlake and Duperow formations in said well may be commingled.



BOARD ORDER NO. 23-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 BERCO  
RESOURCES, LLC TO COMMINGLE PRODUCTION  
FROM THE RED RIVER FORMATION WITH  
PRODUCTION FROM THE NISKU AND DUPEROW  
FORMATIONS IN ITS BREKKE #A-2 WELL IN THE  
S½ OF SECTION 1, T33N-R55E, WAKEA FIELD,  
SHERIDAN COUNTY, MONTANA.

ORDER NO. 24-2001

Docket No. 30-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 Berco Resources, LLC is authorized to commingle production from the Red River Formation with production from the Nisku and Duperow formations in its Brekke #A-2 well located in the S½ of Section 1, T33N-R55E, Wakea Field, Sheridan County, Montana.

BOARD ORDER NO. 24-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 LYCO  
ENERGY CORPORATION TO REMOVE THE SW $\frac{1}{4}$   
OF SECTION 36, T25N-R54E, RICHLAND COUNTY,  
MONTANA, FROM THE SPRING LAKE (BAKKEN)  
FIELD AND TO CREATE A TEMPORARY SPACING  
UNIT COMPRISED OF THE SW $\frac{1}{4}$  OF SAID SECTION 36  
AND LOTS 1, 2, 3, 4, S  $\frac{1}{2}$ N $\frac{1}{2}$  OF SECTION 5, T24N-R55E,  
RICHLAND COUNTY, MONTANA, AS A TEMPORARY  
SPACING UNIT FOR DRILLING A HORIZONTAL WELL  
TO THE BAKKEN FORMATION.

ORDER NO. 25-2001

Docket No. 31-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 SW $\frac{1}{4}$  of Section 36, T25N-R54E, Richland County, Montana, is removed from the Spring Lake (Bakken) Field established by Board Order 128-2000.

IT IS FURTHER ORDERED that the SW $\frac{1}{4}$  of Section 36, T25N-R54E and Lots 1, 2, 3, 4, S $\frac{1}{2}$ N $\frac{1}{2}$  of Section 5, T24N-R55E, all in Richland County, Montana, are designated as a temporary spacing unit for the drilling of a horizontal well to the Bakken Formation.

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

IT IS FURTHER ORDERED that application for permanent spacing must be made within ninety (90) days of a successful completion.

BOARD ORDER NO. 25-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 HEADINGTON  
OIL, LIMITED PARTNERSHIP TO DELINEATE THE W½ OF  
SECTION 5, T23N-R58E, RICHLAND COUNTY, MONTANA,  
AS A FIELD FOR THE PRODUCTION OF OIL AND  
ASSOCIATED NATURAL GAS FROM THE STONEWALL  
FORMATION AND TO ESTABLISH THE NW¼ AND SW¼ OF  
SAID SECTION 5 AS TWO PERMANENT SPACING UNITS  
FOR PRODUCTION FROM SAID FORMATION. [BRORSON FIELD]

ORDER NO. 26-2001

Docket No. 32-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 W ½ of Section 5, T23N-R58E, Richland County, Montana, is designated as a field for the production of oil and associated natural gas from the Stonewall Formation.

IT IS FURTHER ORDERED that the NW¼ and the SW¼ of said Section 5 are designated as two permanent spacing units for production of oil and associated natural gas from said formation.

IT IS FURTHER ORDERED that applicant's Dynneson #12X-5 well is designated as the permitted well for production from the Stonewall Formation within the NW¼ of Section 5, T23N-R58E, Richland County, Montana.

BOARD ORDER NO. 26-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 HEADINGTON  
OIL, LIMITED PARTNERSHIP TO PRODUCE OIL AND  
ASSOCIATED NATURAL GAS FROM THE RATCLIFFE/  
MISSION CANYON FORMATION THROUGH ITS  
BAKKEN #32-2 WELL LOCATED IN THE SW<sup>1</sup>/<sub>4</sub>NE<sup>1</sup>/<sub>4</sub> OF  
SECTION 2, T21N-R58E, RICHLAND COUNTY, MONTANA,  
AS AN EXCEPTION TO A.R.M. 36.22.702. [CRANE FIELD]

ORDER NO. 27-2001

Docket No. 33-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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. Applicant's Bakken #32-2 well is located substantially closer to the southern boundary of its quarter section than is authorized by A.R.M. 36.22.702.
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 Headington Oil, Limited Partnership is authorized to produce oil and associated natural gas from the Ratcliffe/Mission Canyon Formation through its Bakken #32-2 well in the SW<sup>1</sup>/<sub>4</sub>NE<sup>1</sup>/<sub>4</sub> of Section 2, T21N-R58E, Richland County, Montana, as an exception to A.R.M. 36.22.702.



BOARD ORDER NO. 27-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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Terri H. Perrigo, Executive Secretary

I dissent. The well is closer to the quarter section boundary than the rules allow and applicant did not provide adequate justification for this violation.

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Stanley Lund, Board Member

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

IN THE MATTER OF THE APPLICATION OF HEADINGTON OIL, LIMITED PARTNERSHIP TO DESIGNATE THE E½ OF SECTION 4, T29N-R58E, AND THE SE¼ OF SECTION 33, T30N-R58E, ROOSEVELT COUNTY, MONTANA, AS A PERMANENT SPACING UNIT FOR THE PRODUCTION OF OIL AND ASSOCIATED NATURAL GAS FROM THE RATCLIFFE FORMATION AND TO DESIGNATE ITS PANASUK #43-4HZ WELL AS THE PERMITTED WELL FOR PRODUCTION FROM SAID FORMATION WITHIN THE PERMANENT SPACING UNIT. [TARGET FIELD]

ORDER NO. 28-2001

Docket No. 34-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 E½ of Section 4, T29N-R58E, and the SE¼ of Section 33, T30N-R58E, Roosevelt County, Montana, are designated as a permanent spacing unit for production of oil and associated natural gas from the Ratcliffe Formation.

IT IS FURTHER ORDERED that applicant's Panasuk #43-4HZ well is designated as the permitted well for production from said formation within the permanent spacing unit.

BOARD ORDER NO. 28-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 HEADINGTON  
OIL, LIMITED PARTNERSHIP TO DESIGNATE THE N½ OF  
SECTION 4 AND THE NW¼ OF SECTION 3, T26N-R59E,  
ROOSEVELT COUNTY, MONTANA, AS A PERMANENT  
SPACING UNIT FOR PRODUCTION OF OIL AND ASSOCIATED  
NATURAL GAS FROM THE RATCLIFFE FORMATION AND  
TO DESIGNATE ITS BERRY #11X-4 WELL AS THE  
PERMITTED WELL FOR PRODUCTION FROM SAID  
FORMATION WITHIN THE PERMANENT SPACING UNIT.  
[RIPRAP COULEE FIELD]

ORDER NO. 29-2001

Docket No. 35-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 N½ of Section 4 and the NW¼ of Section 3, T26N-R59E, Roosevelt County, Montana, are included in Riprap Coulee Field and designated as a permanent spacing unit for production of oil and associated natural gas from the Ratcliffe Formation.

IT IS FURTHER ORDERED that applicant's Berry #11X-4 well is designated as the permitted well for production from said formation within the permanent spacing unit.

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

BOARD ORDER NO. 29-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 HEADINGTON  
OIL, LIMITED PARTNERSHIP TO POOL ALL INTERESTS  
IN THE PERMANENT SPACING UNIT COMPRISED OF THE  
N½ OF SECTION 4 AND THE NW¼ OF SECTION 3,  
T26N-R59E, ROOSEVELT COUNTY, MONTANA, FOR  
PRODUCTION OF OIL AND ASSOCIATED NATURAL GAS  
FROM THE RATCLIFFE FORMATION. [RIPRAP COULEE FIELD]

ORDER NO. 30-2001

Docket No. 36-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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. Applicant has successfully completed its Berry #11X-4 well in the permanent spacing unit comprised of the N½ of Section 4 and the NW¼ of Section 3, T26N-R59E, Roosevelt County, Montana, for production of oil and associated natural gas from the Ratcliffe Formation. There are separately owned interests within said spacing unit and those interests have not been voluntarily pooled.
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 all interests in the production of oil and associated natural gas from the Ratcliffe Formation in the permanent spacing unit comprised of the N½ of Section 4 and the NW¼ of Section 3, T26N-R59E, Roosevelt County, Montana, are hereby 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 hereby imposed.

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

BOARD ORDER NO. 30-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

\_\_\_\_\_  
David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 DRILL FOUR NATURAL GAS TEST WELLS WITHIN  
SECTION 9, T35N-R20E, BLAINE COUNTY, MONTANA,  
AS AN EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 31-2001

Docket No. 37-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 the outset of the hearing, Board member George Galuska recused himself and took no further part in the deliberations concerning 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 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 Xeno, Inc. is authorized to drill four natural gas test wells within Section 9, T35N-R20E, Blaine County, Montana, as an exception to A.R.M. 36.22.702. No exception has been requested for the set back requirements of said rule and none is granted.



BOARD ORDER NO. 31-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 DRILL TWO ADDITIONAL WELLS TO TEST FOR  
NATURAL GAS WITHIN THE S½ OF SECTION 16 AND  
THE N½ OF SECTION 21, T35N-R19E, BLAINE COUNTY,  
MONTANA, AS AN EXCEPTION TO BOARD ORDER  
58-2000. [SOUTH BATTLE CREEK FIELD]

ORDER NO. 32-2001

Docket No. 38-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 Xeno, Inc. is authorized to drill two additional wells to test for natural gas within the S½ of Section 16 and the N½ of Section 21, T35N-R19E, Blaine County, Montana, as an exception to Board Order 58-2000. The first of these wells is to be located 1073 FEL and 2114 FSL of Section 16 with a 75 foot topographic tolerance. The second well may be drilled anywhere within the spacing unit but not closer than 990 feet to the spacing unit boundary with a 75 foot tolerance for topographic reasons.

BOARD ORDER NO. 32-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 DRILL THREE ADDITIONAL WELLS TO TEST FOR  
THE PRESENCE OF NATURAL GAS WITHIN SECTION 36,  
T37N-R18E, BLAINE COUNTY, MONTANA, AS AN  
EXCEPTION TO A.R.M. 36.22.702 AND BOARD ORDER  
62-93.

ORDER NO. 33-2001

Docket No. 39-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 Xeno, Inc. is authorized to drill three additional wells to test for the presence of natural gas within Section 36, T37N-R18E, Blaine County, Montana, as an exception to A.R.M. 36.22.702 and Board Order 62-93. Said wells may be located anywhere within said section but not closer than 990 feet to the section boundary with a 75 foot tolerance for topographic reasons.

BOARD ORDER NO. 33-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 DRILL THREE ADDITIONAL WELLS TO TEST FOR  
THE PRESENCE OF NATURAL GAS WITHIN SECTION 28,  
T35N-R19E, BLAINE COUNTY, MONTANA, AS AN  
EXCEPTION TO A.R.M. 36.22.702 AND BOARD ORDER  
62-93.

ORDER NO. 34-2001

Docket No. 40-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 Xeno, Inc. is authorized to drill three additional wells to test for the presence of natural gas within Section 28, T35N-R19E, Blaine County, Montana, as an exception to A.R.M. 36.22.702 and Board Order 62-93. Said wells may be located anywhere within said section but not closer than 990 feet to the section boundary with a 75 foot tolerance for topographic reasons.

BOARD ORDER NO. 34-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 HOWELL  
PETROLEUM CORPORATION TO DRILL FIVE FRONTIER  
FORMATION OIL WELLS AT EXCEPTION LOCATIONS IN  
SECTION 36, T9S-R23E, CARBON COUNTY, MONTANA.  
[ELK BASIN FIELD]

ORDER NO. 35-2001

Docket No. 41-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 the outset of the hearing, Board member George Galuska recused himself and took no further part in the deliberations concerning 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 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 Howell Petroleum Corporation is authorized to drill five Frontier Formation oil wells at the exception locations described below in Section 36, T9S-R23E, Carbon County, Montana:

| WELL NAME | FEET     | FEET     |
|-----------|----------|----------|
| USA #36-2 | 600 FSL  | 2500 FEL |
| USA #36-3 | 1900 FSL | 2100 FWL |
| USA #36-4 | 1425 FSL | 700 FWL  |
| USA #36-5 | 2675 FSL | 1750 FWL |
| USA #36-6 | 1625 FNL | 600 FWL  |

The distances indicated for the well locations are bottom hole footages.



BOARD ORDER NO. 35-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 HOWELL  
PETROLEUM CORPORATION TO DRILL ELEVEN  
FRONTIER FORMATION OIL WELLS IN SECTION 34,  
T9S-R23E, CARBON COUNTY, MONTANA.  
[ELK BASIN FIELD]

ORDER NO. 36-2001

Docket No. 42-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 Howell Petroleum Corporation is authorized to drill eleven Frontier Formation oil wells at the exception locations described below in Section 34, T9S-R23E, Carbon County, Montana:

| WELL NAME  | FEET     | FEET     |
|------------|----------|----------|
| USA #34-2  | 500 FSL  | 2400 FEL |
| USA #34-3  | 1600 FSL | 1550 FWL |
| USA #34-4  | 1900 FSL | 2100 FEL |
| USA #34-5  | 1650 FSL | 2300 FEL |
| USA #34-6  | 2600 FSL | 2300 FWL |
| USA #34-7  | 1700 FNL | 2350 FWL |
| USA #34-8  | 650 FNL  | 1800 FWL |
| USA #34-9  | 650 FNL  | 1000 FWL |
| USA #34-10 | 1550 FNL | 650 FWL  |
| USA #34-11 | 2300 FSL | 800 FWL  |
| USA #34-12 | 700 FSL  | 1950 FEL |

The distances indicated for the well locations are bottom hole footages.

BOARD ORDER NO. 36-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 HOWELL  
PETROLEUM CORPORATION TO DRILL EIGHT FRONTIER  
FORMATION OIL WELL EXCEPTION LOCATIONS IN  
SECTION 35, T9S-R23E, CARBON COUNTY, MONTANA.  
[ELK BASIN FIELD]

ORDER NO. 37-2001

Docket No. 43-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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. Applicant proposes to drill eight Frontier Formation oil well exception locations for topographic and geologic reasons. 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 Howell Petroleum Corporation is authorized to drill eight Frontier Formation oil wells in Section 35, T9S-R23E, Carbon County, Montana, at the locations described below:

| WELL NAME | FEET     | FEET     |
|-----------|----------|----------|
| USA #35-1 | 1250 FNL | 300 FEL  |
| USA #35-2 | 200 FNL  | 900 FEL  |
| USA #35-3 | 900 FNL  | 2200 FEL |
| USA #35-4 | 1500 FNL | 2150 FEL |
| USA #35-5 | 2250 FNL | 2200 FEL |
| USA #35-6 | 2250 FNL | 1500 FEL |
| USA #35-7 | 1550 FNL | 1600 FEL |
| USA #35-8 | 2225 FNL | 400 FEL  |

The distances indicated for the well locations are bottom hole footages.

BOARD ORDER NO. 37-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 ITS KANE #20-11-27-16 WELL  
TO THE EAGLE FORMATION ANYWHERE WITHIN THE  
SPACING UNIT COMPRISED OF THE S½ OF SECTION 20,  
T27N-R16E, CHOUTEAU COUNTY, MONTANA, BUT NOT  
CLOSER THAN 660 FEET TO THE SPACING UNIT BOUNDARY  
WITH A 200 FOOT TOPOGRAPHIC TOLERANCE AS AN  
EXCEPTION TO BOARD ORDER 26-74. [BULLWACKER FIELD]

ORDER NO. 38-2001

Docket No. 50-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 Ocean Energy Resources, Inc. is authorized to drill its Kane #20-11-27-16 well to the Eagle Formation at a location 2400 FWL and 1800 FSL of Section 20, T27N-R16E, Chouteau County, Montana.

BOARD ORDER NO. 38-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 ANYWHERE WITHIN THE SPACING  
UNIT COMPRISED OF THE S½ OF SECTION 20, T27N-R16E,  
CHOUTEAU COUNTY, MONTANA, BUT NOT CLOSER THAN  
550 FEET TO THE SPACING UNIT BOUNDARY WITH A 200  
FOOT TOPOGRAPHIC TOLERANCE AS AN EXCEPTION TO  
BOARD ORDER 26-74. [BULLWACKER FIELD]

ORDER NO. 39-2001

Docket No. 51-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 Ocean Energy Resources, Inc. is authorized to drill an additional Eagle-Virgelle Formation gas well within the S½ of Section 20, T27N-R16E, Chouteau County, Montana, at a location 1374 FEL of said Section 20 and 2128 FSL of said section.



BOARD ORDER NO. 39-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 ITS HENDERSON #20-15-27-17  
WELL AT A LOCATION 1018 FSL AND 2516 FEL OF SECTION 20,  
T27N-R17E, CHOUTEAU COUNTY, MONTANA, AS AN  
EXCEPTION TO BOARD ORDERS 26-74 AND 49-99.  
[BULLWACKER FIELD]

ORDER NO. 40-2001

Docket No. 52-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 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 Ocean Energy Resources, Inc. is granted as applied for.

BOARD ORDER NO. 40-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 ITS DUNBAR #5-10-27-19 WELL  
TO THE EAGLE FORMATION AT A LOCATION 1980 FEL AND  
2300 FSL OF SECTION 5, T27N-R19E, BLAINE COUNTY,  
MONTANA, AS AN EXCEPTION TO THE SAWTOOTH MOUNTAIN  
FIELD RULES ESTABLISHED BY BOARD ORDER 65-85.

ORDER NO. 41-2001

Docket No. 54-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 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 Ocean Energy Resources, Inc. is granted as applied for.

BOARD ORDER NO. 41-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 SAND  
FORMATION GAS WELL IN THE SE¼ OF SECTION 17, T27N-R19E,  
BLAINE COUNTY, MONTANA, BUT NOT CLOSER THAN 660  
FEET TO THE SPACING UNIT BOUNDARY AS AN EXCEPTION  
TO BOARD ORDER 65-85 WHICH ESTABLISHED THE  
SAWTOOTH MOUNTAIN FIELD.

ORDER NO. 42-2001

Docket No. 55-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 Ocean Energy Resources, Inc. is authorized to drill an additional Eagle Sand Formation gas well at a location 1914 FEL and 2617 FNL of Section 17, T27N-R19E, Blaine County, Montana, as an exception to the Sawtooth Mountain Field rules established by Board Order 65-85.

BOARD ORDER NO. 42-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 AMEND THE SAWTOOTH MOUNTAIN  
FIELD RULES ESTABLISHED BY BOARD ORDER 48-2000  
TO PERMIT THE DRILLING OF ITS MOORE #24-8-27-18  
WELL AT A LOCATION 754 FEL AND 2518 FNL OF  
SECTION 24, T27N-R18E, BLAINE COUNTY, MONTANA.

ORDER NO. 43-2001

Docket No. 56-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 application of Ocean Energy Resources, Inc. is granted as applied for.



BOARD ORDER NO. 43-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 ITS US #7-3-27-19 WELL AT A  
LOCATION 1802 FWL AND 825 FNL OF SECTION 7, T27N-R19E,  
BLAINE COUNTY, MONTANA, AS AN EXCEPTION TO THE  
SAWTOOTH MOUNTAIN FIELD RULES ESTABLISHED BY  
BOARD ORDERS 65-85 AND 45-76.

ORDER NO. 44-2001

Docket No. 57-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 application of Ocean Energy Resources, Inc. is granted as applied for.

BOARD ORDER NO. 44-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 ITS MOORE #15-5-27-18 WELL  
TO THE EAGLE SAND FORMATION AT A LOCATION 326 FWL  
AND 1827 FNL OF SECTION 15, T27N-R18E, BLAINE  
COUNTY, MONTANA, AS AN EXCEPTION TO THE SAWTOOTH  
MOUNTAIN FIELD RULES ESTABLISHED BY BOARD ORDERS  
45-76 AND 21-99.

ORDER NO. 45-2001

Docket No. 58-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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. Applicant bases its request for an exception to the Sawtooth Mountain Field rules on topographic considerations but has failed to present adequate evidence that the topography of the area requires the exception requested.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Docket No. 58-2001 is continued until April 5, 2001, at which time applicant is directed to provide better evidence of the topography of the area and why it requires the location requested.

BOARD ORDER NO. 45-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 ITS DANIEL #29-2-32-14 WELL  
TO THE EAGLE SAND FORMATION AT A LOCATION 660 FNL  
AND 2100 FEL OF SECTION 29, T32N-R14E, HILL COUNTY,  
MONTANA, WITH A 75 FOOT TOLERANCE IN ANY DIRECTION  
FOR TOPOGRAPHIC REASONS AS AN EXCEPTION TO A.R.M.  
36.22.702 AND BOARD ORDER 74-2000.

ORDER NO. 46-2001

Docket No. 59-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 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 Ocean Energy Resources, Inc. is granted as applied for.

BOARD ORDER NO. 46-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 EAGLE SAND FORMATION  
GAS WELL AT A LOCATION 500 FEL AND 1950 FNL OF  
SECTION 23, T33N-R16E, HILL COUNTY, MONTANA, WITH  
A 75 FOOT TOLERANCE FOR TOPOGRAPHIC REASONS  
AS AN EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 47-2001

Docket No. 60-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 application of Klabzuba Oil & Gas, Inc. is granted as applied for.



BOARD ORDER NO. 47-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 S½ OF SECTION 32,  
T36N-R16E AND THE N½ OF SECTION 5, T35N-R16E,  
HILL COUNTY, MONTANA, AS A TEMPORARY SPACING  
UNIT AND TO AUTHORIZE THE DRILLING OF A GAS  
WELL TO TEST PROSPECTIVE ZONES AND FORMATIONS  
FROM THE SURFACE TO THE BASE OF THE SECOND  
WHITE SPECKS FORMATION AT A LOCATION 1300 FEL  
AND 100 FSL OF SAID SECTION 32 WITH A 75 FOOT  
TOLERANCE IN ANY DIRECTION FOR TOPOGRAPHIC  
REASONS AS AN EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 48-2001

Docket No. 61-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 application of Klabzuba Oil & Gas, Inc. is granted as applied for.

BOARD ORDER NO. 48-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

\_\_\_\_\_  
Elaine Mitchell, Board Member

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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 S½ OF SECTION 6  
AND THE N½ OF SECTION 7, T34N-R19E, BLAINE  
COUNTY, MONTANA, AS A TEMPORARY SPACING  
UNIT AND TO AUTHORIZE THE DRILLING OF A GAS  
WELL TO TEST PROSPECTIVE ZONES AND  
FORMATIONS FROM THE SURFACE TO THE BASE  
OF THE SECOND WHITE SPECKS FORMATION AT  
A LOCATION 1331 FEL AND 444 FNL OF SAID  
SECTION 7 WITH A 75 FOOT TOLERANCE IN ANY  
DIRECTION FOR TOPOGRAPHIC REASONS AS  
AN EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 49-2001

Docket No. 62-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 application of Klabzuba Oil & Gas, Inc. is granted as applied for.

BOARD ORDER NO. 49-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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. TO DETERMINE IF THE WEST CEDAR  
HILLS UNIT ESTABLISHED BY BOARD ORDER 31-2000  
HAS BEEN APPROVED BY THE NECESSARY  
PERCENTAGE OF PERSONS REQUIRED TO PAY THE  
COSTS OF UNIT OPERATIONS.

ORDER NO. 50-2001

Docket No. 154-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 conclusively shows that the necessary percentage of persons required to pay the cost of Unit operations has approved the West Cedar Hills Unit established by Board Order 31-2000. The agreement between the interested parties providing such consent is effective March 1, 2001.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the West Cedar Hills Unit established by Board Order 31-2000 has been fully approved by those persons who will be required to pay at least 80 percent of the cost of Unit operations.

BOARD ORDER NO. 50-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 3,  
T25N-R18E, BLAINE COUNTY, MONTANA, AS A  
PERMANENT SPACING UNIT FOR PRODUCTION  
OF GAS FROM THE EAGLE SAND FORMATION AND  
TO DESIGNATE ITS ROBINSON-FEDERAL #3-25-18  
WELL AS THE PERMITTED WELL FOR PRODUCTION  
FROM SAID FORMATION WITHIN SAID PERMANENT  
SPACING UNIT.

ORDER NO. 51-2001

Docket No. 207-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 3, T25N-R18E, Blaine County, Montana, is designated as a permanent spacing unit for production of gas from the Eagle Sand Formation.

IT IS FURTHER ORDERED that the Robinson-Federal #3-25-18 well is designated as the permitted well for production from said formation within said permanent spacing unit.

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



BOARD ORDER NO. 51-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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  
PERMANENT SPACING UNIT COMPRISED OF SECTION 3,  
T25N-R18E, BLAINE COUNTY, MONTANA, FOR  
PRODUCTION OF GAS FROM THE EAGLE SAND  
FORMATION AND TO IMPOSE THE NON-JOINDER  
COSTS PROVIDED FOR IN SECTION 82-11-202 (2), MCA.

ORDER NO. 52-2001

Docket No. 208-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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, subject to the remaining provisions of this paragraph, that all interests in the permanent spacing unit comprised of Section 3, T25N-R18E, Blaine County, Montana, for the production of Eagle Sand Formation gas are hereby pooled on the basis of surface acreage and the non-joinder costs provided by Section 82-11-202 (2), MCA, are imposed on any refusing owner under said section. This Order makes no determination as to what parties, if any, are refusing owners, because a dispute exists on that issue between the Applicant, Klabzuba Oil & Gas, Inc., and Textana, Inc./Sandtana, Inc. Said parties have agreed, subject to the execution and filing with the Board of a written stipulation setting forth the terms of such agreement, to resolve their dispute either by a negotiated settlement or by litigation in a court of competent jurisdiction. In the event that the parties shall fail to execute and file said stipulation with the Board within thirty (30) days of the date of this Order, then this Order shall be void. In that event the Applicant may file a new application for the pooling of the subject lands with the Board, and a full hearing shall then be conducted on such new application by the Board.

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

BOARD ORDER NO. 52-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 9, T33N-R18E,  
BLAINE COUNTY, MONTANA, AS A PERMANENT  
SPACING UNIT FOR PRODUCTION OF GAS FROM THE  
EAGLE SAND FORMATION AND TO DESIGNATE THE  
FEDERAL #9-33-18 WELL AS THE PERMITTED WELL  
FOR PRODUCTION FROM SAID FORMATION WITHIN  
THE PERMANENT SPACING UNIT.

ORDER NO. 53-2001

Docket No. 209-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 9, T33N-R18E, Blaine County, Montana, is designated as a permanent spacing unit for production of gas from the Eagle Sand Formation.

IT IS FURTHER ORDERED that the Federal #9-33-18 well is designated as the permitted well for production from said formation within said permanent spacing unit.

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

BOARD ORDER NO. 53-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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  
PERMANENT SPACING UNIT COMPRISED OF SECTION 9,  
T33N-R18E, BLAINE COUNTY, MONTANA, FOR  
PRODUCTION OF GAS FROM THE EAGLE SAND  
FORMATION AND TO IMPOSE THE NON-JOINDER  
COSTS PROVIDED FOR IN SECTION 82-11-202 (2), MCA.

ORDER NO. 54-2001

Docket No. 210-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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, subject to the remaining provisions of this paragraph, that all interests in the permanent spacing unit comprised of Section 9, T33N-R18E, Blaine County, Montana, for the production of Eagle Sand Formation gas are hereby pooled on the basis of surface acreage and the non-joinder costs provided by Section 82-11-202 (2), MCA, are imposed on any refusing owner under said section. This Order makes no determination as to what parties, if any, are refusing owners, because a dispute exists on that issue between the Applicant, Klabzuba Oil & Gas, Inc., and Textana, Inc./Sandtana, Inc. Said parties have agreed, subject to the execution and filing with the Board of a written stipulation setting forth the terms of such agreement, to resolve their dispute either by a negotiated settlement or by litigation in a court of competent jurisdiction. In the event that the parties shall fail to execute and file said stipulation with the Board within thirty (30) days of the date of this Order, then this Order shall be void. In that event the Applicant may file a new application for the pooling of the subject lands with the Board, and a full hearing shall then be conducted on such new application by the Board.

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

BOARD ORDER NO. 54-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

\_\_\_\_\_  
David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 33,  
T35N-R17E, HILL COUNTY, MONTANA, AS A  
PERMANENT SPACING UNIT FOR PRODUCTION  
OF GAS FROM THE EAGLE SAND FORMATION AND  
TO DESIGNATE THE EAST END COLONY #33-35-17  
WELL AS THE PERMITTED WELL FOR PRODUCTION  
FROM SAID FORMATION WITHIN THE PERMANENT  
SPACING UNIT.

ORDER NO. 55-2001

Docket No. 211-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 application of Klabzuba Oil & Gas, Inc. is granted as applied for.



BOARD ORDER NO. 55-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

\_\_\_\_\_  
Elaine Mitchell, Board Member

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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  
PERMANENT SPACING UNIT COMPRISED OF SECTION 33,  
T35N-R17E, HILL COUNTY, MONTANA, FOR  
PRODUCTION OF GAS FROM THE EAGLE SAND  
FORMATION AND TO IMPOSE THE NON-JOINDER  
COSTS PROVIDED FOR IN SECTION 82-11-202 (2), MCA.

ORDER NO. 56-2001

Docket No. 212-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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, subject to the remaining provisions of this paragraph, that all interests in the permanent spacing unit comprised of Section 33, T35N-R17E, Hill County, Montana, for the production of Eagle Sand Formation gas are hereby pooled on the basis of surface acreage and the non-joinder costs provided by Section 82-11-202 (2), MCA, are imposed on any refusing owner under said section. This Order makes no determination as to what parties, if any, are refusing owners, because a dispute exists on that issue between the Applicant, Klabzuba Oil & Gas, Inc., and Textana, Inc./Sandtana, Inc. Said parties have agreed, subject to the execution and filing with the Board of a written stipulation setting forth the terms of such agreement, to resolve their dispute either by a negotiated settlement or by litigation in a court of competent jurisdiction. In the event that the parties shall fail to execute and file said stipulation with the Board within thirty (30) days of the date of this Order, then this Order shall be void. In that event the Applicant may file a new application for the pooling of the subject lands with the Board, and a full hearing shall then be conducted on such new application by the Board.

BOARD ORDER NO. 56-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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,  
T35N-R17E, HILL COUNTY, MONTANA, AS A  
PERMANENT SPACING UNIT FOR PRODUCTION  
OF GAS FROM THE EAGLE SAND FORMATION AND  
TO DESIGNATE THE EAST END COLONY #31-35-17 WELL  
AND THE EAST END COLONY #31-35-17B WELL  
AS THE PERMITTED WELLS FOR PRODUCTION  
FROM SAID FORMATION WITHIN SAID PERMANENT  
SPACING UNIT.

ORDER NO. 57-2001

Docket No. 213-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 application of Klabzuba Oil & Gas, Inc. is granted as applied for

BOARD ORDER NO. 57-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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  
PERMANENT SPACING UNIT COMPRISED OF SECTION 31,  
T35N-R17E, HILL COUNTY, MONTANA, FOR  
PRODUCTION OF GAS FROM THE EAGLE SAND  
FORMATION AND TO IMPOSE THE NON-JOINDER  
COSTS PROVIDED FOR IN SECTION 82-11-202 (2), MCA.

ORDER NO. 58-2001

Docket No. 214-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 interests in the permanent spacing unit comprised of Section 31, T35N-R17E, Hill County, Montana, for the production of Eagle Sand Formation gas are hereby 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 hereby imposed.

BOARD ORDER NO. 58-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 27,  
T34N-R17E, BLAINE COUNTY, MONTANA, AS A  
PERMANENT SPACING UNIT FOR PRODUCTION  
OF GAS FROM THE EAGLE SAND FORMATION AND  
TO DESIGNATE THE HOCKETT-FEDERAL #27-34-17  
WELL AS THE PERMITTED WELL FOR PRODUCTION  
FROM SAID FORMATION WITHIN SAID PERMANENT  
SPACING UNIT.

ORDER NO. 59-2001

Docket No. 215-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 Section 27, T34N-R17E, Blaine County, Montana, is designated as a permanent spacing unit for production of gas from the Eagle Sand Formation.

IT IS FURTHER ORDERED that the Hockett-Federal #27-34-17 well is designated as the permitted well for production from said formation within said permanent spacing unit.

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



BOARD ORDER NO. 59-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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  
PERMANENT SPACING UNIT COMPRISED OF SECTION 27,  
T34N-R17E, BLAINE COUNTY, MONTANA, FOR  
PRODUCTION OF GAS FROM THE EAGLE SAND  
FORMATION AND TO IMPOSE THE NON-JOINDER  
COSTS PROVIDED FOR IN SECTION 82-11-202 (2), MCA.

ORDER NO. 60-2001

Docket No. 216-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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, subject to the remaining provisions of this paragraph, that all interests in the permanent spacing unit comprised of Section 27, T34N-R17E, Blaine County, Montana, for the production of Eagle Sand Formation gas are hereby pooled on the basis of surface acreage and the non-joinder costs provided by Section 82-11-202 (2), MCA, are imposed on any refusing owner under said section. This Order makes no determination as to what parties, if any, are refusing owners, because a dispute exists on that issue between the Applicant, Klabzuba Oil & Gas, Inc., and Textana, Inc./Sandtana, Inc. Said parties have agreed, subject to the execution and filing with the Board of a written stipulation setting forth the terms of such agreement, to resolve their dispute either by a negotiated settlement or by litigation in a court of competent jurisdiction. In the event that the parties shall fail to execute and file said stipulation with the Board within thirty (30) days of the date of this Order, then this Order shall be void. In that event the Applicant may file a new application for the pooling of the subject lands with the Board, and a full hearing shall then be conducted on such new application by the Board.

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

BOARD ORDER NO. 60-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 30,  
T34N-R18E, BLAINE COUNTY, MONTANA, AS A  
PERMANENT SPACING UNIT FOR PRODUCTION  
OF GAS FROM THE EAGLE SAND FORMATION AND  
TO DESIGNATE THE FEDERAL #30-34-18 WELL  
AND THE FEDERAL #30-34-18B WELL AS THE PERMITTED  
WELLS FOR PRODUCTION FROM SAID FORMATION  
WITHIN SAID PERMANENT SPACING UNIT.

ORDER NO. 61-2001

Docket No. 217-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 application of Klabzuba Oil & Gas, Inc. is granted as applied for.

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

BOARD ORDER NO. 61-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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  
PERMANENT SPACING UNIT COMPRISED OF SECTION 30,  
T34N-R18E, BLAINE COUNTY, MONTANA, FOR  
PRODUCTION OF GAS FROM THE EAGLE SAND  
FORMATION AND TO IMPOSE THE NON-JOINDER  
COSTS PROVIDED FOR IN SECTION 82-11-202 (2), MCA.

ORDER NO. 62-2001

Docket No. 218-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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, subject to the remaining provisions of this paragraph, that all interests in the permanent spacing unit comprised of Section 30, T34N-R18E, Blaine County, Montana, for the production of Eagle Sand Formation gas are hereby pooled on the basis of surface acreage and the non-joinder costs provided by Section 82-11-202 (2), MCA, are imposed on any refusing owner under said section. This Order makes no determination as to what parties, if any, are refusing owners, because a dispute exists on that issue between the Applicant, Klabzuba Oil & Gas, Inc., and Texana, Inc./Sandtana, Inc. Said parties have agreed, subject to the execution and filing with the Board of a written stipulation setting forth the terms of such agreement, to resolve their dispute either by a negotiated settlement or by litigation in a court of competent jurisdiction. In the event that the parties shall fail to execute and file said stipulation with the Board within thirty (30) days of the date of this Order, then this Order shall be void. In that event the Applicant may file a new application for the pooling of the subject lands with the Board, and a full hearing shall then be conducted on such new application by the Board.

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

BOARD ORDER NO. 62-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 29,  
T34N-R18E, BLAINE COUNTY, MONTANA, AS A  
PERMANENT SPACING UNIT FOR PRODUCTION  
OF GAS FROM THE EAGLE SAND FORMATION AND  
TO DESIGNATE THE FEDERAL #29-34-18 WELL  
AS THE PERMITTED WELL FOR PRODUCTION  
FROM SAID FORMATION WITHIN SAID PERMANENT  
SPACING UNIT AND AUTHORIZING THE DRILLING  
OF A SECOND WELL IN THE SPACING UNIT IN  
ACCORDANCE WITH BOARD ORDER 29-2000.

ORDER NO. 63-2001

Docket No. 219-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 application of Klabzuba Oil & Gas, Inc. is granted as applied for.

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



BOARD ORDER NO. 63-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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  
PERMANENT SPACING UNIT COMPRISED OF SECTION 29,  
T34N-R18E, BLAINE COUNTY, MONTANA, FOR  
PRODUCTION OF GAS FROM THE EAGLE SAND  
FORMATION AND TO IMPOSE THE NON-JOINDER  
COSTS PROVIDED FOR IN SECTION 82-11-202 (2), MCA.

ORDER NO. 64-2001

Docket No. 220-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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, subject to the remaining provisions of this paragraph, that all interests in the permanent spacing unit comprised of Section 29, T34N-R18E, Blaine County, Montana, for the production of Eagle Sand Formation gas are hereby pooled on the basis of surface acreage and the non-joinder costs provided by Section 82-11-202 (2), MCA, are imposed on any refusing owner under said section. This Order makes no determination as to what parties, if any, are refusing owners, because a dispute exists on that issue between the Applicant, Klabzuba Oil & Gas, Inc., and Textana, Inc./Sandtana, Inc. Said parties have agreed, subject to the execution and filing with the Board of a written stipulation setting forth the terms of such agreement, to resolve their dispute either by a negotiated settlement or by litigation in a court of competent jurisdiction. In the event that the parties shall fail to execute and file said stipulation with the Board within thirty (30) days of the date of this Order, then this Order shall be void. In that event the Applicant may file a new application for the pooling of the subject lands with the Board, and a full hearing shall then be conducted on such new application by the Board.

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

BOARD ORDER NO. 64-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 22,  
T36N-R15E, HILL COUNTY, MONTANA, AS A  
PERMANENT SPACING UNIT FOR PRODUCTION  
OF GAS FROM THE EAGLE SAND FORMATION AND  
TO DESIGNATE THE METZGER-STATE #22-36-15  
WELL AS THE PERMITTED WELL FOR PRODUCTION  
FROM SAID FORMATION WITHIN SAID PERMANENT  
SPACING UNIT.

ORDER NO. 65-2001

Docket No. 221-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 application of Klabzuba Oil & Gas, Inc. is granted as applied for.

BOARD ORDER NO. 65-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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  
PERMANENT SPACING UNIT COMPRISED OF SECTION 22,  
T36N-R15E, HILL COUNTY, MONTANA, FOR  
PRODUCTION OF GAS FROM THE EAGLE SAND  
FORMATION AND TO IMPOSE THE NON-JOINDER  
COSTS PROVIDED FOR IN SECTION 82-11-202 (2), MCA.

ORDER NO. 66-2001

Docket No. 222-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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, subject to the remaining provisions of this paragraph, that all interests in the permanent spacing unit comprised of Section 22, T36N-R15E, Hill County, Montana, for the production of Eagle Sand Formation gas are hereby pooled on the basis of surface acreage and the non-joinder costs provided by Section 82-11-202 (2), MCA, are imposed on any refusing owner under said section. This Order makes no determination as to what parties, if any, are refusing owners, because a dispute exists on that issue between the Applicant, Klabzuba Oil & Gas, Inc., and Textana, Inc./Sandtana, Inc. Said parties have agreed, subject to the execution and filing with the Board of a written stipulation setting forth the terms of such agreement, to resolve their dispute either by a negotiated settlement or by litigation in a court of competent jurisdiction. In the event that the parties shall fail to execute and file said stipulation with the Board within thirty (30) days of the date of this Order, then this Order shall be void. In that event the Applicant may file a new application for the pooling of the subject lands with the Board, and a full hearing shall then be conducted on such new application by the Board.

BOARD ORDER NO. 66-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 34,  
T36N-R15E, HILL COUNTY, MONTANA, AS A  
PERMANENT SPACING UNIT FOR PRODUCTION  
OF GAS FROM THE EAGLE SAND FORMATION AND  
TO DESIGNATE THE HILLDALE COLONY #34-36-15  
WELL AS THE PERMITTED WELL FOR PRODUCTION  
FROM SAID FORMATION WITHIN SAID PERMANENT  
SPACING UNIT.

ORDER NO. 67-2001

Docket No. 223-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 application of Klabzuba Oil & Gas, Inc. is granted as applied for.



BOARD ORDER NO. 67-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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  
PERMANENT SPACING UNIT COMPRISED OF SECTION 34,  
T36N-R15E, HILL COUNTY, MONTANA, FOR  
PRODUCTION OF GAS FROM THE EAGLE SAND  
FORMATION AND TO IMPOSE THE NON-JOINDER  
COSTS PROVIDED FOR IN SECTION 82-11-202 (2), MCA.

ORDER NO. 68-2001

Docket No. 224-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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, subject to the remaining provisions of this paragraph, that all interests in the permanent spacing unit comprised of Section 34, T36N-R15E, Hill County, Montana, for the production of Eagle Sand Formation gas are hereby pooled on the basis of surface acreage and the non-joinder costs provided by Section 82-11-202 (2), MCA, are imposed on any refusing owner under said section. This Order makes no determination as to what parties, if any, are refusing owners, because a dispute exists on that issue between the Applicant, Klabzuba Oil & Gas, Inc., and Textana, Inc./Sandtana, Inc. Said parties have agreed, subject to the execution and filing with the Board of a written stipulation setting forth the terms of such agreement, to resolve their dispute either by a negotiated settlement or by litigation in a court of competent jurisdiction. In the event that the parties shall fail to execute and file said stipulation with the Board within thirty (30) days of the date of this Order, then this Order shall be void. In that event the Applicant may file a new application for the pooling of the subject lands with the Board, and a full hearing shall then be conducted on such new application by the Board.

BOARD ORDER NO. 68-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 36,  
T33N-R18E, BLAINE COUNTY, MONTANA, AS A  
PERMANENT SPACING UNIT FOR PRODUCTION  
OF GAS FROM THE EAGLE SAND FORMATION AND  
TO DESIGNATE THE STATE #36-33-18 WELL AND THE  
STATE #36-33-18B WELL AS THE PERMITTED WELLS  
FOR PRODUCTION FROM SAID FORMATION WITHIN  
SAID PERMANENT SPACING UNIT.

ORDER NO. 69-2001

Docket No. 225-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 application of Klabzuba Oil & Gas, Inc. is granted as applied for.

BOARD ORDER NO. 69-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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  
PERMANENT SPACING UNIT COMPRISED OF SECTION 36,  
T33N-R18E, BLAINE COUNTY, MONTANA, FOR  
PRODUCTION OF GAS FROM THE EAGLE SAND  
FORMATION AND TO IMPOSE THE NON-JOINDER  
COSTS PROVIDED FOR IN SECTION 82-11-202 (2), MCA.

ORDER NO. 70-2001

Docket No. 226-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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, subject to the remaining provisions of this paragraph, that all interests in the permanent spacing unit comprised of Section 36, T33N-R18E, Blaine County, Montana, for the production of Eagle Sand Formation gas are hereby pooled on the basis of surface acreage and the non-joinder costs provided by Section 82-11-202 (2), MCA, are imposed on any refusing owner under said section. This Order makes no determination as to what parties, if any, are refusing owners, because a dispute exists on that issue between the Applicant, Klabzuba Oil & Gas, Inc., and Textana, Inc./Sandtana, Inc. Said parties have agreed, subject to the execution and filing with the Board of a written stipulation setting forth the terms of such agreement, to resolve their dispute either by a negotiated settlement or by litigation in a court of competent jurisdiction. In the event that the parties shall fail to execute and file said stipulation with the Board within thirty (30) days of the date of this Order, then this Order shall be void. In that event the Applicant may file a new application for the pooling of the subject lands with the Board, and a full hearing shall then be conducted on such new application by the Board.

BOARD ORDER NO. 70-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 3,  
T35N-R15E, HILL COUNTY, MONTANA, AS A  
PERMANENT SPACING UNIT FOR PRODUCTION  
OF GAS FROM THE EAGLE SAND FORMATION AND  
TO DESIGNATE THE HILLDALE COLONY #3-35-15  
WELL AS THE PERMITTED WELL FOR PRODUCTION  
FROM SAID FORMATION WITHIN SAID PERMANENT  
SPACING UNIT.

ORDER NO. 71-2001

Docket No. 227-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 Section 3, T35N-R15E, Hill County, Montana, is designated as a permanent spacing unit for Eagle Sand Formation gas production.

IT IS FURTHER ORDERED that the Hilldale Colony #3-35-15 well is designated as the permitted well for production from said permanent spacing unit.



BOARD ORDER NO. 71-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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  
PERMANENT SPACING UNIT COMPRISED OF SECTION 3,  
T35N-R15E, HILL COUNTY, MONTANA, FOR  
PRODUCTION OF GAS FROM THE EAGLE SAND  
FORMATION AND TO IMPOSE THE NON-JOINDER  
COSTS PROVIDED FOR IN SECTION 82-11-202 (2), MCA.

ORDER NO. 72-2001

Docket No. 228-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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, subject to the remaining provisions of this paragraph, that all interests in the permanent spacing unit comprised of Section 3, T35N-R15E, Hill County, Montana, for the production of Eagle Sand Formation gas are hereby pooled on the basis of surface acreage and the non-joinder costs provided by Section 82-11-202 (2), MCA, are imposed on any refusing owner under said section. This Order makes no determination as to what parties, if any, are refusing owners, because a dispute exists on that issue between the Applicant, Klabzuba Oil & Gas, Inc., and Textana, Inc./Sandtana, Inc. Said parties have agreed, subject to the execution and filing with the Board of a written stipulation setting forth the terms of such agreement, to resolve their dispute either by a negotiated settlement or by litigation in a court of competent jurisdiction. In the event that the parties shall fail to execute and file said stipulation with the Board within thirty (30) days of the date of this Order, then this Order shall be void. In that event the Applicant may file a new application for the pooling of the subject lands with the Board, and a full hearing shall then be conducted on such new application by the Board.

BOARD ORDER NO. 72-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

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

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 11,  
T35N-R15E, HILL COUNTY, MONTANA, AS A  
PERMANENT SPACING UNIT FOR PRODUCTION  
OF GAS FROM THE EAGLE SAND FORMATION AND  
TO DESIGNATE THE WILLOW CREEK-FEDERAL  
#11-35-15 WELL AS THE PERMITTED WELL FOR  
PRODUCTION FROM SAID FORMATION WITHIN  
SAID PERMANENT SPACING UNIT.

ORDER NO. 73-2001

Docket No. 229-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 application of Klabzuba Oil & Gas, Inc. is granted as applied for.

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

BOARD ORDER NO. 73-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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  
PERMANENT SPACING UNIT COMPRISED OF SECTION 11,  
T35N-R15E, HILL COUNTY, MONTANA, FOR  
PRODUCTION OF GAS FROM THE EAGLE SAND  
FORMATION AND TO IMPOSE THE NON-JOINDER  
COSTS PROVIDED FOR IN SECTION 82-11-202 (2), MCA.

ORDER NO. 74-2001

Docket No. 230-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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, subject to the remaining provisions of this paragraph, that all interests in the permanent spacing unit comprised of Section 11, T35N-R15E, Hill County, Montana, for the production of Eagle Sand Formation gas are hereby pooled on the basis of surface acreage and the non-joinder costs provided by Section 82-11-202 (2), MCA, are imposed on any refusing owner under said section. This Order makes no determination as to what parties, if any, are refusing owners, because a dispute exists on that issue between the Applicant, Klabzuba Oil & Gas, Inc., and Textana, Inc./Sandtana, Inc. Said parties have agreed, subject to the execution and filing with the Board of a written stipulation setting forth the terms of such agreement, to resolve their dispute either by a negotiated settlement or by litigation in a court of competent jurisdiction. In the event that the parties shall fail to execute and file said stipulation with the Board within thirty (30) days of the date of this Order, then this Order shall be void. In that event the Applicant may file a new application for the pooling of the subject lands with the Board, and a full hearing shall then be conducted on such new application by the Board.

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

BOARD ORDER NO. 74-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 15,  
T34N-R18E, BLAINE COUNTY, MONTANA, AS A  
PERMANENT SPACING UNIT FOR PRODUCTION  
OF GAS FROM THE EAGLE SAND FORMATION AND  
TO DESIGNATE THE HALL #15-34-18 WELL AS  
THE PERMITTED WELL FOR PRODUCTION  
FROM SAID FORMATION WITHIN SAID PERMANENT  
SPACING UNIT.

ORDER NO. 75-2001

Docket No. 231-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 application of Klabzuba Oil & Gas, Inc. is granted as applied for.



BOARD ORDER NO. 75-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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  
PERMANENT SPACING UNIT COMPRISED OF SECTION 15,  
T34N-R18E, BLAINE COUNTY, MONTANA, FOR  
PRODUCTION OF GAS FROM THE EAGLE SAND  
FORMATION AND TO IMPOSE THE NON-JOINDER  
COSTS PROVIDED FOR IN SECTION 82-11-202 (2), MCA.

ORDER NO. 76-2001

Docket No. 232-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 herein after 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, subject to the remaining provisions of this paragraph, that all interests in the permanent spacing unit comprised of Section 15, T34N-R18E, Blaine County, Montana, for the production of Eagle Sand Formation gas are hereby pooled on the basis of surface acreage and the non-joinder costs provided by Section 82-11-202 (2), MCA, are imposed on any refusing owner under said section. This Order makes no determination as to what parties, if any, are refusing owners, because a dispute exists on that issue between the Applicant, Klabzuba Oil & Gas, Inc., and Textana, Inc./Sandtana, Inc. Said parties have agreed, subject to the execution and filing with the Board of a written stipulation setting forth the terms of such agreement, to resolve their dispute either by a negotiated settlement or by litigation in a court of competent jurisdiction. In the event that the parties shall fail to execute and file said stipulation with the Board within thirty (30) days of the date of this Order, then this Order shall be void. In that event the Applicant may file a new application for the pooling of the subject lands with the Board, and a full hearing shall then be conducted on such new application by the Board.

BOARD ORDER NO. 76-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 22,  
T35N-R19E, BLAINE COUNTY, MONTANA, AS A  
PERMANENT SPACING UNIT FOR PRODUCTION  
OF GAS FROM THE EAGLE SAND FORMATION AND  
TO DESIGNATE THE FEDERAL #22-35-19 WELL AS  
THE PERMITTED WELL FOR PRODUCTION  
FROM SAID FORMATION WITHIN SAID PERMANENT  
SPACING UNIT.

ORDER NO. 77-2001

Docket No. 233-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 application of Klabzuba Oil & Gas, Inc. is granted as applied for.

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

BOARD ORDER NO. 77-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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  
PERMANENT SPACING UNIT COMPRISED OF SECTION 22,  
T35N-R19E, BLAINE COUNTY, MONTANA, FOR  
PRODUCTION OF GAS FROM THE EAGLE SAND  
FORMATION AND TO IMPOSE THE NON-JOINDER  
COSTS PROVIDED FOR IN SECTION 82-11-202 (2), MCA.

ORDER NO. 78-2001

Docket No. 234-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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, subject to the remaining provisions of this paragraph, that all interests in the permanent spacing unit comprised of Section 22, T35N-R19E, Blaine County, Montana, for the production of Eagle Sand Formation gas are hereby pooled on the basis of surface acreage and the non-joinder costs provided by Section 82-11-202 (2), MCA, are imposed on any refusing owner under said section. This Order makes no determination as to what parties, if any, are refusing owners, because a dispute exists on that issue between the Applicant, Klabzuba Oil & Gas, Inc., and Textana, Inc./Sandtana, Inc. Said parties have agreed, subject to the execution and filing with the Board of a written stipulation setting forth the terms of such agreement, to resolve their dispute either by a negotiated settlement or by litigation in a court of competent jurisdiction. In the event that the parties shall fail to execute and file said stipulation with the Board within thirty (30) days of the date of this Order, then this Order shall be void. In that event the Applicant may file a new application for the pooling of the subject lands with the Board, and a full hearing shall then be conducted on such new application by the Board.

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

BOARD ORDER NO. 78-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 18,  
T35N-R17E, HILL COUNTY, MONTANA, AS A  
PERMANENT SPACING UNIT FOR PRODUCTION  
OF GAS FROM THE EAGLE SAND FORMATION AND  
TO DESIGNATE THE ARNEY-LAFRENZ #18-35-17 WELL  
AS THE PERMITTED WELL FOR PRODUCTION  
FROM SAID FORMATION WITHIN SAID PERMANENT  
SPACING UNIT.

ORDER NO. 79-2001

Docket No. 235-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 application of Klabzuba Oil & Gas, Inc. is granted as applied for.



BOARD ORDER NO. 79-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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  
PERMANENT SPACING UNIT COMPRISED OF SECTION 18,  
T35N-R17E, HILL COUNTY, MONTANA, FOR  
PRODUCTION OF GAS FROM THE EAGLE SAND  
FORMATION AND TO IMPOSE THE NON-JOINDER  
COSTS PROVIDED FOR IN SECTION 82-11-202 (2), MCA.

ORDER NO. 80-2001

Docket No. 236-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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, subject to the remaining provisions of this paragraph, that all interests in the permanent spacing unit comprised of Section 18, T35N-R17E, Hill County, Montana, for the production of Eagle Sand Formation gas are hereby pooled on the basis of surface acreage and the non-joinder costs provided by Section 82-11-202 (2), MCA, are imposed on any refusing owner under said section. This Order makes no determination as to what parties, if any, are refusing owners, because a dispute exists on that issue between the Applicant, Klabzuba Oil & Gas, Inc., and Textana, Inc./Sandtana, Inc. Said parties have agreed, subject to the execution and filing with the Board of a written stipulation setting forth the terms of such agreement, to resolve their dispute either by a negotiated settlement or by litigation in a court of competent jurisdiction. In the event that the parties shall fail to execute and file said stipulation with the Board within thirty (30) days of the date of this Order, then this Order shall be void. In that event the Applicant may file a new application for the pooling of the subject lands with the Board, and a full hearing shall then be conducted on such new application by the Board.

BOARD ORDER NO. 80-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 15,  
T33N-R18E, BLAINE COUNTY, MONTANA, AS A  
PERMANENT SPACING UNIT FOR PRODUCTION  
OF GAS FROM THE EAGLE SAND FORMATION AND  
TO DESIGNATE THE BRIESE BROTHERS #15-33-18  
WELL AS THE PERMITTED WELL FOR PRODUCTION  
FROM SAID FORMATION WITHIN SAID PERMANENT  
SPACING UNIT.

ORDER NO. 81-2001

Docket No. 237-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 application of Klabzuba Oil & Gas, Inc. is granted as applied for.

BOARD ORDER NO. 81-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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  
PERMANENT SPACING UNIT COMPRISED OF SECTION 15,  
T33N-R18E, BLAINE COUNTY, MONTANA, FOR  
PRODUCTION OF GAS FROM THE EA GLE SAND  
FORMATION AND TO IMPOSE THE NON-JOINDER  
COSTS PROVIDED FOR IN SECTION 82-11-202 (2), MCA.

ORDER NO. 82-2001

Docket No. 238-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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, subject to the remaining provisions of this paragraph, that all interests in the permanent spacing unit comprised of Section 15, T33N-R18E, Blaine County, Montana, for the production of Eagle Sand Formation gas are hereby pooled on the basis of surface acreage and the non-joinder costs provided by Section 82-11-202 (2), MCA, are imposed on any refusing owner under said section. This Order makes no determination as to what parties, if any, are refusing owners, because a dispute exists on that issue between the Applicant, Klabzuba Oil & Gas, Inc., and Textana, Inc./Sandtana, Inc. Said parties have agreed, subject to the execution and filing with the Board of a written stipulation setting forth the terms of such agreement, to resolve their dispute either by a negotiated settlement or by litigation in a court of competent jurisdiction. In the event that the parties shall fail to execute and file said stipulation with the Board within thirty (30) days of the date of this Order, then this Order shall be void. In that event the Applicant may file a new application for the pooling of the subject lands with the Board, and a full hearing shall then be conducted on such new application by the Board.

BOARD ORDER NO. 82-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 S½ OF SECTION 25  
AND THE N½ OF SECTION 36, T35N-R15E, HILL  
COUNTY, MONTANA, AS A PERMANENT SPACING  
UNIT FOR PRODUCTION OF EAGLE SAND GAS AND  
TO DESIGNATE APPLICANT'S VERPLOEGEN #25-35-15  
WELL AS THE PERMITTED WELL FOR PRODUCTION  
FROM SAID FORMATION WITHIN THE PERMANENT  
SPACING UNIT.

ORDER NO. 90-2001

Docket No. 239-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 application of Klazuba Oil & Gas, Inc. is granted as applied for.



BOARD ORDER NO. 90-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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  
PERMANENT SPACING UNIT COMPRISED OF THE S½  
OF SECTION 25 AND THE N½ OF SECTION 36, T35N-R15E,  
HILL COUNTY, MONTANA, FOR PRODUCTION OF  
EAGLE SAND FORMATION GAS AND TO IMPOSE  
NON-JOINDER COSTS.

ORDER NO. 83-2001

Docket No. 240-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 interests in said permanent spacing unit are hereby 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 hereby imposed.

BOARD ORDER NO. 83-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION KLABZUBA  
OIL & GAS, INC. TO IMPOSE NON-JOINDER COSTS  
WITH RESPECT TO THE DRILLING AND COMPLETION  
OF THE HALL #1-33-18B WELL IN THE SPACING  
UNIT COMPRISED OF ALL OF SECTION 1, T33N-R18E,  
BLAINE COUNTY, MONTANA.

ORDER NO. 84-2001

Docket No. 241-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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, subject to the remaining provisions of this paragraph, that the non-joinder costs provided by Section 82-11-202 (2), MCA, are imposed on any refusing owner under said section. This Order makes no determination as to what parties, if any, are refusing owners, because a dispute exists on that issue between the Applicant, Klabzuba Oil & Gas, Inc., and Textana, Inc./Sandtana, Inc. Said parties have agreed, subject to the execution and filing with the Board of a written stipulation setting forth the terms of such agreement, to resolve their dispute either by a negotiated settlement or by litigation in a court of competent jurisdiction. In the event that the parties shall fail to execute and file said stipulation with the Board within thirty (30) days of the date of this Order, then this Order shall be void. In that event the Applicant may file a new application for the pooling of the subject lands with the Board, and a full hearing shall then be conducted on such new application by the Board.

BOARD ORDER NO. 84-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 WELL IN  
THE PERMANENT SPACING UNIT COMPRISED OF  
THE S½ OF SECTION 8 AND THE N½ OF SECTION 17,  
T33N-R14E, HILL COUNTY, MONTANA.

ORDER NO. 85-2001

Docket No. 242-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 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 well in the permanent spacing unit comprised of the S½ of Section 8 and the N½ of Section 17, T33N-R14E, Hill County, Montana, to test prospective zones and formations from the surface to the base of the Second White Specks Formation at a location 50 FNL and 2500 FEL of said Section 17 as an exception to Board Order 124-2000.

IT IS FURTHER ORDERED that applicant is authorized a 75 foot tolerance from said location in any direction for topographic reasons.

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

BOARD ORDER NO. 85-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 EAGLE  
SAND FORMATION GAS WELL IN THE PERMANENT  
SPACING UNIT COMPRISED OF THE S½ OF SECTION 8  
AND THE N½ OF SECTION 17, T33N-R14E, HILL  
COUNTY, MONTANA, AS AN EXCEPTION TO BOARD  
ORDER 124-2000.

ORDER NO. 86-2001

Docket No. 243-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Klabzuba Oil & Gas, Inc. is authorized to drill an additional Eagle Sand Formation gas well at a location 1500 FSL and 1500 FEL of Section 8, T33N-R14E, Hill County, Montana, with a 75 foot tolerance in any direction for topographic reasons as an exception to Board Order 124-2000.

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



BOARD ORDER NO. 86-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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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 EAGLE  
SAND GAS WELL AT A LOCATION 1450 FSL AND  
1320 FWL OF SECTION 8, T33N-R14E, HILL COUNTY,  
MONTANA, WITH A 75 FOOT TOLERANCE IN ANY  
DIRECTION FOR TOPOGRAPHIC REASONS AS AN  
EXCEPTION TO BOARD ORDER 124-2000.

ORDER NO. 87-2001

Docket No. 244-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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 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. is granted as applied for.

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

BOARD ORDER NO. 87-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE FAILURE OF CUT BANK GAS  
COMPANY TO INCREASE ITS BOND TO \$25,000 AS  
REQUIRED BY A.R.M. 36.22.1308 (1) (C).

ORDER NO. 88-2001

Docket No. 248-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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. Respondent is now in compliance with Board rules on bonding.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that this docket is dismissed.

BOARD ORDER NO. 88-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE FAILURE OF DELPHI  
INTERNATIONAL, INC. TO INCREASE ITS BOND TO  
\$25,000 AS REQUIRED BY A.R.M. 36.22.1308 (1) (C).

ORDER NO. 89-2001

Docket No. 249-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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. Respondent is now in compliance with Board rules on bonding.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that this docket is dismissed.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE FAILURE OF EASTERN  
AMERICAN ENERGY CORP. TO INCREASE ITS BOND  
TO \$25,000 AS REQUIRED BY A.R.M. 36.22.1308 (1) (C).

ORDER NO. 91-2001

Docket No. 250-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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. Respondent is now in compliance with Board rules on bonding.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that this docket is dismissed.



BOARD ORDER NO. 91-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE FAILURE OF R. W. PARSELL  
TO INCREASE HIS BOND TO \$25,000 AS REQUIRED  
BY A.R.M. 36.22.1308 (1) (C).

ORDER NO. 92-2001

Docket No. 252-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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. Respondent is now in compliance with Board rules on bonding.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that this docket is dismissed.

BOARD ORDER NO. 92-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE FAILURE OF SHADCO  
TO INCREASE ITS BOND TO \$25,000 AS  
REQUIRED BY A.R.M. 36.22.1308 (1) (C).

ORDER NO. 93-2001

Docket No. 254-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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. Respondent is now in compliance with Board rules on bonding.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that this docket is dismissed.

BOARD ORDER NO. 93-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE FAILURE OF LYNN  
STEWART TO INCREASE HIS BOND TO  
\$25,000 AS REQUIRED BY A.R.M. 36.22.1308 (1) (C).

ORDER NO. 94-2001

Docket No. 255-2000

Report of the Board

The above entitled cause came on regularly for hearing on the 15th day of February, 2001, 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. Respondent is now in compliance with Board rules on bonding.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that this docket is dismissed.

BOARD ORDER NO. 94-2001

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 15th day of February, 2001.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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George Galuska, Board Member

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Jack King, Board Member

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Allen Kolstad, Board Member

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Stanley Lund, Board Member

ATTEST:

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Elaine Mitchell, Board Member

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Terri H. Perrigo, Executive Secretary

