

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 A TEMPORARY SPACING UNIT
COMPRISED OF ALL OF SECTION 6, T24N-R55E
AND ALL OF SECTION 35, T25N-R54E, RICHLAND
COUNTY, MONTANA, FOR THE DRILLING OF
AN EXTENDED-LENGTH DUAL-LATERAL
HORIZONTAL WELL TO THE BAKKEN FORMATION.

ORDER NO. 1-2003

Docket No. 2-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana, that a temporary spacing unit comprised of all of Section 6, T24N-R55E and all of Section 35, T25N-R54E, Richland County, Montana, is designated for the drilling of an extended-length dual-lateral horizontal well to the Bakken Formation.

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

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

BOARD ORDER NO. 1-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
HEADINGTON OIL, LIMITED PARTNERSHIP
TO DESIGNATE ALL OF SECTION 1, T24N-R54E
AND ALL OF SECTION 34, T25N-R54E, RICHLAND
COUNTY, MONTANA, AS A TEMPORARY SPACING
UNIT TO DRILL AN EXTENDED-LENGTH
DUAL-LATERAL HORIZONTAL WELL TO THE
BAKKEN FORMATION.

ORDER NO. 2-2003

Docket No. 3-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Section 1, T24N-R54E and all of Section 34, T25N-R54E, Richland County, Montana, is designated as a temporary spacing unit for the drilling of an extended-length dual-lateral horizontal well to the Bakken Formation.

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

BOARD ORDER NO. 2-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, 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
HEADINGTON OIL, LIMITED PARTNERSHIP
TO DESIGNATE ALL OF SECTION 18, T24N-R55E,
RICHLAND COUNTY, MONTANA, AS A FIELD
AND PERMANENT SPACING UNIT FOR
PRODUCTION OF OIL AND ASSOCIATED
NATURAL GAS FROM THE BAKKEN FORMATION
AND DESIGNATING APPLICANT'S WCA
FOUNDATION #21X-18 WELL AS THE ONLY
AUTHORIZED WELL FOR SAID SPACING UNIT.

ORDER NO. 3-2003

Docket No. 4-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Headington Oil, Limited Partnership is granted as applied for.

BOARD ORDER NO. 3-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
KLABZUBA OIL & GAS, INC. TO DRILL AN
ADDITIONAL EAGLE AND NIOBRARA
FORMATION GAS WELL 1800' FSL AND
1600' FWL OF SECTION 31, T36N-R16E,
HILL COUNTY, MONTANA, WITH A
75-FOOT TOLERANCE IN ANY DIRECTION
FOR TOPOGRAPHIC REASONS AS AN
EXCEPTION TO BOARD ORDER 20-2000.

ORDER NO. 4-2003

Docket No. 5-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Klabzuba Oil & Gas, Inc. is authorized to drill an additional Eagle and Niobrara Formation gas well 1800' FSL and 1600' FWL of Section 31, T36N-R16E, with a 75-foot tolerance in any direction as an exception to Board Order 20-2000.

BOARD ORDER NO. 4-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
KLABZUBA OIL & GAS, INC. TO DRILL AN
EAGLE SAND FORMATION 690' FNL AND
1850' FWL IN SECTION 6, T37N-R15E, HILL
COUNTY, MONTANA, WITH A 75-FOOT
TOLERANCE IN ANY DIRECTION FOR
TOPOGRAPHIC REASONS AS AN EXCEPTION
TO A.R.M. 36.22.702.

ORDER NO. 5-2003

Docket No. 6-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Klabzuba Oil & Gas, Inc. is granted as applied for.

BOARD ORDER NO. 5-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
KLABZUBA OIL & GAS, INC. TO DESIGNATE
THE E½ OF SECTION 19 AND THE W½ OF
SECTION 20, T37N-R15E, HILL COUNTY,
MONTANA, AS A TEMPORARY SPACING
UNIT AND TO DRILL AN EAGLE SAND
FORMATION GAS WELL 40' FEL AND
2550' FSL OF SAID SECTION 19 WITH A
150-FOOT TOLERANCE IN ANY DIRECTION
FOR TOPOGRAPHIC REASONS AS AN
EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 6-2003

Docket No. 7-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 6-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
KLABZUBA OIL & GAS, INC. TO DESIGNATE
THE S½ OF SECTION 14, T34N-R15E, HILL
COUNTY, MONTANA, AS A TEMPORARY
SPACING UNIT FOR EAGLE SAND PRODUCTION
AND AUTHORIZING THE DRILLING OF AN
EAGLE SAND FORMATION GAS WELL 800' FSL
AND 990' FWL OF SAID SECTION 14 WITH A
75-FOOT TOLERANCE IN ANY DIRECTION
FOR TOPOGRAPHIC REASONS AS AN EXCEPTION
TO A.R.M. 36.22.702.

ORDER NO. 7-2003

Docket No. 8-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

IT IS FURTHER ORDERED that applicant must hold potentially disputed shares in escrow until permanent spacing, which must be applied for within 120 days after first production.

BOARD ORDER NO. 7-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
KLABZUBA OIL & GAS, INC. TO DESIGNATE
THE S½ OF SECTION 19 AND THE N½ OF
SECTION 30, T36N-R16E, HILL COUNTY,
MONTANA, AS A PERMANENT SPACING
UNIT FOR PRODUCTION OF GAS FROM THE
EAGLE SAND AND NIOBRARA FORMATIONS
THROUGH THE DUSEK RANCH #19-36-16C
WELLBORE AND AUTHORIZING THE DOWNHOLE
COMMINGLING OF GAS PRODUCED FROM SAID
FORMATIONS.

ORDER NO. 8-2003

Docket No. 9-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner hereafter 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. 8-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
KLABZUBA OIL & GAS, INC. TO DESIGNATE
THE S½ OF SECTION 18 AND THE N½ OF
SECTION 19, T36N-R16E, HILL COUNTY,
MONTANA, AS A PERMANENT SPACING
UNIT FOR PRODUCTION FROM THE
EAGLE SAND AND NIOBRARA
FORMATIONS THROUGH THE DUSEK RANCH
#19-36-16B WELLBORE AND AUTHORIZING THE
DOWNHOLE COMMINGLING OF GAS PRODUCED
FROM SAID FORMATIONS.

ORDER NO. 9-2003

Docket No. 10-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.

2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

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

BOARD ORDER NO. 9-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
KLABUZBA OIL & GAS, INC. TO DESIGNATE
ALL OF SECTION 12, T25N-R18E, BLAINE
COUNTY, MONTANA, AS A PERMANENT
SPACING UNIT FOR PRODUCTION OF GAS
FROM THE JUDITH RIVER FORMATION AND
DESIGNATING THE REEVES-FEDERAL #12-25-18C
WELL AS THE PERMITTED WELL FOR PRODUCTION
FROM SAID FORMATION WITHIN THE PERMANENT
SPACING UNIT.

ORDER NO. 10-2003

Docket No. 11-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

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

BOARD ORDER NO. 10-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
KLABZUBA OIL & GAS, INC. FOR AN ORDER
POOLING ALL INTERESTS IN THE SPACING
UNIT COMPRISED OF SECTION 12, T25N-R18E,
BLAINE COUNTY, MONTANA, FOR THE
PRODUCTION OF JUDITH RIVER FORMATION
GAS AND IMPOSING NON-JOINDER COSTS
PROVIDED BY SECTION 82-11-202 (2), M.C.A.

ORDER NO. 11-2003

Docket No. 12-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all interests in the spacing unit comprised of Section 12, T25N-R18E, Blaine County, for production of Judith River gas is pooled on the basis of surface acreage.

IT IS FURTHER ORDERED that the non-joinder costs provided by Section 82-11-202 (2), M.C.A. are imposed.

BOARD ORDER NO. 11-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
OCEAN ENERGY, INC. TO CREATE A PERMANENT
SPACING UNIT IN SECTION 33, T30N-R15E,
HILL COUNTY, MONTANA, FOR THE PURPOSES
OF EAGLE SAND FORMATION GAS PRODUCTION
FROM THE BOYCE #33-02-30-15 WELL LOCATED
148' FNL AND 1701' FEL OF SAID SECTION 33.

ORDER NO. 12-2003

Docket No. 14-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the NE¼ of Section 33, T30N-R15E, Hill County, Montana, is designated as a permanent spacing unit for production of Eagle Sand Formation gas from the Boyce #33-02-30-15 well located 148' FNL and 1701' FEL of said Section 33.

BOARD ORDER NO. 12-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
OCEAN ENERGY, INC. TO DRILL AN
ADDITIONAL EAGLE SAND FORMATION
GAS WELL ANYWHERE WITHIN SECTION 27,
T26N-R19E, BLAINE COUNTY, MONTANA,
BUT NOT CLOSER THAN 500 FEET TO THE
EXTERIOR BOUNDARIES THEREOF AS AN
EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 13-2003

Docket No. 16-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Ocean Energy, Inc. is granted as applied for.

BOARD ORDER NO. 13-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
OCEAN ENERGY, INC. TO DRILL AN
ADDITIONAL EAGLE SAND FORMATION
GAS WELL ANYWHERE WITHIN SECTION 34,
T26N-R19E, BLAINE COUNTY, MONTANA,
BUT NOT CLOSER THAN 300 FEET TO THE
EXTERIOR BOUNDARIES THEREOF AS AN
EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 14-2003

Docket No. 17-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.

2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Ocean Energy, Inc. is granted as applied for.

BOARD ORDER NO. 14-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
OCEAN ENERGY, INC. TO DRILL AN
ADDITIONAL EAGLE SAND FORMATION
GAS WELL ANYWHERE WITHIN SECTION 18,
T26N-R18E, BLAINE COUNTY, MONTANA, BUT
NOT CLOSER THAN 990 FEET TO THE EXTERIOR
BOUNDARIES THEREOF AS AN EXCEPTION TO
A.R.M. 36.22.702.

ORDER NO. 15-2003

Docket No. 18-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Ocean Energy, Inc. is granted as applied for.

BOARD ORDER NO. 15-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
OCEAN ENERGY, INC. TO DRILL AN ADDITIONAL
EAGLE SAND FORMATION GAS WELL ANYWHERE
WITHIN SECTION 11, T26N-R18E, BLAINE COUNTY,
MONTANA, BUT NOT CLOSER THAN 460 FEET
TO THE EXTERIOR BOUNDARIES THEREOF AS AN
EXCEPTION TO A.R.M. 36.22.702

ORDER NO. 16-2003

Docket No. 19-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Ocean Energy, Inc. is granted as applied for.

BOARD ORDER NO. 16-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
OCEAN ENERGY, INC. TO DRILL AN
ADDITIONAL EAGLE SAND FORMATION
GAS WELL ANYWHERE WITHIN SECTION 12,
T26N-R18E, BLAINE COUNTY, MONTANA,
BUT NOT CLOSER THAN 400 FEET TO THE
EXTERIOR BOUNDARIES THEREOF AS AN
EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 17-2003

Docket No. 20-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity present evidence, oral and documentary.

2. The evidence indicates that granting the application in the manner herein 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, Inc. is granted as applied for.

BOARD ORDER NO. 17-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
OCEAN ENERGY, INC. TO DRILL AN
ADDITIONAL EAGLE SAND FORMATION
GAS WELL ANYWHERE WITHIN SECTION 18,
T26N-R19E, BLAINE COUNTY, MONTANA,
BUT NOT CLOSER THAN 460 FEET TO THE
EXTERIOR BOUNDARIES THEREOF AS AN
EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 18-2003

Docket No. 21-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Ocean Energy, Inc. is granted as applied for.

BOARD ORDER NO. 18-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
OCEAN ENERGY, INC. TO DRILL TWO
ADDITIONAL EAGLE SAND FORMATION
GAS WELLS ANYWHERE WITHIN
SECTION 3, T26N-R17E, BLAINE COUNTY,
MONTANA, BUT NOT CLOSER THAN
700 FEET TO THE EXTERIOR BOUNDARIES
THEREOF AS AN EXCEPTION TO A.R.M.
36.22.702 AND BOARD ORDER 65-98.

ORDER NO. 19-2003

Docket No. 22-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Ocean Energy, Inc. is granted as applied for.

BOARD ORDER NO. 19-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
OCEAN ENERGY, INC. TO DRILL AN
ADDITIONAL EAGLE SAND FORMATION
GAS WELL ANYWHERE WITHIN SECTION 10,
T26N-R17E, BLAINE COUNTY, MONTANA,
BUT NOT CLOSER THAN 990 FEET TO THE
EXTERIOR BOUNDARIES THEREOF AS AN
EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 20-2003

Docket No. 23-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.

2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Ocean Energy, Inc. is granted as applied for.

BOARD ORDER NO. 20-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
OCEAN ENERGY, INC. TO DRILL AN
EAGLE SAND FORMATION GAS WELL
990' FWL AND 1640' FNL OF SECTION 11,
T26N-R17E, BLAINE COUNTY, MONTANA,
WITH A 200-FOOT TOLERANCE FOR
TOPOGRAPHIC OR ARCHAEOLOGIC
REASONS AS AN EXCEPTION TO
BOARD ORDER 51-97.

ORDER NO. 21-2003

Docket No. 24-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Ocean Energy, Inc. is granted as applied for.

BOARD ORDER NO. 21-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
OCEAN ENERGY, INC. TO DRILL AN
ADDITIONAL EAGLE SAND FORMATION
GAS WELL ANYWHERE WITHIN SECTION 36,
T30N-R15E, HILL COUNTY, MONTANA, BUT
NOT CLOSER THAN 990 FEET TO THE
EXTERIOR BOUNDARIES THEREOF AS AN
EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 22-2003

Docket No. 27-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.

2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Ocean Energy, Inc. is granted as applied for.

BOARD ORDER NO. 22-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
OCEAN ENERGY, INC. TO DRILL AN
ADDITIONAL EAGLE SAND FORMATION
GAS WELL 1124' FNL AND 1020' FWL OF
SECTION 36, T30N-R15E, HILL COUNTY,
MONTANA, WITH A 200-FOOT TOLERANCE
FOR TOPOGRAPHIC OR ARCHAEOLOGIC
REASONS AS AN EXCEPTION TO A.R.M.
36.22.702.

ORDER NO. 23-2003

Docket No. 28-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Ocean Energy, Inc. is granted as applied for.

BOARD ORDER NO. 23-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
OCEAN ENERGY, INC. TO DRILL AN
EAGLE SAND FORMATION GAS WELL
660' FNL AND 660' FEL OF SECTION 24,
T26N-R18E, BLAINE COUNTY, MONTANA,
WITH A 200-FOOT TOLERANCE IN ANY
DIRECTION FOR TOPOGRAPHIC OR
ARCHAEOLOGIC REASONS AS AN
EXCEPTION TO A.R.M. 36.22.702 AND
BOARD ORDER 56-97.

ORDER NO. 24-2003

Docket No. 29-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.

2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Ocean Energy, Inc. is granted as applied for.

BOARD ORDER NO. 24-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
OCEAN ENERGY, INC. TO DRILL AN
EAGLE-VIRGELLE FORMATION GAS WELL
990' FNL AND 1980' FEL OF SECTION 33,
T27N-R17E, CHOUTEAU COUNTY, MONTANA,
WITH A 200-FOOT FOR TOPOGRAPHIC OR
ARCHAEOLOGIC REASONS AS AN
EXCEPTION TO BOARD ORDER 26-74.
[BULLWACKER FIELD]

ORDER NO. 25-2003

Docket No. 30-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Ocean Energy, Inc. is granted as applied for.

BOARD ORDER NO. 25-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
OCEAN ENERGY, INC. TO DRILL AN
EAGLE-VIRGELLE GAS WELL ANYWHERE
WITHIN THE N½ OF SECTION 27, T27N-R15E,
CHOUTEAU COUNTY, MONTANA, BUT NOT
CLOSER THAN 400 FEET TO THE EXTERIOR
BOUNDARIES THEREOF AS AN EXCEPTION
TO BOARD ORDER 26-74. [BULLWACKER
FIELD]

ORDER NO. 26-2003

Docket No. 31-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.

2. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Ocean Energy, Inc. is granted as applied for.

BOARD ORDER NO. 26-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
OCEAN ENERGY, INC. TO AMEND THE
TIGER RIDGE FIELD RULES TO CREATE
TWO PERMANENT SPACING UNITS
COMPRISED OF THE NW¼ AND THE SW¼
OF SECTION 15, T32N-R17E, HILL COUNTY,
MONTANA, AND TO DESIGNATE
APPLICANT'S DAVEY#15-13-32-17 WELL
AS THE PERMITTED WELL IN THE
SPACING UNIT COMPRISED OF THE SW¼
OF SECTION 15.

ORDER NO. 27-2003

Docket No. 32-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Ocean Energy, Inc. is granted as applied for.

IT IS FURTHER ORDERED that applicant must reach a border agreement to resolve drainage issues with offsetting interests within six (6) months of the date of this order, or a hearing will be set at that time to protect correlative rights.

BOARD ORDER NO. 27-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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 OCEAN ENERGY, INC. TO DRILL
AN ADDITIONAL EAGLE SAND GAS
WELL WITHIN THE SPACING UNIT
COMPRISED OF THE NE¼ OF SECTION 35,
T30N-R15E, HILL COUNTY, MONTANA,
AT A LOCATION 700' FNL AND 1900' FEL
WITH A 200-FOOT TOLERANCE IN ANY
DIRECTION FOR TOPOGRAPHIC OR
ARCHAEOLOGIC REASONS AS AN
EXCEPTION TO BOARD ORDERS
26-74 AND 30-89. [TIGER RIDGE FIELD]

ORDER NO. 28-2003

Docket No. 33-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Ocean Energy, Inc. is authorized to drill an additional Eagle Sand Formation gas well within the spacing unit comprised of the NE¼ of Section 35, T30N-R15E, Hill County, Montana, at a location 756' FNL and 2053' FEL of said Section 35 as an exception to Board Orders 26-74 and 30-89.

BOARD ORDER NO. 28-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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 OCEAN ENERGY, INC. TO DRILL AN
ADDITIONAL EAGLE SAND FORMATION
GAS WELL WITHIN THE SPACING UNIT
COMPRISED OF THE NE¼ OF SECTION 35,
T30N-R15E, HILL COUNTY, MONTANA,
AT A LOCATION 1850' FNL AND 1690' FEL
WITH A 200-FOOT TOLERANCE IN ANY
DIRECTION FOR TOPOGRAPHIC OR
ARCHAEOLOGIC REASONS AS AN
EXCEPTION TO BOARD ORDERS NO.
26-74 AND 30-89. [TIGER RIDGE FIELD]

ORDER NO. 29-2003

Docket No. 34-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Ocean Energy, Inc. is authorized to drill an additional Eagle Sand Formation gas well at a location 1850' FNL and 1690' FEL of Section 35, T30N-R15E, Hill County, Montana, as an exception to o Board Orders 26-74 and 30-89.

BOARD ORDER NO. 29-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
CORTEZ OPERATING COMPANY TO
DRILL ITS CORTEZ OPERATING GAS CITY 14X-27
WELL FOR THE PURPOSE OF WATER
INJECTION INTO THE DAKOTA FORMATION
WITHIN THE GAS CITY UNIT. THE PROPOSED
WELL IS LOCATED 660' FSL AND 1150' FWL
OF SECTION 27, T14N-R55E, DAWSON
COUNTY, MONTANA.

ORDER NO. 30-2003

Docket No. 35-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 30-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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 CORTEZ OPERATING COMPANY TO
DRILL ITS GAS CITY 22-2AR WELL AS A
WATER INJECTION WELL WITHIN THE
GAS CITY UNIT IN DAWSON COUNTY,
MONTANA, SAID WELL TO BE LOCATED
1735' FNL AND 1705' FWL OF SECTION 2,
T13N-R55E, AND USED TO DISPOSE OF
PRODUCED WATER BY INJECTING INTO
THE DAKOTA FORMATION.

ORDER NO. 31-2003

Docket No. 36-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 31-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
CORTEZ OPERATING COMPANY TO
CONVERT AND INJECT WATER INTO
THE DAKOTA FORMATION IN THE
FORMERLY ABANDONED GAS CITY
22-2A WELL OWNED BY APPLICANT
AND IN THE GAS CITY UNIT, DAWSON
COUNTY, MONTANA. SAID WELL IS
LOCATED 1706' FNL AND 1698' FWL OF
SECTION 2, T13N-R55E.

ORDER NO. 32-2003

Docket No. 37-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 32-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
GRIFFON PETROLEUM, INC. FOR AN
ORDER AMENDING THE NORTH GILDFORD
GAS FIELD SPACING RULES FOR THE
FOLLOWING DESCRIBED LANDS:
LOT 7, SE $\frac{1}{4}$ SW $\frac{1}{4}$, S $\frac{1}{2}$ SE $\frac{1}{4}$ (S $\frac{1}{2}$ S $\frac{1}{2}$) OF SECTION 6
AND LOT 1, NE $\frac{1}{4}$ NW $\frac{1}{4}$, N $\frac{1}{2}$ NE $\frac{1}{4}$ (N $\frac{1}{2}$ N $\frac{1}{2}$) OF
SECTION 7, BOTH IN T33N-R11E,
HILL COUNTY, MONTANA.

ORDER NO. 33-2003

Docket No. 198-2001

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. In this matter, applicant requests the North Gildford Gas Field rules previously established be amended by delineating the S $\frac{1}{2}$ S $\frac{1}{2}$ of Section 6 and the N $\frac{1}{2}$ N $\frac{1}{2}$ of Section 7 as a permanent spacing unit for its CeJan #1-7D Sawtooth Formation gas well located 380' FNL and 2330' FEL of said Section 7, T33N-R11E, Hill County, Montana.
3. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Griffon Petroleum, Inc. is granted as applied for.

BOARD ORDER NO. 33-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
EOG RESOURCES, INC. TO CREATE A
TEMPORARY SPACING UNIT COMPRISED
OF ALL OF SECTIONS 3 AND 10, T24N-R54E,
RICHLAND COUNTY, MONTANA, FOR THE
DRILLING OF AN EXTENDED LENGTH
DUAL-LATERAL HORIZONTAL WELL IN
THE BAKKEN FORMATION AND AUTHORIZING
SAID WELL TO BE LOCATED ANYWHERE
WITHIN SAID TEMPORARY SPACING UNIT
BUT NOT CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF.

ORDER NO. 34-2003

Docket No. 244-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 34-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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
CAMWEST II L.P. TO CONVERT ITS
HAUGEN MAYHEW 25-1 LOCATED
660' FNL AND 660' FEL OF SECTION 25,
T37N-R57E, WITHIN THE FLAT LAKE FIELD
IN SHERIDAN COUNTY, MONTANA, TO
A WATER INJECTION WELL.

ORDER NO. 35-2003

Docket No. 260-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of CamWest II L.P. is granted as applied for.

BOARD ORDER NO. 35-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, 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 BOARD'S OWN
MOTION REQUIRING STRIPER OIL, INC.
TO APPEAR AND SHOW CAUSE, IF ANY
IT HAS, WHY IT SHOULD NOT BE REQUIRED
TO IMMEDIATELY PLUG AND ABANDON
ITS SWRU TR3 AND TR4 WELLS IN THE
SOUTHWEST RICHEY FIELD IN MCCONE
COUNTY, MONTANA.

ORDER NO. 36-2003

Docket No. 274-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 6th day of February, 2003, in the Avalanche Room in the Sheraton Hotel in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. Striper Oil, Inc. did not appear at this hearing and it has not plugged and abandoned the wells which are the subject of this hearing.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the bond of Striper Oil, Inc. is hereby forfeited and staff is ordered to proceed to collect said bond.

BOARD ORDER NO. 36-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 6th day of February, 2003

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

