

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

IN THE MATTER OF THE APPLICATION OF
THE MONTANA BOARD OF OIL AND GAS
CONSERVATION TO AMEND ORDER 127-2003
TO REMOVE THE FOLLOWING LANDS FROM
THE GAS CITY FIELD: E $\frac{1}{2}$ SW $\frac{1}{4}$ OF SECTION 1,
T13N-R55E AND W $\frac{1}{2}$ NW $\frac{1}{4}$ OF SECTION 3, T13N-R55E.

ORDER NO. 150-2003

Docket No. 182-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that reducing the size of the Gas City Field 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 Board Order 127-2003 is amended to remove the E $\frac{1}{2}$ SW $\frac{1}{4}$ of Section 1, T13N-R55E and the W $\frac{1}{2}$ NW $\frac{1}{4}$ of Section 3, T13N-R55E, from the Gas City Field in Dawson County, Montana.

BOARD ORDER NO. 150-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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
THE MONTANA BOARD OF OIL AND GAS
CONSERVATION TO ESTABLISH SPECIAL
STATEWIDE TEMPORARY SPACING UNITS
FOR HORIZONTAL BAKKEN FORMATION
WELLS IN RICHLAND COUNTY, MONTANA,
WHICH INCLUDE PARTIAL OR CORRECTIONAL
SECTIONS IN T24N-RANGES 51 THROUGH 60 EAST.
UNLESS AN EXCEPTION IS APPLIED FOR AND
GRANTED BY THE BOARD, TEMPORARY SPACING
UNITS IN THE AFFECTED TOWNSHIPS ARE AS
FOLLOWS: SECTIONS 1 AND 12, SECTIONS 2 AND 11,
SECTIONS 3 AND 10, SECTIONS 4 AND 9, SECTIONS 5
AND 8 AND SECTIONS 6 AND 7 OF EACH RESPECTIVE
TOWNSHIP AND RANGE DESCRIBED ABOVE, UNLESS
THE AFFECTED PARTIAL SECTION HAS ALREADY BEEN
INCLUDED IN A PERMANENT OR TEMPORARY SPACING
UNIT FOR BAKKEN PRODUCTION. SECTION 2 OF
T24N-R55E AND SECTION 2 OF T24N-R54E WILL BE
TEMPORARILY SPACED WITH SECTION 33 IMMEDIATELY
TO THE NORTH, AS THE FULL SECTIONS TO THE SOUTH
HAVE ALREADY BEEN PERMANENTLY SPACED.
DRILLING PERMITS THAT COMPLY WITH THE SPECIAL
STATEWIDE TEMPORARY SPACING IN THIS AREA
MAY BE APPROVED ADMINISTRATIVELY WITHOUT
HEARING BY THE BOARD.

ORDER NO. 151-2003

Docket No. 183-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the motion 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, unless an exception is applied for and granted by the Board, temporary spacing units in the

BOARD ORDER NO. 151-2003

partial or correctional sections in Township 24, Ranges 51-60E and their adjacent full section are established as follows: Sections 1 and 12, Sections 2 and 11, Sections 3 and 10, Sections 4 and 9, Sections 5 and 8, and Sections 6 and 7 of each respective Township and Range described above unless the affected partial section has already been included in a permanent or temporary spacing unit for Bakken production.

IT IS FURTHER ORDERED that Section 2, T24N-R54E will be temporarily spaced with the W½ of Section 33, T25N-R54E, and Section 2, T24N-R55E will be temporarily spaced with all of Section 33, T25N-R55E, as the full sections to the south have already been permanently spaced. Drilling permits that comply with the special statewide temporary spacing in this area may be approved administratively without hearing by the Board.

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

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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
OF NORTHERN OIL PRODUCTION, INC.
FOR A CLASS II INJECTION WELL PERMIT
TO INJECT PRODUCED WATER FROM
MULTIPLE FORMATIONS FROM NEARBY
PRODUCING WELLS INTO THE ANNA
FEE 41-15 WELL IN COMERTOWN FIELD
IN THE NENE OF SECTION 15, T36N-R57E,
SHERIDAN COUNTY, MONTANA. THE
FORMATIONS IN WHICH INJECTION WILL
OCCUR ARE THE MUDDY, DAKOTA AND
LAKOTA FORMATIONS AT A DEPTH OF
3950 TO 4650 FEET. AN AQUIFER EXEMPTION
WILL NOT BE REQUESTED AS PART OF THE
APPLICATION SINCE THE PROPOSED ZONE
CONTAINS WATER WITH GREATER THAN
10,000 PPM TOTAL DISSOLVED SOLIDS.

ORDER NO. 152-2003

Docket No. 187-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 152-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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
J. BURNS BROWN OPERATING COMPANY
TO DRILL AN ADDITIONAL EAGLE GAS
WELL IN THE S½ OF SECTION 20, T32N-R19E,
BLAINE COUNTY, MONTANA, AT A LOCATION
1350' FWL AND 600' FSL WITH A 75-FOOT
TOLERANCE IN ANY DIRECTION EXCEPT
SOUTH FOR TOPOGRAPHIC REASONS.
(BLACK COULEE FIELD)

ORDER NO. 153-2003

Docket No. 188-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 153-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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
LYCO ENERGY CORPORATION TO DESIGNATE
A TEMPORARY SPACING UNIT COMPRISED OF
ALL OF SECTIONS 22 AND 27, T24N-R55E,
RICHLAND COUNTY, MONTANA, FOR THE
DRILLING OF UP TO TWO HORIZONTAL WELLS
IN THE BAKKEN FORMATION AND AUTHORIZING
SAID WELLS TO BE LOCATED ANYWHERE WITHIN
SUCH TEMPORARY SPACING UNIT BUT NOT
CLOSER THAN 660 FEET TO THE BOUNDARIES THEREOF.

ORDER NO. 154-2003

Docket No. 189-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 154-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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
LYCO ENERGY CORPORATION FOR A
TEMPORARY SPACING UNIT COMPRISED
OF ALL OF SECTION 12 AND THE NE¼ AND
S½ OF SECTION 13, T25N-R53E, RICHLAND
COUNTY, MONTANA, FOR THE DRILLING
OF UP TO TWO HORIZONTAL WELLS IN
THE BAKKEN FORMATION AND AUTHORIZING
SAID WELLS TO BE LOCATED ANYWHERE
WITHIN SUCH TEMPORARY SPACING UNIT
BUT NOT CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF. .

ORDER NO. 155-2003

Docket No. 190-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Lyco Energy Corporation 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. 155-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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
CHANDLER ENERGY, LLC FOR AN EXCEPTION
TO A.R.M. 36.22.702 (11) TO ALLOW THE DRILLING
OF ONE WELL PER HALF SECTION ON THE
FOLLOWING LANDS IN FALLON COUNTY,
MONTANA: LOTS 3, 4, S½NW¼, SW¼ (W½)
OF SECTION 3; THE W½ OF SECTION 10 AND
THE W½ OF SECTION 15, ALL IN T5N-R60E.
APPLICANT ALSO REQUESTS THE ESTABLISHMENT
OF SPECIAL FIELD RULES FOR DEVELOPMENT
OF THE ABOVE TRACTS PROVIDING FOR ONE
WELL PER HALF SECTION, SAID WELL TO BE
LOCATED A MINIMUM OF 660 FEET FROM THE
EXTERNAL BOUNDARY OF EACH HALF SECTION
WITH A 75-FOOT TOLERANCE FOR TOPOGRAPHIC
REASONS. APPLICANT FURTHER REQUESTS THAT
THE SPECIAL FIELD RULES BE APPLICABLE TO
THE DEVELOPMENT AND PRODUCTION OF GAS
FROM THE JUDITH RIVER/EAGLE FORMATIONS.

ORDER NO. 156-2003

Docket No. 192-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Chandler Energy, LLC is authorized to drill one well per half section on the lands described in the caption.

BOARD ORDER NO. 156-2003

IT IS FURTHER ORDERED that said wells shall be located a minimum of 660 feet from the external boundary of each half section with a 75-foot tolerance in any direction for topographic reasons.

IT IS FURTHER ORDERED that each half section is designated as a temporary spacing unit and applicant is required to apply for permanent spacing within ninety (90) days of successful completion of the wells.

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

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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 DESIGNATE
A TEMPORARY SPACING UNIT COMPRISED OF
THE N½ AND SE¼ OF SECTION 26, T15N-R54E,
DAWSON COUNTY, MONTANA, FOR PURPOSES
OF THE DRILLING AND PRODUCTION OF
APPLICANT'S PROPOSED HORIZONTAL WELL
AND AUTHORIZING APPLICANT TO RE-ENTER
ITS LLOYD 44X-26 WELL TO DRILL A HORIZONTAL
RED RIVER FORMATION LATERAL TO BE LOCATED
NOT CLOSER THAN 660 FEET TO THE BOUNDARIES
OF SUCH TEMPORARY SPACING UNIT AS AN
EXCEPTION TO BOARD ORDER 27-55 (GLENDDIVE FIELD).

ORDER NO. 157-2003

Docket No. 193-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the Conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner 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 N½ and SE¼ of Section 26, T15N-R54E, Dawson County, Montana, are hereby designated as a temporary spacing unit for the drilling and production of applicant's proposed horizontal well.

IT IS FURTHER ORDERED applicant is authorized to re-enter its Lloyd #44X-26 well to drill a horizontal Red River Formation lateral to be located not closer than 660 feet to the boundaries of such temporary spacing unit as an exception to Board Order 27-55 (Glendive Field).

BOARD ORDER NO. 157-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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 AUTHORIZE
THE DRILLING OF AN EAGLE-VIRGELLE
FORMATION GAS WELL 650' FEL AND
1775' FSL OF SECTION 24, T27N-R16E,
CHOUTEAU COUNTY, MONTANA, WITH
A 150-FOOT TOLERANCE FOR TOPOGRAPHIC
REASONS AS AN EXCEPTION TO BOARD
ORDER 26-74 (BULLWACKER FIELD).

ORDER NO. 158-2003

Docket No. 194-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Ocean Energy, Inc. is authorized to drill an additional Eagle/Virgelle Formation gas well in the spacing unit comprised of the E $\frac{1}{2}$ of said Section 24 at a location 622' FEL and 1765' FSL of Section 24, T27N-R16E, Chouteau County, Montana, as an exception to Board Order 26-74.

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. 158-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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 ITS
HANSON #22-07-32-17 WELL AT A LOCATION
1572' FNL AND 1890' FEL OF SECTION 22,
T32N-R17E, HILL COUNTY, MONTANA,
WITH A 25-FOOT TOLERANCE FOR TOPOGRAPHIC
REASONS AS AN EXCEPTION TO BOARD ORDERS
10-70 AND 46-78 (TIGER RIDGE FIELD).

ORDER NO. 159-2003

Docket No. 195-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the Conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Ocean Energy, 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. 159-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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
EAGLE-VIRGELLE FORMATION GAS
WELLS ANYWHERE WITHIN THE SPACING
UNIT COMPRISED OF THE S½ OF SECTION 27,
T27N-R17E, BLAINE COUNTY, MONTANA,
BUT NOT CLOSER THAN 630 FEET TO THE
BOUNDARIES THEREOF WITH A 150-FOOT
TOLERANCE FOR TOPOGRAPHIC REASONS
AS AN EXCEPTION TO BOARD ORDER 26-74
(BULLWACKER FIELD).

ORDER NO. 160-2003

Docket No. 196-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Ocean Energy, Inc. is authorized to drill its Henderson 27-11 well no closer than 630 feet to the spacing unit boundaries in Section 27, T27N-R17E, Blaine County, Montana, with a 75-foot tolerance for topographic reasons.

IT IS FURTHER ORDERED that Ocean Energy, Inc. is authorized to drill its Henderson 27-12 well in Section 27, T27N-R17E, Blaine County, Montana, no closer than 630 feet to the spacing unit boundaries with a 75-foot tolerance for topographic reasons.

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. 160-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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 (THE O'CONNELL #11-09-25-18)
AT A LOCATION 1600' FSL AND 480' FEL OF
SECTION 11, T25N-R18E, BLAINE COUNTY,
MONTANA, WITH A 150-FOOT TOLERANCE
IN ANY DIRECTION FOR TOPOGRAPHIC
REASONS AS AN EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 161-2003

Docket No. 197-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Ocean Energy, Inc. is authorized to drill an additional Eagle Sand Formation gas well 1600' FSL and 480' FEL of Section 11, T25N-R18E, Blaine County, Montana, with a 150-foot tolerance in any direction except east for topographic reasons as an exception to A.R.M. 36.22.702.

BOARD ORDER NO. 161-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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 IN SECTION 14,
T25N-R18E, BLAINE COUNTY, MONTANA,
BUT NOT CLOSER THAN 990 FEET TO THE
SPACING UNIT BOUNDARIES AS AN
EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 162-2003

Docket No. 198-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 162-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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 DESIGNATE
THE SE¼ OF SECTION 14 AND THE SW¼
OF SECTION 13, T25N-R18E, BLAINE
COUNTY, MONTANA, AS A TEMPORARY
SPACING UNIT TO DRILL AND PRODUCE
APPLICANT'S STEVENS #14-16A-25-18
EAGLE SAND FORMATION GAS WELL
WITHIN SAID TRACT AT A LOCATION
200' FEL AND 800' FSL OF SAID SECTION 14
WITH A 100-FOOT TOLERANCE IN ANY
DIRECTION FOR TOPOGRAPHIC REASONS
AS AN EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 163-2003

Docket No. 199-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Ocean Energy, 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. 163-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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 SAND FORMATION
GAS WELL (THE GASVODA-FEDERAL
#12-25-18E WELL) AT A LOCATION 1200'
FSL AND 2440' FWL OF SECTION 12,
T25N-R18E, BLAINE COUNTY, MONTANA,
WITH A 200-FOOT TOLERANCE IN ANY
DIRECTION FOR TOPOGRAPHIC REASONS
AS AN EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 164-2003

Docket No. 203-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 164-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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 SAND FORMATION
GAS WELL (THE STATE #13-33-17C WELL)
AT A PROPOSED LOCATION 780' FNL AND
2580' FWL OF SECTION 13, T33N-R17E,
BLAINE COUNTY, MONTANA, WITH A 25-FOOT
TOLERANCE IN ANY DIRECTION FOR
TOPOGRAPHIC REASONS AS AN EXCEPTION
TO BOARD ORDER 110-1997.

ORDER NO. 165-2003

Docket No. 204-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 165-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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, T33N-R17E, HILL COUNTY,
MONTANA, AS A TEMPORARY SPACING
UNIT AND AUTHORIZING THE DRILLING
OF AN EAGLE SAND FORMATION GAS WELL
200' FNL AND 990' FEL OF SAID SECTION 30
WITH A 25-FOOT TOLERANCE IN ANY
DIRECTION FOR TOPOGRAPHIC REASONS
AS AN EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 166-2003

Docket No. 205-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity present evidence, oral and documentary.
2. The evidence indicates that granting the application 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 Klabzuba Oil & Gas, Inc. is granted as applied for.

IT IS FURTHER ORDERED that, should the well be successful, all proceeds shall be held in an interest-bearing account until such time as permanent spacing, which must be applied for not less than 120 or more than 180 days after completion.

BOARD ORDER NO. 166-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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 SAND FORMATION
GAS WELL ANYWHERE IN SECTION 20,
T33N-R20E, BLAINE COUNTY, MONTANA,
BUT NOT CLOSER THAN 990 FEET TO THE
SPACING UNIT BOUNDARIES AS AN
EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 167-2003

Docket No. 206-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 167-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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 SAND FORMATION
GAS WELL ANYWHERE IN SECTION 21,
T33N-R20E, BLAINE COUNTY, MONTANA,
BUT NOT CLOSER THAN 990 FEET TO THE
SPACING UNIT BOUNDARIES AS AN
EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 168-2003

Docket No. 207-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 168-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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 SAND FORMATION
GAS WELL (THE COLONY #6-34-17B WELL)
AT A LOCATION 1550' FSL AND 2600' FWL
OF SECTION 6, T34N-R17E, HILL COUNTY,
MONTANA, WITH A 100-FOOT TOLERANCE
IN ANY DIRECTION FOR TOPOGRAPHIC
REASONS AS AN EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 169-2003

Docket No. 208-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the Conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 169-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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 GAS WELL
761' FNL AND 1748' FWL OF SECTION 6,
T37N-R15E, HILL COUNTY, MONTANA,
WITH A 25-FOOT TOLERANCE IN ANY
DIRECTION FOR TOPOGRAPHIC REASONS
AS AN EXCEPTION TO A.R.M. 36.22.702
AND BOARD ORDER 5-2003.

ORDER NO. 170-2003

Docket No. 210-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 170-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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
ALL OF SECTION 11, T36N-R15E, HILL
COUNTY, MONTANA, AS A PERMANENT
SPACING UNIT FOR THE PRODUCTION
OF GAS FROM THE NIOBRARA FORMATION
AND TO DESIGNATE THE
HEYDENREICH-COOPER-FEDERAL #11-36-15
WELL AS THE PERMITTED WELL FOR
PRODUCTION FROM SAID FORMATION
WITHIN THE PERMANENT SPACING UNIT.

ORDER NO. 171-2003

Docket No. 211-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 171-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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 POOL
ALL INTERESTS IN THE SPACING UNIT
COMPRISED OF SECTION 11, T36N-R15E,
HILL COUNTY, MONTANA, FOR
PRODUCTION OF NIOBRARA FORMATION GAS.

ORDER NO. 172-2003

Docket No. 212-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all interests in the spacing unit comprised of Section 11, T36N-R15E, Hill County, Montana, for production of Niobrara Formation gas are hereby pooled on the basis of surface acreage.

BOARD ORDER NO. 172-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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
EAGLE CREEK COLONY, INC. FOR AN
ORDER AMENDING THE GRANDVIEW
FIELD RULES TO DESIGNATE THE SW¼,
E½NW¼ OF SECTION 9, T34N-R4E, LIBERTY
COUNTY, MONTANA, AS A TEMPORARY
SPACING UNIT FOR PRODUCTION OF GAS
FROM ALL ZONES FROM THE SURFACE
OF THE EARTH TO THE TOP OF THE RIERDON
FORMATION. APPLICANT ALSO REQUESTS
PERMISSION TO DRILL AND PRODUCE NATURAL
GAS FROM TWO WELLS PER PRODUCING ZONE,
FORMATION OR HORIZON FROM SAID SPACING
UNIT PROVIDING THAT SAID WELLS MUST BE
NOT CLOSER THAN 660 FEET TO THE SPACING
UNIT BOUNDARIES WITH 1320 FEET BETWEEN
WELLS COMPLETED IN THE SAME ZONE.

ORDER NO. 173-2003

Docket No. 213-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Eagle Creek Colony, Inc. is granted as applied for subject to the provision that the Anderson #1 domestic well shall be considered a well in the reservoir and the rules established for said reservoir shall apply to that domestic well.

BOARD ORDER NO. 173-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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
WHITING PETROLEUM CORPORATION TO
CREATE A TEMPORARY SPACING UNIT
COMPRISED OF LOT 4, SW¹/₄NW¹/₄, W¹/₂SW¹/₄
(W¹/₂W¹/₂) OF SECTION 1 AND LOT 1, SE¹/₄NE¹/₄,
E¹/₂SE¹/₄ (E¹/₂E¹/₂) OF SECTION 2, T26N-R54E,
RICHLAND COUNTY, MONTANA, FOR THE
DRILLING OF A RED RIVER FORMATION
TEST WELL AND AUTHORIZING APPLICANT
TO LOCATE SAID WELL ANYWHERE WITHIN
SUCH TEMPORARY SPACING UNIT BUT NOT
CLOSER THAN 660 FEET TO THE BOUNDARIES
THEREOF.

ORDER NO. 174-2003

Docket No. 214-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 174-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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
ENCORE OPERATING, L.P. TO CERTIFY THE
FOLLOWING DESCRIBED WELLS IN FALLON
AND WIBAUX COUNTIES AS ELIGIBLE FOR
THE SEVERANCE TAX REDUCTIONS
AVAILABLE TO OIL WELL HORIZONTAL RE-ENTRIES:

ORDER NO. 175-2003

API NUMBER	WELL NAME	COMPLETION DATE
25-025-05672-00-00	LITTLE BEAVER EAST 32-13H	2/24/2003
25-109-05083-00-00	SOUTH PINE 43X-10AH	2/16/2003
25-109-05203-00-00	SOUTH PINE 21X-30H	2/10/2003

Docket No. 215-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 175-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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
CONTINENTAL RESOURCES, INC. TO MODIFY
ALL EXISTING SPACING ORDERS IN SECTION 3,
T23N-R54E AND SECTION 34, T24N-R54E,
RICHLAND COUNTY, MONTANA, AND CREATE
A TEMPORARY SPACING UNIT COMPRISED
OF SAID LANDS WITH UP TO TWO MULTILATERAL
HORIZONTAL BAKKEN FORMATION WELLS
LOCATED ANYWHERE WITHIN SAID SPACING
UNIT BUT NOT CLOSER THAN 660 FEET TO THE
SPACING UNIT BOUNDARIES. APPLICANT
FURTHER REQUESTS THAT ALL PREVIOUS
SPACING ORDERS BE MODIFIED IN
ACCORDANCE WITH THIS REQUEST.

ORDER NO. 176-2003

Docket No. 216-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

IT IS FURTHER ORDERED that Board Order 124-2003 is vacated.

BOARD ORDER NO. 176-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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
CONTINENTAL RESOURCES, INC. TO
DRILL AND COMPLETE A WELL AT A
LOCATION APPROXIMATELY 340' FSL
AND 1325' FEL OF SECTION 19,
T33N-R39E, VALLEY COUNTY, MONTANA,
TO THE MISSION CANYON FORMATION
AS AN EXCEPTION TO ANY APPLICABLE
WELL LOCATION RULES.

ORDER NO. 177-2003

Docket No. 219-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Continental Resources, 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. 177-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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 EOG RESOURCES, INC. TO CREATE
A TEMPORARY SPACING UNIT COMPRISED
OF ALL OF SECTIONS 3 AND 10, T25N-R53E,
RICHLAND COUNTY, MONTANA, FOR
DRILLING UP TO TWO DUAL-LATERAL
HORIZONTAL WELLS IN THE BAKKEN
FORMATION AND AUTHORIZING APPLICANT
TO LOCATE SAID WELLS ANYWHERE WITHIN
THE TEMPORARY SPACING UNIT BUT NOT
CLOSER THAN 660 FEET TO THE BOUNDARIES
THEREOF.

ORDER NO. 178-2003

Docket No. 220-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

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

Order

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

BOARD ORDER NO. 178-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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
EOG RESOURCES, INC. TO CREATE A
TEMPORARY SPACING UNIT COMPRISED
OF ALL OF SECTIONS 4 AND 9, T25N-R53E,
RICHLAND COUNTY, MONTANA, FOR
DRILLING UP TO TWO DUAL-LATERAL
HORIZONTAL WELLS IN THE BAKKEN
FORMATION AND AUTHORIZING APPLICANT
TO LOCATE SAID WELLS ANYWHERE
WITHIN SUCH TEMPORARY SPACING
UNIT BUT NOT CLOSER THAN 660 FEET
TO THE BOUNDARIES THEREOF.

ORDER NO. 179-2003

Docket No. 221-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of EOG Resources, 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. 179-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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
EOG RESOURCES, INC. TO CREATE A
TEMPORARY SPACING UNIT COMPRISED
OF ALL OF SECTIONS 5 AND 8, T25N-R53E,
RICHLAND COUNTY, MONTANA, FOR
DRILLING UP TO TWO DUAL-LATERAL
HORIZONTAL WELLS IN THE BAKKEN
FORMATION AND AUTHORIZING APPLICANT
TO LOCATE SAID WELLS ANYWHERE WITHIN
SUCH TEMPORARY SPACING UNIT BUT NOT
CLOSER THAN 660 FEET TO THE BOUNDARIES THEREOF.

ORDER NO. 180-2003

Docket No. 222-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of EOG Resources, 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. 180-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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 EOG RESOURCES, INC. TO CREATE
A TEMPORARY SPACING UNIT COMPRISED
OF ALL OF SECTIONS 6 AND 7, T25N-R53E,
RICHLAND COUNTY, MONTANA, FOR
DRILLING UP TO TWO DUAL-LATERAL
HORIZONTAL WELLS IN THE BAKKEN
FORMATION AND AUTHORIZING APPLICANT
TO LOCATE SAID WELLS ANYWHERE WITHIN
SUCH TEMPORARY SPACING UNIT BUT NOT
CLOSER THAN 660 FEET TO THE BOUNDARIES
THEREOF.

ORDER NO. 181-2003

Docket No. 223-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 181-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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 EOG RESOURCES, INC. TO CREATE
A TEMPORARY SPACING UNIT COMPRISED
OF ALL OF SECTIONS 16 AND 21, T25N-R53E,
RICHLAND COUNTY, MONTANA, FOR
DRILLING UP TO TWO DUAL-LATERAL
HORIZONTAL WELLS IN THE BAKKEN
FORMATION AND AUTHORIZING APPLICANT
TO LOCATE SAID WELLS ANYWHERE WITHIN
SUCH TEMPORARY SPACING UNIT BUT NOT
CLOSER THAN 660 FEET TO THE BOUNDARIES
THEREOF.

ORDER NO. 182-2003

Docket No. 224-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 182-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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 EOG RESOURCES, INC. TO CREATE A
TEMPORARY SPACING UNIT COMPRISED
OF ALL OF SECTIONS 17 AND 20, T25N-R53E,
RICHLAND COUNTY, MONTANA, FOR
DRILLING UP TO TWO DUAL-LATERAL
HORIZONTAL WELLS IN THE BAKKEN
FORMATION AND AUTHORIZING APPLICANT
TO LOCATE SAID WELLS ANYWHERE WITHIN
SUCH TEMPORARY SPACING UNIT BUT NOT
CLOSER THAN 660 FEET TO THE BOUNDARIES
THEREOF.

ORDER NO. 183-2003

Docket No. 225-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 183-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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 EOG RESOURCES, INC. TO CREATE A
TEMPORARY SPACING UNIT COMPRISED
OF ALL OF SECTIONS 27 AND 34, T25N-R53E,
RICHLAND COUNTY, MONTANA, FOR
DRILLING UP TO TWO DUAL-LATERAL
HORIZONTAL WELLS IN THE BAKKEN
FORMATION AND AUTHORIZING APPLICANT
TO LOCATE SAID WELLS ANYWHERE WITHIN
SUCH TEMPORARY SPACING UNIT BUT NOT
CLOSER THAN 660 FEET TO THE BOUNDARIES
THEREOF.

ORDER NO. 184-2003

Docket No. 226-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 184-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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
EOG RESOURCES, INC. TO CREATE A
TEMPORARY SPACING UNIT COMPRISED
OF ALL OF SECTIONS 28 AND 33, T25N-R53E,
RICHLAND COUNTY, MONTANA, FOR DRILLING
UP TO TWO DUAL-LATERAL HORIZONTAL
WELLS IN THE BAKKEN FORMATION AND
AUTHORIZING APPLICANT TO LOCATE SAID
WELLS ANYWHERE WITHIN SUCH TEMPORARY
SPACING UNIT BUT NOT CLOSER THAN 660 FEET
TO THE BOUNDARIES THEREOF.

ORDER NO. 185-2003

Docket No. 227-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 185-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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
EOG RESOURCES, INC. TO CREATE A
TEMPORARY SPACING UNIT COMPRISED
OF ALL OF SECTIONS 29 AND 32, T25N-R53E,
RICHLAND COUNTY, MONTANA, FOR
DRILLING UP TO TWO DUAL-LATERAL
HORIZONTAL WELLS IN THE BAKKEN
FORMATION AND AUTHORIZING APPLICANT
TO LOCATE SAID WELLS ANYWHERE WITHIN
SUCH TEMPORARY SPACING UNIT BUT NOT
CLOSER THAN 660 FEET TO THE BOUNDARIES
THEREOF.

ORDER NO. 186-2003

Docket No. 228-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 186-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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
EOG RESOURCES, INC. TO CREATE A
TEMPORARY SPACING UNIT COMPRISED
OF ALL OF SECTIONS 30 AND 31, T26N-R53E,
RICHLAND COUNTY, MONTANA, FOR
DRILLING UP TO TWO DUAL-LATERAL
HORIZONTAL WELLS IN THE BAKKEN
FORMATION AND AUTHORIZING APPLICANT
TO LOCATE SAID WELLS ANYWHERE WITHIN
SUCH TEMPORARY SPACING UNIT BUT NOT
CLOSER THAN 660 FEET TO THE BOUNDARIES
THEREOF.

ORDER NO. 187-2003

Docket No. 229-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 187-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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
EOG RESOURCES, INC. TO CREATE A
TEMPORARY SPACING UNIT COMPRISED
OF ALL OF SECTIONS 29 AND 32, T26N-R53E,
RICHLAND COUNTY, MONTANA, FOR
DRILLING UP TO TWO DUAL-LATERAL
HORIZONTAL WELLS IN THE BAKKEN
FORMATION AND AUTHORIZING APPLICANT
TO LOCATE SAID WELLS ANYWHERE WITHIN
SUCH TEMPORARY SPACING UNIT BUT NOT
CLOSER THAN 660 FEET TO THE BOUNDARIES
THEREOF.

ORDER NO. 188-2003

Docket No. 230-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of EOG Resources, 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. 188-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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 SECTIONS 30 AND 31,
T26N-R52E, RICHLAND COUNTY, MONTANA,
AS A TEMPORARY SPACING UNIT FOR DRILLING
UP TO TWO DUAL-LATERAL HORIZONTAL
WELLS IN THE BAKKEN FORMATION AND
AUTHORIZING SAID WELLS TO BE LOCATED
ANYWHERE WITHIN SUCH TEMPORARY
SPACING UNIT BUT NOT CLOSER THAN 660
FEET TO THE BOUNDARIES THEREOF.

ORDER NO. 189-2003

Docket No. 233-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Headington Oil, Limited Partnership 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. 189-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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 SECTIONS 13 AND 24,
T24N-R56E, RICHLAND COUNTY, MONTANA,
AS A TEMPORARY SPACING UNIT FOR DRILLING
UP TO TWO DUAL-LATERAL HORIZONTAL
WELLS IN THE BAKKEN FORMATION AND
AUTHORIZING SAID WELLS TO BE LOCATED
ANYWHERE WITHIN SUCH TEMPORARY
SPACING UNIT BUT NOT CLOSER THAN
660 FEET TO THE BOUNDARIES THEREOF.

ORDER NO. 190-2003

Docket No. 234-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 190-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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 PARTNERHSIP
TO DESIGNATE ALL OF SECTIONS 14 AND 23,
T24N-R56E, RICHLAND COUNTY, MONTANA,
AS A TEMPORARY SPACING UNIT FOR
DRILLING UP TO TWO DUAL-LATERAL
HORIZONTAL WELLS IN THE BAKKEN
FORMATION AND AUTHORIZING SAID
WELLS TO BE LOCATED ANYWHERE
WITHIN SUCH TEMPORARY SPACING
UNIT BUT NOT CLOSER THAN 660 FEET
TO THE BOUNDARIES THEREOF.

ORDER NO. 191-2003

Docket No. 235-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 191-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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 36, T24N-R54E
AND ALL OF SECTION 1, T23N-R54E, RICHLAND
COUNTY, MONTANA, AS A TEMPORARY SPACING
UNIT FOR DRILLING UP TO TWO DUAL-LATERAL
HORIZONTAL WELLS IN THE BAKKEN FORMATION
AND AUTHORIZING SAID WELLS TO BE LOCATED
ANYWHERE WITHIN SUCH TEMPORARY SPACING
UNIT BUT NOT CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF.

ORDER NO. 192-2003

Docket No. 236-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

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

Order

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

BOARD ORDER NO. 192-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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 SECTIONS 6 AND 7,
T25N-R52E, RICHLAND COUNTY, MONTANA,
AS A TEMPORARY SPACING UNIT FOR
DRILLING UP TO TWO DUAL-LATERAL
HORIZONTAL WELLS IN THE BAKKEN
FORMATION AND AUTHORIZING SAID
WELLS TO BE LOCATED ANYWHERE WITHIN
SUCH TEMPORARY SPACING UNIT BUT NOT
CLOSER THAN 660 FEET TO THE BOUNDARIES
THEREOF.

ORDER NO. 193-2003

Docket No. 239-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 193-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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 THE W½ AND SE¼ OF
SECTION 20 AND ALL OF SECTION 29,
T23N-R57E, RICHLAND COUNTY, MONTANA,
AS A TEMPORARY SPACING UNIT FOR DRILLING
UP TO TWO HORIZONTAL WELLS IN THE BAKKEN
FORMATION AND AUTHORIZING SAID WELLS
TO BE LOCATED ANYWHERE WITHIN SUCH
TEMPORARY SPACING UNIT BUT NOT CLOSER
THAN 660 FEET TO THE BOUNDARIES THEREOF.

ORDER NO. 194-2003

Docket No. 240-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 194-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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 DELINEATE LOTS 3, 4, SW¼ OF SECTION 17
AND LOTS 1, 2, NW¼ OF SECTION 20, T22N-R60E,
RICHLAND COUNTY, MONTANA, AS A FIELD
AND PERMANENT SPACING UNIT FOR
PRODUCTION OF OIL AND ASSOCIATED
NATURAL GAS FROM THE RED RIVER FORMATION
AND DESIGNATING APPLICANT'S BN #24X-17
WELL AS THE ONLY AUTHORIZED WELL FOR
SAID SPACING UNIT.

ORDER NO. 195-2003

Docket No. 242-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 195-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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
FOR AN ORDER POOLING ALL INTERESTS
IN THE SPACING UNIT COMPRISED OF
LOTS 3, 4, SW¹/₄ OF SECTION 17 AND
LOTS 1, 2, NW¹/₄ OF SECTION 20, T22N-R60E,
RICHLAND COUNTY, MONTANA, FOR
PRODUCTION OF OIL AND ASSOCIATED
NATURAL GAS FROM THE RED RIVER FORMATION.

ORDER NO. 196-2003

Docket No. 243-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 196-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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 IN SECTION 15, T27N-R19E,
BLAINE COUNTY, MONTANA, NOT
CLOSER THAN 660 FEET TO THE SPACING
UNIT BOUNDARIES AS AN EXCEPTION
TO BOARD ORDER 45-76. [SAWTOOTH MOUNTAIN
FIELD]

ORDER NO. 197-2003

Docket No. 170-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Ocean Energy, Inc. is authorized to drill an additional Eagle Sand Formation gas well in Section 15, T27N-R19E, Blaine County, Montana, not closer than 990 feet to the spacing unit boundaries.

BOARD ORDER NO. 197-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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 1760' FNL
AND 440' FWL OF SECTION 33, T28N-R19E,
BLAINE COUNTY, MONTANA, WITH A
125-FOOT TOLERANCE FOR TOPOGRAPHIC
REASONS AS AN EXCEPTION TO BOARD
ORDERS 45-76 AND 62-89. [SAWTOOTH MOUNTAIN
FIELD]

ORDER NO. 198-2003

Docket No. 171-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 198-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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 MOTION
TO REQUIRE TORCH ENERGY ADVISORS AND
NRC DEVELOPMENT, LLC TO APPEAR AND
SHOW CAUSE, IF ANY THEY HAVE, WHY THEY
SHOULD NOT PENALIZED FOR FAILURE TO PLUG
AND ABANDON THE STATE 80-2A AND 3-36 WELLS
IN SECTION 36, T28N-R1W, PONDERA COUNTY,
MONTANA, AND TO REPORT TO THE BOARD
THEIR PLAN FOR DISPOSITION OF THE REMAINING
TWO WELLS ON THE NRC DEVELOPMENT,
LLC BOND (SMITH 43-10 IN DAWSON COUNTY
AND ATKINS 19-1B IN TOOLE COUNTY).

ORDER NO. 199-2003

Docket No. 245-2003

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of June 2003, in the conference room of the Billings Professional Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. Torch Energy Advisors appeared and stated they were not responsible for the remaining four wells on the NRC Development, LLC bond.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that staff notify the bonding company that the remaining wells be plugged or the bond will be forfeited.

BOARD ORDER NO. 199-2003

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of June 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

