

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

UPON THE APPLICATION OF  
ARMSTRONG OPERATING, INC.  
TO DESIGNATE IT'S BR #29-1  
WELL IN SECTION 29, T24N-R55E,  
RICHLAND COUNTY, MONTANA,  
AS A RE-COMPLETED HORIZONTAL  
WELL TO BE CERTIFIED AS SUCH  
TO THE MONTANA DEPARTMENT  
OF REVENUE.

ORDER NO. 297-2004

Docket No. 333-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 28th day of October, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Jerry Kennedy and Jack King were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and 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 Armstrong Operating, Inc. is granted as applied for.

BOARD ORDER NO. 297-2004

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 28th day of October, 2004.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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Allen Kolstad, Board Member

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Elaine Mitchell, Board Member

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Gary Willis, Board Member

ATTEST:

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Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF  
EOG RESOURCES, INC. TO  
VACATE THE TEMPORARY  
SPACING UNIT COMPRISED  
OF ALL OF SECTIONS 29 AND  
32, T26N-R53E, RICHLAND  
COUNTY, MONTANA,  
ESTABLISHED BY BOARD  
ORDER 188-2003.

ORDER NO. 298-2004

Docket No. 335-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 28th day of October, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Jerry Kennedy and Jack King were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and 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 EOG Resources, Inc. is granted as applied for.

BOARD ORDER NO. 298-2004

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 28th day of October, 2004.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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Allen Kolstad, Board Member

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Elaine Mitchell, Board Member

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Gary Willis, Board Member

ATTEST:

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Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF  
EOG RESOURCES, INC. TO  
DELINEATE LOTS 1, 2, 3, 4,  
E½W½, E½ (ALL) OF  
SECTION 18, T25N-R53E,  
RICHLAND COUNTY, MONTANA,  
AS A FIELD AND PERMANENT  
SPACING UNIT FOR THE  
PRODUCTION OF OIL AND  
ASSOCIATED NATURAL GAS  
FROM THE BAKKEN FORMATION.

ORDER NO. 299-2004

Docket No. 336-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 28th day of October, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Jerry Kennedy and Jack King were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. Applicant has drilled and successfully completed a horizontal well in the Bakken Formation from the southeast quadrant to the northwest quadrant of Section 18, T25N-R53E, Richland County, Montana. The section consists of 639.24 acres. Applicant owns the entire working interest in said section.
3. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Section 18, T25N-R53E, Richland County, Montana, is designated as a field and permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

IT IS FURTHER ORDERED that 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. 299-2004

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 28th day of October, 2004.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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Allen Kolstad, Board Member

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Elaine Mitchell, Board Member

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Gary Willis, Board Member

ATTEST:

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Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF  
EOG RESOURCES, INC. TO  
DELINEATE ALL OF SECTION  
25, T25N-R53E, RICHLAND  
COUNTY, MONTANA, AS A  
FIELD AND PERMANENT  
SPACING UNIT FOR THE  
PRODUCTION OF OIL AND  
ASSOCIATED NATURAL GAS  
FROM THE BAKKEN FORMATION.

ORDER NO. 300-2004

Docket No. 337-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 28th day of October, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Jerry Kennedy and Jack King were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. Applicant has drilled and successfully completed a horizontal well in the Bakken Formation from the southeast quadrant to the northwest quadrant thereof.
3. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Section 25, T25N-R53E, Richland County, Montana, is designated as a field and permanent spacing unit for the production of oil and associated natural gas from the Bakken Formation.

BOARD ORDER NO. 300-2004

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 28th day of October, 2004.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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Allen Kolstad, Board Member

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Elaine Mitchell, Board Member

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Gary Willis, Board Member

ATTEST:

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Terri H. Perrigo, Executive Secretary



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

UPON THE APPLICATION OF  
EOG RESOURCES, INC. TO  
DELINEATE ALL OF SECTION 27,  
T25N-R53E, RICHLAND COUNTY,  
MONTANA, AS A FIELD AND  
PERMANENT SPACING UNIT FOR  
THE PRODUCTION OF OIL AND  
ASSOCIATED NATURAL GAS  
FROM THE BAKKEN FORMATION.

ORDER NO. 301-2004

Docket No. 338-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 28th day of October, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Jerry Kennedy and Jack King were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. Applicant has drilled and successfully completed a horizontal well in the Bakken Formation from the southeast quadrant to the northwest quadrant of Section 27, T25N-R53E, Richland County, Montana.
3. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Section 27, T25N-R53E, Richland County, Montana, is designated as a field and permanent spacing unit for the production of oil and associated natural gas from the Bakken Formation.

BOARD ORDER NO. 301-2004

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 28th day of October, 2004.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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Allen Kolstad, Board Member

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Elaine Mitchell, Board Member

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Gary Willis, Board Member

ATTEST:

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Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF  
EOG RESOURCES, INC. TO  
DELINEATE LOTS 1, 2, 3, 4,  
S½N½, S½ (ALL) OF SECTION 3,  
AND ALL OF SECTION 10,  
T25N-R53E, RICHLAND  
COUNTY, MONTANA, AS A  
FIELD AND PERMANENT  
SPACING UNIT FOR THE  
PRODUCTION OF OIL AND  
ASSOCIATED NATURAL GAS  
FROM THE BAKKEN FORMATION.

ORDER NO. 302-2004

Docket No. 339-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 28th day of October, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Jerry Kennedy and Jack King were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. Applicant has drilled and successfully completed a horizontal well in the Bakken Formation from the southeast quadrant of Section 10 to the north central quadrant of Section 3, T25N-R53E, Richland County, Montana.
3. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Section 3 and all of Section 10, T25N-R53E, Richland County, Montana, are designated as a field and permanent spacing unit for the production of oil and associated natural gas from the Bakken Formation.

BOARD ORDER NO. 302-2004

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 28th day of October, 2004.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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Allen Kolstad, Board Member

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Elaine Mitchell, Board Member

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Gary Willis, Board Member

ATTEST:

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Terri H. Perrigo, Executive Secretary

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

UPON THE BOARD'S OWN MOTION  
TO DELINEATE ALL OF SECTIONS  
30 AND 31, T26N-R53E, RICHLAND  
COUNTY, MONTANA, AS A  
PERMANENT SPACING UNIT FOR  
THE PRODUCTION OF OIL AND  
ASSOCIATED NATURAL GAS FROM  
THE BAKKEN FORMATION AND  
DESIGNATING THE RUFFATTO  
#2-31H WELL AS THE ONLY  
AUTHORIZED WELL FOR SAID  
SPACING UNIT.

ORDER NO. 303-2004

Docket No. 340-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 28th day of October, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Jerry Kennedy and Jack King were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. This matter was before the Board at an earlier hearing when it considered the application of EOG Resources, Inc. to create a permanent spacing unit for the Ruffatto #2-31H well consisting of all of Section 31 and the S½ of Section 30, T26N-R53E, Richland County, Montana. The Board denied that application and noticed, on its own motion, this hearing to delineate the appropriate spacing unit for the horizontal Bakken well to include all of Sections 30 and 31.
3. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Sections 30 and 31, T26N-R53E, Richland County, Montana, are designated as a permanent spacing unit for the production of oil and associated natural gas from the Bakken Formation.

IT IS FURTHER ORDERED that the Ruffatto #2-31H well is designated as the only authorized well for said spacing unit.

BOARD ORDER NO. 303-2004

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 28th day of October, 2004.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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Allen Kolstad, Board Member

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Elaine Mitchell, Board Member

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Gary Willis, Board Member

ATTEST:

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Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF  
ENCORE OPERATING, L.P. TO  
CONVERT ITS CORAL CREEK  
42-04 LODGEPOLE SALT  
WATER DISPOSAL WELL  
LOCATED IN SECTION 4,  
T6N-R60E, LOOKOUT BUTTE  
FIELD, FALLON COUNTY,  
MONTANA, TO A MISSION  
CANYON DISPOSAL WELL.

ORDER NO. 304-2004

Docket No. 341-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 28th day of October, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Jerry Kennedy and Jack King were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and 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 Encore Operating, L.P. is granted as applied for.

BOARD ORDER NO. 304 -2004

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 28th day of October, 2004.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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Allen Kolstad, Board Member

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Elaine Mitchell, Board Member

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Gary Willis, Board Member

ATTEST:

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Terri H. Perrigo, Executive Secretary



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

UPON THE PROTEST OF ALEXANDRA  
AMONETTE TO THE APPLICATION OF  
THE HOUSTON EXPLORATION COMPANY  
FOR A PERMIT TO DRILL THREE WELLS  
AT THE FOLLOWING LOCATIONS IN  
SWEET GRASS COUNTY, MONTANA:  
1) 2398' FNL AND 2115' FEL OF SECTION 6,  
T2S-R15E; 2) 2250' FSL AND 1370' FWL OF  
SECTION 13, T2S-R15E; AND 3) 2170' FNL  
AND 1670' FEL OF SECTION 33, T1S-R14E.

ORDER NO. 305-2004

Docket No. 342-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 28th day of October, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Jerry Kennedy and Jack King were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and 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 Houston Exploration Company has applied for permits to drill three wells in Sweet Grass County, Montana, at the locations specified in the caption. Ms. Alexandra Amonette protested the permits and this hearing on the matter was scheduled.
3. Ms. Amonette did not appear in person at the hearing but wrote a letter to the Board and The Houston Exploration Company outlining her concerns. The Houston Exploration Company responded with a letter addressing each of Ms. Amonette's concerns. It is apparent to the Board that dismissing Ms. Amonette's protest and granting The Houston Exploration Company's permits to drill will serve to protect correlative rights and be in interest of conservation of oil and gas in the State of Montana. It is further determined that no adverse environmental effects will occur as a result of the drilling and completion of these wells.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that The Houston Exploration Company's permit to drill three wells in Sweet Grass County, Montana, at the locations noted in the caption is approved.

BOARD ORDER NO. 305-2004

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 28th day of October, 2004.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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Allen Kolstad, Board Member

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Elaine Mitchell, Board Member

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Gary Willis, Board Member

ATTEST:

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Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF LYCO  
ENERGY CORPORATION TO DRILL AN  
ADDITIONAL HORIZONTAL BAKKEN  
FORMATION WELL IN THE PERMANENT  
SPACING UNIT ESTABLISHED BY BOARD  
ORDER 54-2004 AND COMPRISED OF  
LOTS 1, 2, 3, 4, S½S½ (ALL) OF SECTION 3,  
AND ALL OF SECTION 10, T24N-R55E, RICHLAND  
COUNTY, MONTANA. SAID WELL WILL BE  
LOCATED ANYWHERE WITHIN THE  
PERMANENT SPACING UNIT BUT NOT CLOSER  
THAN 660 FEET TO THE EXTERIOR  
BOUNDARIES THEREOF.

ORDER NO. 306-2004

Docket No. 343-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 28th day of October, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Jerry Kennedy and Jack King were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 306-2004

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 28th day of October, 2004.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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Allen Kolstad, Board Member

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Elaine Mitchell, Board Member

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Gary Willis, Board Member

ATTEST:

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Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF LYCO  
ENERGY CORPORATION TO DRILL AN  
ADDITIONAL HORIZONTAL BAKKEN  
FORMATION WELL IN THE PERMANENT  
SPACING UNIT ESTABLISHED IN BOARD  
ORDER 120-2004 AND CONSISTING OF  
LOTS 1, 2, 3, 4, E $\frac{1}{2}$ W $\frac{1}{2}$ , E $\frac{1}{2}$  (ALL) OF  
SECTION 19, AND LOTS 1, 2, 3, 4,  
E $\frac{1}{2}$ W $\frac{1}{2}$ , E $\frac{1}{2}$  (ALL) OF SECTION 30,  
T24N-R56E, RICHLAND COUNTY, MONTANA.  
SAID WELL WILL BE LOCATED ANYWHERE  
WITHIN THE PERMANENT SPACING UNIT  
BUT NOT CLOSER THAN 660 FEET TO THE  
BOUNDARIES THEREOF.

ORDER NO. 307-2004

Docket No. 344-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 28th day of October, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Jerry Kennedy and Jack King were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and 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 Lyco Energy Corporation is granted as applied for.

BOARD ORDER NO. 307-2004

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 28th day of October, 2004.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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Allen Kolstad, Board Member

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Elaine Mitchell, Board Member

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Gary Willis, Board Member

ATTEST:

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Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF  
DEVON LOUISIANA CORPORATION  
TO DRILL AN EAGLE SAND  
FORMATION GAS WELL AT A  
LOCATION 1980' FSL AND 660' FWL  
OF SECTION 16, T31N-R17E, HILL  
COUNTY, MONTANA, WITH A  
150-FOOT TOLERANCE FOR  
TOPOGRAPHIC REASON AS AN  
EXCEPTION TO BOARD ORDER 11-72.  
(TIGER RIDGE UNIT AREA)

ORDER NO. 308-2004

Docket No. 346-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 28th day of October, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Jerry Kennedy and Jack King were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and 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 Devon Louisiana Corporation is granted as applied for.

BOARD ORDER NO. 308-2004

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 28th day of October, 2004.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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Allen Kolstad, Board Member

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Elaine Mitchell, Board Member

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Gary Willis, Board Member

ATTEST:

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Terri H. Perrigo, Executive Secretary



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

UPON THE APPLICATION OF  
DEVON LOUISIANA CORPORATION  
TO DRILL AN ADDITIONAL EAGLE  
SAND FORMATION GAS WELL IN  
THE SE¼ OF SECTION 33, T31N-R19E,  
BLAINE COUNTY, MONTANA, NOT  
CLOSER THAN 660 FEET TO THE  
BOUNDARIES THEREOF WITH A  
150-FOOT TOLERANCE IN ANY  
DIRECTION FOR TOPOGRAPHIC  
REASONS AS AN EXCEPTION TO  
BOARD ORDER 17-67. (TIGER RIDGE FIELD)

ORDER NO. 309-2004

Docket No. 347-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 28th day of October, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Jerry Kennedy and Jack King were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and 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 Devon Louisiana Corporation is granted as applied for.

BOARD ORDER NO. 309-2004

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 28th day of October, 2004.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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Allen Kolstad, Board Member

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Elaine Mitchell, Board Member

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Gary Willis, Board Member

ATTEST:

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Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF  
DEVON LOUISIANA CORPORATION  
TO DRILL THREE ADDITIONAL  
EAGLE SAND FORMATION GAS  
WELLS IN THE SE¼ OF SECTION 34,  
T32N-R18E, BLAINE COUNTY,  
MONTANA, BUT NOT CLOSER THAN  
660 FEET TO THE BOUNDARIES  
THEREOF WITH A 150-FOOT  
TOLERANCE IN ANY DIRECTION  
FOR TOPOGRAPHIC REASONS AS  
AN EXCEPTION TO BOARD ORDERS  
17-67 AND 13-75. (TIGER RIDGE FIELD)

ORDER NO. 310-2004

Docket No. 348-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 28th day of October, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Jerry Kennedy and Jack King were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and 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 Devon Louisiana Corporation is granted as applied for.

BOARD ORDER NO. 310-2004

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 28th day of October, 2004.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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Allen Kolstad, Board Member

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Elaine Mitchell, Board Member

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Gary Willis, Board Member

ATTEST:

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Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF  
DEVON LOUISIANA CORPORATION  
TO DRILL AN ADDITIONAL EAGLE  
SAND FORMATION GAS WELL 660'  
FSL AND 660' FEL OF SECTION 11,  
T31N-R18E, BLAINE COUNTY,  
MONTANA, WITH A 150-FOOT  
TOLERANCE IN ANY DIRECTION  
FOR TOPOGRAPHIC REASONS; AND  
TO PRODUCE AN ADDITIONAL,  
PRESENTLY PRODUCING EAGLE  
SAND FORMATION GAS WELL  
WITHIN SAID SECTION 11, AS AN  
EXCEPTION TO BOARD ORDERS  
17-67 AND 13-75. (TIGER RIDGE FIELD)

ORDER NO. 311-2004

Docket No. 349-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 28th day of October, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Jerry Kennedy and Jack King were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and 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 Devon Louisiana Corporation is granted as applied for.

BOARD ORDER NO. 311-2004

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 28th day of October, 2004.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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Allen Kolstad, Board Member

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Elaine Mitchell, Board Member

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Gary Willis, Board Member

ATTEST:

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Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF OMIMEX  
CANADA, LTD TO DRILL AND PRODUCE ITS  
SE BATTLE 13-35 EAGLE FORMATION GAS TEST  
WELL IN SECTION 35, T35N-R21E, BLAINE COUNTY,  
MONTANA, APPROXIMATELY 207' FSL AND 902'  
FWL OF SAID SECTION 35. APPLICANT FURTHER  
REQUESTS A 100-FOOT TOLERANCE IN ANY  
DIRECTION FOR TOPOGRAPHIC REASONS AND  
PERMISSION TO COMMINGLE DOWNHOLE NATURAL  
GAS FROM DIFFERENT ZONES, FORMATIONS, OR  
HORIZONS UNDERLYING SAID SECTION 35, AND TO  
PRODUCE SAID NATURAL GAS THROUGH THE SAME  
STRING OF CASING AND WELL BORE. APPLICANT  
WILL FILE FOR PERMANENT SPACING WITHIN  
NINETY (90) DAYS OF COMPLETION OF A COMMERCIAL  
WELL.

ORDER NO. 312-2004

Docket No. 352-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 28th day of October, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Jerry Kennedy and Jack King were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and 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 here and after set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

BOARD ORDER NO. 312-2004

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that applicant is authorized to drill and produce its SE Battle 13-35 Eagle Formation gas test well in Section 35, T35N-R21E, Blaine County, Montana, at a location approximately 207' FSL and 902' FWL of said Section 35. Applicant is further authorized to commingle natural gas from different zones, formations, or horizons underlying said Section 35, and to produce said natural gas through the same string of casing and well bore.

IT IS FURTHER ORDERED that applicant file for permanent spacing within ninety (90) days of first production from said well.

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 28th day of October, 2004.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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Allen Kolstad, Board Member

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Elaine Mitchell, Board Member

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Gary Willis, Board Member

ATTEST:

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Terri H. Perrigo, Executive Secretary



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

UPON THE APPLICATION OF OMIMEX  
CANADA, LTD TO DRILL AND PRODUCE ITS  
SEATTLE 16-34 EAGLE FORMATION GAS  
TEST WELL IN SECTION 34, T35N-R21E, BLAINE  
COUNTY, MONTANA, APPROXIMATELY 807'  
FSL AND 788' FEL OF SAID SECTION 34.  
APPLICANT FURTHER REQUESTS A 100-FOOT  
TOLERANCE IN ANY DIRECTION FOR TOPOGRAPHIC  
REASONS AND PERMISSION TO COMMINGLE  
DOWNHOLE NATURAL GAS FROM DIFFERENT  
ZONES, FORMATIONS, OR HORIZONS UNDERLYING  
SAID SECTION 34, AND PRODUCE SAID NATURAL GAS  
THROUGH THE SAME STRING OF CASING AND WELL  
BORE. APPLICANT WILL FILE FOR PERMANENT SPACING  
WITHIN NINETY (90) DAYS OF COMPLETION OF A  
COMMERCIAL WELL.

ORDER NO. 313-2004

Docket No. 353-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 28th day of October, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Jerry Kennedy and Jack King were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and 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 here and after set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

BOARD ORDER NO. 313-2004

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that applicant is authorized to drill and produce its SE Battle 16-34 Eagle Formation gas test well in Section 34, T35N-R21E, Blaine County, Montana, at a location approximately 807' FSL and 788' FEL of said Section with a 100 foot tolerance in any direction for topographic reasons. Applicant is further authorized to commingle down hole natural gas from different zones, formations, or horizons underlying and to produce said natural gas through the same string of casing and well bore.

IT IS FURTHER ORDERED that applicant file for permanent spacing within ninety (90) days of first production from said well.

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 28th day of October, 2004.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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Allen Kolstad, Board Member

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Elaine Mitchell, Board Member

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Gary Willis, Board Member

ATTEST:

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Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF  
KLABZUBA OIL & GAS, INC. TO  
COMMINGLE EAGLE SAND AND  
JUDITH RIVER FORMATION GAS  
IN THE WELLBORE OF THE MORSE  
#30-9-33-15E WELL LOCATED IN  
SECTION 30, T33N-R15E, HILL  
COUNTY, MONTANA.

ORDER NO. 314-2004

Docket No. 355-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 28th day of October, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Jerry Kennedy and Jack King were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 314-2004

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 28th day of October, 2004.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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Allen Kolstad, Board Member

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Elaine Mitchell, Board Member

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Gary Willis, Board Member

ATTEST:

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Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF  
CONTINENTAL RESOURCES, INC.  
TO AMEND THE FIELD RULES  
FOR THE WEST CEDAR HILLS-  
RED RIVER "B" UNIT, AND THE  
EAST LOOKOUT BUTTE RED RIVER  
UNIT, BOTH IN FALLON COUNTY,  
MONTANA, TO AUTHORIZE THE  
DRILLING OF A HORIZONTAL  
WELL ALONG THE COMMON  
BOUNDARY BETWEEN THE TWO  
UNITS IN SECTIONS 10, 3, AND 2,  
T6N-R61E, FALLON COUNTY,  
MONTANA.

ORDER NO. 315-2004

Docket No. 358-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 28th day of October, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Jerry Kennedy and Jack King were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and 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 Continental Resources, Inc. is granted as applied for.

BOARD ORDER NO. 315-2004

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 28th day of October, 2004.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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Allen Kolstad, Board Member

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Elaine Mitchell, Board Member

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Gary Willis, Board Member

ATTEST:

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Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF  
CONTINENTAL RESOURCES, INC.  
TO AMEND THE FIELD RULES  
FOR THE WEST CEDAR HILLS-  
RED RIVER "B" UNIT, AND THE  
EAST LOOKOUT BUTTE RED RIVER  
UNIT, BOTH IN FALLON COUNTY,  
MONTANA, TO AUTHORIZE THE  
DRILLING OF A HORIZONTAL WELL  
ALONG THE COMMON BOUNDARY  
BETWEEN TWO UNITS IN SECTIONS  
10 AND 9, T6N-R61E, FALLON COUNTY,  
MONTANA.

ORDER NO. 316-2004

Docket No. 359-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 28th day of October, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Jerry Kennedy and Jack King were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and 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 Continental Resources, Inc. is granted as applied for.

BOARD ORDER NO. 316-2004

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 28th day of October, 2004.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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Allen Kolstad, Board Member

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Elaine Mitchell, Board Member

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Gary Willis, Board Member

ATTEST:

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Terri H. Perrigo, Executive Secretary



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

UPON THE APPLICATION OF  
ENCORE OPERATING, L.P. TO  
DRILL AN EAGLE FORMATION  
GAS WELL IN A 240-ACRE  
TEMPORARY SPACING UNIT  
CONSISTING OF THE E½SE¼ OF  
SECTION 21 AND THE SW¼ OF  
SECTION 22, T35N-R12E, HILL  
COUNTY, MONTANA, AT A  
LOCATION 1700' FSL AND 200'  
FWL OF SAID SECTION 22, WITH  
A 150-FOOT TOLERANCE FOR  
TOPOGRAPHIC OR CULTURAL  
REASONS AS AN EXCEPTION TO  
A.R.M. 36.22.702.

ORDER NO. 317-2004

Docket No. 360-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 28th day of October, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Jerry Kennedy and Jack King were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and 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 Encore Operating, L.P. is granted as applied for.

BOARD ORDER NO. 317-2004

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 28th day of October, 2004.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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Allen Kolstad, Board Member

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Elaine Mitchell, Board Member

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Gary Willis, Board Member

ATTEST:

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Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF  
KEESUN CORPORATION TO PRODUCE  
THE 9-22 JUDEMAN CUT BANK  
FORMATION NATURAL GAS WELL IN  
THE NE $\frac{1}{4}$ SE $\frac{1}{4}$  OF SECTION 22, T37N-R4W,  
CUT BANK FIELD, TOOLE COUNTY,  
MONTANA, AS AN EXCEPTION TO THE  
FIELD DRILLING AND PRODUCTION  
RULES THEREFORE.

ORDER NO. 318-2004

Docket No. 376-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 28th day of October, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Jerry Kennedy and Jack King were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and 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 KeeSun Corporation to produce the 9-22 Judeman Cut Bank Formation natural gas well in the NE $\frac{1}{4}$ SE $\frac{1}{4}$  of Section 22, T37N-R4W, Cut Bank Field, Toole County, Montana, as an exception to the field drilling and production rules is granted.

BOARD ORDER NO. 318-2004

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 28th day of October, 2004.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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Allen Kolstad, Board Member

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Elaine Mitchell, Board Member

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Gary Willis, Board Member

ATTEST:

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Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF  
KEESUN CORPORATION TO DRILL  
AND PRODUCE A BOW ISLAND  
FORMATION TEST WELL IN THE  
NE<sup>1</sup>/<sub>4</sub>SE<sup>1</sup>/<sub>4</sub> OF SECTION 22, T37N-R4W,  
TOOLE COUNTY, MONTANA, AS AN  
EXCEPTION TO THE CUT BANK  
FIELD DRILLING AND PRODUCTION RULES.

ORDER NO. 319-2004

Docket No. 377-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 28th day of October, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Jerry Kennedy and Jack King were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and 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 KeeSun Corporation to drill and produce a Bow Island Formation test well in the NE<sup>1</sup>/<sub>4</sub>SE<sup>1</sup>/<sub>4</sub> of Section 22, T37N-R4W, Toole County, Montana, as an exception to the Cut Bank Field drilling and production rules is granted.

BOARD ORDER NO. 319-2004

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 28th day of October, 2004.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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Allen Kolstad, Board Member

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Elaine Mitchell, Board Member

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Gary Willis, Board Member

ATTEST:

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Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF J. BURNS  
BROWN OPERATING COMPANY TO DRILL  
AN EAGLE FORMATION TEST WELL IN A  
TEMPORARY SPACING UNIT CONSISTING OF  
THE S½ OF SECTION 16 AND THE N½ OF  
SECTION 21, T32N-R19E, BLAINE COUNTY,  
MONTANA AT A LOCATION APPROXIMATELY  
200' FNL AND 2450' FWL OF SAID SECTION 21.  
APPLICANT REQUESTS A 100-FOOT  
TOLERANCE FOR TOPOGRAPHIC REASONS

ORDER NO. 320-2004

Docket No. 379-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 28th day of October, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Jerry Kennedy and Jack King were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and 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 J. Burns Brown Operating Company is granted as applied for.

BOARD ORDER NO. 320-2004

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 28th day of October, 2004.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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Allen Kolstad, Board Member

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Elaine Mitchell, Board Member

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Gary Willis, Board Member

ATTEST:

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Terri H. Perrigo, Executive Secretary



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

UPON THE APPLICATION OF SLAWSON  
EXPLORATION COMPANY, INC. TO CREATE  
A TEMPORARY SPACING UNIT COMPRISED  
OF ALL OF SECTIONS 25 AND 36, T25N-R52E,  
RICHLAND COUNTY, MONTANA, TO DRILL A  
BAKKEN FORMATION HORIZONTAL WELL AND  
AUTHORIZING SAID WELL TO BE LOCATED  
ANYWHERE WITHIN SAID TEMPORARY  
SPACING UNIT BUT NOT CLOSER THAN  
660 FEET TO THE BOUNDARIES THEREOF.

ORDER NO. 321-2004

Docket No. 224-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 28th day of October, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Jerry Kennedy and Jack King were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and 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 Slawson Exploration Company, Inc. is granted as applied for.

BOARD ORDER NO. 321-2004

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 28th day of October, 2004.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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Allen Kolstad, Board Member

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Elaine Mitchell, Board Member

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Gary Willis, Board Member

ATTEST:

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Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF BURLINGTON  
RESOURCES OIL & GAS COMPANY, L.P. TO  
DELINEATE ALL OF SECTION 1, T23N-R54E, AND  
ALL OF SECTION 36, T24N-R54E, RICHLAND COUNTY,  
MONTANA, AS A PERMANENT SPACING UNIT FOR  
THE PRODUCTION OF OIL AND ASSOCIATED  
NATURAL GAS FROM THE BAKKEN FORMATION AND  
AUTHORIZING THE DRILLING OF TWO HORIZONTAL  
WELLS TO BE LOCATED ANYWHERE WITHIN SAID  
SPACING UNIT BUT NOT CLOSER THAN 660 FEET TO  
THE BOUNDARIES THEREOF.

ORDER NO. 322-2004

Docket No. 318-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 28th day of October, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Jerry Kennedy and Jack King were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Section 1, T23N-R54E, and all of Section 36, T24N-R54E, Richland County, Montana, are designated as a permanent spacing unit for the production of oil and associated natural gas from the Bakken Formation.

BOARD ORDER NO. 322-2004

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 28th day of October, 2004.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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Allen Kolstad, Board Member

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Elaine Mitchell, Board Member

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Gary Willis, Board Member

ATTEST:

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Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF BURLINGTON  
RESOURCES OIL & GAS COMPANY, L.P.  
TO DELINEATE ALL OF SECTION 19, T25N-R53E,  
RICHLAND COUNTY, MONTANA, AS A PERMANENT  
SPACING UNIT FOR THE PRODUCTION OF OIL AND  
ASSOCIATED NATURAL GAS FROM THE BAKKEN  
FORMATION AND AUTHORIZING THE DRILLING OF  
ONE HORIZONTAL WELL TO BE LOCATED  
ANYWHERE WITHIN SAID SPACING UNIT BUT NOT  
CLOSER THAN 660 FEET TO THE SPACING UNIT  
BOUNDARIES.

ORDER NO. 323-2004

Docket No. 319-2004

Report of the Board

The above entitled cause came on regularly for hearing on the 28th day of October, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Jerry Kennedy and Jack King were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Section 19, T25N-R53E, Richland County, Montana, is designated as a permanent spacing unit for the production of oil and associated natural gas from the Bakken Formation.

IT IS FURTHER ORDERED that applicant is authorized to drill one horizontal Bakken Formation wells to be located anywhere within said spacing unit but not closer than 660 feet to the boundaries thereof.

BOARD ORDER NO. 323-2004

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 28th day of October, 2004.

BOARD OF OIL AND GAS CONSERVATION  
OF THE STATE OF MONTANA

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David Ballard, Chairman

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Denzil Young, Vice-Chairman

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Allen Kolstad, Board Member

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Elaine Mitchell, Board Member

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Gary Willis, Board Member

ATTEST:

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Terri H. Perrigo, Executive Secretary

