

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

UPON THE APPLICATION OF
CONTINENTAL RESOURCES, INC. TO
AMEND ANY PREVIOUS ORDERS OF
THE BOARD AND CREATE A
TEMPORARY SPACING UNIT
COMPRISED OF ALL OF SECTIONS 22
AND 27, T27N-R54E, RICHLAND
COUNTY, MONTANA, FOR THE
DRILLING OF ONE MULTI-LATERAL
HORIZONTAL WELL IN THE BAKKEN
FORMATION AND AUTHORIZING SAID
WELL TO BE LOCATED ANYWHERE
WITHIN SAID SPACING UNIT BUT NOT
LESS THAN 660 FEET TO THE
BOUNDARIES THEREOF.

ORDER NO. 228-2005

Docket No. 256-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 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 228-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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 BOARD ORDER 159-2005 AND
ANY OTHER ORDERS OF THE BOARD
TO ALLOW THE DRILLING OF AN
INCREASED DENSITY WELL IN THE
PERMANENT SPACING UNIT COMPRISED
OF SECTIONS 18 AND 19, T24N-R54E,
RICHLAND COUNTY, MONTANA, WITH
SAID WELL TO BE LOCATED NOT LESS
THAN 660 FEET FROM THE BOUNDARIES
THEREOF.

ORDER NO. 229-2005

Docket No. 257-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 Continental Resources, Inc. is authorized to drill an additional Bakken Formation well in the permanent spacing unit comprised of Sections 18 and 19, T24N-R54E, Richland County, Montana, with said well to be located not less than 660 feet from the boundaries thereof, as an amendment to Board Order 159-2005.

BOARD ORDER NO. 229-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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 BOARD ORDER 185-2003 AND
ANY OTHER ORDERS OF THE BOARD
TO ALLOW THE DRILLING OF AN
INCREASED DENSITY WELL FOR
PRODUCTION OF OIL AND NATURAL
GAS FROM THE BAKKEN FORMATION
IN THE PERMANENT SPACING UNIT
COMPRISED OF SECTIONS 28 AND 33,
T25N-R53E, RICHLAND COUNTY,
MONTANA, WITH SAID WELL TO BE
LOCATED NOT LESS THAN 660 FEET
FROM THE BOUNDARIES THEREOF.

ORDER NO. 230-2005

Docket No. 258-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 Board Order 185-2003 is amended to allow the drilling of an additional Bakken Formation well in the permanent spacing unit comprised of Sections 28 and 33, T25N-R53E, Richland County, Montana, said well to be located not less than 660 feet from the boundaries of said permanent spacing unit

BOARD ORDER NO. 230-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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 BOARD ORDER 49-2004 AND
ANY OTHER ORDERS OF THE BOARD
TO ALLOW THE DRILLING OF AN
INCREASED DENSITY WELL FOR
PRODUCTION OF OIL AND NATURAL
GAS FROM THE BAKKEN FORMATION
IN THE PERMANENT SPACING UNIT
COMPRISED OF SECTIONS 17 AND 20,
T24N-R54E, RICHLAND COUNTY,
MONTANA, WITH SAID WELL TO BE
LOCATED NOT LESS THAN 660 FEET
FROM THE BOUNDARIES THEREOF.

ORDER NO. 231-2005

Docket No. 259-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 Board Order 49-2004 is amended to allow the drilling of an additional Bakken Formation well in the permanent spacing unit comprised of Sections 17 and 20, T24N-R54E, Richland County, Montana, with said well to be located not less than 660 feet from the boundaries thereof.

BOARD ORDER NO. 231-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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 BOARD ORDER 290-2004 AND
ANY OTHER ORDERS OF THE BOARD
TO ALLOW THE DRILLING OF AN
INCREASED DENSITY WELL FOR
PRODUCTION OF OIL AND NATURAL
GAS FROM THE BAKKEN FORMATION
IN THE PERMANENT SPACING UNIT
COMPRISED OF SECTIONS 10 AND 15,
T23N-R56E, RICHLAND COUNTY,
MONTANA, WITH SAID WELL TO BE
LOCATED NOT LESS THAN 660 FEET
FROM THE BOUNDARIES THEREOF.

ORDER NO. 232-2005

Docket No. 260-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 Board Order 290-2004 is amended to allow the drilling of an additional Bakken Formation well in the permanent spacing unit comprised of Sections 10 and 15, T23N-R56E, Richland County, Montana, with said well to be located not less than 660 feet from the boundaries thereof.

BOARD ORDER 232-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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 BOARD ORDER 284-2003 AND
ANY OTHER ORDERS OF THE BOARD
TO ALLOW THE DRILLING OF AN
INCREASED DENSITY WELL FOR
PRODUCTION OF OIL AND NATURAL
GAS FROM THE BAKKEN FORMATION
IN THE PERMANENT SPACING UNIT
COMPRISED OF SECTIONS 9 AND 16,
T23N-R56E, RICHLAND COUNTY,
MONTANA, WITH SAID WELL TO BE
LOCATED NOT LESS THAN 660 FEET
TO BOUNDARIES THEREOF.

ORDER NO. 233-2005

Docket No. 261-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 Board Order 284-2003 is amended to allow the drilling of an additional Bakken Formation well in the permanent spacing unit comprised of Sections 9 and 16, T23N-R56E, Richland County, Montana, with said well to be located not less than 660 feet from the boundaries of said permanent spacing unit.

BOARD ORDER NO. 233-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
CENTENNIAL OIL & GAS TO CREATE A
TEMPORARY SPACING UNIT COMPRISED
OF THE SW¹/₄NE¹/₄, SE¹/₄NW¹/₄, NW¹/₄SE¹/₄
AND NE¹/₄SW¹/₄ OF SECTION 34, T31N-R47E,
ROOSEVELT COUNTY, MONTANA, TO
DRILL A NISKU FORMATION TEST WELL
2550' FEL AND 2600' FNL OF SAID SECTION
34, AS AN EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 234-2005

Docket No. 262-2005 and 10-2005 FED

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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. Tribal lands are included in the proposed temporary spacing unit and are under jurisdiction of the Bureau of Land Management (BLM) of the United States Department of the Interior. The BLM will issue an order pertaining to the tribal lands, and the Montana Board of Oil and Gas Conservation will issue an order for the non-tribal lands included in the proposed temporary spacing unit.
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 34, T31N-R47E, Roosevelt County, Montana, is removed from the Benrud Field

IT IS FURTHER ORDERED that the SW¹/₄NE¹/₄, SE¹/₄NW¹/₄, NW¹/₄SE¹/₄ and NE¹/₄SW¹/₄ of Section 34, T31N-R47E, Roosevelt County, Montana, are designated as a temporary spacing unit for the purpose of drilling a Nisku Formation test well 2550' FEL and 2600' FNL of said Section 34, with a 100-foot topographic tolerance, as an exception to A.R.M. 36.22.702.

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. 234-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
MCR, L.L.C. TO DELINEATE ALL OF
SECTION 17, T37N-R5E, LIBERTY
COUNTY, MONTANA, AS A FIELD
AND PERMANENT SPACING UNIT
FOR THE PRODUCTION OF NATURAL
GAS AND ASSOCIATED LIQUID
HYDROCARBONS FROM THE BOW
ISLAND AND DAKOTA FORMATIONS.
[FLAT COULEE FIELD]

ORDER NO. 235-2005

Docket No. 263-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Section 17, T37N-R5E, Liberty County, Montana, is delineated as a field and permanent spacing unit for production of natural gas and associated liquid hydrocarbons from the Bow Island and Dakota Formations.

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. 235-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
MCR, L.L.C. TO POOL ALL INTERESTS
IN THE SPACING UNIT COMPRISED OF
ALL OF SECTION 17, T37N-R5E,
LIBERTY COUNTY, MONTANA, FOR
PRODUCTION OF NATURAL GAS AND
ASSOCIATED LIQUID HYDROCARBONS
FROM THE BOW ISLAND AND DAKOTA
FORMATIONS AND TO AUTHORIZE
RECOVERY OF NON-CONSENT
PENALTIES IN ACCORDANCE WITH
SECTION 82-11-202 (2), M.C.A.
[FLAT COULEE FIELD]

ORDER NO. 236-2005

Docket No. 264-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 17, T37N-R5E, Liberty County, Montana, for production of natural gas and associated liquid hydrocarbons from the Bow Island and Dakota Formations are pooled on the basis of surface acreage.

IT IS FURTHER ORDERED that applicant is authorized to recover non-consent penalties provided by Section 82-11-202 (2) M.C.A.

BOARD ORDER NO. 236-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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
AMEND BOARD ORDER 161-2000 TO
DRILL AN EAGLE SAND FORMATION
GAS WELL IN SECTION 20, T32N-R17E,
HILL COUNTY, MONTANA, 1000' FWL
AND 2088' FSL WITH A 50-FOOT
TOPOGRAPHIC TOLERANCE.
(TIGER RIDGE FIELD)

ORDER NO. 237-2005

Docket No. 265-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 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 161-2000 is amended to authorize the drilling of an Eagle Formation gas well in Section 20, T32N-R17E, Hill County, Montana, at a location 1000' FWL and 2088' FSL with a 50-foot topographic tolerance.

BOARD ORDER NO. 237-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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
AMEND BOARD ORDER 21-2004 TO
PERMIT THE DRILLING OF UP TO FOUR
EAGLE SAND FORMATION GAS WELLS
WITHIN EACH 160-ACRE TEMPORARY
SPACING UNIT IN SECTION 29,
T30N-R16E, HILL COUNTY, MONTANA,
AT LOCATIONS ANYWHERE WITHIN
EACH TEMPORARY SPACING UNIT BUT
NOT CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF, WITH A
150-FOOT TOPOGRAPHIC TOLERANCE.

ORDER NO. 238-2005

Docket No. 266-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 Board Order 21-2004 is hereby amended to authorize the drilling of up to four Eagle Formation gas wells in each 160-acre temporary spacing unit in Section 29, T30N-R16E, Hill County, Montana, at locations anywhere within said temporary spacing units but not closer than 660 feet to the boundaries thereof with a 150-foot topographic tolerance.

BOARD ORDER NO. 238-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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
DESIGNATE A TEMPORARY SPACING
UNIT COMPRISED OF THE E½SE¼ OF
SECTION 34 AND THE W½SW¼ OF
SECTION 35, T32N-R19E, BLAINE
COUNTY, MONTANA, TO DRILL AN
EAGLE-VIRGELLE FORMATION GAS
WELL 1125' FSL AND 75' FWL OF SAID
SECTION 35, WITH A 50-FOOT
TOPOGRAPHIC TOLERANCE AS AN
EXCEPTION TO BOARD ORDER 23-54.
[BOWES FIELD]

ORDER NO. 239-2005

Docket No. 267-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 E½SE¼ of Section 34 and the W½SW¼ of Section 35, T32N-R19E, Blaine County, Montana, are designated as temporary spacing unit.

IT IS FURTHER ORDERED that applicant is authorized to drill an Eagle-Virgelle Formation gas well 1125' FSL and 75' FWL of said Section 35, with a 50-foot topographic tolerance as an exception to Board Order 23-54.

BOARD ORDER NO. 239-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
STEWART GEOLOGICAL, INC. FOR AN
UNDERGROUND INJECTION PERMIT
FOR IT'S JACOBSON #2-15H WELL
(API # 25-085-21669) IN THE SE¼NE¼
OF SECTION 15, T30N-R57E,
ROOSEVELT COUNTY, MONTANA, TO
DISPOSE OF PRODUCED WATER INTO
THE DAKOTA FORMATION.

ORDER NO. 240-2005

Docket No. 268-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 Stewart Geological, Inc. is granted an underground injection permit for its Jacobson #2-15H well to dispose of produced water into the Dakota Formation in the SE¼NE¼ of Section 15, T30N-R57E, Roosevelt County, Montana, subject to the stipulations on the Sundry Notice.

BOARD ORDER NO. 240-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
MONTANA LAND & EXPLORATION, INC.
TO DRILL THREE ADDITIONAL EAGLE
FORMATION NATURAL GAS WELLS
WITHIN EACH OF TWO EXISTING
PERMANENT SPACING UNITS: ALL OF
SECTION 28, T33N-R21E, BLAINE COUNTY,
MONTANA, AND ALL OF SECTION 29,
T33N-R21E, BLAINE COUNTY, MONTANA.
APPLICANT ALSO REQUESTS
AUTHORIZATION TO COMPLETE AND
PRODUCE THE ADDITIONAL WELLS AT
ANY LOCATION WITHIN THE PERMANENT
SPACING UNITS BUT NOT CLOSER THAN
660 FEET TO THE EXTERIOR BOUNDARIES
THEREOF, AND THAT THE ADDITIONAL
GAS WELLS BE ALLOWED TO COMMINGLE
AND PRODUCE FROM MULTIPLE EAGLE
FORMATION ZONES THROUGH THE SAME
STRING OF CASING.

ORDER NO. 241-2005

Docket No. 269-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 Montana Land & Exploration, Inc. is authorized to drill three additional Eagle Formation natural gas wells within each of the following two existing permanent spacing units: all of Section 28, T33N-R21E, Blaine County, Montana, and all of Section 29, T33N-R21E, Blaine County, Montana.

BOARD ORDER NO. 241-2005

IT IS FURTHER ORDERED that applicant is authorized to complete and produce the additional wells at any location within the two permanent spacing units but not closer than 660' to the exterior boundaries thereof, and that applicant may commingle and produce from multiple Eagle Formation zones through the same string of casing.

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 Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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 AMEND
BOARD ORDER 136-2000 BY
VACATING THE TEMPORARY
SPACING UNIT COMPRISED OF THE
NE¹/₄ OF SECTION 31 AND THE NW¹/₄
OF SECTION 32, T26N-R55E,
RICHLAND COUNTY, MONTANA,
AND CREATING A TEMPORARY
SPACING UNIT FOR A VERTICAL
RED RIVER FORMATION TEST
WELL COMPRISED OF THE SW¹/₄ OF
SECTION 29 AND THE NW¹/₄ OF
SECTION 32, T26N-R55E, RICHLAND
COUNTY, MONTANA.

ORDER NO. 242-2005

Docket No. 270-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 Board Order 136-2000 is amended to vacate the temporary spacing unit comprised of the NE¹/₄ of Section 31 and the NW¹/₄ of Section 32, T26N-R55E, Richland County, Montana.

IT IS FURTHER ORDERED that the SW¹/₄ of Section 29 and the NW¹/₄ of Section 32, T26N-R55E, Richland County, Montana, are designated as a temporary spacing unit for a vertical Red River Formation test well.

BOARD ORDER NO. 242-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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 DRILL
AN INCREASED DENSITY GAS WELL
TO TEST ALL ZONES AND FORMATIONS
FROM THE SURFACE OF THE EARTH
TO THE BASE OF THE SECOND WHITE
SPECKS FORMATION, AT A LOCATION
2262' FNL AND 2620' FEL OF SECTION 28,
T34N-R15E, HILL COUNTY, MONTANA,
WITH A 200-FOOT TOPOGRAPHIC
TOLERANCE, AS AN EXCEPTION TO
A.R.M. 36.22.702.

ORDER NO. 243-2005

Docket No. 271-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. Applicant proposes to drill a gas well to test all formations from the surface to the base of the Second White Specks Formation.
3. There is an existing Eagle Formation gas well located in Section 28, and an exception to statewide spacing is necessary to complete the proposed well in the Eagle Formation should production be encountered in that formation.
4. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Klabzuba Oil & Gas, Inc. is authorized to drill an additional Eagle Formation gas well at a location 2262' FNL and 2620' FEL of Section 28, T34N-R15E, Hill County, Montana, with a 200-foot topographic tolerance, as an exception to A.R.M. 36.22.702.

BOARD ORDER NO. 243-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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
DESIGNATE THE E½ OF SECTION
14 AND THE W½ OF SECTION 13,
T34N-R16E, HILL COUNTY,
MONTANA, AS A TEMPORARY
SPACING UNIT FOR PURPOSES OF
DRILLING A GAS WELL TO TEST
ALL ZONES AND FORMATIONS
FROM THE SURFACE OF THE
EARTH TO THE BASE OF THE
SECOND WHITE SPECKS
FORMATION, AT A LOCATION
2625' FSL AND 525' FEL OF SAID
SECTION 14, WITH A 200-FOOT
TOPOGRAPHIC TOLERANCE, AS
AN EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 244-2005

Docket No. 272-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 E½ of Section 14 and the W½ of Section 13, T34N-R16E, Hill County, Montana, are designated a temporary spacing unit for purposes of drilling a gas well to test all zones and formations from the surface of the earth to the base of the Second White Specks Formation, at a location 2625' FSL and 525' FEL of said Section 14, with a 200-foot topographic tolerance, as an exception to A.R.M. 36.22.702.

IT IS FURTHER ORDERED that applicant shall apply for permanent spacing within ninety (90) days of successful completion of the proposed well.

BOARD ORDER NO. 244-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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
DESIGNATE THE E½ OF SECTION
23 AND THE W½ OF SECTION 24,
T34N-R15E, HILL COUNTY,
MONTANA, AS A TEMPORARY
SPACING UNIT FOR PURPOSES OF
DRILLING A GAS WELL TO TEST
ALL ZONES AND FORMATIONS
FROM THE SURFACE OF THE
EARTH TO THE BASE OF THE
SECOND WHITE SPECKS
FORMATION, AT A LOCATION
2260' FNL AND 700' FWL OF SAID
SECTION 24, WITH A 200-FOOT
TOPOGRAPHIC TOLERANCE AS
AN EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 245-2005

Docket No. 273-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the E½ of Section 23 and the W½ of Section 24, T34N-R15E, Hill County, Montana, are designated a temporary spacing unit for the purpose of drilling a gas well to test all zones and formations from the surface of the earth to the base of the Second White Specks Formation, at a location 2260' FNL and 700' FWL of said Section 24, with a 200-foot topographic tolerance, as an exception to A.R.M. 36.22.702.

IT IS FURTHER ORDERED that applicant shall apply for permanent spacing within ninety (90) days of successful completion of the proposed well.

BOARD ORDER NO. 245-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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
DESIGNATE THE SE¹/₄ OF SECTION
20 AND THE SW¹/₄ OF SECTION 21,
T34N-R15E, HILL COUNTY,
MONTANA, AS A TEMPORARY
SPACING UNIT FOR PURPOSES OF
DRILLING A GAS WELL TO TEST
ALL ZONES AND FORMATIONS
FROM THE SURFACE OF THE EARTH
TO THE BASE OF THE SECOND
WHITE SPECKS FORMATION, AT A
LOCATION 600' FSL AND 100' FWL
OF SAID SECTION 21, WITH A
200-FOOT TOPOGRAPHIC
TOLERANCE IN ALL DIRECTIONS
EXCEPT SOUTH, AS AN EXCEPTION
TO A.R.M. 36.22.702.

ORDER NO. 246-2005

Docket No. 274-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 SE¹/₄ of Section 20 and the SW¹/₄ of Section 21, T34N-R15E, Hill County, Montana, are designated as a temporary spacing unit for purposes of drilling a gas well to test all zones and formations from the surface of the earth to the base of the Second White Specks Formation, at a location 600' FSL and 100' FWL of said Section 21, with a 200-foot topographic tolerance in all directions except south, as an exception to A.R.M. 36.22.702.

BOARD ORDER NO. 246-2005

IT IS FURTHER ORDERED that applicant shall apply for permanent spacing within ninety (90) days of successful completion of the proposed well.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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
DESIGNATE THE W½ OF SECTION
14, T34N-R15E, HILL COUNTY,
MONTANA, AS A TEMPORARY
SPACING UNIT TO DRILL A GAS
WELL TO TEST ALL ZONES AND
FORMATIONS FROM THE SURFACE
OF THE EARTH TO THE BASE OF
THE SECOND WHITE SPECKS
FORMATION, AT A LOCATION
2115' FSL AND 1760' FWL OF SAID
SECTION 14, WITH A 200-FOOT
TOPOGRAPHIC TOLERANCE AS
AN EXCEPTION TO A.R.M.
36.22.702 AND BOARD
ORDER 170-2004.

ORDER NO. 247-2005

Docket No. 275-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 W½ of Section 14, T34N-R15E, Hill County, Montana, is designated a temporary spacing unit for the purpose of drilling a gas well to test all zones and formations from the surface of the earth to the base of the Second White Specks Formation, at a location 2115' FSL and 1760' FWL of said Section 14, with a 200-foot topographic tolerance, as an exception to A.R.M. 36.22.702 and Board Order 170-2004.

IT IS FURTHER ORDERED that applicant shall apply for permanent spacing within ninety (90) days of successful completion of the proposed well.

BOARD ORDER NO. 247-2005

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 Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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
DESIGNATE THE E½ OF SECTION
10 AND THE W½ OF SECTION 11,
T34N-R16E, HILL COUNTY,
MONTANA, AS A TEMPORARY
SPACING UNIT TO DRILL THE
THIEL #11-5-34-16C GAS WELL TO
TEST ALL ZONES AND
FORMATIONS FROM THE SURFACE
OF THE EARTH TO THE BASE OF
THE SECOND WHITE SPECKS
FORMATION, AT A LOCATION
2460' FNL AND 220' FWL OF SAID
SECTION 11, WITH A 200-FOOT
TOPOGRAPHIC TOLERANCE IN ANY
DIRECTION EXCEPT WEST, AS AN
EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 248-2005

Docket No. 276-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 E½ of Section 10 and the W½ of Section 11, T34N-R16E, Hill County, Montana, are designated as a temporary spacing unit for purposes of drilling the Thiel #11-5-34-16C gas well to test all zones and formations from the surface of the earth to the base of the Second White Specks Formation, at a location 2460' FNL and 220' FWL of said Section 11, with a 200-foot topographic tolerance in any direction except west as an exception to A.R.M. 36.22.702.

BOARD ORDER NO. 248-2005

IT IS FURTHER ORDERED that applicant shall apply for permanent spacing within ninety (90) days of successful completion of the proposed well.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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
DESIGNATE THE E½ OF SECTION
10 AND THE W½ OF SECTION 11,
T34N-R16E, HILL COUNTY,
MONTANA, AS A TEMPORARY
SPACING UNIT TO DRILL THE
THIEL #10-9-34-16B GAS WELL
TO TEST THE SAWTOOTH
FORMATION AT A PROPOSED
BOTTOM HOLE LOCATION
2215' FSL AND 65' FWL OF SAID
SECTION 11, WITH A 200-FOOT
TOLERANCE AT THE INTERCEPT
OF THE SAWTOOTH FORMATION
AS AN EXCEPTION TO
A.R.M. 36.22.702.

ORDER NO. 249-2005

Docket No. 277-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 E½ of Section 10 and the W½ of Section 11, T34N-R16E, Hill County, Montana, are designated as a temporary spacing unit for purposes of drilling the Thiel #10-9-34-16B gas well to test the Sawtooth Formation, at a proposed bottom hole location 2215' FSL and 65' FWL of said Section 11, with a 200-foot topographic tolerance at the intercept of the Sawtooth Formation, as an exception to A.R.M. 36.22.702.

IT IS FURTHER ORDERED that applicant shall apply for permanent spacing within ninety (90) days of successful completion of the proposed well.

BOARD ORDER NO. 249-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
HEADINGTON OIL, LIMITED PARTNERSHIP
TO DESIGNATE A TEMPORARY SPACING
UNIT COMPRISED OF ALL OF SECTIONS 21
AND 28, T22N-R59E, RICHLAND COUNTY,
MONTANA, TO DRILL A HORIZONTAL
BAKKEN FORMATION WELL AND TO
AUTHORIZE SAID WELL TO BE LOCATED
ANYWHERE WITHIN SAID TEMPORARY
SPACING UNIT BUT NOT CLOSER THAN
660 FEET TO THE BOUNDARIES THEREOF.

ORDER NO. 250-2005

Docket No. 278-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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. This application was originally placed on the Default Docket at the request of the applicant. It was subsequently removed from the Default Docket because two requests for hearing were received.
3. On the day of the hearing, Mr. John R. Mercer, a landowner, requested the application be heard. He withdrew his protest after presenting his testimony.
4. On the day of the hearing, Mr. Mike Gleason, a royalty owner, also requested the application be heard. He asked that the application be continued to September 1, 2005 because of title questions. Because the Board has no jurisdiction in ownership issues, Mr. Gleason's request was denied.
5. 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 21 and 28, T22N-R59E, Richland County, Montana, are designated as a temporary spacing unit for the Bakken Formation.

BOARD ORDER NO. 250-2005

IT IS FURTHER ORDERED that applicant is authorized to drill a horizontal Bakken Formation well anywhere in said temporary spacing unit but not closer than 660 feet to the exterior boundaries thereof.

IT IS FURTHER ORDERED that applicant shall apply for permanent spacing within ninety (90) days of successful completion of the proposed well.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
HEADINGTON OIL, LIMITED PARTNERSHIP
TO CREATE A TEMPORARY SPACING UNIT
COMPRISED OF LOTS 1, 2, 3, 4, S½N½, S½
(ALL) OF SECTION 5 AND ALL OF
SECTION 8, T22N-R59E, RICHLAND
COUNTY, MONTANA, TO DRILL A
HORIZONTAL WELL IN THE BAKKEN
FORMATION, SAID WELL TO BE
LOCATED ANYWHERE WITHIN THE
TEMPORARY SPACING UNIT BUT NOT
CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF.

ORDER NO. 251-2005

Docket No. 279-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Lots 1, 2, 3, 4, S½N½, S½ (all) of Section 5 and all of Section 8, T22N-R59E, Richland County, Montana, are designated as a temporary spacing unit for the Bakken Formation.

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

IT IS FURTHER ORDERED that applicant shall apply for permanent spacing within ninety (90) days of successful completion of the proposed well.

BOARD ORDER NO. 251-2005

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 Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
HEADINGTON OIL, LIMITED PARTNERSHIP
TO DESIGNATE A TEMPORARY SPACING
UNIT COMPRISED OF ALL OF LOTS
1, 2, 3, 4, 5, 6, 7, S $\frac{1}{2}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$, E $\frac{1}{2}$ SW $\frac{1}{4}$,
SE $\frac{1}{4}$ (ALL) OF SECTION 6 AND LOTS
1, 2, 3, 4, E $\frac{1}{2}$ W $\frac{1}{2}$, E $\frac{1}{2}$ (ALL) OF SECTION 7,
T22N-R59E, RICHLAND COUNTY, MONTANA,
TO DRILL A HORIZONTAL WELL IN THE
BAKKEN FORMATION AND AUTHORIZING
SAID WELL TO BE LOCATED ANYWHERE
WITHIN SAID TEMPORARY SPACING UNIT
BUT NOT CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF.

ORDER NO. 252-2005

Docket No. 280-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Lots 1, 2, 3, 4, 5, 6, 7, S $\frac{1}{2}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$, E $\frac{1}{2}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ (All) of Section 6 and Lots 1, 2, 3, 4, E $\frac{1}{2}$ W $\frac{1}{2}$, E $\frac{1}{2}$ (All) of Section 7, T22N-R59E, Richland County, Montana, are designated as a temporary spacing unit for the Bakken Formation.

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

IT IS FURTHER ORDERED that applicant shall apply for permanent spacing within ninety (90) days of successful completion of the proposed well.

BOARD ORDER NO. 252-2005

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 Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
HEADINGTON OIL, LIMITED PARTNERSHIP
TO AMEND BOARD ORDER 71-2005 TO
VACATE THE TEMPORARY SPACING UNIT
COMPRISED OF ALL OF SECTIONS 10 AND
15, T22N-R59E, RICHLAND COUNTY,
MONTANA, AND TO ESTABLISH A
TEMPORARY SPACING UNIT COMPRISED
OF ALL OF SECTIONS 15 AND 22, T22N-R59E,
RICHLAND COUNTY, MONTANA, TO DRILL
A HORIZONTAL WELL TO THE BAKKEN
FORMATION ANYWHERE WITHIN SAID
TEMPORARY SPACING UNIT BUT NOT
CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF.

ORDER NO. 253-2005

Docket No. 281-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 Board Order 71-2005 is amended to vacate the temporary spacing unit comprised of all of Sections 10 and 15, T22N-R59E, Richland County, Montana.

IT IS FURTHER ORDERED that a temporary spacing unit comprised of all of Sections 15 and 22, T22N-R59E, Richland County, Montana, is created for the Bakken Formation, and applicant is authorized to drill a horizontal well to the Bakken Formation anywhere within said temporary spacing unit but not closer than 660 feet to the boundaries thereof.

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

BOARD ORDER NO. 253-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
NANCE PETROLEUM CORPORATION TO
DELINEATE LOTS 6, 7, E $\frac{1}{2}$ SW $\frac{1}{4}$ (SW $\frac{1}{4}$) OF
SECTION 6 AND LOTS 1, 2, 3, 4,
E $\frac{1}{2}$ W $\frac{1}{2}$ (W $\frac{1}{2}$) OF SECTION 7, T23N-R58E,
RICHLAND COUNTY, MONTANA, AS A
PERMANENT SPACING UNIT FOR
PRODUCTION OF OIL AND ASSOCIATED
NATURAL GAS FROM THE BAKKEN
FORMATION AND TO DESIGNATE
APPLICANT'S NORGAARD 12-6H WELL
AS THE AUTHORIZED WELL FOR SAID
SPACING UNIT.

ORDER NO. 254-2005

Docket No. 282-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 Lots 6, 7, E $\frac{1}{2}$ SW $\frac{1}{4}$ (SW $\frac{1}{4}$) of Section 6 and Lots 1, 2, 3, 4, E $\frac{1}{2}$ W $\frac{1}{2}$ (W $\frac{1}{2}$) of Section 7, T23N-R58E, Richland County, Montana, are designated as a permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

IT IS FURTHER ORDERED that applicant's Norgaard 12-6H well is the only authorized well for said spacing unit.

BOARD ORDER NO. 254-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
NANCE PETROLEUM CORPORATION
TO DELINEATE ALL OF SECTION 23,
T25N-R54E, RICHLAND COUNTY,
MONTANA, AS A 640-ACRE
PERMANENT SPACING UNIT FOR
PRODUCTION OF OIL AND
ASSOCIATED GAS FROM THE BAKKEN
FORMATION AND TO DESIGNATE
APPLICANT'S CHARLIE CREEK 2-23H
WELL AS THE ONLY AUTHORIZED
WELL FOR SAID SPACING UNIT.

ORDER NO. 255-2005

Docket No. 283-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Section 23, T25N-R54E, Richland County, Montana, is delineated as a 640-acre permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

IT IS FURTHER ORDERED that applicant's Charlie Creek 2-23H well is the only authorized well for said spacing unit.

BOARD ORDER NO. 255-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
NANCE PETROLEUM CORPORATION
FOR AN ORDER POOLING ALL
INTERESTS IN SECTION 23,
T25N-R54E, RICHLAND COUNTY,
MONTANA, ON THE BASIS OF
SURFACE ACREAGE FOR PRODUCTION
OF OIL AND ASSOCIATED GAS FROM
THE BAKKEN FORMATION FROM THE
CHARLIE CREEK 2-23H WELL AND
AUTHORIZING THE RECOVERY OF
RISK PENALTIES IN ACCORDANCE
WITH SECTION 82-11-202 M.C.A.

ORDER NO. 256-2005

Docket No. 284-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all interests in the production of oil and associated natural gas from the Bakken Formation from the Charlie Creek 2-23H well in the spacing unit comprised of all of Section 23, T25N-R54E, Richland County Montana, are pooled on the basis of surface acreage.

IT IS FURTHER ORDERED that applicant is authorized to recover the risk penalties in accordance with Section 82-11-202 M.C.A.

BOARD ORDER NO. 256-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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 GAS
WELL IN A 160-ACRE TEMPORARY
SPACING UNIT CONSISTING OF THE NE¼
OF SECTION 32, T35N-R15E, HILL COUNTY,
MONTANA, AT A LOCATION 2150' FNL
AND 1500' FEL OF SAID SECTION 32, WITH
A 75-FOOT TOLERANCE FOR TOPOGRAPHIC
REASONS; TO DESIGNATE SUCH
TEMPORARY SPACING UNIT AS AN
OVERLAPPING SPACING UNIT TO ANY
OTHER EXISTING EAGLE FORMATION
SPACING UNITS AND APPLICABLE ONLY TO
THE SPECIFIC GEOLOGIC FEATURE TO BE
TESTED BY THE PROPOSED WELL; TO
REQUIRE THAT, IF SUCH TEST WELL IS
COMPLETED AS A COMMERCIAL EAGLE
FORMATION GAS WELL, AN APPLICATION
FOR PERMANENT SPACING FOR THE WELL
BE FILED WITH THE BOARD NOT LATER
THAN NINETY (90) DAYS AFTER
COMMENCEMENT OF PRODUCTION; AND TO
PERMIT THE TEST WELL TO BE DRILLED TO A
DEPTH SUFFICIENT TO TEST THE NIOBRARA
FORMATION, BUT, IF CAPABLE OF GAS
PRODUCTION FROM SAID FORMATION,
REQUIRING THAT PRODUCTION FROM THE
NIOBRARA FORMATION NOT COMMENCE
UNTIL AUTHORIZED BY FURTHER ORDER OF
THE BOARD.

ORDER NO. 257-2005

Docket No. 285-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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.

BOARD ORDER NO. 257-2005

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 applicant is authorized to drill an Eagle Formation gas well in a 160-acre temporary spacing unit consisting of the NE¼ of Section 32, T35N-R15E, Hill County, Montana, at a location 2150' FNL and 1500' FEL of said Section 32, with a 75-foot tolerance for topographic reasons.

IT IS FURTHER ORDERED that this temporary spacing unit is designated as an overlapping spacing unit to any other existing Eagle Formation spacing units and applicable only to the specific geologic feature to be tested by the proposed well.

IT IS FURTHER ORDERED that if such test well is completed as a commercial Eagle Formation gas well an application for permanent spacing must be filed with the Board not later than 90 (ninety) days after commencement of production.

IT IS FURTHER ORDERED that the test well may be drilled to a depth sufficient to test the Niobrara Formation but, if capable of gas production from said formation, production will not commence until authorized by further order of the Board.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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 GAS WELL IN
A 320-ACRE TEMPORARY SPACING UNIT
CONSISTING OF THE SE¼ OF SECTION 32
AND THE SW¼ OF SECTION 33, T35N-R15E,
HILL COUNTY, MONTANA, AT A LOCATION
750' FSL AND 400' FWL OF SAID SECTION 33,
WITH A 75-FOOT TOLERANCE IN ANY
DIRECTION EXCEPT SOUTH FOR
TOPOGRAPHIC REASONS; TO DESIGNATE
SUCH TEMPORARY SPACING UNIT AS AN
OVERLAPPING SPACING UNIT TO ANY OTHER
EXISTING EAGLE FORMATION SPACING
UNITS AND APPLICABLE ONLY TO THE
SPECIFIC GEOLOGIC FEATURE TO BE TESTED
BY THE PROPOSED WELL; TO REQUIRE THAT,
IF SUCH TEST WELL IS COMPLETED AS A
COMMERCIAL EAGLE FORMATION GAS WELL,
AN APPLICATION FOR PERMANENT SPACING
FOR THE WELL BE FILED WITH THE BOARD
NOT LATER THAN NINETY (90) DAYS AFTER
THE COMMENCEMENT OF PRODUCTION; AND
TO PERMIT THE TEST WELL TO BE DRILLED
TO A DEPTH SUFFICIENT TO TEST THE
NIOBRARA FORMATION BUT, IF CAPABLE OF
GAS PRODUCTION FROM SAID FORMATION,
REQUIRING THAT PRODUCTION FROM THE
NIOBRARA FORMATION NOT COMMENCE
UNTIL AUTHORIZED BY FURTHER ORDER
OF THE BOARD.

ORDER NO. 258-2005

Docket No. 286-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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.

BOARD ORDER NO. 258-2005

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 applicant is authorized to drill an Eagle Formation gas well in a 320-acre temporary spacing unit consisting of the SE¼ of Section 32 and the SW¼ of Section 33, T35N-R15E, Hill County, Montana, at a location 750' FSL and 400' FWL of said Section 33 with a 75-foot tolerance in any direction except south for topographic reasons.

IT IS FURTHER ORDERED that this temporary spacing unit is designated as an overlapping spacing unit to any other existing Eagle Formation spacing units and applicable only to the specific geologic feature to be tested by the proposed well.

IT IS FURTHER ORDERED that if such test well is completed as a commercial Eagle Formation gas well an application for permanent spacing for the well must be filed with the Board not later than 90 (ninety) days after commencement of production.

IT IS FURTHER ORDERED that the test well may be drilled to a depth sufficient to test the Niobrara Formation but, if capable of gas production from said formation, production will not commence until authorized by further order of the Board

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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 GAS
TEST WELL IN SECTION 20, T34N-R19E,
BLAINE COUNTY, MONTANA, AT A
LOCATION 1851' FNL AND 1200' FEL OF
SAID SECTION 20. BOARD ORDER
177-2005 ORIGINALLY AUTHORIZED THE
DRILLING OF THIS GAS TEST WELL,
BUT AT A DIFFERENT LOCATION.

ORDER NO. 259-2005

Docket No. 287-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 Board Order 177-2005 is amended to authorize the drilling of an Eagle Formation gas test well in Section 20, T34N-R19E, Blaine County, Montana, at a location 1851' FNL and 1200' FEL of said Section 20.

BOARD ORDER NO. 259-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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 ADDITIONAL EAGLE
FORMATION GAS TEST WELL IN SECTION
24, T34N-R17E, BLAINE COUNTY,
MONTANA, AT A LOCATION NOT LESS
THAN 990 FEET FROM THE EXTERIOR
BOUNDARIES THEREOF.

ORDER NO. 260-2005

Docket No. 288-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 J. Burns Brown Operating Company is authorized to drill an additional Eagle Formation gas test well in Section 24, T34N-R17E, Blaine County, Montana, at a location not less than 990 feet from the exterior boundaries thereof.

BOARD ORDER NO. 260-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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 REMOVE THE N½ OF SECTION 20,
T32N-R19E, BLAINE COUNTY, MONTANA,
FROM THE BLACK COULEE FIELD; TO
PERMIT THE DRILLING OF AN EAGLE GAS
TEST WELL IN A 160-ACRE TEMPORARY
SPACING UNIT COMPRISED OF THE NE¼
OF SAID SECTION 20, AT A LOCATION
800' FNL AND 800' FEL OF SAID SECTION 20,
WITH A 75-FOOT TOLERANCE IN ANY
DIRECTION EXCEPT NORTH OR EAST FOR
TOPOGRAPHIC REASONS; AND TO REQUIRE
THAT, IF THE WELL IS COMPLETED AS A
COMMERCIAL GAS WELL, AN APPLICATION
FOR PERMANENT SPACING FOR THE WELL
BE FILED WITH THE BOARD NOT LATER
THAN NINETY (90) DAYS AFTER
COMMENCEMENT OF PRODUCTION.

ORDER NO. 261-2005

Docket No. 289-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 N½ of Section 20, T32N-R19E, Blaine County, Montana, is removed from the Black Coulee Field.

ITS IS FURTHER ORDERED that applicant may drill an Eagle gas test well in 160-acre temporary spacing unit comprised of the NE¼ of said Section 20 at a location 800' FNL and 800' FEL of said section with a 75-foot tolerance in any direction except north or east for topographic reasons.

BOARD ORDER NO. 261-2005

IT IS FURTHER ORDERED that if the well is completed as a commercial gas well an application for permanent spacing must be filed with the Board not later than ninety (90) days after commencement of production.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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 ONE OF THREE ADDITIONAL
EAGLE FORMATION GAS TEST WELLS
AUTHORIZED BY BOARD ORDER 170-2005
IN SECTION 13, T34N-R18E, BLAINE
COUNTY, MONTANA, AT A LOCATION
2200' FSL AND 800' FEL OF SAID SECTION
13, WITH A 75-FOOT TOLERANCE FOR
TOPOGRAPHIC REASONS.

ORDER NO. 262-2005

Docket No. 290-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 J. Burns Brown Operating Company is authorized to drill one of three additional Eagle Formation gas test wells authorized by Board Order 170-2005 in Section 13, T34N-R18E, Blaine County, Montana, at a location 2200' FSL and 800' FEL of said Section 13, with a 75-foot tolerance for topographic reasons.

BOARD ORDER NO. 262-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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 AMEND BOARD ORDER 179-2005 TO
PERMIT THE ADDITIONAL EAGLE GAS
TEST WELL IN THE PERMANENT
640-ACRE SPACING UNIT CONSISTING
OF THE S½ OF SECTION 29 AND THE N½
OF SECTION 32, T35N-R15E, HILL
COUNTY, MONTANA, TO ALSO BE
DRILLED TO A DEPTH SUFFICIENT TO
TEST THE NIOBRARA FORMATION, BUT,
IF CAPABLE OF PRODUCTION FROM
SAID FORMATION, REQUIRING THAT
GAS PRODUCTION FROM THE NIOBRARA
FORMATION NOT COMMENCE UNTIL
AUTHORIZED BY FURTHER ORDER OF
THE BOARD.

ORDER NO. 263-2005

Docket No. 292-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 Board Order 179-2005 is hereby amended to permit the drilling of an additional Eagle Formation gas test well in the permanent 640-acre spacing unit consisting of the S½ of Section 29 and the N½ of Section 32, T35N-R15E, Hill County, Montana, to a depth sufficient to test the Niobrara Formation.

IT IS FURTHER ORDERED that, if said well is capable of production from said formation, production shall not commence until authorized by further order of the Board.

BOARD ORDER NO. 263-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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 DELINEATE
ALL OF SECTION 28, T34N-R12E, HILL
COUNTY, MONTANA, AS A PERMANENT
SPACING UNIT FOR PRODUCTION OF GAS
FROM THE EAGLE FORMATION AND TO
DESIGNATE APPLICANT'S WILLIAMS 1-28
WELL AS THE AUTHORIZED WELL FOR
SAID SPACING UNIT.

ORDER NO. 264-2005

Docket No. 293-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Section 28, T34N-R12E, Hill County, Montana, is designated as a permanent spacing unit for production of gas from the Eagle Formation.

IT IS FURTHER ORDERED that applicant's Williams 1-28 well is the authorized well for said spacing unit.

BOARD ORDER NO. 264-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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
ENCORE OPERATING, L.P. TO DELINEATE
ALL OF SECTION 16, T34N-R12E, HILL
COUNTY, MONTANA, AS A PERMANENT
SPACING UNIT FOR PRODUCTION OF GAS
FROM THE EAGLE FORMATION AND TO
DESIGNATE APPLICANT'S VOSEN 1-16 WELL
AS THE AUTHORIZED WELL FOR SAID
SPACING UNIT.

ORDER NO. 265-2005

Docket No. 294-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Section 16, T34N-R12E, Hill County, Montana, is designated as a permanent spacing unit for production of gas from the Eagle Formation.

IT IS FURTHER ORDERED that applicant's Vosen 1-16 well is the authorized well for said spacing unit.

BOARD ORDER NO. 265-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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 DELINEATE
ALL OF SECTION 21, T34N-R12E, HILL
COUNTY, MONTANA, AS A PERMANENT
SPACING UNIT FOR PRODUCTION OF GAS
FROM THE EAGLE FORMATION AND TO
DESIGNATE APPLICANT'S WILLIAMS 1-21
WELL AS THE AUTHORIZED WELL FOR
SAID SPACING UNIT.

ORDER NO. 266-2005

Docket No. 295-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Section 21, T34N-R12E, Hill County, Montana, is designated as a permanent spacing unit for production of gas from the Eagle Formation.

IT IS FURTHER ORDERED that applicant's Williams 1-21 well is the authorized well for said spacing unit.

BOARD ORDER NO. 266-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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 PERMIT
THE DRILLING OF TWO ADDITIONAL
EAGLE FORMATION GAS WELLS IN
SECTION 5, T34N-R12E, HILL COUNTY,
MONTANA AT LOCATIONS NOT LESS 990
FEET FROM THE EXTERIOR BOUNDARIES
THEREOF, AS AN EXCEPTION TO BOARD
ORDER 65-2005.

ORDER NO. 267-2005

Docket No. 298-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 Encore Operating, L.P. is authorized to drill two additional Eagle Formation gas wells in Section 5, T34N-R12E, Hill County, Montana, at locations not less than 990 feet from the exterior boundaries thereof, as exceptions to Board Order 65-2005.

BOARD ORDER NO. 267-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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 TEST WELL IN A
640-ACRE TEMPORARY SPACING UNIT
CONSISTING OF THE S½ OF SECTION 6 AND
THE N½ OF SECTION 7, T34N-R12E, HILL
COUNTY, MONTANA, AT A LOCATION
481' FNL AND 1942' FWL OF SAID SECTION 7,
WITH A 75-FOOT TOLERANCE FOR
TOPOGRAPHIC REASONS; TO AND
DESIGNATE SUCH LANDS AS AN
OVERLAPPING SPACING UNIT TO ANY
OTHER EXISTING SPACING UNITS AND
APPLICABLE ONLY TO THE SPECIFIC
GEOLOGICAL FEATURE TO BE TESTED BY
THE PROPOSED WELL; AND TO REQUIRE
THAT, IF THE WELL IS COMPLETED AS A
COMMERCIAL GAS WELL, AN APPLICATION
FOR PERMANENT SPACING FOR THE WELL
BE FILED WITH THE BOARD NOT LATER
THAN NINETY (90) DAYS AFTER
COMMENCEMENT OF PRODUCTION.

ORDER NO. 268-2005

Docket No. 299-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 as hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Encore Operating, L.P. is authorized to drill an Eagle Formation gas test well in a 640-acre temporary spacing unit consisting of the S½ of Section 6 and the N½ of Section 7, T34N-R12E, Hill County, Montana, at a location 481' FNL and 1942' FWL of said Section 7, with a 75-foot tolerance for topographic reasons.

BOARD ORDER NO. 268-2005

IT IS FURTHER ORDERED that such lands are designated as an overlapping spacing unit to any other existing spacing units and applicable only to the specific geologic feature to be tested by the proposed well.

IT IS FURTHER ORDERED that, if the well is completed as a commercial gas well, an application for permanent spacing for the well will be filed with the Board not later than ninety (90) days after commencement of production.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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 TEST WELL IN
A 640-ACRE TEMPORARY SPACING UNIT
CONSISTING OF THE S½ OF SECTION 15
AND THE N½ OF SECTION 22, T34N-R12E,
HILL COUNTY, MONTANA, AT A
LOCATION 500' FSL AND 1960' FEL OF
SAID SECTION 15, WITH A 75-FOOT
TOLERANCE FOR TOPOGRAPHIC
REASONS; TO DESIGNATE SUCH LANDS
AS AN OVERLAPPING SPACING UNIT TO
ANY OTHER EXISTING SPACING UNITS
AND APPLICABLE ONLY TO THE SPECIFIC
GEOLOGICAL FEATURE TO BE TESTED BY
THE PROPOSED WELL; AND TO REQUIRE
THAT, IF THE WELL IS COMPLETED AS A
COMMERCIAL GAS WELL, AN
APPLICATION FOR PERMANENT SPACING
FOR THE WELL BE FILED WITH THE BOARD
NOT LATER THAN NINETY (90) DAYS AFTER
COMMENCEMENT OF PRODUCTION.

ORDER NO. 269-2005

Docket No. 300-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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.

BOARD ORDER NO. 269-2005

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Encore Operating, L.P. is authorized to drill an Eagle Formation gas test well in a 640-acre temporary spacing unit consisting of the S½ of Section 15 and the N½ of Section 22, T34N-R12E, Hill County, Montana, at a location 500' FSL and 1960' FEL of said Section 15, with a 75-foot tolerance for topographic reasons.

IT IS FURTHER ORDERED that such lands are designated as an overlapping spacing unit to any other existing spacing units and applicable only to the specific geologic feature to be tested by the proposed well.

IT IS FURTHER ORDERED that, if the well is completed as a commercial gas well, an application for permanent spacing for the well will be filed with the Board not later than ninety (90) days after commencement of production.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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 TEST WELL IN
A 640-ACRE TEMPORARY SPACING UNIT
CONSISTING OF THE S½ OF SECTION 21
AND THE N½ OF SECTION 28, T34N-R12E,
HILL COUNTY, MONTANA, AT A
LOCATION 618' FSL AND 597' FEL OF SAID
SECTION 21, WITH A 75-FOOT TOLERANCE
FOR TOPOGRAPHIC REASONS; TO
DESIGNATE SUCH LANDS AS AN
OVERLAPPING SPACING UNIT TO ANY
OTHER EXISTING SPACING UNITS AND
APPLICABLE ONLY TO THE SPECIFIC
GEOLOGICAL FEATURE TO BE TESTED BY
THE PROPOSED WELL; AND TO REQUIRE
THAT, IF THE WELL IS COMPLETED AS A
COMMERCIAL GAS WELL, AN APPLICATION
FOR PERMANENT SPACING FOR THE WELL
BE FILED WITH THE BOARD NOT LATER
THAN NINETY (90) DAYS AFTER
COMMENCEMENT OF PRODUCTION.

ORDER NO. 270-2005

Docket No. 301-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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.

BOARD ORDER NO. 270-2005

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Encore Operating, L.P. is authorized to drill an Eagle Formation gas test well in a 640-acre temporary spacing unit consisting of the S½ of Section 21 and the N½ of Section 28, T34N-R12E, Hill County, Montana, at a location 618' FSL and 597' FEL of said Section 21, with a 75-foot tolerance for topographic reasons.

IT IS FURTHER ORDERED that such lands are designated as an overlapping spacing unit to any other existing spacing units and applicable only to the specific geologic feature to be tested by the proposed well.

IT IS FURTHER ORDERED that, if the well is completed as a commercial gas well, an application for permanent spacing for the well will be filed with the Board not later than ninety (90) days after commencement of production.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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 TEST WELL IN
SECTION 32, T35N-R12E, HILL COUNTY,
MONTANA, AT A LOCATION 304' FSL
AND 2476' FWL OF SAID SECTION 32,
WITH A 75-FOOT TOLERANCE IN ANY
DIRECTION EXCEPT SOUTH FOR
TOPOGRAPHIC REASONS, AS AN
EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 271-2005

Docket No. 302-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 Encore Operating, L.P. is authorized to drill an Eagle Formation gas test well in Section 32 T35N-R12E, Hill County, Montana, at a location 304' FSL and 2476' FWL of said Section 32, with a 75-foot tolerance in any direction except south for topographic reasons, as an exception to A.R.M. 36.22.702.

BOARD ORDER NO. 271-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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 EXPAND
THE STATE D-1X WELL IN SECTION 36,
T15N-R54E, GLENDIVE FIELD, DAWSON
COUNTY, MONTANA, TO INCLUDE THE
DAKOTA FORMATION FOR SALTWATER
DISPOSAL. THE STATE D-1X WELL IS
CURRENTLY AN ACTIVE SALTWATER
DISPOSAL WELL IN THE MORRISON/SWIFT
FORMATIONS.

ORDER NO. 272-2005

Docket No. 303-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 Encore Operating, L.P. is authorized to expand the State D-1X well in Section 36, T15N-R54E, (API # 25-021-21025) Glendive Field, Dawson County, Montana, to include the Dakota Formation for saltwater disposal subject to the stipulations on the Sundry Notice.

BOARD ORDER NO. 272-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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 TEMPORARILY ABANDONED GAS
CITY 32X-21 HORIZONTAL RED RIVER
PRODUCING WELL LOCATED IN
SECTION 21, T14N-R55E, IN THE GAS
CITY FIELD IN DAWSON COUNTY,
MONTANA, TO A RED RIVER INJECTOR.

ORDER NO. 273-2005

Docket No. 304-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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. This application was originally placed on the Default Docket at the request of the applicant, but was moved to the Board's regular hearing schedule after a protest was made by attorney Loren J. O'Toole, II, on behalf of the Cedar Creek Grazing Association and Mr. Joe Steinbeisser.
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 Encore Operating, L.P. is authorized to convert its temporarily abandoned Gas City 32X-21 horizontal Red River producing well (API # 25-021-21042) located in Section 21, T14N-R55E, in the Gas City Field, Dawson County, Montana, to a Red River injector subject to the stipulations on the Sundry Notice.

BOARD ORDER NO. 273-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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 ACTIVE
HORIZONTAL RED RIVER
PRODUCING GAS CITY 33X-02A
WELL (API # 25-021-05022),
LOCATED IN SECTION 12,
T13N-R55E, GAS CITY FIELD,
DAWSON COUNTY, MONTANA,
TO A RED RIVER INJECTOR.

ORDER NO. 274-2005

Docket No. 305-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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. This application was originally placed on the Default Docket at the request of the applicant, but was moved to the Board's regular hearing schedule after a protest was made by attorney Loren J. O'Toole, II, on behalf of the Cedar Creek Grazing Association and Mr. Joe Steinbeisser.
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 Encore Operating, L.P. is authorized to convert its Gas City 33X-02A well (API # 25-021-05022) in Section 2, T13N-R55E, Gas City Field, Dawson County, Montana, to a Red River injector subject to the stipulations on the Sundry Notice.

BOARD ORDER NO. 274-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

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 EXPAND
THE AUTHORIZED INJECTION ZONE IN
THE LLOYD 34X-26 SWD WELL
(API # 25-021-21111), LOCATED IN
SECTION 26, T15N-R54E, GLENDIVE
FIELD, DAWSON COUNTY, MONTANA,
TO INCLUDE THE DAKOTA FORMATION
FOR SALTWATER DISPOSAL. THE
SUBJECT WELL IS CURRENTLY AN
ACTIVE SALTWATER DISPOSAL WELL
IN THE SWIFT FORMATION.

ORDER NO. 275-2005

Docket No. 306-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 Encore Operating, L.P. is authorized to expand the authorized injection zone in the Lloyd 34X-26 SWD well (API # 25-021-21111) in Section 26, T15N-R54E, Glendive Field, Dawson County, Montana, to include the Dakota Formation for saltwater disposal subject to the stipulations on the Sundry Notice.

BOARD ORDER NO. 275-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
PINNACLE GAS RESOURCES, INC. FOR AN
ORDER APPROVING ITS DIETZ PROJECT
PLAN OF DEVELOPMENT FOR COAL BED
NATURAL GAS EXPLORATION AND
DEVELOPMENT UPON THE FOLLOWING
DESCRIBED LANDS IN BIG HORN
COUNTY, MONTANA: SAID LANDS ARE SUBJECT TO
BOARD ORDER 99-99 AND THE RECORD
OF DECISION DATED MARCH 26, 2003.
APPLICANT PROPOSES TO DRILL AND
DEVELOP SAID LANDS FOR COAL BED
NATURAL GAS WITH WELL DENSITIES
GREATER THAN ONE WELL PER 640 ACRES.
PRIOR TO THE HEARING ON THIS MATTER,
APPLICANT WILL SUBMIT ITS DIETZ
PROJECT PLAN OF DEVELOPMENT TO
BOARD STAFF.

ORDER NO. 276-2005

Docket No. 307-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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. At the hearing, attorney Loren J. O'Toole, II protested the application on behalf of Diamond Cross Properties.
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 applicant's Dietz Project Plan of Development for coal bed natural gas exploration and development upon the following described lands in Big Horn County, Montana is approved.

BOARD ORDER NO. 276-2005

T8S-R41E

Section 23: E $\frac{1}{2}$
Section 24: S $\frac{1}{2}$
Section 25: All
Section 26: E $\frac{1}{2}$, SW $\frac{1}{4}$
Section 27: SE $\frac{1}{4}$
Section 33: E $\frac{1}{2}$
Section 34: W $\frac{1}{2}$
Section 35: S $\frac{1}{2}$
Section 36: All

T8S-R42E

Section 29: SW $\frac{1}{4}$
Section 31: Lots 1, 2, 3, and 4, E $\frac{1}{2}$ W $\frac{1}{2}$, E $\frac{1}{2}$
Section 32: W $\frac{1}{2}$

T9S-R42E

Section 6: Lots 1, 2, 3, 4, E $\frac{1}{2}$ W $\frac{1}{2}$, E $\frac{1}{2}$
Section 8: W $\frac{1}{2}$

IT IS FURTHER ORDERED that said lands are subject to Board Order 99-99 and the Record of Decision dated March 26, 2003, and that this order is not effective until Board staff completes an environmental assessment for the project.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

Joan Stahl, Board Member

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

UPON THE APPLICATION OF
PINNACLE GAS RESOURCES, INC. TO
DELINEATE THE FOLLOWING
DESCRIBED LANDS IN BIG HORN
COUNTY, MONTANA, AS A FIELD FOR
PRODUCTION OF COAL BED NATURAL
GAS FROM ALL COAL BED ZONES
FROM THE SURFACE OF THE EARTH
TO THE BASE OF THE FORT UNION
FORMATION; TO ESTABLISH FIELD
RULES PROVIDING FOR 80-ACRE
SPACING UNITS WITH 220-FOOT
SETBACKS; AND TO AUTHORIZE THE
COMMINGLING IN THE WELLBORE OF
GAS PRODUCED FROM DIFFERENT
COAL BEDS. SAID LANDS ARE SUBJECT TO
BOARD ORDER 99-99 AND THE RECORD
OF DECISION DATED MARCH 26, 2003.
APPLICANT REQUESTS THAT DRILLING
AND DEVELOPMENT OF SAID LANDS
FOR COAL BED NATURAL GAS BE ON
THE BASIS OF 80-ACRES WITH
220-FOOT SETBACKS, WITH ONE WELL
PER COAL BED PER SPACING UNIT AND
FOR PERMISSION TO COMMINGLE GAS
PRODUCED FROM DIFFERENT COAL
BEDS IN THE WELLBORE. APPLICANT
HAS FILED WITH THE BOARD AN
APPLICATION REQUESTING APPROVAL
OF APPLICANT'S DIETZ PROJECT PLAN
OF DEVELOPMENT CONCERNING THE
ABOVE-DESCRIBED LANDS.

ORDER NO. 277-2005

Docket No. 308-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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.

BOARD ORDER NO. 277-2005

2. At the hearing, attorney Loren J. O'Toole, II protested the application on behalf of Diamond Cross Properties, and a letter of protest from A.T. and Deanna Visborg was read.

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 the following described lands in Big Horn County, Montana, are delineated as a field for production of coal bed natural gas from all coal bed zones from the surface of the earth to the base of the Fort Union Formation:

T8S-R41E

Section 23: E $\frac{1}{2}$
Section 24: All
Section 25: All
Section 26: All
Section 27: All
Section 33: E $\frac{1}{2}$
Section 34: All
Section 35: N $\frac{1}{2}$
Section 36: All

T8S-R42E

Section 29: W $\frac{1}{2}$
Section 30: Lots 1, 2, 3, 4, E $\frac{1}{2}$ W $\frac{1}{2}$, E $\frac{1}{2}$
Section 31: Lots 1, 2, 3, 4, E $\frac{1}{2}$ W $\frac{1}{2}$, E $\frac{1}{2}$
Section 32: All

T9S-R42E

Section 5: All
Section 6: Lots 1, 2, 3, 4, E $\frac{1}{2}$ W $\frac{1}{2}$, E $\frac{1}{2}$
Section 7: Lots 1, 2, 3, 4, E $\frac{1}{2}$ W $\frac{1}{2}$, E $\frac{1}{2}$
Section 8: All

IT IS FURTHER ORDERED that the field shall be developed on the basis of 80-acre spacing units aligned either north-south or east-west with a 220-foot setback from spacing unit boundaries.

IT IS FURTHER ORDERED that applicant shall notify the Board of the designated spacing units for any wells permitted prior to the issuance of this order.

IT IS FURTHER ORDERED that applicant may commingle gas produced from different coal beds in the wellbore.

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. 277-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
HEADINGTON OIL, LIMITED PARTNERSHIP
TO DELINEATE A FIELD, ESTABLISH FIELD
RULES, AND CREATE A PERMANENT
SPACING UNIT COMPRISED OF ALL OF
SECTIONS 14 AND 23, T24N-R56E, RICHLAND
COUNTY, MONTANA, FOR THE
PRODUCTION OF OIL AND ASSOCIATED
NATURAL GAS FROM THE BAKKEN
FORMATION.

ORDER NO. 278-2005

Docket No. 152-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Sections 14 and 23, T24N-R56E, Richland County, Montana, are delineated as a permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

BOARD ORDER NO. 278-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
NANCE PETROLEUM CORPORATION TO
DELINEATE THE W½ OF SECTION 4 AND
THE E½ OF SECTION 5, T23N-R58E,
RICHLAND COUNTY, MONTANA, AS A
PERMANENT SPACING UNIT FOR THE
BAKKEN FORMATION AND DESIGNATING
APPLICANT'S JOHNSON 15-5H WELL AS
THE ONLY AUTHORIZED WELL FOR SAID
SPACING UNIT.

ORDER NO. 279-2005

Docket No. 165-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 W½ of Section 4 and the E½ of Section 5, T23N-R58E, Richland County, Montana, are delineated as a permanent spacing unit for the production of oil and associated natural gas from the Bakken Formation.

IT IS FURTHER ORDERED that applicant's Johnson 15-5H well is designated as the only authorized well for said spacing unit.

BOARD ORDER NO. 279-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
CHESAPEAKE OPERATING, INC. TO
DESIGNATE THE E½ OF SECTION 30,
T35N-R57E, SHERIDAN COUNTY,
MONTANA, AS A PERMANENT
SPACING UNIT FOR PRODUCTION
FROM THE NISKU FORMATION, AND
AUTHORIZING APPLICANT TO
COMMINGLE PRODUCTION OF OIL
AND ASSOCIATED NATURAL GAS
FROM THE RED RIVER AND NISKU
FORMATIONS IN THE WELLBORE OF
THE PARROTT #1-30 WELL.

ORDER NO. 280-2005

Docket No. 250-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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 E½ of Section 30, T35N-57E, Sheridan County, Montana, is delineated as a permanent spacing unit for production from the Nisku Formation.

IT IS FURTHER ORDERED that applicant is authorized to commingle production of oil and associated natural gas from the Red River and Nisku Formations in the wellbore of the Parrott #1-30 well.

BOARD ORDER NO. 280-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE BOARD'S OWN MOTION
REQUIRING PIONEER ENERGY CORPORATION
TO APPEAR AND SHOW CAUSE, IF ANY
IT HAS, WHY ITS BOND SHOULD NOT
BE FORFEITED FOR FAILURE TO DO
PROPER SURFACE RESTORATION ON
TWO WELLS IN SHERIDAN COUNTY,
MONTANA: THE PEC STATE 16-33
WELL, LOCATED IN SECTION 16,
T35N-R53E, AND THE TANGE 9-32 WELL,
LOCATED IN SECTION 9, T35N-R53E.

ORDER NO. 281-2005

Docket No. 310-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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. Pioneer Energy Corporation did not appear nor show-cause why its bond should not be forfeited for failure to perform proper surface restoration on the PEC State 16-33 well located in Section 16, T35N-R53E and the Tange 9-32 well located in Section 9, T35N-R53E, both in Sheridan County, Montana.
3. The evidence indicates that forfeiting Pioneer Energy Corporation's bonds 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 bonds of Pioneer Energy Corporation are forfeited.

BOARD ORDER NO. 281-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE BOARD'S OWN MOTION REQUIRING
ROCKY MOUNTAIN OPERATING, CO., INC.
TO APPEAR AND SHOW CAUSE, IF ANY IT
HAS, WHY ITS BOND SHOULD NOT BE
FORFEITED FOR FAILURE TO APPEAR FOR
THE THIRD TIME AS DIRECTED BY THE
BOARD AT SHOW-CAUSE HEARINGS, AND
FOR FAILURE TO PLUG AND ABANDON OR
RETURN TO PRODUCTION THE FOLLOWING
WELLS IN SNYDER CREEK FIELD IN BIG
HORN COUNTY, MONTANA:

ORDER NO. 282-2005

WELL NAME	LOCATION
KENDRICK 2	SECTION 6, T1S-R35E
KENDRICK 3	SECTION 6, T1S-R35E
KENDRICK 5	SECTION 6, T1S-R35E
1A KENDRICK	SECTION 35, T1N-R34E

Docket No. 311-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 21st day of July, 2005 at the Sidney Country Club in Sidney, 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. Rocky Mountain Operating Company, Inc. did not appear for this hearing. This is the third time Rocky Mountain Operating Company, Inc. has been directed to appear before the Board for show-cause hearings regarding the above-mentioned wells in Snyder Creek Field in Big Horn County, Montana, and did not appear.
3. The evidence indicates that forfeiting the bonds of Rocky Mountain Operating Company, Inc. 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 \$25,000 surety bond and \$5000 cash bond of Rocky Mountain Operating Company, Inc. be forfeited.

BOARD ORDER NO. 282-2005

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Sidney, Montana, this 21st day of July, 2005.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Jack King, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary