

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 ALL OF SECTIONS 17 AND
20, T22N-R59E, RICHLAND COUNTY,
MONTANA, TO DRILL A HORIZONTAL
BAKKEN FORMATION WELL ANYWHERE
WITHIN SAID TEMPORARY SPACING UNIT
BUT NOT CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF.

ORDER NO. 1-2006

Docket No. 1-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

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

BOARD ORDER NO. 1-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 ALL OF SECTIONS 10 AND
11, T22N-R59E, RICHLAND COUNTY,
MONTANA, TO DRILL A HORIZONTAL
BAKKEN FORMATION WELL ANYWHERE
WITHIN SAID TEMPORARY SPACING UNIT
BUT NOT CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF.

ORDER NO. 2-2006

Docket No. 2-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

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

BOARD ORDER NO. 2-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 ALL OF SECTIONS 29 AND
30, T22N-R59E, RICHLAND COUNTY,
MONTANA, TO DRILL A HORIZONTAL
BAKKEN FORMATION WELL ANYWHERE
WITHIN SAID TEMPORARY SPACING UNIT
BUT NOT CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF.

ORDER NO. 3-2006

Docket No. 3-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

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

BOARD ORDER NO. 3-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 21 AND 28, T22N-R59E, RICHLAND
COUNTY, MONTANA, FOR PRODUCTION OF
OIL AND ASSOCIATED NATURAL GAS FROM
THE BAKKEN FORMATION.

ORDER NO. 4-2006

Docket No. 4-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

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

Order

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

BOARD ORDER NO. 4-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 LOTS 1, 2, 3,
4, S½N½, S½ (ALL) OF SECTION 2 AND ALL
OF SECTION 11, T25N-R53E, RICHLAND
COUNTY, MONTANA, FOR PRODUCTION OF
OIL AND ASSOCIATED NATURAL GAS FROM
THE BAKKEN FORMATION.

ORDER NO. 5-2006

Docket No. 5-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

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

Order

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

BOARD ORDER NO. 5-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
ORION ENERGY PARTNERS LLC TO CREATE
A TEMPORARY SPACING UNIT COMPRISED
OF ALL OF SECTIONS 21 AND 28, T26N-R59E,
RICHLAND COUNTY, MONTANA, TO DRILL
A HORIZONTAL BAKKEN FORMATION
WELL ANYWHERE WITHIN SAID
TEMPORARY SPACING UNIT BUT NOT
CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF.

ORDER NO. 6-2006

Docket No. 6-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Orion Energy Partners LLC 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. 6-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
ORION ENERGY PARTNERS LLC TO
CREATE A TEMPORARY SPACING
UNIT COMPRISED OF ALL OF
SECTION 35 AND LOTS 1, 2, 3, 4,
W $\frac{1}{2}$ W $\frac{1}{2}$ (ALL) OF SECTION 36,
T26N-R59E, AND LOTS 1, 2, 3, 4, 5,
SW $\frac{1}{4}$ NW $\frac{1}{4}$, W $\frac{1}{2}$ SW $\frac{1}{4}$ (ALL) OF SECTION 1
AND LOTS 1, 2, 3, 4, S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ (ALL)
OF SECTION 2, T25N-R59E, RICHLAND
COUNTY, MONTANA, TO DRILL A
HORIZONTAL BAKKEN FORMATION
WELL ANYWHERE WITHIN SAID
TEMPORARY SPACING UNIT BUT NOT
CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF.

ORDER NO. 7-2006

Docket No. 7-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time 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, applicant amended its application to reduce the size of the temporary spacing unit to 1280 acres comprised of Section 35, T26N-R59E and Section 2, T25N-R59E, Richland County, Montana.
3. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Section 35, T26N-R59E and all of Section 2, T25N-R59E, Richland County, Montana, are designated a temporary spacing unit for the drilling of a horizontal Bakken Formation well, said well to be located anywhere within the temporary spacing unit but not closer than 660 feet to the boundaries thereof.

BOARD ORDER NO. 7-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
LYCO ENERGY CORPORATION TO DRILL
AN ADDITIONAL HORIZONTAL BAKKEN
FORMATION WELL IN THE PERMANENT
SPACING UNIT COMPRISED OF ALL OF
SECTION 22, T24N-R57E, RICHLAND
COUNTY, MONTANA, ANYWHERE
WITHIN SAID PERMANENT SPACING
UNIT BUT NOT CLOSER THAN 660 FEET
TO THE BOUNDARIES THEREOF.

ORDER NO. 8-2006

Docket No. 8-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 8-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
LYCO ENERGY CORPORATION TO DRILL
AN ADDITIONAL HORIZONTAL BAKKEN
FORMATION WELL IN THE PERMANENT
SPACING UNIT COMPRISED OF LOTS
1, 2, 3, 4, E½W½, E½ (ALL) OF SECTION 30,
T25N-R55E, RICHLAND COUNTY,
MONTANA, ANYWHERE WITHIN SAID
PERMANENT SPACING UNIT BUT NOT
CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF.

ORDER NO. 9-2006

Docket No. 9-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 9-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
LYCO ENERGY CORPORATION TO DRILL
AN ADDITIONAL HORIZONTAL BAKKEN
FORMATION WELL IN THE PERMANENT
SPACING UNIT COMPRISED OF ALL OF
SECTION 9, T23N-R57E, RICHLAND
COUNTY, MONTANA, ANYWHERE
WITHIN SAID PERMANENT SPACING UNIT
BUT NOT CLOSER THAN 660 FEET TO
THE BOUNDARIES THEREOF.

ORDER NO. 10-2006

Docket No. 10-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 10-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
LYCO ENERGY CORPORATION TO DRILL
AN ADDITIONAL HORIZONTAL BAKKEN
FORMATION WELL IN THE PERMANENT
SPACING UNIT COMPRISED OF ALL OF
SECTION 26, T24N-R56E, RICHLAND
COUNTY, MONTANA, ANYWHERE
WITHIN SAID PERMANENT SPACING
UNIT BUT NOT CLOSER THAN 660 FEET
TO THE BOUNDARIES THEREOF.

ORDER NO. 11-2006

Docket No. 11-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 11-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 SLAWSON
EXPLORATION COMPANY, INC. TO
DELINEATE A FIELD, ESTABLISH FIELD
RULES AND CREATE A PERMANENT SPACING
UNIT COMPRISED OF ALL OF SECTION 16,
T24N-R53E, RICHLAND COUNTY, MONTANA,
FOR PRODUCTION OF OIL AND ASSOCIATED
NATURAL GAS FROM THE BAKKEN FORMATION.

ORDER 12-2006

Docket No. 14-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 12-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
SLAWSON EXPLORATION COMPANY, INC.
TO DELINEATE A FIELD, ESTABLISH FIELD
RULES AND CREATE A PERMANENT
SPACING UNIT COMPRISED OF ALL OF
SECTION 24, T25N-R54E, RICHLAND
COUNTY, MONTANA, FOR PRODUCTION
OF OIL AND ASSOCIATED NATURAL GAS
FROM THE BAKKEN FORMATION.

ORDER NO. 13-2006

Docket No. 15-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 13-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
SLAWSON EXPLORATION COMPANY, INC.
TO POOL ALL INTERESTS IN THE SPACING
UNIT COMPRISED OF ALL OF SECTION 24,
T25N-R54E, RICHLAND COUNTY,
MONTANA, FOR PRODUCTION OF OIL
AND ASSOCIATED NATURAL GAS FROM
THE BAKKEN FORMATION.

ORDER NO. 14-2006

Docket No. 16-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time 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, applicant amended its application to remove the request for recovery of non-consent penalties.
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 application of Slawson Exploration Company, Inc. is granted as amended.

BOARD ORDER NO. 14-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 A PERMANENT
SPACING UNIT COMPRISED OF
THE E½ OF SECTION 23 AND THE
W½ OF SECTION 24, T34N-R15E,
HILL COUNTY, MONTANA, FOR
PRODUCTION OF EAGLE
FORMATION GAS.

ORDER NO. 15-2006

Docket No. 17-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 15-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 A PERMANENT
SPACING UNIT COMPRISED OF
THE W½ OF SECTION 14,
T34N-R15E, HILL COUNTY,
MONTANA, FOR PRODUCTION
OF EAGLE FORMATION GAS.

ORDER NO. 16-2006

Docket No. 18-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

IT IS FURTHER ORDERED that 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. 16-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 A PERMANENT
SPACING UNIT COMPRISED OF
THE W½ OF SECTION 10,
T25N-R18E, BLAINE COUNTY,
MONTANA, FOR PRODUCTION
OF EAGLE FORMATION GAS.

ORDER NO. 17-2006

Docket No. 19-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 17-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 A PERMANENT
SPACING UNIT COMPRISED OF
THE SW¹/₄ OF SECTION 3 AND
THE NW¹/₄ OF SECTION 10,
T25N-R18E, BLAINE COUNTY,
MONTANA, FOR PRODUCTION
OF EAGLE FORMATION GAS.

ORDER NO. 18-2006

Docket No. 20-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time 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 would be in the best interest of conservation of oil and gas in the State of Montana.

Order

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

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

BOARD ORDER NO. 18-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 A PERMANENT
SPACING UNIT COMPRISED OF
ALL OF SECTION 24, T37N-R15E,
HILL COUNTY, MONTANA, FOR
PRODUCTION OF NIOBRARA
FORMATION GAS.

ORDER NO. 19-2006

Docket No. 21-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 19-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
POOL ALL INTERESTS IN THE
SPACING UNIT COMPRISED OF
ALL OF SECTION 24, T37N-R15E,
HILL COUNTY, MONTANA, FOR
PRODUCTION OF NIOBRARA
FORMATION GAS.

ORDER NO. 20-2006

Docket No. 22-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 20-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 ADDITIONAL GAS WELL IN THE
TEMPORARY SPACING UNIT
COMPRISED OF ALL OF SECTION 27,
T37N-R15E, HILL COUNTY MONTANA,
TO TEST ALL ZONES AND
FORMATIONS FROM THE SURFACE OF
THE EARTH TO THE BASE OF THE
SECOND WHITE SPECKS FORMATION,
SAID WELL TO BE LOCATED
ANYWHERE WITHIN SAID TEMPORARY
SPACING UNIT BUT NOT CLOSER THAN
990 FEET TO THE BOUNDARIES THEREOF,
AS AN EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 21-2006

Docket No. 23-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time 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 amended its application to request increased density for the Niobrara Formation only and to clarify that the proposed wells will test all zones and formations from the surface to the base of the Second White Specks.
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 application of Klabzuba Oil & Gas, Inc. is granted as amended.

BOARD ORDER NO. 21-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 ADDITIONAL GAS WELL IN THE
TEMPORARY SPACING UNIT
COMPRISED OF ALL OF SECTION 34,
T37N-R15E, HILL COUNTY MONTANA,
TO TEST ALL ZONES AND
FORMATIONS FROM THE SURFACE OF
THE EARTH TO THE BASE OF THE
SECOND WHITE SPECKS FORMATION,
SAID WELL TO BE LOCATED
ANYWHERE WITHIN SAID TEMPORARY
SPACING UNIT BUT NOT CLOSER
THAN 990 FEET TO THE BOUNDARIES
THEREOF, AS AN EXCEPTION TO
A.R.M. 36.22.702.

ORDER NO. 22-2006

Docket No. 24-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time 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 amended its application to request increased density for the Niobrara Formation only and to clarify that the proposed wells will test all zones and formations from the surface to the base of the Second White Specks.
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 application of Klabzuba Oil & Gas, Inc. is granted as amended.

BOARD ORDER NO. 22-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 ADDITIONAL GAS WELL IN THE
TEMPORARY SPACING UNIT
COMPRISED OF ALL OF SECTION 35,
T37N-R15E, HILL COUNTY MONTANA,
TO TEST ALL ZONES AND
FORMATIONS FROM THE SURFACE OF
THE EARTH TO THE BASE OF THE
SECOND WHITE SPECKS FORMATION,
SAID WELL TO BE LOCATED
ANYWHERE WITHIN SAID TEMPORARY
SPACING UNIT BUT NOT CLOSER
THAN 990 FEET TO THE BOUNDARIES
THEREOF, AS AN EXCEPTION TO
A.R.M. 36.22.702.

ORDER NO. 23-2006

Docket No. 25-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time 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 amended its application to request increased density for the Niobrara Formation only and to clarify that the proposed wells will test all zones and formations from the surface to the base of the Second White Specks.
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 application of Klabzuba Oil & Gas, Inc. is granted as amended.

BOARD ORDER NO. 23-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
CLAYTON WILLIAMS ENERGY, INC. TO
CREATE A TEMPORARY SPACING UNIT
COMPRISED OF ALL OF SECTIONS 21
AND 22, T36N-R47E, DANIELS COUNTY,
MONTANA, TO DRILL A HORIZONTAL
BAKKEN FORMATION WELL
ANYWHERE WITHIN SAID TEMPORARY
SPACING UNIT BUT NOT CLOSER THAN
660 FEET TO THE BOUNDARIES THEREOF.

ORDER NO. 24-2006

Docket No. 26-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

BOARD ORDER NO. 24-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
CLAYTON WILLIAMS ENERGY, INC.
TO CREATE A TEMPORARY SPACING
UNIT COMPRISED OF ALL OF
SECTIONS 17 AND 18, T36N-R46E,
DANIELS COUNTY, MONTANA, TO
DRILL A HORIZONTAL BAKKEN
FORMATION WELL ANYWHERE
WITHIN SAID TEMPORARY SPACING
UNIT BUT NOT CLOSER THAN 660 FEET
TO THE BOUNDARIES THEREOF.

ORDER NO. 25-2006

Docket No. 27-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

BOARD ORDER NO. 25-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
SOMONT OIL CO, INC. TO ALLOW
INCREASED DRILLING DENSITY IN
THE E½ OF SECTION 24, T36N-R4W,
AMANDA FIELD, TOOLE COUNTY,
MONTANA, FROM THE PRESENT
ONE WELL PER SPACING UNIT TO
TWO WELLS PER SPACING UNIT,
WITH ONE WELL PERMITTED PER
QUARTER SECTION, WITH WELLS
TO BE DRILLED NO CLOSER THAN
660 FEET FROM THE PERIMETER
OF THE SPACING UNIT; AND TO
ALLOW INCREASED DRILLING
DENSITY IN THE E½ OF SECTION 7,
T36N-R4W, MODIFIED CUT BANK
FIELD, TOOLE COUNTY, MONTANA,
FROM THE PRESENT ONE WELL PER
SPACING UNIT TO TWO WELLS PER
SPACING UNIT, WITH ONE WELL
PERMITTED PER QUARTER SECTION,
WITH WELLS TO BE DRILLED NO
CLOSER THAN 330 FEET FROM THE
PERIMETER OF THE SPACING UNIT
AND NO CLOSER THAN 2400 FEET
FROM ANY OTHER PRODUCING WELL
FROM THE SAME HORIZON OUTSIDE
THE SPACING UNIT BUT ALLOWING
FOR THE TWO WELLS WITHIN THE
SPACING UNIT TO BE CLOSER THAN
2400 FEET FROM EACH OTHER.

ORDER NO. 26-2006

Docket No. 28-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time 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. 26-2006

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 Somont Energy Co., 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.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 CREATE A PERMANENT SPACING
UNIT COMPRISED OF THE S½ OF
SECTION 16 AND THE N½ OF SECTION 21,
T32N-R19E, BLAINE COUNTY, MONTANA, FOR
PRODUCTION OF NATURAL GAS FROM
THE EAGLE FORMATION, AND TO
DESIGNATE APPLICANT'S NICHOLSON
21-32-19C WELL AS THE ONLY WELL
AUTHORIZED FOR THE SPACING UNIT.
APPLICANT FURTHER REQUESTS THAT
THE N½ OF SAID SECTION 21 BE REMOVED
FROM THE BLACK COULEE FIELD.

ORDER NO. 27-2006

Docket No. 29-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

IT IS FURTHER ORDERED that the Taylor 21-32-19-3 well, API # 25-005-21920, is not authorized to produce gas from the Eagle Formation until further order of this Board.

BOARD ORDER NO. 27-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 POOL ALL INTERESTS IN THE SPACING
UNIT COMPRISED OF THE S½ OF SECTION
16 AND THE N½ OF SECTION 21, T32N-R19E,
BLAINE COUNTY, MONTANA, FOR
PRODUCTION OF NATURAL GAS FROM
THE EAGLE FORMATION.

ORDER NO. 28-2006

Docket No. 30-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 28-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 CREATE A PERMANENT SPACING
UNIT COMPRISED OF THE S½ OF SECTION
7 AND THE N½ OF SECTION 18, T34N-R19E,
BLAINE COUNTY, MONTANA, FOR
PRODUCTION OF EAGLE FORMATION GAS,
AND TO DESIGNATE THE STUKER
18-34-19D WELL AS THE ONLY
AUTHORIZED WELL FOR SAID SPACING
UNIT.

ORDER NO. 29-2006

Docket No. 31-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 29-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 POOL ALL INTERESTS IN THE
SPACING UNIT COMPRISED OF THE S½
OF SECTION 7 AND THE N½ OF SECTION
18, T34N-R19E, BLAINE COUNTY,
MONTANA, FOR PRODUCTION OF
NATURAL GAS FROM THE EAGLE
FORMATION.

ORDER NO. 30-2006

Docket No. 32-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 30-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 CREATE A TEMPORARY SPACING
UNIT COMPRISED OF THE SW¼ OF
SECTION 7, T34N-R15E, HILL COUNTY,
MONTANA, TO DRILL A WELL TO THE
EAGLE AND NIOBRARA FORMATIONS,
SAID WELL TO BE LOCATED
APPROXIMATELY 600' FSL AND 700' FWL
OF SAID TEMPORARY SPACING UNIT
WITH A 100-FOOT TOLERANCE FOR
TOPOGRAPHIC REASONS.

ORDER NO. 31-2006

Docket No. 33-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 31-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 87-2004 TO
CREATE A TEMPORARY SPACING UNIT
COMPRISED OF THE E $\frac{1}{2}$ SE $\frac{1}{4}$ OF SECTION
13, T34N-R14E AND THE W $\frac{1}{2}$ SW $\frac{1}{4}$ OF
SECTION 18, T34N-R15E, HILL COUNTY,
MONTANA, TO DRILL A WELL TO THE
EAGLE AND NIOBRARA FORMATIONS,
SAID WELL TO BE LOCATED ANYWHERE
WITHIN SAID TEMPORARY SPACING UNIT
BUT NOT CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF.

ORDER NO. 32-2006

Docket No. 34-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 32-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 CREATE A PERMANENT SPACING UNIT
COMPRISED OF ALL OF SECTION 13,
T34N-R18E, BLAINE COUNTY, MONTANA,
FOR PRODUCTION OF EAGLE FORMATION
GAS FROM ALL WELLS IN SAID SECTION
13 EXCEPT THE STUKER 13-34-18E WELL
WHICH HAS BEEN TEMPORARILY SPACED
BY ANOTHER APPLICATION.

ORDER NO. 33-2006

Docket No. 35-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 33-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 CREATE A PERMANENT SPACING
UNIT COMPRISED OF THE NE¼ OF
SECTION 20, T32N-R19E, BLAINE COUNTY,
MONTANA, FOR PRODUCTION OF
NATURAL GAS FROM THE EAGLE
FORMATION AS AN EXCEPTION TO THE
BLACK COULEE FIELD RULES, AND TO
DESIGNATE APPLICANT'S NICHOLSON
20-32-19H WELL AS THE ONLY
AUTHORIZED WELL FOR SAID
SPACING UNIT.

ORDER NO. 34-2006

Docket No. 36-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 34-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 POOL ALL INTERESTS IN THE
SPACING UNIT COMPRISED OF THE NE¼
OF SECTION 20, T32N-R19E, BLAINE
COUNTY, MONTANA, FOR PRODUCTION
OF NATURAL GAS FROM THE EAGLE
FORMATION.

ORDER NO. 35-2006

Docket No. 37-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 35-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
BURLINGTON RESOURCES OIL & GAS
COMPANY, L.P. TO REMOVE THE
AUTOMATIC TERMINATION DATE OF
MARCH 1, 2006 IN BOARD ORDER
415-2005, WHICH ESTABLISHED THE
TEMPORARY SPACING UNIT
COMPRISED OF ALL OF SECTIONS 17
AND 20, T25N-R52E, RICHLAND
COUNTY, MONTANA, AND TO
PROVIDE THAT SAID TEMPORARY
SPACING UNIT SHALL REMAIN IN
EFFECT UNTIL FURTHER ORDER BY
THE BOARD.

ORDER NO. 36-2006

Docket No. 38-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time 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 Burlington Resources Oil & Gas Company, L.P. is granted as applied for.

BOARD ORDER NO. 36-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
ALTAMONT OIL & GAS, INC. TO POOL
ALL INTERESTS IN THE SPACING
UNIT COMPRISED OF THE NW¼ OF
SECTION 28, T29N-R5W, PONDERA
COUNTY, MONTANA, FOR PRODUCTION
OF NATURAL GAS AND ASSOCIATED
LIQUID HYDROCARBONS FROM THE
BOW ISLAND FORMATION THEREUNDER.

ORDER NO. 37-2006

Docket No. 43-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time 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 Gary Broeder appeared on behalf of McMinn Energy and stated there was a disagreement as to leasehold ownership within the spacing unit, but that an agreement had been reached with the applicant in which McMinn Energy would not protest the application for pooling if it were stipulated that the pooling order would not set leasehold ownership.
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 application of Altamont Oil & Gas, Inc. is granted as applied for.

IT IS FURTHER ORDERED that this order does not determine leasehold ownership within the spacing unit.

BOARD ORDER NO. 37-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 E½ OF SECTION 7 AND
ALL OF SECTION 8, T22N-R58E,
RICHLAND COUNTY, MONTANA, AS A
PERMANENT SPACING UNIT FOR THE
BAKKEN FORMATION AND TO
DESIGNATE APPLICANT'S QUALLEY
4-8H WELL AS THE AUTHORIZED WELL
FOR SAID SPACING UNIT.

ORDER NO. 38-2006

Docket No. 44-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

BOARD ORDER NO. 38-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 9,
T22N-R58E, RICHLAND COUNTY,
MONTANA, AS A PERMANENT SPACING
UNIT FOR THE BAKKEN FORMATION
AND TO DESIGNATE APPLICANT'S
QUALLEY 3-9H WELL AS THE
AUTHORIZED WELL FOR SAID SPACING
UNIT.

ORDER NO. 39-2006

Docket No. 45-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

BOARD ORDER NO. 39-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 19,
T23N-R58E, RICHLAND COUNTY,
MONTANA, AS A PERMANENT SPACING
UNIT FOR THE BAKKEN FORMATION
AND TO DESIGNATE APPLICANT'S
LARSON 3-19H WELL AS THE
AUTHORIZED WELL FOR SAID
SPACING UNIT.

ORDER NO. 40-2006

Docket No. 46-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

BOARD ORDER NO. 40-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
POOL ALL INTERESTS IN THE SPACING
UNIT COMPRISED OF ALL OF SECTION
19, T23N-R58E, RICHLAND COUNTY,
MONTANA, ON THE BASIS OF SURFACE
ACREAGE FOR PRODUCTION FROM THE
BAKKEN FORMATION FROM THE
LARSON 3-19H WELL AND TO
AUTHORIZE RECOVERY OF
NON-JOINDER PENALTIES IN
ACCORDANCE WITH SECTION
82-11-202 (2), M.C.A.

ORDER NO. 41-2006

Docket No. 47-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

BOARD ORDER NO. 41-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
DRILL AN ADDITIONAL HORIZONTAL
BAKKEN FORMATION WELL IN THE
PERMANENT SPACING UNIT COMPRISED
OF ALL OF SECTION 19, T23N-R58E,
RICHLAND COUNTY, MONTANA, WITH
SUCH LATERAL TO BE LOCATED NO
CLOSER THAN 660 FEET TO THE
BOUNDARIES OF SAID PERMANENT
SPACING UNIT.

ORDER NO. 42-2006

Docket No. 48-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

BOARD ORDER NO. 42-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
STONE ENERGY CORPORATION TO
DELINEATE A FIELD, ESTABLISH
FIELD RULES AND CREATE A
PERMANENT SPACING UNIT
COMPRISED OF ALL OF SECTION 11,
T22N-R57E, RICHLAND COUNTY,
MONTANA, FOR PRODUCTION OF
OIL AND ASSOCIATED NATURAL
GAS FROM THE BAKKEN
FORMATION.

ORDER NO. 43-2006

Docket No. 49-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

BOARD ORDER NO. 43-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
STONE ENERGY CORPORATION TO
DELINEATE A FIELD, ESTABLISH
FIELD RULES AND CREATE A
PERMANENT SPACING UNIT
COMPRISED OF ALL OF SECTION 26,
T23N-R58E, RICHLAND COUNTY,
MONTANA, FOR PRODUCTION OF
OIL AND ASSOCIATED NATURAL
GAS FROM THE BAKKEN
FORMATION.

ORDER NO. 44-2006

Docket No. 50-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

BOARD ORDER NO. 44-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
STONE ENERGY CORPORATION TO
DELINEATE A FIELD, ESTABLISH
FIELD RULES AND CREATE A
PERMANENT SPACING UNIT
COMPRISED OF LOTS 1, 2, 3, 4, E½W½
OF SECTION 18, T23N-R58E,
RICHLAND COUNTY, MONTANA,
FOR PRODUCTION OF OIL AND
ASSOCIATED NATURAL GAS FROM
THE BAKKEN FORMATION.

ORDER NO. 45-2006

Docket No. 51-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

BOARD ORDER NO. 45-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
STONE ENERGY CORPORATION TO
DRILL AN ADDITIONAL HORIZONTAL
BAKKEN FORMATION WELL IN THE
TEMPORARY SPACING UNIT
COMPRISED OF ALL OF SECTION 27,
T23N-R58E, RICHLAND COUNTY,
MONTANA, AT A LOCATION
ANYWHERE WITHIN SAID
TEMPORARY SPACING UNIT BUT NOT
CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF.

ORDER NO. 46-2006

Docket No. 53-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

BOARD ORDER NO. 46-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
THE 21-09A WELL (API # 25-109-05103)
LOCATED IN SECTION 9, T11N-R57E,
WIBAUX COUNTY, MONTANA, TO A
MISSION CANYON SALTWATER
DISPOSAL WELL (PINE FIELD).

ORDER NO. 47-2006

Docket No. 55-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 47-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
LOMA ENERGY CORP. TO CREATE A
TEMPORARY SPACING UNIT
COMPRISED OF THE S $\frac{1}{2}$ SE $\frac{1}{4}$ OF
SECTION 13, T7N-R59E, FALLON
COUNTY, MONTANA, TO DRILL AN
EAGLE FORMATION GAS WELL
ANYWHERE WITHIN SAID
TEMPORARY SPACING UNIT BUT NOT
CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF, WITH A
460-FOOT TOPOGRAPHIC TOLERANCE
IN ANY DIRECTION.

ORDER NO. 48-2006

Docket No. 56-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

BOARD ORDER NO. 48-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
CREATE A PERMANENT SPACING UNIT
COMPRISED OF THE E½ OF SECTION 22
AND THE W½ OF SECTION 23, T25N-R18E,
BLAINE COUNTY, MONTANA, FOR
PRODUCTION OF EAGLE FORMATION
GAS.

ORDER NO. 49-2006

Docket No. 59-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

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. 49-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
CREATE A PERMANENT SPACING UNIT
COMPRISED OF THE NE¹/₄ OF SECTION 9,
THE NW¹/₄ OF SECTION 10, THE SW¹/₄ OF
SECTION 3 AND THE SE¹/₄ OF SECTION 4,
T25N-R18E, BLAINE COUNTY, MONTANA,
FOR PRODUCTION OF GAS FROM THE
EAGLE FORMATION.

ORDER NO. 50-2006

Docket No. 60-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

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. 50-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
CREATE A PERMANENT SPACING UNIT
COMPRISED OF THE NE¼ OF SECTION
10, THE NW¼ OF SECTION 11, THE SE¼
OF SECTION 3 AND THE SW¼ OF
SECTION 2, T25N-R18E, BLAINE
COUNTY, MONTANA, FOR PRODUCTION
OF GAS FROM THE EAGLE FORMATION.

ORDER NO. 51-2006

Docket No. 61-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

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. 51-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 92-2005 TO
AUTHORIZE THE DRILLING OF A
REPLACEMENT EAGLE FORMATION
GAS WELL AT A LOCATION 422' FSL
AND 2347' FEL OF SECTION 14,
T27N-R18E, BLAINE COUNTY,
MONTANA.

ORDER NO. 52-2006

Docket No. 62-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 52-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
CREATE A TEMPORARY SPACING UNIT
COMPRISED OF THE W $\frac{1}{2}$ SW $\frac{1}{4}$ OF
SECTION 3 AND THE E $\frac{1}{2}$ SE $\frac{1}{4}$ OF
SECTION 4, T30N-R16E, HILL COUNTY,
MONTANA, TO DRILL AN EAGLE
FORMATION GAS WELL AT A LOCATION
APPROXIMATELY 805' FSL AND 365' FEL
OF SAID SECTION 4 AS AN EXCEPTION
TO BOARD ORDER 23-1968 (TIGER RIDGE FIELD).

ORDER NO. 53-2006

Docket No. 66-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 53-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
CREATE A TEMPORARY SPACING UNIT
COMPRISED OF THE E $\frac{1}{2}$ SE $\frac{1}{4}$ OF
SECTION 1, T27N-R18E AND THE
W $\frac{1}{2}$ SW $\frac{1}{4}$ OF SECTION 6, T27N-R19E,
BLAINE COUNTY, MONTANA, TO DRILL
AN EAGLE FORMATION GAS WELL
WITH A BOTTOM HOLE LOCATION
APPROXIMATELY 1475' FSL AND 350' FEL
OF SAID SECTION 1 AS AN EXCEPTION
TO BOARD ORDER 45-1976
(SAWTOOTH MOUNTAIN FIELD).

ORDER NO. 54-2006

Docket No. 67-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

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. 54-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
CREATE A TEMPORARY SPACING
UNIT COMPRISED OF ALL OF
SECTIONS 3 AND 10, T26N-R56E,
RICHLAND COUNTY, MONTANA, TO
DRILL A MULTILATERAL
HORIZONTAL WELL TO THE BAKKEN
FORMATION ANYWHERE WITHIN
SAID TEMPORARY SPACING UNIT
BUT NOT CLOSER THAN 660 FEET TO
THE BOUNDARIES THEREOF.

ORDER NO. 55-2006

Docket No. 69-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 55-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
DELINEATE A FIELD, ESTABLISH
FIELD RULES AND CREATE A
PERMANENT SPACING UNIT
COMPRISED OF ALL OF SECTIONS 19
AND 30, T23N-R56E, RICHLAND
COUNTY, MONTANA, FOR
PRODUCTION OF OIL AND
ASSOCIATED NATURAL GAS FROM
THE BAKKEN FORMATION.

ORDER NO. 56-2006

Docket No. 70-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 56-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 POOL
ALL INTERESTS IN THE PERMANENT
SPACING UNIT COMPRISED OF ALL OF
SECTIONS 19 AND 30, T23N-R56E, RICHLAND
COUNTY, MONTANA, FOR PRODUCTION OF
OIL AND ASSOCIATED NATURAL GAS FROM
THE BAKKEN FORMATION AND TO
AUTHORIZE RECOVERY OF RISK PENALTIES
AUTHORIZED BY SECTION 82-11-202, M.C.A.

ORDER NO. 57-2006

Docket No. 71-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 57-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
DELINEATE A FIELD, ESTABLISH
FIELD RULES AND CREATE A
PERMANENT SPACING UNIT
COMPRISED OF ALL OF SECTIONS 22
AND 27, T25N-R55E, RICHLAND COUNTY,
MONTANA, FOR PRODUCTION OF OIL
AND ASSOCIATED NATURAL GAS FROM
THE BAKKEN FORMATION.

ORDER NO. 58-2006

Docket No. 72-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 58-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 CREATE
A TEMPORARY SPACING UNIT COMPRISED
OF ALL OF SECTIONS 18 AND 19, T24N-R53E,
RICHLAND COUNTY, MONTANA, TO DRILL
ONE MULTILATERAL HORIZONTAL BAKKEN
FORMATION WELL ANYWHERE WITHIN SAID
TEMPORARY SPACING UNIT BUT NOT CLOSER
THAN 660 FEET TO THE BOUNDARIES THEREOF.

ORDER NO. 59-2006

Docket No. 74-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 59-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
DELINEATE A FIELD, ESTABLISH
FIELD RULES AND CREATE A
PERMANENT SPACING UNIT
COMPRISED OF ALL OF SECTIONS 30
AND 31, T24N-R54E, RICHLAND
COUNTY, MONTANA, FOR
PRODUCTION OF OIL AND
ASSOCIATED NATURAL GAS FROM
THE BAKKEN FORMATION.

ORDER NO. 60-2006

Docket No. 75-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 60-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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
DELINEATE A FIELD, ESTABLISH
FIELD RULES AND CREATE A
PERMANENT SPACING UNIT
COMPRISED OF ALL OF SECTIONS 5
AND 8, T24N-R53E, RICHLAND
COUNTY, MONTANA, FOR
PRODUCTION OF OIL AND ASSOCIATED
NATURAL GAS FROM THE BAKKEN
FORMATION.

ORDER NO. 61-2006

Docket No. 76-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 61-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 POOL
ALL INTERESTS IN THE PERMANENT
SPACING UNIT COMPRISED OF ALL OF
SECTIONS 5 AND 8, T26N-R54E, RICHLAND
COUNTY, MONTANA, FOR PRODUCTION
OF OIL AND ASSOCIATED NATURAL GAS
FROM THE MILLICENT # 1-5H WELL FROM
THE BAKKEN FORMATION, AND TO
AUTHORIZE RECOVERY OF RISK
PENALTIES AUTHORIZED BY
SECTION 82-11-202, M.C.A.

ORDER NO. 62-2006

Docket No. 77-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time 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. 62-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 DRILL
AN INCREASED DENSITY WELL IN THE
PERMANENT SPACING UNIT COMPRISED
OF SECTIONS 19 AND 30, T23N-R56E,
RICHLAND COUNTY, MONTANA, SAID
WELL TO BE LOCATED ANYWHERE WITHIN
SAID PERMANENT SPACING UNIT BUT NOT
CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF.

ORDER NO. 63-2006

Docket No. 78-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 63-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 DRILL
AN INCREASED DENSITY WELL IN THE
PERMANENT SPACING UNIT COMPRISED
OF SECTIONS 30 AND 31, T24N-R54E,
RICHLAND COUNTY, MONTANA, SAID
WELL TO BE LOCATED ANYWHERE WITHIN
SAID PERMANENT SPACING UNIT BUT NOT
CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF.

ORDER NO. 64-2006

Docket No. 79-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 64-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 DRILL
AN INCREASED DENSITY WELL IN THE
PERMANENT SPACING UNIT COMPRISED
OF SECTIONS 22 AND 27, T25N-R55E,
RICHLAND COUNTY, MONTANA, SAID
WELL TO BE LOCATED ANYWHERE
WITHIN SAID PERMANENT SPACING UNIT
BUT NOT CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF.

ORDER NO. 65-2006

Docket No. 80-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 65-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 CERTIFY
THE FOLLOWING WELLS AS ELIGIBLE
FOR THE SEVERANCE TAX REDUCTION
AVAILABLE TO OIL WELL HORIZONTAL
RE-ENTRIES THROUGH THE MONTANA
DEPARTMENT OF REVENUE.

ORDER NO. 66-2006

API NUMBER	WELL NAME	LOCATION	COMPLETION DATE
25-025-05132	CRL 42X-16CCH	16-6N-60E	NOV. 2005
25-109-05053	SP 23-14AH	14-11N-57E	NOV. 2005
25-021-05048	GCU 24-21H	21-14N-55E	NOV. 2005

Docket No. 81-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 66-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 CREATE
A TEMPORARY SPACING UNIT COMPRISED
OF ALL OF SECTIONS 24 AND 25, T25N-R55E,
RICHLAND COUNTY, MONTANA, TO DRILL
ONE MULTILATERAL HORIZONTAL WELL
IN THE BAKKEN FORMATION AND TO
AUTHORIZE SAID WELL TO BE LOCATED
ANYWHERE WITHIN SAID TEMPORARY
SPACING UNIT BUT NOT LESS THAN 660
FEET TO THE BOUNDARIES THEREOF.

ORDER NO. 67-2006

Docket No. 499-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 67-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 DELINEATE
A FIELD, ESTABLISH FIELD RULES AND CREATE
A PERMANENT SPACING UNIT COMPRISED OF
ALL OF SECTIONS 5 AND 8, T26N-R54E,
RICHLAND COUNTY, MONTANA, FOR THE
PRODUCTION OF OIL AND ASSOCIATED
NATURAL GAS FROM THE BAKKEN FORMATION.

ORDER NO. 68-2006

Docket No. 508-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time 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. 68-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

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 DRILL
AND COMPLETE A NEW WELL IN THE
SE¼SE¼ OF SECTION 33, T25N-R55E,
RICHLAND COUNTY, MONTANA, TO
DISPOSE OF WATER ASSOCIATED WITH OIL
AND GAS PRODUCTION INTO THE DAKOTA
FORMATION.

ORDER NO. 69-2006

Docket No. 547-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time 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. Comments on this application were made at the hearing by Tom Ruffato of Brockton, MT; and at the business meeting by Linda and Ken Simonsen of Sidney, MT, and by letter from Mr. James Buckley of the Richland County Conservation District.
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 application of Continental Resources, Inc. is granted as applied for, subject to the stipulations on the Sundry Notice.

IT IS FURTHER ORDERED that applicant must collect and analyze a Dakota Formation sample when the well is drilled, and submit that analysis to Board staff upon completion.

BOARD ORDER NO. 69-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

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

I dissent. I believe a better location could have been found.

Linda Nelson, Chairman

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

UPON THE APPLICATION OF
NORTH AMERICAN TECHNICAL TRADING
COMPANY, INC. TO DESIGNATE
APPLICANT AS THE OPERATOR OF THE:
FUGERE # 5-24 WELL (API # 25-019-21092)
LOCATED IN THE SE¼ OF SECTION 24,
T34N-R47E, DANIELS COUNTY, MONTANA,
AND THE FUGERE # 2-25 WELL
(API # 25-019-21086) LOCATED IN THE NE¼
OF SECTION 25, T34N-R47E, DANIELS
COUNTY, MONTANA.

ORDER NO. 70-2006

Docket No. 591-2005

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of January, 2006 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Member Jack King recused himself. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time 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. Attorney Loren J. O'Toole, II appeared in person to protest the application on behalf of Nerdlihc Company, Inc., the bonded operator of the Fugere #5-25 and #2-25 wells in Daniels County, Montana.
3. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of North American Technical Trading Company, Inc. is hereby denied.

IT IS FURTHER ORDERED that North American Technical Trading Company, Inc. has exhausted all available administrative remedies in its attempt to be designated the operator of the captioned wells.

BOARD ORDER NO. 70-2006

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of January, 2006.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Denzil Young, Vice-Chairman

Don Bradshaw, Board Member

Elaine Mitchell, Board Member

Wayne Smith, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary