

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

UPON THE APPLICATION OF
HEADINGTON OIL, LIMITED PARTNERSHIP
TO CREATE A PERMANENT SPACING UNIT
COMPRISED OF LOTS 1, 2, 3, 4, W $\frac{1}{2}$ (ALL)
OF SECTION 8, LOTS 1, 2, 3, 4, W $\frac{1}{2}$ (ALL) OF
SECTION 17, AND ALL OF SECTION 18,
T22N-R60E, RICHLAND COUNTY, MONTANA,
FOR PRODUCTION OF OIL AND ASSOCIATED
NATURAL GAS FROM THE BAKKEN
FORMATION.

ORDER NO. 181-2007

Docket No. 236-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Lots 1, 2, 3, 4, W $\frac{1}{2}$ (all) of Section 8, Lots 1, 2, 3, 4, W $\frac{1}{2}$ (all) of Section 17, and all of Section 18, T22N-R60E, Richland County, Montana, are designated a permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

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

BOARD ORDER NO. 181-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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 PERMANENT SPACING UNIT
COMPRISED OF ALL OF SECTION 36,
T26N-R54E AND LOTS 1, 2, 3, 4, E $\frac{1}{2}$ W $\frac{1}{2}$, E $\frac{1}{2}$
(ALL) OF SECTION 31, T26N-R55E,
RICHLAND COUNTY, MONTANA, FOR
PRODUCTION OF OIL AND ASSOCIATED
NATURAL GAS FROM THE BAKKEN
FORMATION.

ORDER NO. 182-2007

Docket No. 237-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Section 36, T26N-R54E and Lots 1, 2, 3, 4, E $\frac{1}{2}$ W $\frac{1}{2}$, E $\frac{1}{2}$ (all) of Section 31, T26N-R55E, Richland County, Montana, are designated a permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

BOARD ORDER NO. 182-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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 PERMANENT SPACING UNIT
COMPRISED OF ALL OF SECTIONS 29 AND 30,
T22N-R59E, RICHLAND COUNTY,
MONTANA, FOR PRODUCTION OF OIL AND
ASSOCIATED NATURAL GAS FROM THE
BAKKEN FORMATION.

ORDER NO. 183-2007

Docket No. 238-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Sections 29 and 30, T22N-R59E, Richland County, Montana, are designated a permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

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

BOARD ORDER NO. 183-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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 POOL ALL INTERESTS IN THE
PERMANENT SPACING UNIT COMPRISED
OF ALL OF SECTIONS 13 AND 24, T22N-R58E,
RICHLAND COUNTY, MONTANA, FOR
PRODUCTION OF OIL AND ASSOCIATED
NATURAL GAS FROM THE BAKKEN
FORMATION THEREUNDER, AND TO
AUTHORIZE RECOVERY OF NON-CONSENT
PENALTIES IN ACCORDANCE WITH
SECTION 82-11-202 (2), M.C.A., WITH
RESPECT TO THE O'BRIEN #11X-18 WELL.

ORDER NO. 184-2007

Docket No. 239-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all interests in the permanent spacing unit comprised of all of Sections 13 and 24, T22N-R58E, Richland County, Montana, are hereby pooled on the basis of surface acreage for production of oil and associated natural gas from the Bakken Formation.

IT IS FURTHER ORDERED that recovery of non-consent penalties in accordance with Section 82-11-202 (2), M.C.A., with respect to the O'Brien 11X-18 well is hereby authorized.

BOARD ORDER NO. 184-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

I dissent. The depth of applicant's efforts to contact unleased mineral owners was not fully addressed.

Jack King, Board Member

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

UPON THE APPLICATION OF
ENERPLUS RESOURCES (USA) CORPORATION
TO DRILL AN ADDITIONAL HORIZONTAL
BAKKEN FORMATION WELL IN THE
PERMANENT SPACING UNIT COMPRISED OF
ALL OF SECTION 17, T24N-R56E, RICHLAND
COUNTY, MONTANA, SAID WELL TO BE
LOCATED ANYWHERE WITHIN SAID SPACING
UNIT BUT NOT CLOSER THAN 660 FEET TO
THE BOUNDARIES THEREOF.

ORDER NO. 185-2007

Docket No. 240-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Enerplus Resources (USA) Corporation is granted as applied for.

BOARD ORDER NO. 185-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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
ENERPLUS RESOURCES (USA) CORPORATION
TO DRILL AN ADDITIONAL HORIZONTAL
BAKKEN FORMATION WELL IN THE
PERMANENT SPACING UNIT COMPRISED OF
ALL OF SECTION 3, T23N-R57E, RICHLAND
COUNTY, MONTANA, SAID WELL TO BE
LOCATED ANYWHERE WITHIN SAID SPACING
UNIT BUT NOT CLOSER THAN 660 FEET TO
THE BOUNDARIES THEREOF.

ORDER NO. 186-2007

Docket No. 241-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Enerplus Resources (USA) Corporation is granted as applied for.

BOARD ORDER NO. 186-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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
ENERPLUS RESOURCES (USA) CORPORATION
TO DRILL AN ADDITIONAL HORIZONTAL
BAKKEN FORMATION WELL IN THE
PERMANENT SPACING UNIT COMPRISED OF
ALL OF SECTION 26, T25N-R54E, RICHLAND
COUNTY, MONTANA, SAID WELL TO BE
LOCATED ANYWHERE WITHIN SAID
SPACING UNIT BUT NOT CLOSER THAN
660 FEET TO THE BOUNDARIES THEREOF.

ORDER NO. 187-2007

Docket No. 242-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application in the manner 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 Enerplus Resources (USA) Corporation is granted as applied for.

BOARD ORDER NO. 187-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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
ENERPLUS RESOURCES (USA) CORPORATION
TO DRILL AN ADDITIONAL HORIZONTAL
BAKKEN FORMATION WELL IN THE
PERMANENT SPACING UNIT COMPRISED OF
ALL OF SECTION 14, T25N-R53E, RICHLAND
COUNTY, MONTANA, SAID WELL TO BE
LOCATED ANYWHERE WITHIN SAID SPACING
UNIT BUT NOT CLOSER THAN 660 FEET TO
THE BOUNDARIES THEREOF.

ORDER NO. 188-2007

Docket No. 243-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Enerplus Resources (USA) Corporation is granted as applied for.

BOARD ORDER NO. 188-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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
ENERPLUS RESOURCES (USA) 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, SAID WELL TO BE
LOCATED ANYWHERE WITHIN SAID SPACING
UNIT BUT NOT CLOSER THAN 660 FEET TO
THE BOUNDARIES THEREOF.

ORDER NO. 189-2007

Docket No. 244-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Enerplus Resources (USA) Corporation is granted as applied for.

BOARD ORDER NO. 189-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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
ENERPLUS RESOURCES (USA) CORPORATION
TO DRILL AN ADDITIONAL HORIZONTAL
BAKKEN FORMATION WELL IN THE
PERMANENT SPACING UNIT COMPRISED OF
ALL OF SECTION 7, T24N-R55E, RICHLAND
COUNTY, MONTANA, SAID WELL TO BE
LOCATED ANYWHERE WITHIN SAID SPACING
UNIT BUT NOT CLOSER THAN 660 FEET TO
THE BOUNDARIES THEREOF.

ORDER NO. 190-2007

Docket No. 245-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Enerplus Resources (USA) Corporation is granted as applied for.

BOARD ORDER NO. 190-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
MONTANA LAND & EXPLORATION, INC. TO
CREATE A TEMPORARY SPACING UNIT
COMPRISED OF THE SE¼ OF SECTION 35 AND
SW¼ OF SECTION 36, T31N-R23E, AND THE
NW¼ OF SECTION 1 AND NE¼ OF SECTION 2,
T30N-R23E, BLAINE COUNTY, MONTANA, TO
DRILL AN EAGLE FORMATION NATURAL GAS
TEST WELL AT A LOCATION NOT LESS THAN
990 FEET FROM THE EXTERIOR BOUNDARIES
OF SAID TEMPORARY SPACING UNIT.

ORDER NO. 191-2007

Docket No. 246-2007 & 7-2007 FED

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The Bureau of Land Management (BLM) of the United States Department of Interior will issue the order pertaining to federal and/or Indian lands contained in this application.
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 SE¼ of Section 35 and SW¼ of Section 36, T31N-R23E, and the NW¼ of Section 1 and NE¼ of Section 2, T30N-R23E, Blaine County, Montana, are delineated a temporary spacing unit to drill an Eagle Formation natural gas test well at a location not less than 990 feet from the exterior boundaries of said temporary spacing unit.

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. 191-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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
MARATHON OIL COMPANY TO CREATE A
PERMANENT SPACING UNIT COMPRISED
OF ALL OF SECTIONS 16 AND 21, T25N-R59E,
RICHLAND COUNTY, MONTANA, FOR
PRODUCTION OF OIL AND ASSOCIATED
NATURAL GAS FROM THE BAKKEN
FORMATION THEREUNDER.

ORDER NO. 192-2007

Docket No. 247-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Sections 16 and 21, T25N-R59E, Richland County, Montana, are designated a permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

BOARD ORDER NO. 192-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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 PERMANENT
SPACING UNIT COMPRISED OF ALL OF
SECTION 25, T24N-R55E, RICHLAND
COUNTY, MONTANA, TO BE LOCATED
ANYWHERE WITHIN SAID SPACING UNIT
BUT NOT CLOSER THAN 660 FEET TO
THE BOUNDARIES THEREOF.

ORDER NO. 193-2007

Docket No. 249-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 193-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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 CREATE A PERMANENT SPACING UNIT
COMPRISED OF ALL OF SECTION 10,
T23N-R53E, RICHLAND COUNTY, MONTANA,
FOR PRODUCTION OF OIL AND ASSOCIATED
NATURAL GAS FROM THE BAKKEN FORMATION.

ORDER NO. 194-2007

Docket No. 251-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Section 10, T23N-R53E, Richland County, Montana, is designated a permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

BOARD ORDER NO. 194-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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 10,
T23N-R53E, RICHLAND COUNTY, MONTANA,
FOR PRODUCTION OF OIL AND ASSOCIATED
NATURAL GAS FROM THE BAKKEN
FORMATION AND TO AUTHORIZE
RECOVERY OF NON-CONSENT PENALTIES IN
ACCORDANCE WITH SECTION 82-11-202 (2), M.C.A.

ORDER NO. 195-2007

Docket No. 252-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all interests in the permanent spacing unit comprised of all of Section 10, T23N-R53E, Richland County, Montana, are hereby pooled on the basis of surface acreage for production of oil and associated natural gas from the Bakken Formation.

IT IS FURTHER ORDERED that recovery of non-consent penalties in accordance with Section 82-11-202 (2), M.C.A. is hereby authorized.

BOARD ORDER NO. 195-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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 CREATE A PERMANENT SPACING UNIT
COMPRISED OF LOTS 1, 2, 3, 4, S½N½, S½
(ALL) OF SECTION 4, T25N-R52E, RICHLAND
COUNTY, MONTANA, FOR PRODUCTION OF
OIL AND ASSOCIATED NATURAL GAS FROM
THE BAKKEN FORMATION.

ORDER NO. 196-2007

Docket No. 253-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Lots 1, 2, 3, 4, S½N½, S½ (all) of Section 4, T25N-R52E, Richland County, Montana, is delineated a permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

BOARD ORDER NO. 196-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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 LOTS 1, 2, 3, 4, S½N½,
S½ (ALL) OF SECTION 4, T25N-R52E,
RICHLAND COUNTY, MONTANA, FOR
PRODUCTION OF OIL AND ASSOCIATED
NATURAL GAS FROM THE BAKKEN
FORMATION AND TO AUTHORIZE
RECOVERY OF NON-CONSENT PENALTIES
IN ACCORDANCE WITH
SECTION 82-11-202 (2), M.C.A.

ORDER NO. 197-2007

Docket No. 254-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all interests in the permanent spacing unit comprised of Lots 1, 2, 3, 4, S½N½, S½ (all) of Section 4, T25N-R52E, Richland County, Montana, are hereby pooled on the basis of surface acreage for production of oil and associated natural gas from the Bakken Formation.

IT IS FURTHER ORDERED that recovery of non-consent penalties in accordance with Section 82-11-202 (2), M.C.A. is hereby authorized.

BOARD ORDER NO. 197-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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 CREATE A PERMANENT SPACING UNIT
COMPRISED OF ALL OF SECTION 32,
T24N-R53E, RICHLAND COUNTY, MONTANA,
FOR PRODUCTION OF OIL AND ASSOCIATED
NATURAL GAS FROM THE BAKKEN FORMATION.

ORDER NO. 198-2007

Docket No. 255-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Section 32, T24N-R53E, Richland County, Montana, is designated a permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

BOARD ORDER NO. 198-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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 CREATE A PERMANENT SPACING UNIT
COMPRISED OF LOTS 1, 2, 3, 4, S½N½, S½
(ALL) OF SECTION 4, T23N-R53E, RICHLAND
COUNTY, MONTANA, FOR PRODUCTION OF
OIL AND ASSOCIATED NATURAL GAS FROM
THE BAKKEN FORMATION.

ORDER NO. 199-2007

Docket No. 256-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Lots 1, 2, 3, 4, S½N½, S½ (all) of Section 4, T23N-R53E, Richland County, Montana, is designated a permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

BOARD ORDER NO. 199-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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 A
HORIZONTAL BAKKEN FORMATION TEST
WELL IN A 1700.80-ACRE OVERLAPPING
TEMPORARY SPACING UNIT COMPRISED OF
ALL OF SECTIONS 1 AND 12, T24N-R53E, AND
ALL OF SECTIONS 6 AND 7, T24N-R54E,
RICHLAND COUNTY, MONTANA, WITH THE
LATERALS OF SAID HORIZONTAL WELL TO BE
NO CLOSER THAN 660 FEET TO THE EXTERIOR
BOUNDARIES THEREOF, AS AN EXCEPTION TO
BOARD ORDERS 377-2004 AND 217-2005. THE
REQUESTED TEMPORARY SPACING UNIT WILL
OVERLAP THE EXISTING PERMANENT SPACING
UNITS FOR THE KIM 1-12H AND THE
PAULA 1-7H WELLS.

ORDER NO. 200-2007

Docket No. 257-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. Letters of protest were received from Timothy Klasna, Jonathan Klasna and G. Lewis Petrik; and read into the record by the Chairman. All protestants were concerned about the size and overlap of the proposed spacing unit and fair distribution of the proceeds from the proposed well. Mr. Timothy Klasna also appeared in person at the hearing.
3. The Board granted the proposed spacing after listening to testimony, reviewing exhibits and asking questions. The Board recognized this is a unique situation due to the correction sections and location of existing dual-lateral horizontal wells, which hold the existing permanent spacing units with production and makes it impossible to drain the reserves between the existing wells without this 1700.80-acre overlapping spacing unit. The Board is not setting precedent with this approval. Instead, it is addressing a specific situation and specific set of circumstances.

BOARD ORDER NO. 200-2007

4. At the permanent spacing hearing for this well, the Board will review whether the proposed fifty-fifty distribution between the E $\frac{1}{2}$ and W $\frac{1}{2}$ of the proposed 1700.80-acre temporary spacing unit is appropriate.

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Continental Resources, Inc. is authorized to drill a horizontal Bakken Formation test well in a 1700.80-acre overlapping temporary spacing unit comprised of all of Sections 1 and 12, T24N-R53E, and all of Sections 6 and 7, T24N-R54E, Richland County, Montana, with the laterals of said horizontal well to be no closer than 660 feet to the exterior boundaries thereof, as an exception to Board Orders 377-2004 and 217-2005.

IT IS FURTHER ORDERED that the requested temporary spacing unit will overlap the existing permanent spacing units established by Board Orders 217-2005 and 377-2004.

IT IS FURTHER ORDERED that applicant return for permanent spacing within 90 days of completion of a commercial well.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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 ADDITIONAL HORIZONTAL
BAKKEN FORMATION WELL IN THE
PERMANENT SPACING UNIT COMPRISED
OF ALL OF SECTIONS 7 AND 18, T23N-R56E,
RICHLAND COUNTY, MONTANA, SAID WELL
TO BE LOCATED NO CLOSER THAN 660 FEET
TO THE EXTERIOR BOUNDARIES OF SAID SPACING UNIT.

ORDER NO. 201-2007

Docket No. 260-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 201-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
MCR, LLC TO COMMINGLE PRODUCTION FROM
THE J.FEY 13-24 WELL (API # 25-101-24029)
LOCATED IN THE SW $\frac{1}{4}$ SW $\frac{1}{4}$ OF SECTION 24,
T37N-R2E, TOOLE COUNTY, MONTANA, WITH
PRODUCTION FROM THE FRED AND GEORGE
CREEK SUNBURST "A" SAND UNIT INTO
COMMON SURFACE FACILITIES, AND TO
PROVIDE THAT MEASUREMENT AND
ALLOCATION OF SUCH PRODUCTION TO EACH
CONTRIBUTING SOURCE BE MADE BY 24 TO 36
HOUR WELL TESTS THREE TIMES PER MONTH
WITH THE AVERAGE DAILY PRODUCTION
CALCULATED FROM SUCH TESTS TO BE
ALLOCATED TO THE J.FEY 13-24 WELL AND THE
BALANCE OF THE OIL PRODUCED INTO THE
COMMON FACILITY ALLOCATED TO THE
SUNBURST "A" SAND UNIT.

ORDER NO. 202-2007

Docket No. 262-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings 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. Vice-Chairman Wayne Smith recused himself and took no further part in the proceedings on this matter. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The evidence indicates that granting the application, as amended in regard to the length of the well tests, 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 MCR, LLC is authorized to commingle production from the J. Fey 13-24 well (API # 25-101-24029) located in the SW $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 24, T37N-R2E, Toole County, Montana, with production from the Fred and George Creek Sunburst "A" Sand Unit into common surface facilities.

BOARD ORDER NO. 202-2007

IT IS FURTHER ORDERED that measurement and allocation of the commingled production to each contributing source shall be made by testing the J. Fey 13-24 well three times per month for 48-72 hours each test, with the average daily production calculated from such tests to be allocated to the J. Fey 13-24 well and the balance of the oil produced into the common facility to be allocated to the Sunburst "A" Sand Unit.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Ronald S. Efta, Board Member

Jack King, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
MCR, LLC TO CONVERT THE CURRENTLY
PRODUCING SASU #16 OIL WELL
(API # 25-101-07377) LOCATED IN SECTION
26, T37N-R2E, FRED AND GEORGE CREEK
SUNBURST "A" SAND UNIT, TOOLE
COUNTY, MONTANA, TO AN INJECTION
WELL TO INJECT PRODUCED WATER FROM
ALL THE SUNBURST "A" AND "B" SAND
UNITS AND EAGLE SUPPLY WATER FROM
WSW #3 WELL (FEY 1-35) IN SECTION 35,
T37N-R2E INTO THE SUNBURST "A" SAND
AT AN APPROXIMATE DEPTH OF 2532 FEET.

ORDER NO. 203-2007

Docket No. 263-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 203-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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
AMERICANA EXPLORATION LLC TO CREATE
A TEMPORARY SPACING UNIT COMPRISED
OF THE E½ OF SECTION 35 AND THE W½ OF
SECTION 36, T36N-R1W, TOOLE COUNTY,
MONTANA, FOR ALL FORMATIONS FROM THE
SURFACE TO THE BASE OF THE
DEVONIAN/DUPEROW FORMATION TO DRILL
A WELL ANYWHERE WITHIN SAID TEMPORARY
SPACING UNIT BUT NOT CLOSER THAN 990 FEET
TO THE EXTERIOR BOUNDARIES THEREOF.

ORDER NO. 204-2007

Docket No. 264-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. A protest letter from Monte Mason, Chief of the Minerals Management Bureau of the Trust Lands Division of the Department of Natural Resources and Conservation, was distributed to all Board members. The letter requested the application be removed from the Default Docket and that the Board either deny the requested temporary spacing unit entirely or exclude all formations below the Sunburst sand from the temporary spacing unit. The application was removed from the Default Docket.
3. The Board made a number of motions on this application: a) to approve a temporary spacing unit for gas from the surface to total depth, which died for lack of second; b) to deny the application, which also died for lack of a second; c) to revive the first motion by seconding it, which happened, then that motion failed because a majority of the Board did not vote for it; and d) to approve a temporary spacing unit for gas from the surface to the base of the Duperow, which also failed for failure to obtain approval from a majority of the Board. The Chairman then asked for a motion to approve the application as applied for. No motion was made.
4. The evidence indicates that taking the following action on 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 Americana Exploration LLC is denied for lack of a successful motion otherwise.

BOARD ORDER NO. 204-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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
AMERICANA EXPLORATION LLC TO CREATE
A TEMPORARY SPACING UNIT COMPRISED
OF THE SW¼ OF SECTION 13, THE SE¼ OF
SECTION 14, THE NE¼ OF SECTION 23, AND
THE NW¼ OF SECTION 24, T36N-R1W, TOOLE
COUNTY, MONTANA, FOR ALL FORMATIONS
FROM THE SURFACE TO THE BASE OF THE
DEVONIAN/DUPEROW FORMATION TO DRILL
A WELL ANYWHERE WITHIN SAID
TEMPORARY SPACING UNIT BUT NOT CLOSER
THAN 990 FEET TO THE EXTERIOR
BOUNDARIES THEREOF.

ORDER NO. 205-2007

Docket No. 265-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. Protest letters from the Trust Lands Management Division (TLMD) of the Department of Natural Resources and the Bureau of Land Management (BLM) of the United States Department of Interior were distributed to all Board members. TLMD states applicant does not provide any geologic information for formations below the Sunburst and requests the Board either deny the proposed temporary spacing unit or exclude all formations below the Sunburst. BLM says there is insufficient technical data to support the application and requests the Board deny the proposed temporary spacing unit.
3. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the SW¼ of Section 13, the SE¼ of Section 14, the NE¼ of Section 23, and the NW¼ of Section 24, T36N-R1W, Toole County, Montana, are designated a temporary spacing unit for gas for all formations from the surface to the base of the Duperow Formation to drill a well anywhere within said temporary spacing unit but not closer than 990 feet to the exterior boundaries thereof.

IT IS FURTHER ORDERED that an application for permanent spacing be made within 90 days of successful completion of a well permitted under this order.

BOARD ORDER NO. 205-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Ronald S. Efta, Board Member

Jack King, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

I dissent. There is not sufficient geologic evidence to support the application, the proposed wells can be drilled in each section, and applicant is abusing the temporary spacing rule to save leases versus drilling wells.

Wayne Smith, Vice-Chairman

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

UPON THE APPLICATION OF
AMERICANA EXPLORATION LLC TO CREATE
A TEMPORARY SPACING UNIT COMPRISED
OF THE S½ OF SECTION 16 AND THE N½ OF
SECTION 21, T36N-R1W, TOOLE COUNTY,
MONTANA, FOR ALL FORMATIONS FROM
THE SURFACE TO THE BASE OF THE
DEVONIAN/DUPEROW FORMATION TO DRILL
A WELL ANYWHERE WITHIN SAID
TEMPORARY SPACING UNIT BUT NOT
CLOSER THAN 990 FEET TO THE EXTERIOR
BOUNDARIES THEREOF.

ORDER NO. 206-2007

Docket No. 266-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

2. The Trust Lands Management Division (TLMD) of the Department of Natural Resources and Conservation protested this application and a letter stating the nature of the protest was distributed to all Board members. TLMD states applicant does not provide any geologic information for formations below the Sunburst and requests the Board either deny the proposed temporary spacing unit or exclude all formations below the Sunburst.

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the S½ of Section 16 and the N½ of Section 21, T36N-R1W, Toole County, Montana, are designated a temporary spacing unit for gas for all formations from the surface to the base of the Duperow Formation to drill a well anywhere within said temporary spacing unit but not closer than 990 feet to the exterior boundaries thereof.

IT IS FURTHER ORDERED that an application for permanent spacing be made within 90 days of successful completion of a well permitted under this order.

BOARD ORDER NO. 206-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Ronald S. Efta, Board Member

Jack King, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

I dissent. There is not sufficient geologic evidence to support the application, the proposed wells can be drilled in each section, and applicant is abusing the temporary spacing rule to save leases versus drilling wells.

Wayne Smith, Vice-Chairman

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

UPON THE APPLICATION OF
AMERICANA EXPLORATION LLC TO CREATE
A TEMPORARY SPACING UNIT COMPRISED
OF THE S½ OF SECTION 19 AND THE N½ OF
SECTION 30, T36N-R1E, TOOLE COUNTY,
MONTANA, FOR ALL FORMATIONS FROM
THE SURFACE TO THE BASE OF THE
DEVONIAN/DUPEROW FORMATION TO
DRILL A WELL ANYWHERE WITHIN SAID
TEMPORARY SPACING UNIT BUT NOT
CLOSER THAN 990 FEET TO THE EXTERIOR
BOUNDARIES THEREOF.

ORDER NO. 207-2007

Docket No. 267-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The Trust Lands Management Division (TLMD) of the Department of Natural Resources and Conservation protested this application and a letter stating the nature of the protest was distributed to all Board members. TLMD states applicant does not provide any geologic information for formations below the Sunburst and requests the Board either deny the proposed temporary spacing unit or exclude all formations below the Sunburst.
3. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the S½ of Section 19 and the N½ of Section 30, T36N-R1E, Toole County, Montana, are designated a temporary spacing unit for gas for all formations from the surface to the base of the Duperow Formation to drill a well anywhere within said temporary spacing unit but not closer than 990 feet to the exterior boundaries thereof.

IT IS FURTHER ORDERED that an application for permanent spacing be made within 90 days of successful completion of a well permitted under this order.

BOARD ORDER NO. 207-2007

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 July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Ronald S. Efta, Board Member

Jack King, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

I dissent. There is not sufficient geologic evidence to support the application, the proposed wells can be drilled in each section, and applicant is abusing the temporary spacing rule to save leases versus drilling wells.

Wayne Smith, Vice-Chairman

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

UPON THE APPLICATION OF
AMERICANA EXPLORATION LLC TO CREATE
A TEMPORARY SPACING UNIT COMPRISED
OF THE S½ OF SECTION 3 AND THE N½ OF
SECTION 10, T35N-R1E, TOOLE COUNTY,
MONTANA, FOR ALL FORMATIONS FROM
THE SURFACE TO THE BASE OF THE
DEVONIAN/DUPEROW FORMATION TO
DRILL A WELL ANYWHERE WITHIN SAID
TEMPORARY SPACING UNIT BUT NOT
CLOSER THAN 990 FEET TO THE EXTERIOR
BOUNDARIES THEREOF.

ORDER NO. 208-2007

Docket No. 268-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings 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. Vice-Chairman Wayne Smith recused himself and took no further part in the proceedings on this matter. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. Two protests were received on this application. The Trust Lands Management Division (TLMD) of the Department of Natural Resources and Conservation protested this application and a letter stating the nature of the protest was distributed to all Board members. TLMD states applicant does not provide any geologic information for formations below the Sunburst and requests the Board either deny the proposed temporary spacing unit or exclude all formations below the Sunburst. Attorney John Lee protested the application on behalf of Wave USA Inc. Mr. Lee feels the application should not be heard because the notice was defective. Parts of Section 3 are currently spaced for gas under the Timber Creek Gas Field rules and notice was not given that two orders establishing Timber Creek Gas Field spacing were being vacated. The Sunburst Formation was also not included in the notice.
3. After recessing to consider Mr. Lee's protest, applicant amended the application to request a 320-acre temporary spacing unit consisting of the N½ of Section 10 only. TLMD withdrew its protest after the application was amended.
3. The evidence indicates that granting the amended 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.

BOARD ORDER NO. 208-2007

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the N½ of Section 10, T35N-R1E, Toole County, Montana, is designated a temporary spacing unit for all formations from the surface to the base of the Duperow Formation to drill a test well anywhere within said temporary spacing unit but not closer than 660 feet to the exterior boundaries thereof.

T IS FURTHER ORDERED that an application for permanent spacing be made within 90 days of successful completion of a well permitted under this order.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Ronald S. Efta, Board Member

Jack King, 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
SAGA PETROLEUM CORP. TO APPROVE THE
BIG COULEE GAS (VOLUNTARY) UNIT FOR
PRODUCTION OF GAS FROM ALL
FORMATIONS FROM THE SURFACE TO THE
BASE OF THE MORRISON FORMATION
(THE UNITIZED SUBSTANCES) UNDERLYING
THE FOLLOWING DESCRIBED LANDS IN
STILLWATER AND GOLDEN VALLEY
COUNTIES, MONTANA:

ORDER NO. 209-2007

T5N-R20E

SECTION 19: W $\frac{1}{2}$, W $\frac{1}{2}$ SE $\frac{1}{4}$, SW $\frac{1}{4}$ NE $\frac{1}{4}$

SECTION 30: ALL

SECTION 31: ALL

T5N-R19E

SECTION 24: E $\frac{1}{2}$ NE $\frac{1}{4}$, SW $\frac{1}{4}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$

SECTION 25: E $\frac{1}{2}$, E $\frac{1}{2}$ W $\frac{1}{2}$

SECTION 36: E $\frac{1}{2}$, SW $\frac{1}{4}$, E $\frac{1}{2}$ NW $\frac{1}{4}$, SW $\frac{1}{4}$ NW $\frac{1}{4}$

T4N-R20E

SECTION 5: W $\frac{1}{2}$, W $\frac{1}{2}$ NE $\frac{1}{4}$, NW $\frac{1}{4}$ SE $\frac{1}{4}$

SECTION 6: ALL

SECTION 7: ALL

T4N-R19E

SECTION 1: E $\frac{1}{2}$, E $\frac{1}{2}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$

SECTION 12: E $\frac{1}{2}$, E $\frac{1}{2}$ W $\frac{1}{2}$

APPLICANT FURTHER REQUESTS THAT ALL
APPLICABLE SPACING ORDERS FOR LANDS
INCLUDED IN THE BIG COULEE GAS UNIT BE
VACATED, EXCEPT FOR THE REQUIREMENT
THAT ALL WELLS DRILLED TO AND
PRODUCING UNITIZED SUBSTANCES FROM
THE UNITIZED LAND BE LOCATED NO CLOSER
THAN 990 FEET TO THE BIG COULEE GAS UNIT
BOUNDARIES AS PRESENTLY DELINEATED.

Docket No. 271-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. Member Jack King recused himself and took no further part in the proceedings on this matter. 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. 209-2007

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 following described lands in Stillwater and Golden Valley Counties are designated as the Big Coulee Gas Unit for production of gas for all formations from the surface to the base of the Morrison Formation (the unitized substances).

T5N-R20E

Section 19: W $\frac{1}{2}$, W $\frac{1}{2}$ SE $\frac{1}{4}$, SW $\frac{1}{4}$ NE $\frac{1}{4}$

Section 30: All

Section 31: All

T5N-R19E

Section 24: E $\frac{1}{2}$ NE $\frac{1}{4}$, SW $\frac{1}{4}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$

Section 25: E $\frac{1}{2}$, E $\frac{1}{2}$ W $\frac{1}{2}$

Section 36: E $\frac{1}{2}$, SW $\frac{1}{4}$, E $\frac{1}{2}$ NW $\frac{1}{4}$, SW $\frac{1}{4}$ NW $\frac{1}{4}$

T4N-R20E

Section 5: W $\frac{1}{2}$, W $\frac{1}{2}$ NE $\frac{1}{4}$, NW $\frac{1}{4}$ SE $\frac{1}{4}$

Section 6: All

Section 7: All

T4N-R19E

Section 1: E $\frac{1}{2}$, E $\frac{1}{2}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$

Section 12: E $\frac{1}{2}$, E $\frac{1}{2}$ W $\frac{1}{2}$

IT IS FURTHER ORDERED THAT all applicable spacing orders for lands included in the Big Coulee Gas Unit be vacated except for the requirement that all wells drilled to and producing unitized substances from the unitized land be located no closer than 990 feet to the Big Coulee Gas Unit boundaries as presently delineated.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, 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 ENERGY PRODUCTION COMPANY TO
AUTHORIZE PRODUCTION OF JUDITH RIVER
FORMATION GAS THROUGH THE WELLBORE
OF APPLICANT'S STATE #16-05-32-17 WELL,
LOCATED 2100' FNL AND 480' FWL OF
SECTION 16, T32N-R17E, HILL COUNTY,
MONTANA, AS AN EXCEPTION TO
A.R.M. 36.22.702.

ORDER NO. 210-2007

Docket No. 272-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Devon Energy Production Company, L.P. is authorized to produce Judith River Formation gas through the wellbore of the State #16-05-32-17 well, located 2100' FNL and 480' FWL of Section 16, T32N-R17E, Hill County, Montana, as an exception to A.R.M. 36.22.702.

BOARD ORDER NO. 210-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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 ENERGY PRODUCTION COMPANY
TO CREATE A PERMANENT SPACING UNIT
COMPRISED OF THE SW $\frac{1}{4}$ OF SECTION 13
AND THE SE $\frac{1}{4}$ OF SECTION 14, T25N-R18E,
BLAINE COUNTY, MONTANA, FOR
PRODUCTION OF EAGLE SAND
FORMATION GAS THROUGH THE
WELLBORE OF THE STEVENS
#14-16A-25-18 WELL.

ORDER NO. 211-2007

Docket No. 273-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the SW $\frac{1}{4}$ of Section 13 and the SE $\frac{1}{4}$ of Section 14, T25N-R18E, Blaine County, Montana, are designated a permanent spacing unit for production of Eagle Formation gas through the wellbore of the Stevens #14-16A-25-18 well.

BOARD ORDER NO. 211-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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 ENERGY PRODUCTION COMPANY
TO CREATE A PERMANENT SPACING UNIT
COMPRISED OF THE SE¼ OF SECTION 18,
T30N-R16E, HILL COUNTY, MONTANA,
FOR PRODUCTION OF EAGLE SAND
FORMATION GAS THROUGH THE
WELLBORE OF THE STIRLING-DIR
#18-16-30-16 WELL.

ORDER NO. 212-2007

Docket No. 274-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the SE¼ of Section 18, T30N-R16E, Hill County, Montana, is designated a permanent spacing unit for production of Eagle Formation gas through the wellbore of the Stirling-DIR #18-16-30-16 well.

BOARD ORDER NO. 212-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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 ENERGY PRODUCTION COMPANY
TO CREATE A PERMANENT SPACING UNIT
COMPRISED OF THE SW¼ OF SECTION 20,
T30N-R16E, HILL COUNTY, MONTANA, FOR
PRODUCTION OF GAS FROM THE EAGLE
SAND FORMATION THROUGH THE
WELLBORE OF THE STIRLING
#20-13-30-16 WELL.

ORDER NO. 213-2007

Docket No. 275-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the SW¼ of Section 20, T30N-R16E, Hill County, Montana, is designated a permanent spacing unit for production of Eagle Formation gas through the wellbore of the Stirling #20-13-30-16 well.

BOARD ORDER NO. 213-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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 ENERGY PRODUCTION COMPANY
TO CREATE A PERMANENT SPACING UNIT
COMPRISED OF THE NW¼ OF SECTION 29,
T30N-R16E, HILL COUNTY, MONTANA,
FOR PRODUCTION OF GAS FROM THE
EAGLE SAND FORMATION THROUGH THE
WELLBORE OF THE REUM #29-04-30-16 WELL.

ORDER NO. 214-2007

Docket No. 276-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the NW¼ of Section 29, T30N-R16E, Hill County, Montana, is designated a permanent spacing unit for production of Eagle Formation gas through the wellbore of the Reum #29-04-30-16 well.

BOARD ORDER NO. 214-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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 ENERGY PRODUCTION COMPANY
TO CREATE A PERMANENT SPACING UNIT
COMPRISED OF THE NE¼ OF SECTION 30,
T30N-R16E, HILL COUNTY, MONTANA,
FOR PRODUCTION OF GAS FROM THE
EAGLE SAND FORMATION THROUGH
THE WELLBORE OF THE REUM-DIR
#30-07-30-16 WELL.

ORDER NO. 215-2007

Docket No. 278-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the NE¼ of Section 30, T30N-R16E, Hill County, Montana, is designated a permanent spacing unit for production of Eagle Formation gas through the wellbore of the Reum-DIR #30-07-30-16 well.

BOARD ORDER NO. 215-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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 ENERGY PRODUCTION COMPANY
TO CREATE A PERMANENT SPACING UNIT
COMPRISED OF THE NE¼ OF SECTION 30
AND THE W½NW¼ OF SECTION 29,
T30N-R16E, HILL COUNTY, MONTANA,
FOR PRODUCTION OF GAS FROM THE
EAGLE SAND FORMATION THROUGH THE
WELLBORE OF THE STIRLING-DIR
#30-01-30-16 WELL.

ORDER NO. 216-2007

Docket No. 279-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the NE¼ of Section 30 and the W½NW¼ of Section 29, T30N-R16E, Hill County, Montana, are designated a permanent spacing unit for production of Eagle Formation gas through the wellbore of the Stirling-DIR #30-01-30-16 well.

BOARD ORDER NO. 216-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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 ENERGY PRODUCTION COMPANY
TO CREATE A PERMANENT SPACING UNIT
COMPRISED OF THE SW¹/₄SE¹/₄ AND
SE¹/₄SW¹/₄ OF SECTION 14 AND THE
NW¹/₄NE¹/₄ AND NE¹/₄NW¹/₄ OF SECTION 23,
T27N-R18E, BLAINE COUNTY, MONTANA,
FOR PRODUCTION OF GAS FROM THE
EAGLE SAND FORMATION THROUGH THE
WELLBORE OF THE MOORE-DIR
#14-15A-27-18 WELL.

ORDER NO. 217-2007

Docket No. 280-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the SW¹/₄SE¹/₄ and SE¹/₄SW¹/₄ of Section 14 and the NW¹/₄NE¹/₄ and NE¹/₄NW¹/₄ of Section 23, T27N-R18E, Blaine County, Montana, are designated a permanent spacing unit for production of Eagle Formation gas through the wellbore of the Moore-DIR #14-15A-27-18 well.

BOARD ORDER NO. 217-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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 A
NIOBRARA FORMATION GAS WELL
(THE WHITE #15-16-37-15C WELL) IN THE
PERMANENT SPACING UNIT COMPRISED
OF ALL OF SECTION 15, T37N-R15E, HILL
COUNTY, MONTANA, AT A LOCATION
1033' FSL AND 502' FEL OF SAID SECTION
15, WITH A 25-FOOT TOPOGRAPHIC
TOLERANCE IN ANY DIRECTION BUT
EAST, TO TEST AND PRODUCE BOTH THE
NIOBRARA AND JUDITH RIVER
FORMATIONS AS AN EXCEPTION TO
BOARD ORDER 276-2006.

ORDER NO. 218-2007

Docket No. 281-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 218-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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 EAGLE SAND/NIOBRARA
FORMATION GAS WELL
(THE MCSLOY #9-15-33-14B) IN THE
TEMPORARY SPACING UNIT COMPRISED
OF ALL OF SECTION 9, T33N-R14E, HILL
COUNTY, MONTANA, AT A LOCATION
1020' FSL AND 1524' FEL OF SAID SECTION 9,
WITH A 25-FOOT TOPOGRAPHIC
TOLERANCE IN ANY DIRECTION AS AN
EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 219-2007

Docket No. 282-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 219-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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
FIDELITY EXPLORATION & PRODUCTION
COMPANY TO AUTHORIZE THE DRILLING
OF A TEST WELL IN THE NE¼ OF SECTION 20,
T32N-R34E, PHILLIPS COUNTY, MONTANA,
AT A LOCATION 1220' FNL AND 1640' FEL OF
SAID SECTION 20, AS AN EXCEPTION TO THE
BOWDOIN GAS FIELD WELL LOCATION RULES.

ORDER NO. 220-2007

Docket No. 283-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. Applicant's proposed location is closer than 660 feet to the boundaries of a tract not committed to the Bowdoin Unit. This tract is comprised of the unleased bed of the Milk River which is owned by the federal government.
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 Fidelity Exploration & Production Company is authorized to drill a test well in the NE¼ of Section 20, T32N-R34E, Phillips County, Montana, at a location 1220' FNL and 1640' FEL of said Section 20, as an exception to the Bowdoin Gas Field well location rules.

BOARD ORDER NO. 220-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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 IN FALLON
COUNTY, MONTANA, AS ELIGIBLE FOR
THE SEVERANCE TAX REDUCTION
AVAILABLE TO OIL WELL HORIZONTAL
RE-ENTRIES THROUGH THE MONTANA
DEPARTMENT OF REVENUE.

ORDER NO. 221-2007

API NUMBER	WELL NAME	LOCATION	COMPLETION DATE
25-025-21315	PNL 33-29CH	SEC 29, T8N-R60E	MARCH 2007
25-025-22026	PNL 41-19BH	SEC 19, T7N-R60E	MARCH 2007

Docket No. 154-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Encore Operating, L.P. is granted as applied for, and staff is directed to forward the appropriate certification to the Montana Department of Revenue.

BOARD ORDER NO. 221-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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
PETRO-HUNT, L.L.C. TO CREATE A TEMPORARY
SPACING UNIT COMPRISED OF THE W $\frac{1}{2}$ OF
SECTION 5 AND THE E $\frac{1}{2}$ OF SECTION 6,
T22N-R54E, RICHLAND COUNTY, MONTANA, TO
AUTHORIZE THE DRILLING OF A HORIZONTAL
RED RIVER FORMATION WELL ANYWHERE
WITHIN SAID TEMPORARY SPACING UNIT BUT
NOT CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF, AND TO ALLOW THE
BR 5A-2-1 VERTICAL RED RIVER FORMATION
WELL TO CONTINUE TO PRODUCE FROM ITS
EXISTING SPACING UNIT WHICH CONSISTS OF
THE N $\frac{1}{2}$ OF SAID SECTION 5.

ORDER NO. 222-2007

Docket No. 179-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the W $\frac{1}{2}$ of Section 5 and the E $\frac{1}{2}$ of Section 6, T22N-R54E, Richland County, Montana, are designated a temporary spacing unit to drill a horizontal Red River Formation well anywhere within said temporary spacing unit but not closer that 660 feet to the boundaries thereof.

IT IS FURTHER ORDERED that the BR 5A-2-1 vertical Red River Formation well is authorized to continue to produce from its existing spacing unit which consists of the N $\frac{1}{2}$ of said Section 5.

BOARD ORDER NO. 222-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
NANCE PETROLEUM CORPORATION FOR AN
AREA PERMIT FOR MULTIPLE CLASS II
DISPOSAL WELLS TO BE LOCATED IN
PORTIONS OF T9S-R42E, T10S-R42E AND
T10S-R43E IN THE ON-THE-BORDER-1 (OTB-1)
PROJECT AREA IN BIG HORN COUNTY,
MONTANA, TO INJECT PRODUCED WATER
FROM COAL BED NATURAL GAS (CBNG)
DEVELOPMENT INTO THE TULLOCK
MEMBER OF THE FORT UNION FORMATION
AND/OR THE HELL CREEK AND FOX HILLS
FORMATIONS.

ORDER NO. 223-2007

Docket No. 195-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. Pinnacle Gas Resources, Inc. (Pinnacle) protested the application. Pinnacle has a state lease on Section 36, T9S-R42E and has submitted a Plan of Development to DNRC for eight wells for this section. According to Pinnacle, all permitting agencies want as little infrastructure as possible in the area. Pinnacle requests applicant withdraw said Section 36 from its application or that the Board reject the permit for said Section 36.
3. After learning of Pinnacle's protest, applicant amended its application to eliminate Section 36, T9S-R42E, Big Horn County, Montana, from the application.
4. 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 Nance Petroleum Corporation is approved as amended, with Section 36 not being included, subject to the stipulations on the Sundry Notice.

BOARD ORDER NO. 223-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, 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 ADDITIONAL HORIZONTAL BAKKEN
FORMATION WELL IN THE PERMANENT
SPACING UNIT COMPRISED OF ALL OF
SECTION 6, T23N-R56E, AND ALL OF
SECTION 31, T24N-R56E, RICHLAND COUNTY,
MONTANA, SAID WELL TO BE LOCATED
ANYWHERE WITHIN SAID PERMANENT
SPACING UNIT BUT NOT CLOSER THAN
660 FEET TO THE EXTERIOR BOUNDARIES
THEREOF.

ORDER NO. 224-2007

Docket No. 203-2006

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 224-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE BOARD'S OWN MOTION TO REQUIRE
B.W.O.C. INC. TO APPEAR AND SHOW CAUSE,
IF ANY IT HAS, WHY IT'S BOND SHOULD NOT
BE FORFEITED FOR FAILURE TO SECURE A
REPLACEMENT BOND FOR ITS EXPIRING
LETTER OF CREDIT WITH WELLS FARGO BANK.

ORDER NO. 225-2007

Docket No. 286-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. Staff reported that the existing \$50,000 letter of credit is to expire on August 26, 2007.
3. The two wells covered by the bond had been abandoned, and the location of the Big Horn #1 well (API # 25-065-21866) was restored and could be released since it was located in a cultivated field.
4. The location of the Big Bear #1 well (API # 25-065-21867) was restored but would require evidence of re-vegetation before it could be released from the plugging and restoration bond.
5. Respondent had not arranged for a replacement bond prior to the hearing and no one appeared on behalf of B.W.O.C. Inc.
6. The evidence indicates that taking the following action 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 B.W.O.C. Inc. has until close of business on Monday, August 6, 2007 to secure a \$5000 replacement bond.

BOARD ORDER NO. 225-2007

IT IS FURTHER ORDERED that if the aforementioned replacement bond is not in place by Monday, August 6, 2007, B.W.O.C. Inc.'s \$50,000 multiple well bond letter of credit # NTS552083 with Wells Fargo Bank shall be forfeited.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE BOARD'S OWN MOTION TO REQUIRE
ZIMCO AND HI-DEZERT PETROLEUM TO APPEAR
AND SHOW CAUSE, IF ANY THEY HAVE, WHY
THEIR SEPARATE BONDS COVERING THE
HERINGER 11-21 WELL IN SECTION 11, T30N-R44E,
VALLEY COUNTY, MONTANA, SHOULD NOT BE
FORFEITED FOR FAILURE TO MAINTAIN THE
WELLSITE AND FOR FAILURE TO FILE
PRODUCTION REPORTS.

ORDER NO. 226-2007

Docket No. 287-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 26th day of July, 2007 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The Heringer 11-21 well in Section 11, T30N-R44E, Valley County, Montana, is currently double-bonded because two different people claimed ownership of the well. Zimco has a \$5,000 certificate of deposit bond on the well and Hi-Dezert Petroleum has a \$10,000 surety bond on the well.
3. Mr. Robert Zimmerman of Zimco appeared in person at the hearing and testified he plans to clean up the wellsite and submit all delinquent production reports.
4. Neither Mr. Wesley Miller nor anyone else representing Hi-Dezert Petroleum appeared at the hearing.
5. The evidence indicates that taking the following action 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 \$10,000 surety bond of Hi-Dezert Petroleum that covers the Heringer 11-21 well is hereby forfeited.

BOARD ORDER NO. 226-2007

IT IS FURTHER ORDERD that Zimco shall report to the Board at its October 24, 2007 business meeting and shall have until that time to get the wellsite cleaned up, the well online and all delinquent production reports filed.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE BOARD'S OWN MOTION TO REQUIRE
BRANDON OIL COMPANY TO APPEAR AND
SHOW CAUSE, IF ANY IT HAS, WHY FINES
AND OTHER PENALTIES SHOULD NOT BE
IMPOSED FOR ITS FAILURE TO FILE
TIMELY AND ACCURATE MONTHLY
REPORTS OF PRODUCTION FOR ITS LEASES
AND WELLS AS REQUIRED BY BOARD RULES.

ORDER NO. 227-2007

Docket No. 288-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 20th day of May, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. Brandon Oil Company was fined for delinquent 2005 production reports.
3. No one from Brandon Oil Company appeared at the hearing, but all delinquent production reports and the fine assessed for those delinquent reports were received on July 2, 2007.
4. The evidence indicates that taking the following action 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 if Brandon Oil Company is delinquent filing production reports in the future, their fine amount will be increased from \$10 per month per lease to \$100 per month per lease.

BOARD ORDER NO. 227-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE BOARD'S OWN MOTION TO REQUIRE
DELPHI INTERNATIONAL INC. TO APPEAR AND
SHOW CAUSE, IF ANY IT HAS, WHY FINES AND
OTHER PENALTIES SHOULD NOT BE IMPOSED
FOR ITS FAILURE TO FILE TIMELY AND
ACCURATE MONTHLY REPORTS OF
PRODUCTION FOR ITS LEASES AND WELLS AS
REQUIRED BY BOARD RULES.

ORDER NO. 228-2007

Docket No. 289-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 14th day of December, 2006 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

2. Delphi International, Inc. was fined for delinquent 2005 production reports.

3. No one from Delphi International, Inc. appeared at the hearing, but all delinquent production reports were filed by the June 28, 2007 deadline.

2. The evidence indicates that taking the following action 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 if Delphi International, Inc. is delinquent filing production reports in the future, their fine will increase from \$10 per lease per month to \$100 per lease per month.

BOARD ORDER NO. 228-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE BOARD'S OWN MOTION TO REQUIRE
YELLOWSTONE PETROLEUMS, INC. TO APPEAR
AND SHOW CAUSE, IF ANY IT HAS, WHY FINES
AND OTHER PENALTIES SHOULD NOT BE
IMPOSED FOR ITS FAILURE TO FILE TIMELY
AND ACCURATE MONTHLY REPORTS OF
PRODUCTION FOR ITS LEASES AND WELLS AS
REQUIRED BY BOARD RULES.

ORDER NO. 229-2007

Docket No. 290-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 20th day of May, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. Yellowstone Petroleum, Inc. was fined for delinquent 2005 production reports.
3. No one from Yellowstone Petroleum, Inc. appeared at the hearing.
4. The evidence indicates that taking the following action 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 Yellowstone Petroleum, Inc. is hereby assessed a \$1,000 penalty for failure to appear at today's hearing. This is in addition to the \$400 fine already assessed, but not received, for delinquent 2006 production reports.

IT IS FURTHER ORDERED that if the \$1,400 penalty/fine and delinquent production reports are not received by the Board's September 6, 2007 hearing, the Board will consider shutting-in Yellowstone Petroleum Inc.'s production, and a show-cause hearing will be scheduled for October 2007 to declare Yellowstone Petroleum Inc.'s production illegal.

IT IS FURTHER ORDERED that if Yellowstone Petroleum, Inc. becomes delinquent filing production reports in the future, their fine will be increased from \$10 per month per lease to \$100 per month per lease.

BOARD ORDER NO. 229-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE BOARD'S OWN MOTION TO REQUIRE
ROCKY MOUNTAIN GAS, INC. TO APPEAR AND
SHOW CAUSE, IF ANY IT HAS, WHY FINES AND
OTHER PENALTIES SHOULD NOT BE IMPOSED
FOR ITS FAILURE TO FILE TIMELY AND
ACCURATE MONTHLY REPORTS OF
PRODUCTION FOR ITS LEASES AND WELLS AS
REQUIRED BY BOARD RULES.

ORDER NO. 230-2007

Docket No. 291-2007

Report of the Board

The above entitled cause came on regularly for hearing on the 20th day of May, 2004 in the conference room of the Billings Petroleum Club in the Billings Sheraton in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Members Don Bradshaw and Bret Smelser were absent. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. No one from Rocky Mountain Gas, Inc. appeared at the hearing.
3. The evidence indicates that taking the following action 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 Rocky Mountain Gas, Inc. is hereby assessed a \$1,000 fine for failure to appear at today's hearing, which in addition to the \$480 fine already assessed but not received for delinquent production reports.

IT IS FURTHER ORDERED that if the \$1,480 penalty/fine and delinquent reports are not received by the Board's September 5, 2007 business meeting, a show-cause hearing for October 2007 will be scheduled to consider additional penalties and/or fines.

IT IS FURTHER ORDERED that if Rocky Mountain Gas, Inc. becomes delinquent filing production reports in the future their fine will be increased from \$10 per lease per month to \$100 per lease per month.

BOARD ORDER NO. 230-2007

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 26th day of July, 2007.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Ronald S. Efta, Board Member

Jack King, Board Member

Joan Stahl, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

