

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

IN THE MATTER OF THE APPLICATION OF DENBURY ONSHORE LLC FOR AN ORDER APPROVING A PILOT ENHANCED RECOVERY PROJECT IN THE MADISON GROUP PURSUANT TO A.R.M. 36.22.1229 WITHIN THE OVERLAPPING TEMPORARY SPACING UNIT ("OTSU") COMPRISED OF THE S/2NE/4, E/2SW/4, SW/4SW/4, SE/4 OF SECTION 8, THE W/2SW/4 OF SECTION 9, AND THE N/2NE/4, SW/4NE/4, NW/4 OF SECTION 17, TOWNSHIP 10 NORTH, RANGE 58 EAST, M.P.M., FALLON COUNTY, MONTANA [MBOGC ORDER NO. 61-2019], AND SUCH OTHER AND FURTHER RELIEF AS THE MBOGC MAY DEEM NECESSARY AND APPROPRIATE

MBOGC DOCKET NO. 63-200

APPLICATION

DENBURY ONSHORE LLC, 5320 Legacy Drive, Plano, Texas 75024:

[A] Presents the following application:

1. Applicant is an interest owner within the above-described tract, designated an OTSU pursuant to MBOGC Order No. 61-2019, and has permitted its CH21-17NEH well as a dual lateral to test the productivity of the Madison Group at locations not closer than 660' to the boundaries of the OTSU.

2. Contemporaneously herewith, Applicant has filed UIC applications with the Board in compliance with A.R.M. 36.22.1403, with notice given thereof in accordance with A.R.M. 36.22.1409, for purposes of drilling its CH11-17NEH and CH11-17SEH dual lateral injector wells, and it is anticipated that said applications will be approved by the MBOGC.

3. Applicant requests authority to conduct a pilot enhanced recovery project in the Madison Group involving the OTSU comprised of the S/2NE/4, E/2SW/4, SW/4SW/4, SE/4 of Section 8, the W/2SW/4 of Section 9, and the N/2NE/4, SW/4NE/4, NW/4 of Section 17, Township 10 North, Range 58 East, M.P.M, Fallon County, Montana, pursuant to A.R.M. 36.22.1229. It is the Applicant's opinion that approval of the request herein will not adversely affect correlative rights and will prevent waste by enhancing recovery of oil and gas from the Madison Group.

[B] Requests:

1. This matter be set for hearing, with notice given as required by law and the MOU; and

2. After hearing the matter, the Board enter its order approving a pilot enhanced recovery project in the Madison Group involving the OTSU comprised of the S/2NE/4, E/2SW/4, SW/4SW/4, SE/4 of Section 8, the W/2SW/4 of Section 9, and the N/2NE/4, SW/4NE/4, NW/4 of Section 17, Township 10 North, Range 58 East, M.P.M, Fallon County, Montana, pursuant to A.R.M. 36.22.1229 for a period not to exceed eighteen (18) months from the commencement of injection operations, and such other and further relief as the MBOGC may deem necessary and appropriate.

DATED this 25th day of February, 2020.

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DENBURY ONSHORE LLC



By _____

John R. Lee, Its Attorney

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