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

IN THE MATTER OF THE APPLICATION OF KRAKEN OIL & GAS LLC FOR AN ORDER CREATING A TEMPORARY SPACING UNIT ("TSU") COMPRISED OF ALL OF SECTIONS 2, 11, 14 AND 23, TOWNSHIP 24 NORTH, RANGE 59 EAST, M.P.M., RICHLAND COUNTY, MONTANA, AND AUTHORIZING THE DRILLING OF A HORIZONTAL BAKKEN/THREE FORKS FORMATION WELL THEREON AT ANY LOCATION NOT CLOSER THAN 200' (HEEL/TOE SETBACK)/500' (LATERAL SETBACK) TO THE BOUNDARIES OF SAID TSU, VACATING MBOGC ORDER NOS. 210-2014, 320-2014, 47-2020 AND 3-2022, AND SUCH OTHER AND FURTHER RELIEF AS THE MBOGC MAY DEEM APPROPRIATE

MBOGC DOCKET NO. 9-2013

APPLICATION

KRAKEN OIL & GAS LLC, 9805 Katy Freeway, Suite 300, Houston, Texas 77024:

[A] Presents the following application:

- 1. Applicant is an interest owner within all or portions of Sections 2, 11, 14 and 23, Township 24 North, Range 59 East, M.P.M., Richland County, Montana. Said Sections 2, 11 and 14 are presently subject to MBOGC Order Nos. 210-2014, 320-2014, 47-2020 and 3-2022. Said Section 23 is presently subject only to the areawide state spacing order for Bakken/Three Forks production.
- 2. To more efficiently and economically recover Bakken/Three Forks formation reserves underlying the captioned lands, Applicant proposes to drill a horizontal Bakken/Three Forks formation well at a location within, but not closer than 200' (heel/toe setback)/500' (lateral setback) to the exterior boundaries of, a TSU comprised of All of Sections 2, 11, 14 and 23, Township 24 North, Range 59 East, M.P.M. In order to grant the requested relief, it will be necessary to vacate MBOGC Order Nos. 210-2014, 320-2014, 47-2020 and 3-2022.
- 3. Applicant will, within 90 days of successful completion of the proposed horizontal operation, file an application for Board consideration of permanent spacing and other matters relating to production from said well.

[B] Requests:

- 1. This matter be set for hearing, with notice given as required by law and the MOU;
- 2. After hearing the matter, the Board enter its order (i) creating a TSU comprised of All of Sections 2, 11, 14 and 23, Township 24 North, Range 59 East, M.P.M., Richland County, Montana, and authorizing the drilling of a horizontal Bakken/Three Forks formation well at any location within such TSU but not closer than 200' (heel/toe setback)/500' (lateral setback) to the exterior boundaries thereof, providing that operations for the drilling of such well must be commenced within one year from the date of such order; and (ii) vacating MBOGC Order Nos. 210-2014, 320-2014, 47-2020 and 3-2022.



DATED this 3rd day of January, 2023.

KRAKEN OIL & GAS LLC

Ву

John R. Lee, Its Attorney

CROWLEY FLECK PLLP P.O. Box 2529

Billings, MT 59103-2529

Email: jlee@crowleyfleck.com



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

IN THE MATTER OF THE APPLICATION OF KRAKEN OIL & GAS LLC FOR AN ORDER AUTHORIZING THE DRILLING OF UP TO THREE ADDITIONAL HORIZONTAL BAKKEN/THREE FORKS FORMATION WELLS IN THE TEMPORARY SPACING UNIT ("TSU") COMPRISED OF ALL OF SECTIONS 2, 11, 14 AND 23, TOWNSHIP 24 NORTH, RANGE 59 EAST, M.P.M., RICHLAND COUNTY, MONTANA, AT ANY LOCATIONS NOT CLOSER THAN 200' (HEEL/TOE SETBACK)/500' (LATERAL SETBACK) TO THE BOUNDARIES THEREOF, AND SUCH OTHER AND FURTHER RELIEF AS THE MBOGC MAY DEEM APPROPRIATE

MBOGC DOCKET NO. 10 - 2023

APPLICATION

KRAKEN OIL & GAS LLC, 9805 Katy Freeway, Suite 300, Houston, Texas 77024:

[A] Presents the following application:

- 1. Applicant is an interest owner and operator within all or portions of Sections 2, 11, 14 and 23, Township 24 North, Range 59 East, M.P.M., Richland County, Montana. It is anticipated that said lands will comprise a temporary spacing unit ("TSU") for purposes of Bakken/Three Forks formation production pursuant to Montana Board of Oil and Gas Conservation Order No. __-2023.
- 2. Applicant requests authority to drill up to three additional horizontal Bakken/Three Forks formation wells within said TSU, at any locations not closer than 200' (heel/toe setback)/500' (lateral setback) to the exterior boundaries thereof, if in its judgment as operator of the TSU such operations appear reasonable and prudent.

[B] Requests:

- 1. This matter be set for hearing, with notice given as required by law and the MOU;
- 2. After hearing the matter, the Board enter its order authorizing the Applicant to drill up to three additional horizontal Bakken/Three Forks formation wells at any locations within, but not closer than 200' (heel/toe setback)/500' (lateral setback) to the exterior boundaries of, the TSU comprised of Sections 2, 11, 14 and 23, Township 24 North, Range 59 East, M.P.M., Richland County, Montana.

DATED this 3rd day of January, 2023.

KRAKEN OIL & GAS LLC

By

John R. Lee, Its Attorney

CROWLEY FLECK PLLP

P.O. Box 2529

Billings, MT 59103-2529

Email: jlee@crowleyfleck.com

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