

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

IN THE MATTER OF THE APPLICATION OF
LYCO ENERGY CORPORATION TO DELINEATE
ALL OF SECTION 5, T23N-R57E,
RICHLAND COUNTY, MONTANA, AS A FIELD
AND PERMANENT SPACING UNIT FOR
PRODUCTION OF OIL AND ASSOCIATED NATURAL
GAS FROM THE BAKKEN FORMATION AND
AUTHORIZING TWO HORIZONTAL WELLS FOR
SAID SPACING UNIT.

ORDER NO. 53-2002

Docket No. 103-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Lots 1, 2, 3, 4, S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ of Section 5, T23N-R57E, Richland County, Montana, is delineated as a field and permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

IT IS FURTHER ORDERED that applicant may drill up to two horizontal wells to be located anywhere within said spacing unit but not closer than 660 feet to the spacing unit boundaries.

BOARD ORDER NO. 53-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
LYCO ENERGY CORPORATION TO DELINEATE
SECTION 36, T24N-R56E, RICHLAND COUNTY,
MONTANA, AS A FIELD AND PERMANENT SPACING
UNIT FOR PRODUCTION OF OIL AND ASSOCIATED
NATURAL GAS FROM THE BAKKEN FORMATION
AND AUTHORIZING UP TO TWO HORIZONTAL
WELLS TO BE LOCATED ANYWHERE WITHIN SAID
SPACING UNIT BUT NOT CLOSER THAN 660 FEET
TO THE SPACING UNIT BOUNDARIES.

ORDER NO. 54-2002

Docket No. 104-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 54-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
LYCO ENERGY CORPORATION TO DELINEATE
SECTION 14, T24N-R55E, RICHLAND COUNTY,
MONTANA, AS A FIELD AND PERMANENT SPACING
UNIT FOR PRODUCTION OF OIL AND ASSOCIATED
NATURAL GAS FROM THE BAKKEN FORMATION AND
TO AUTHORIZE TWO HORIZONTAL WELLS TO BE
LOCATED ANYWHERE WITHIN SAID SPACING UNIT
BUT NOT CLOSER THAN 660 FEET TO THE SPACING
UNIT BOUNDARIES.

ORDER NO. 55-2002

Docket No. 105-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 55-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
DUANE T. AND MARILYN P. ENNEBERG TO
PRODUCE THE PORKER NO. 5-32 TEST WELL
LOCATED 220' FWL AND 2420' FSL OF
SECTION 32, T35N-R2W, TOOLE COUNTY,
MONTANA, AS A NATURAL GAS WELL FROM
THE SWIFT FORMATION AS AN EXCEPTION
TO THE KEVIN-SUNBURST FIELD RULES.

ORDER NO. 56-2002

Docket No. 107-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Duane T. Enneberg and Marilyn P. Enneberg is granted as applied for.

BOARD ORDER NO. 56-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
NEXEN OIL AND GAS U.S.A., INC. TO CONVERT
ITS MCKINNON NO. 3 WELL LOCATED 848' FEL
AND 660' FSL OF SECTION 9, T37N-R57E, SHERIDAN
COUNTY, MONTANA, TO AN INJECTION WELL
FOR THE PURPOSE OF WATER INJECTION WITHIN
THE FLAT LAKE NISKU UNIT.

ORDER NO. 57-2002

Docket No. 109-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Nexen Oil and Gas U.S.A., Inc. to convert its McKinnon No. 3 well to an injection well for the purpose of water injection within the Flat Lake Nisku Unit is granted subject to the following conditions:

1. Maximum injection pressure is limited to 1799 psig.
2. A successful mechanical integrity test must be performed prior to injecting.
3. Applicant must furnish an appropriate bond before injecting.

BOARD ORDER NO. 57-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
CONTINENTAL RESOURCES, INC. TO DRILL
AND COMPLETE A MADISON FORMATION
WELL 160' FSL AND 1450' FWL OF SECTION 27,
T31N-R43E, VALLEY COUNTY, MONTANA, AS
AN EXCEPTION TO ANY APPLICABLE WELL
LOCATION RULES.

ORDER NO. 58-2002

Docket No. 111-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

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

BOARD ORDER NO. 58-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
CONTINENTAL RESOURCES, INC. TO DRILL
AND COMPLETE A MADISON FORMATION WELL
APPROXIMATELY 2440' FNL AND 1120' FEL OF
SECTION 17, T30N-R45E, VALLEY COUNTY,
MONTANA, AS AN EXCEPTION TO ANY
APPLICABLE WELL LOCATION RULES.

ORDER NO. 59-2002

Docket No. 112-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, herein after referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

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

BOARD ORDER NO. 59-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
NORTHERN OIL PRODUCTION, INC. TO
CONVERT ITS BILL PETERSON #2 WELL
IN SECTION 29, T35N-R58E, SHERIDAN
COUNTY, MONTANA, TO A SALT WATER
INJECTION WELL FOR USE AS A DISPOSAL
WELL IN THE GOOSE LAKE FIELD.

ORDER NO. 60-2002

Docket No. 115-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Northern Oil Production, Inc. to convert its Bill Peterson #2 well to a salt water injection well for the purpose of disposal in the Goose Lake Field is granted subject to the following conditions:

1. Maximum injection pressure is limited to 1013 psig.
2. A successful mechanical integrity test must be performed prior to injecting.
3. Applicant must furnish an appropriate bond before injecting.

BOARD ORDER NO. 60-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
YELLOWSTONE PETROLEUMS INC. TO CONVERT
ITS ESSEX COBB #4 WELL IN SECTION 14, T37N-R5W,
GLACIER COUNTY, MONTANA, TO A WATER
INJECTION WELL AND TO INJECT CUT BANK
SANDSTONE PRODUCED WATER INTO THE
MADISON LIMESTONE AT A DEPTH OF
APPROXIMATELY 2745 FEET. [GRABEN COULEE]

ORDER NO. 61-2002

Docket No. 120-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, 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. Board member Jerry Kennedy recused himself. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. 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 Yellowstone Petroleum Inc. is granted as applied for subject to the following conditions:

1. Maximum injection pressure is limited to 812 psig.
2. A successful mechanical integrity test must be performed prior to injecting.

BOARD ORDER NO. 61-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
OCEAN ENERGY, INC. TO DRILL ITS
BRAUN #35-01-32-19 WELL AT A LOCATION
890' FEL AND 750' FNL OF SECTION 35,
T32N-R19E, BLAINE COUNTY, MONTANA,
AS AN EXCEPTION TO BOARD ORDER 23-54
WHICH ESTABLISHED THE BOWES FIELD
RULES.

ORDER NO. 62-2002

Docket No. 121-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Ocean Energy, Inc. is authorized to drill its Braun #35-01-32-19 well 890' FEL and 750' FNL of Section 35, T32N-R19E, Blaine County, Montana, as an exception to Board Order 23-54.

BOARD ORDER NO. 62-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
OCEAN ENERGY, INC. TO DRILL AN EAGLE
SAND FORMATION GAS WELL AT AN
EXCEPTION LOCATION IN SECTION 28,
T31N-R19E, BLAINE COUNTY, MONTANA,
AS AN EXCEPTION TO THE TIGER RIDGE
FIELD RULES.

ORDER NO. 63-2002

Docket No. 122-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Ocean Energy, Inc. is authorized to drill an Eagle Sand Formation 1062' FNL and 2092' FEL of Section 28, T31N-R19E, Blaine County, Montana, as an exception Board Orders 10-70 and 34-86.

BOARD ORDER NO. 63-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
OCEAN ENERGY, INC. TO DRILL AN EAGLE
SAND FORMATION GAS WELL AT AN
EXCEPTION LOCATION IN SECTION 26,
T32N-R15E, HILL COUNTY, MONTANA.
[TIGER RIDGE FIELD]

ORDER NO. 64-2002

Docket No. 123-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Ocean Energy, Inc. is authorized to drill an Eagle Sand Formation gas well 1100' FNL and 1100' FWL of Section 26, T32N-R15E, Hill County, Montana, as an exception to Board Order 10-70 (Tiger Ridge Field).

BOARD ORDER NO. 64-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
OCEAN ENERGY, INC. TO DRILL AN ADDITIONAL
EAGLE SAND FORMATION GAS WELL 990' FNL AND
2500' FWL OF SECTION 27, T31N-R19E, BLAINE
COUNTY, MONTANA, AS AN EXCEPTION TO
A.R.M. 36.22.702.

ORDER NO. 65-2002

Docket No. 124-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Ocean Energy, Inc. is authorized to drill an Eagle Sand Formation gas well 990' FNL and 2500' FWL of Section 27, T31N-R19E, Blaine County, Montana, as an exception to A.R.M. 36.22.702.

BOARD ORDER NO. 65-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
OCEAN ENERGY, INC. TO DRILL AN ADDITIONAL
EAGLE SAND FORMATION GAS WELL 2440' FNL AND
1460' FEL OF SECTION 4, T27N-R19E, BLAINE
COUNTY, MONTANA, WITH A 200 FOOT TOLERANCE
IN ANY DIRECTION FOR TOPOGRAPHIC REASONS
AS AN EXCEPTION TO BOARD ORDER 65-85.
[SAWTOOTH MOUNTAIN FIELD]

ORDER NO. 66-2002

Docket No. 125-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 66-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad , Board Member

Elaine Mitchell, Board Member

Gary Willis, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
OCEAN ENERGY, INC. TO DRILL AN ADDITIONAL
EAGLE-VIRGELLE FORMATION GAS WELL IN SECTION 19,
T27N-R17E, CHOUTEAU COUNTY, MONTANA, AT AN EXCEPTION
LOCATION UNDER THE BULLWACKER FIELD RULES.

ORDER NO. 67-2002

Docket No. 126-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Ocean Energy, Inc. is authorized to drill its US #19-15-27-17 well 839' FSL and 1946' FEL of Section 19, T27N-R17E, Chouteau County, Montana, as an exception to the Bullwacker Field rules established by Board Orders 26-74 and 156-2001.

BOARD ORDER NO. 67-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
OCEAN ENERGY, INC. TO DRILL AN ADDITIONAL
EAGLE-VIRGELLE FORMATION GAS WELL IN
SECTION 27, T27N-R15E, CHOUTEAU COUNTY,
MONTANA, AT A LOCATION NOT AUTHORIZED
BY THE BULLWACKER FIELD RULES.

ORDER NO. 68-2002

Docket No. 127-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Ocean Energy, Inc. is authorized to drill an Eagle-Virgelle Formation gas well 660' FNL and 660' FWL of Section 27, T27N-R15E, Chouteau County, Montana, with a 100 foot tolerance in any direction for topographic reasons as an exception to Board Order 26-74 (Bullwacker Field).

BOARD ORDER NO. 68-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
OCEAN ENERGY, INC. TO DRILL AN ADDITIONAL
EAGLE-VIRGELLE FORMATION GAS WELL IN
SECTION 36, T27N-R16E, CHOUTEAU COUNTY,
MONTANA, AS AN EXCEPTION TO THE
BULLWACKER FIELD RULES ESTABLISHED
BY BOARD ORDER 26-74.

ORDER NO. 69-2002

Docket No. 128-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place, testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The Board notes the objection of Arnold Hokanson, who owns the surface but not the minerals in the subject section and opposes an additional well therein. Mr. Hokanson does own the minerals on the land surrounding this section and those lands have a pattern of additional gas wells on them. Not granting the application would prevent the mineral owner, which is the State of Montana, from protecting its land from drainage.
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 Ocean Energy, Inc. is authorized to drill an Eagle - Virgelle Formation gas well 2300' FSL and 1100' FWL of Section 36, T27N-R16E, Chouteau County, Montana, with a 200 foot tolerance in any direction for topographic reasons as an exception to Board Order 26-74.

BOARD ORDER NO. 69-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
OCEAN ENERGY, INC. TO DRILL AN ADDITIONAL
EAGLE-VIRGELLE FORMATION GAS WELL
IN SECTION 36, T27N-R16E CHOUTEAU
COUNTY, MONTANA, AS AN EXCEPTION
TO THE BULLWACKER FIELD RULES
ESTABLISHED BY BOARD ORDER 26-74.

ORDER NO. 70-2002

Docket No. 129-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. The Board notes the objection of Arnold Hokanson, who owns the surface but not the minerals in the subject section and opposes an additional well therein. Mr. Hokanson does own the minerals on the land surrounding this section and those lands have a pattern of additional gas wells on them. Not granting the application would prevent the mineral owner, which is the State of Montana, from protecting its land from drainage.
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 Ocean Energy, Inc. is authorized to drill an Eagle-Virgelle Formation gas well 750' FSL and 1900' FWL of Section 36, T27N-R16E, Chouteau County, Montana, with a 100 foot tolerance in any direction for topographic reasons as an exception to the Bullwacker Field rules established by Board Order 26-74.

BOARD ORDER NO. 70-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
OCEAN ENERGY, INC. TO DRILL AN EAGLE
SAND FORMATION GAS WELL 355' FSL AND
2445' FEL OF SECTION 33, T28N-R19E, BLAINE
COUNTY, MONTANA, WITH A 200 FOOT
TOPOGRAPHIC TOLERANCE AS AN EXCEPTION
TO BOARD ORDERS 45-76 AND 62-89. [SAWTOOTH
MOUNTAIN FIELD]

ORDER NO. 71-2002

Docket No. 131-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Ocean Energy, Inc. is authorized to drill an Eagle Sand Formation gas well 355' FSL and 2445' FEL of Section 33, T28N-R19E, Blaine County, Montana, with a 100 foot topographic tolerance in any direction but South as an exception to Board Orders 45-76 and 62-89.

BOARD ORDER NO. 71-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
OCEAN ENERGY, INC. TO DRILL ITS FABER
#6-9-30-16 WELL 187' FEL AND 2432' FSL OF
SECTION 6, T30N-R16E, HILL COUNTY,
MONTANA. [BULLHOOK UNIT]

ORDER NO. 72-2002

Docket No. 132-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Ocean Energy, Inc. is authorized to drill its Faber #6-9-30-16 well 187' FEL and 2432' FSL of Section 6, T30N-R16E, Hill County, Montana, as an exception to the Bullhook Unit rules established by Board Order 41-72.

BOARD ORDER NO. 72-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
FIDELITY EXPLORATION AND PRODUCTION
COMPANY TO AMEND BOARD ORDER 1-61
BY DELINEATING THE E $\frac{1}{2}$ NW $\frac{1}{4}$ AND NE $\frac{1}{4}$ OF
SECTION 7, T7N-R60E, FALLON COUNTY,
MONTANA, AS A PERMANENT SPACING UNIT
FOR PRODUCTION OF EAGLE SAND FORMATION
NATURAL GAS AND TO FURTHER AMEND
BOARD ORDER 1-61 BY DELINEATING THE S $\frac{1}{2}$
OF SAID SECTION 7 AS A PERMANENT SPACING
UNIT FOR PRODUCTION OF EAGLE SAND
FORMATION NATURAL GAS. [CEDAR CREEK GAS
FIELD]

ORDER NO. 73-2002

Docket No. 133-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Board Order 1-61 is amended by delineating the E $\frac{1}{2}$ NW $\frac{1}{4}$ and NE $\frac{1}{4}$ of Section 7, T7N-R60E, Fallon County, Montana, as a permanent spacing unit for production of Eagle Sand Formation gas.

IT IS FURTHER ORDERED that said Order 1-61 is further amended by delineating the S $\frac{1}{2}$ of said Section 7 as a permanent spacing unit for production of Eagle Sand Formation natural gas.

IT IS FURTHER ORDERED that this order does not apply to production from said lands previous to the date of this Order.

BOARD ORDER NO. 73-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
FIDELITY EXPLORATION AND PRODUCTION
COMPANY TO DELINEATE THE SE¼ OF
SECTION 21, T7N-R60E, FALLON COUNTY,
MONTANA, AS A PERMANENT SPACING UNIT
FOR PRODUCTION OF EAGLE SAND FORMATION
NATURAL GAS AS AN EXCEPTION TO THE
OTHERWISE APPLICABLE CEDAR CREEK
GAS FIELD RULES.

ORDER NO. 74-2002

Docket No. 134-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the SE¼ of Section 21, T7N-R60E, Fallon County, Montana, is designated as a permanent spacing unit for production of Eagle Sand Formation natural gas as an exception to the Cedar Creek Gas Field rules as set forth in Board Order 1-61.

IT IS FURTHER ORDERED that this order is prospective only and does not apply to production previous to the date of this Order.

BOARD ORDER NO. 74-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

I oppose. Erroneous payment of royalties, contrary to Board approved spacing, should not be the basis for changing established permanent spacing.

Jack King, Board Member

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

IN THE MATTER OF THE APPLICATION OF
FIDELITY EXPLORATION AND PRODUCTION
COMPANY TO DELINEATE THE NW¼ OF
SECTION 19, T8N-R60E, FALLON COUNTY,
MONTANA, AS A PERMANENT SPACING UNIT
FOR PRODUCTION OF EAGLE SAND FORMATION
NATURAL GAS AS AN EXCEPTION TO THE CEDAR
CREEK GAS FIELD RULES.

ORDER NO. 75-2002

Docket No. 135-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 75-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
FIDELITY EXPLORATION AND PRODUCTION
COMPANY TO DELINEATE THE NW¼ OF
SECTION 3, T8N-R59E, FALLON COUNTY,
MONTANA, AS A PERMANENT SPACING
UNIT FOR PRODUCTION OF EAGLE SAND
FORMATION NATURAL GAS AS AN EXCEPTION
TO THE CEDAR CREEK GAS FIELD RULES.

ORDER NO. 76-2002

Docket No. 136-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 76-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
FIDELITY EXPLORATION AND PRODUCTION
COMPANY TO DELINEATE THE NE¼ OF
SECTION 8, T6N-R60E, FALLON COUNTY,
MONTANA, AS A PERMANENT SPACING UNIT
FOR PRODUCTION OF EAGLE SAND FORMATION
NATURAL GAS AS AN EXCEPTION TO CEDAR
CREEK GAS FIELD RULES.

ORDER NO. 77-2002

Docket No. 137-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, 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. Board member Denzil Young recused himself. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. 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 Fidelity Exploration and Production Company is granted as applied for.

BOARD ORDER NO. 77-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
FIDELITY EXPLORATION AND PRODUCTION
COMPANY TO DELINEATE THE N½ AND THE
S½ OF SECTION 20, T7N-R60E, FALLON COUNTY,
MONTANA, AS PERMANENT SPACING UNITS
FOR THE PRODUCTION OF EAGLE SAND FORMATION
NATURAL GAS AS EXCEPTIONS TO THE CEDAR
CREEK GAS FIELD RULES.

ORDER NO. 78-2002

Docket No. 138-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

IT IS FURTHER ORDERED that this order is prospective only and does not apply to production from said Section 20 prior to the date of this Order.

BOARD ORDER NO. 78-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

I dissent. Erroneous payment of royalties, contrary to Board approved spacing, should not be the basis for changing established permanent spacing.

Jack King, Board Member

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

IN THE MATTER OF THE APPLICATION OF
FIDELITY EXPLORATION AND PRODUCTION
COMPANY TO DELINEATE THE N½ AND THE
S½ OF SECTION 18, T7N-R60E, FALLON COUNTY,
MONTANA, AS PERMANENT SPACING UNITS FOR
PRODUCTION OF EAGLE SAND FORMATION
NATURAL GAS AS EXCEPTIONS TO THE CEDAR
CREEK GAS FIELD RULES.

ORDER NO. 79-2002

Docket No. 139-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

IT IS FURTHER ORDERED that this order is prospective only and does not apply to production from said Section 18 prior to the date of this Order.

BOARD ORDER NO. 79-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

I dissent. Erroneous payment of royalties, contrary to Board approved spacing, should not be the basis for changing established permanent spacing.

Jack King, Board Member

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

IN THE MATTER OF THE APPLICATION OF
KLABZUBA OIL & GAS, INC. TO DESIGNATE
THE S½ OF SECTION 2 AND THE N½ OF
SECTION 11, T36N-R15E, HILL COUNTY,
MONTANA, AS A TEMPORARY SPACING
UNIT AND TO AUTHORIZE THE DRILLING OF
AN EAGLE SAND FORMATION GAS WELL
56' FSL AND 988' FWL OF SAID SECTION 2
WITH A 75 FOOT TOLERANCE IN ANY
DIRECTION FOR TOPOGRAPHIC REASONS
AS AN EXCEPTION TO A.R.M. 36.22.702.

ORDER NO. 80-2002

Docket No. 140-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 80-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
CHESAPEAKE OPERATING, INC. TO DELINEATE
THE E½ OF SECTION 6, T25N-R57E, RICHLAND
COUNTY, MONTANA, AS A FIELD FOR
PRODUCTION OF OIL AND ASSOCIATED
NATURAL GAS FROM THE RED RIVER FORMATION,
TO DESIGNATE SAID LANDS AS A PERMANENT
SPACING UNIT FOR PRODUCTION, AND TO
DESIGNATE THE EDITH #1-6 WELL AS THE
PERMITTED WELL FROM THE RED RIVER
FORMATION.

ORDER NO. 81-2002

Docket No. 6-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 81-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
KLABZUBA OIL & GAS, INC. TO CREATE
A PERMANENT SPACING UNIT FOR PRODUCTION
OF GAS FROM THE EAGLE SAND FORMATION
UNDERLYING ALL OF SECTION 33, T36N-R16E,
HILL COUNTY, MONTANA, AND TO ESTABLISH
SPECIAL FIELD RULES FOR THE PRODUCTION OF
GAS FROM THE EAGLE SAND FORMATION
THEREUNDER.

ORDER NO. 82-2002

Dockets No. 58-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

WITHOUT OBJECTION, 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. 82-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
KLABZUBA OIL & GAS, INC. TO CREATE
A PERMANENT SPACING UNIT FOR PRODUCTION
OF GAS FROM THE NIOBRARA FORMATION
UNDERLYING SECTION 10, T36N-R15E, HILL
COUNTY, MONTANA, AND TO ESTABLISH
SPECIAL FIELD RULES FOR THE PRODUCTION
OF GAS FROM THE NIOBRARA FORMATION
THEREUNDER.

ORDER NO. 83-2002

Docket No. 60-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

WITHOUT OBJECTION, 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. 83-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
KLABZUBA OIL & GAS, INC. TO CREATE
A PERMANENT SPACING UNIT FOR PRODUCTION
OF GAS FROM THE EAGLE SAND FORMATION
UNDERLYING SECTION 2, T35N-R15E, HILL
COUNTY, MONTANA, AND TO ESTABLISH
SPECIAL FIELD RULES FOR THE PRODUCTION
OF GAS FROM THE EAGLE SAND FORMATION
THEREUNDER.

ORDER NO. 84-2002

Docket No. 62-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

WITHOUT OBJECTION, 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. 84-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
KLABZUBA OIL & GAS, INC. TO CREATE
A PERMANENT SPACING UNIT FOR PRODUCTION
OF GAS FROM THE EAGLE SAND FORMATION
UNDERLYING SECTION 26, T35N-R19E, BLAINE
COUNTY, MONTANA, AND TO ESTABLISH
SPECIAL FIELD RULES FOR THE PRODUCTION
OF GAS FROM THE EAGLE SAND FORMATION
THEREUNDER.

ORDER NO. 85-2002

Docket No. 64-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

WITHOUT OBJECTION, IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Klabzuba Oil & Gas, Inc. is granted as applied for.

IT IS FURTHER ORDERED that this Order does not apply to federal lands until the operator has submitted and received approval of a communitization agreement from the appropriate federal agency.

BOARD ORDER NO. 85-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
KLABZUBA OIL & GAS, INC. TO CREATE
A PERMANENT SPACING UNIT FOR PRODUCTION
OF GAS FROM THE EAGLE SAND FORMATION
UNDERLYING SECTION 22, T34N-R19E, BLAINE
COUNTY, MONTANA, AND TO ESTABLISH
SPECIAL FIELD RULES FOR THE PRODUCTION
OF GAS FROM THE EAGLE SAND FORMATION
THEREUNDER.

ORDER NO. 86-2002

Docket No. 67-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

WITHOUT OBJECTION, IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Klabzuba Oil & Gas, Inc. is granted as applied for.

IT IS FURTHER ORDERED that this Order does not apply to federal lands until the operator has submitted and received approval of a communitization agreement from the appropriate federal agency.

BOARD ORDER NO. 86-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
KLABZUBA OIL & GAS, INC. TO CREATE
A PERMANENT SPACING UNIT FOR PRODUCTION
OF GAS FROM THE JUDITH RIVER FORMATION
UNDERLYING SECTION 6, T34N-R14E, HILL
COUNTY, MONTANA, AND TO ESTABLISH
SPECIAL FIELD RULES FOR THE PRODUCTION
OF GAS FROM THE JUDITH RIVER FORMATION
THEREUNDER.

ORDER NO. 87-2002

Docket No. 69-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

WITHOUT OBJECTION, 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. 87-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
KLABZUBA OIL & GAS, INC. TO CREATE
A PERMANENT SPACING UNIT FOR PRODUCTION
OF GAS FROM THE EAGLE SAND FORMATION
UNDERLYING SECTION 18, T34N-R18E, BLAINE
COUNTY, MONTANA, AND TO ESTABLISH
SPECIAL FIELD RULES FOR THE PRODUCTION
OF GAS FROM THE EAGLE SAND FORMATION
THEREUNDER.

ORDER NO. 88-2002

Docket No. 71-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

WITHOUT OBJECTION, 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. 88-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
KLABZUBA OIL & GAS, INC. TO CREATE
A PERMANENT SPACING UNIT FOR PRODUCTION
OF GAS FROM THE EAGLE SAND FORMATION
UNDERLYING SECTION 23, T36N-R15E, HILL
COUNTY, MONTANA, AND TO ESTABLISH
SPECIAL FIELD RULES FOR THE PRODUCTION
OF GAS FROM THE EAGLE SAND FORMATION
THEREUNDER.

ORDER NO. 89-2002

Docket No. 73-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

WITHOUT OBJECTION, 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. 89-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
KLABZUBA OIL & GAS, INC. TO POOL ALL
INTERESTS IN THE PERMANENT SPACING
UNIT COMPRISED OF ALL OF SECTION 23,
T36N-R15E, HILL COUNTY, MONTANA, FOR
THE PRODUCTION OF GAS FROM THE
EAGLE SAND FORMATION THEREUNDER.

ORDER NO. 90-2002

Docket No. 74-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

WITHOUT OBJECTION, 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. 90-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
KLABZUBA OIL & GAS, INC. TO CREATE A
PERMANENT SPACING UNIT FOR PRODUCTION
OF GAS FROM THE EAGLE SAND FORMATION
UNDERLYING ALL OF SECTION 23, T33N-R16E,
HILL COUNTY, MONTANA, AND TO ESTABLISH
SPECIAL FIELD RULES FOR THE PRODUCTION
OF GAS FROM THE EAGLE SAND FORMATION
THEREUNDER.

ORDER NO. 91-2002

Docket No. 75-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

WITHOUT OBJECTION, 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. 91-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
KLABZUBA OIL & GAS, INC. TO CREATE A
PERMANENT SPACING UNIT COMPRISED OF
THE S½ OF SECTION 20 AND THE N½ OF
SECTION 29, T35N-R17E, HILL COUNTY,
MONTANA FOR THE PRODUCTION OF GAS
FROM THE EAGLE SAND FORMATION
THEREUNDER.

ORDER NO. 92-2002

Docket No. 77-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

WITHOUT OBJECTION, 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. 92-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
KLABZUBA OIL & GAS, INC. TO CREATE
A PERMANENT SPACING UNIT COMPRISED
OF THE N½ OF SECTION 20, T35N-R17E,
HILL COUNTY, MONTANA, FOR THE
PRODUCTION OF GAS FROM THE EAGLE
SAND FORMATION THEREUNDER.

ORDER NO. 93-2002

Docket No. 79-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

WITHOUT OBJECTION, 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. 93-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
KLABZUBA OIL & GAS, INC. TO CREATE
A PERMANENT SPACING UNIT FOR PRODUCTION
OF GAS FROM THE EAGLE SAND FORMATION
UNDERLYING ALL OF SECTION 15, T26N-R16E,
CHOUTEAU COUNTY, MONTANA, FOR THE
PRODUCTION OF GAS FROM THE EAGLE SAND
FORMATION THEREUNDER.

ORDER NO. 94-2002

Docket No. 81-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

WITHOUT OBJECTION, IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Klabzuba Oil & Gas, Inc. is granted as applied for.

IT IS FURTHER ORDERED that this Order does not apply to federal lands until the operator has submitted and received approval of a communitization agreement from the appropriate federal agency.

BOARD ORDER NO. 94-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE APPLICATION OF
KEESUN CORPORATION TO ENLARGE THE OLD
SHELBY GAS FIELD TO INCLUDE THE E½ OF
SECTION 20 AND THE W½ OF SECTION 21,
T33N-R1W, TOOLE COUNTY, MONTANA.

ORDER NO. 95-2002

Docket No. 48-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 95-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary

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

IN THE MATTER OF THE FAILURE OF
WILLIAM F. WISE TO PROPERLY PLUG
AND ABANDON THE JOHNSON #1 WELL
IN SECTION 5, T34N-R7E, LIBERTY COUNTY,
MONTANA.

ORDER NO. 96-2002

Docket No. 143-2002

Report of the Board

The above entitled cause came on regularly for hearing on the 2nd day of May, 2002, in the Billings Petroleum Club, Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the bond of William F. Wise is hereby forfeited.

BOARD ORDER NO. 96-2002

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 2nd day of May, 2002.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

David Ballard, Chairman

Denzil Young, Vice-Chairman

Jerry Kennedy, Board Member

Jack King, Board Member

Allen Kolstad, Board Member

Elaine Mitchell, Board Member

ATTEST:

Gary Willis, Board Member

Terri H. Perrigo, Executive Secretary