

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

UPON THE APPLICATION OF
ENCORE OPERATING, L.P. TO APPROVE AND
CERTIFY THE FOLLOWING WELLS IN FALLON
COUNTY, MONTANA, AS HORIZONTALLY
RECOMPLETED WELLS ENTITLED TO
APPLICABLE SEVERANCE TAX REDUCTIONS
THROUGH THE MONTANA DEPARTMENT OF
REVENUE AND TO CERTIFY PRODUCTION
DECLINE RATES.

ORDER 310-2008

API NUMBER	WELL NAME	LOCATION	COMPLETION DATE
25-025-21878	UNIT 23X-29BH	SEC 29, T7N-R60E	JULY 2008
25-025-21411	UNIT 33-19RH	SEC 19, T4N-R62E	AUGUST 2008
25-025-21314	UNIT 33-19BH	SEC 19, T7N-R60E	AUGUST 2008

Docket No. 338-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 310-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
BAYSWATER EXPLORATION & PRODUCTION,
LLC TO CONVERT THE CTSU C-310 WELL
(API # 25-087-05353) LOCATED IN THE
NW¼SE¼ OF SECTION 10, T11N-R32E,
ROSEBUD COUNTY, MONTANA
(SUMATRA FIELD) TO A CLASS II INJECTION
WELL IN THE TYLER FORMATION.

ORDER NO. 311-2008

Docket No. 339-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 Bayswater Exploration & Production, LLC is granted as applied for, subject to stipulations on the Sundry Notice.

BOARD ORDER NO. 311-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
ENERPLUS RESOURCES (USA) CORPORATION
TO CREATE A TEMPORARY SPACING UNIT
COMPRISED OF ALL OF SECTIONS 2 AND 11,
T23N-R57E, RICHLAND COUNTY, MONTANA,
TO DRILL A WELL (THE NATASHA-TBD
#2-2-HLID3) AT A LOCATION NOT CLOSER
THAN 660 FEET TO THE BOUNDARIES OF
SAID SPACING UNIT AS AN EXCEPTION TO
BOARD ORDER 17-2005 AND A.R.M. 36.22.702(3).
APPLICANT STATES IT WILL APPLY FOR
PERMANENT SPACING WITHIN 90 DAYS OF
SUCCESSFUL COMPLETION.

ORDER NO. 312-2008

Docket No. 340-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 312-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
ENERPLUS RESOURCES (USA) CORPORATION
TO DRILL A VERTICAL BAKKEN FORMATION
TEST WELL AT A LOCATION 2350' FNL AND
300' FEL OF SECTION 3, T26N-R51E, RICHLAND
COUNTY, WITH A 50-FOOT TOPOGRAPHIC
TOLERANCE AS AN EXCEPTION TO
A.R.M. 36.22.702. APPLICANT WILL NOT
PRODUCE THE PROPOSED WELL
COMMERCIALY UNTIL FURTHER ORDER OF
THE BOARD.

ORDER NO. 313-2008

Docket No. 341-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

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

BOARD ORDER NO. 313-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
ENERPLUS RESOURCES (USA) CORPORATION
TO DRILL AN ADDITIONAL HORIZONTAL
BAKKEN FORMATION WELL IN THE
PERMANENT SPACING UNIT COMPRISED OF
ALL OF SECTION 30, T25N-R55E, RICHLAND
COUNTY, MONTANA, TO BE LOCATED
ANYWHERE WITHIN SAID SPACING UNIT BUT
NOT CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF.

ORDER NO. 314-2008

Docket No. 342-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 314-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
ENERPLUS RESOURCES (USA) CORPORATION
TO DRILL AN ADDITIONAL HORIZONTAL
BAKKEN FORMATION WELL IN THE
PERMANENT SPACING UNIT COMPRISED OF
ALL OF SECTIONS 4 AND 9, T24N-R55E,
RICHLAND COUNTY, MONTANA, TO BE
LOCATED ANYWHERE WITHIN SAID SPACING
UNIT BUT NOT CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF.

ORDER NO. 315-2008

Docket No. 343-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 315-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
ENERPLUS RESOURCES (USA) CORPORATION
TO DRILL AN ADDITIONAL HORIZONTAL
BAKKEN FORMATION WELL IN THE
PERMANENT SPACING UNIT COMPRISED OF
ALL OF SECTIONS 23 AND 26, T24N-R57E,
RICHLAND COUNTY, MONTANA, ANYWHERE
WITHIN SAID SPACING UNIT BUT NOT
CLOSER THAN 660 FEET TO THE BOUNDARIES
THEREOF.

ORDER NO. 316-2008

Docket No. 344-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 316-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
ENERPLUS RESOURCES (USA) CORPORATION
TO DRILL AN ADDITIONAL HORIZONTAL
BAKKEN FORMATION WELL IN THE
PERMANENT SPACING UNIT COMPRISED OF
ALL OF SECTIONS 24 AND 25, T24N-R57E,
RICHLAND COUNTY, MONTANA, ANYWHERE
WITHIN SAID SPACING UNIT BUT NOT CLOSER
THAN 660 FEET TO THE BOUNDARIES THEREOF.

ORDER NO. 317-2008

Docket No. 345-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 317-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
ENERPLUS RESOURCES (USA) CORPORATION
TO CONVERT THE BURNING TREE STATE 36-2-H
WELL (API # 25-083-21881) LOCATED IN THE
NW¹/₄NE¹/₄ OF SECTION 36, T25N-R54E,
RICHLAND COUNTY, MONTANA (ELM COULEE
FIELD), TO A CLASS II INJECTION WELL FOR
CARBON DIOXIDE INJECTION INTO THE BAKKEN
FORMATION.

ORDER NO. 318-2008

Docket No. 346-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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. George Hudak, Underground Injection Control Program Director, said the application was deficient because it was advertised only 28 days prior to hearing instead of 30 days as required by A.R.M. 36.22.1409. Tom Richmond, the Board's Administrator, recommended the application be heard today but re-heard at the next hearing if a protest or request to hear is received in the next two days.
3. The evidence indicates that granting the application in the manner hereinafter set forth will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the application of Enerplus Resources (USA) Corporation to convert the Burning Tree State 36-2-H well (API # 25-083-21881) located in the NW¹/₄NE¹/₄ of Section 36, T25N-R54E, Richland County, Montana (Elm Coulee Area), to a Class II injection well for carbon dioxide injection into the Bakken Formation is granted, subject to stipulations on the Sundry Notice

IT IS FURTHER ORDERED that if a protest or request to hear this application is received by Monday, November 3, 2008, the application will be reheard at the Board's December 11, 2008 public hearing.

BOARD ORDER NO. 318-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
MCR, LLC TO DRILL A MADISON FORMATION
GAS WELL IN THE MT. LILLY FIELD AT A
LOCATION 1410' FWL AND 1059' FNL OF
SECTION 20, T37N-R5E, LIBERTY COUNTY,
MONTANA, AS AN EXCEPTION TO BOARD
ORDER 37-1963, AND TO PRODUCE NATURAL
GAS FROM SAID WELL IF IT IS COMPLETED
AS A COMMERCIAL GAS WELL.

ORDER NO. 319-2008

Docket No. 347-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. Vice-Chairman Wayne Smith recused himself and took no part in the proceedings on this matter. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
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 MCR, LLC is authorized to drill a Madison Formation gas well in the Mt. Lilly Field at a location 1410' FWL and 1059' FNL of Section 20, T37N-R5E, Liberty County, Montana, as an exception to Board Order 37-1963.

IT IS FURTHER ORDERED that applicant is authorized to produce natural gas from said well if it is completed as a commercial gas well.

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

BOARD ORDER NO. 319-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
XTO ENERGY INC. TO CREATE A PERMANENT
SPACING UNIT COMPRISED OF ALL OF
SECTIONS 25 AND 26, T22N-R58E, RICHLAND
COUNTY, MONTANA, FOR PRODUCTION OF
OIL AND ASSOCIATED NATURAL GAS FROM
THE BAKKEN FORMATION AND TO
DESIGNATE APPLICANT'S HARTLAND 14X-26
WELL AS THE AUTHORIZED WELL FOR SAID
SPACING UNIT.

ORDER NO. 320-2008

Docket No. 365-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Sections 25 and 26, T22N-R58E, Richland County, Montana, are designated a permanent spacing unit for production of oil and associated natural gas from the Bakken Formation.

IT IS FURTHER ORDERED that applicant's Hartland 14X-26 well is the authorized well for said permanent spacing unit.

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

BOARD ORDER NO. 320-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
ST. MARY LAND & EXPLORATION COMPANY
TO CREATE A 160-ACRE MISSION CANYON
FORMATION PERMANENT SPACING UNIT
CONSISTING OF THE E $\frac{1}{2}$ SE $\frac{1}{4}$ OF SECTION 8
AND THE W $\frac{1}{2}$ SW $\frac{1}{4}$ OF SECTION 9, T27N-R57E,
ROOSEVELT COUNTY, MONTANA, AND TO
DESIGNATE THE DESCHAMP 13-9 WELL AS
THE AUTHORIZED WELL IN SAID
PERMANENT SPACING UNIT, AND TO PERMIT
THE COMMINGLING OF SUCH PRODUCTION
WITH EXISTING RED RIVER PRODUCTION.

ORDER NO. 321-2008

Docket No. 366-2008 & 1-2009 FED

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 E $\frac{1}{2}$ SE $\frac{1}{4}$ of Section 8 is Indian land. The order pertaining to those lands will be issued by the Bureau of Land Management of the United States Department of the Interior.
3. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the E $\frac{1}{2}$ SE $\frac{1}{4}$ of Section 8 and the W $\frac{1}{2}$ SW $\frac{1}{4}$ of Section 9, T27N-R57E, Roosevelt County, Montana, are designated a 160-acre permanent spacing unit for the Mission Canyon Formation.

IT IS FURTHER ORDERED that applicant's Deschamp 13-9 well is the authorized well for said permanent spacing unit.

IT IS FURTHER ORDERED that commingling of Mission Canyon production from the Deschamp 13-9 well with existing Red River production is hereby authorized, and allocation of production to the individual spacing units will be based upon fingerprint analysis performed at a minimum of every six months. .

BOARD ORDER NO. 321-2008

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

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
PINNACLE GAS RESOURCES, INC. TO
ENLARGE THE COAL CREEK FIELD
TO INCLUDE ALL OF SECTION 16,
T8S-R41E, BIG HORN COUNTY,
MONTANA.

ORDER NO. 322-2008

Docket No. 369-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 Pinnacle Gas Resources, Inc. is authorized to enlarge the Coal Creek Field to include all of Section 16, T8S-R41E, Big Horn County, Montana.

BOARD ORDER NO. 322-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
PINNACLE GAS RESOURCES, INC. FOR APPROVAL
OF ITS ANDERSON PLAN OF DEVELOPMENT
(POD) FOR COAL BED NATURAL GAS
EXPLORATION AND DEVELOPMENT UPON ALL OF
SECTION 16, T8S-R41E, COAL CREEK FIELD, BIG
HORN COUNTY, MONTANA. APPLICANT
PROPOSES TO DRILL AND DEVELOP SAID LANDS
WITH COAL BED NATURAL GAS WELL DENSITIES
GREATER THAN ONE (1) WELL PER SIX HUNDRED
FORTY (640) ACRES.

ORDER NO. 323-2008

Docket No. 370-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 applicant's Anderson Plan of Development (POD) for all of Section 16, T8S-R41E, Coal Creek Field, Big Horn County, Montana, is approved subject to completion of an environmental assessment.

IT IS FURTHER ORDERED that said lands may be drilled and developed with coal bed natural gas well densities greater than one well per 640 acres.

IT IS FURTHER ORDERED that staff will consult with the state Department of Natural Resources and Conservation about beneficial uses of water proposed in the POD.

BOARD ORDER NO. 323-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
STEALTH ENERGY USA, INC. TO RESCIND
BOARD ORDER 27-1986 AND TO CREATE
160-ACRE TEMPORARY SPACING UNITS
WITH 330-FOOT SETBACKS IN ALL OF
SECTIONS 22, 23, 24, 25, 26, 27, 34, 35, AND
36, T3N-R21E, STILLWATER COUNTY,
MONTANA, FOR PRODUCTION OF NATURAL
GAS FROM ALL ZONES AND FORMATIONS.

ORDER NO. 324-2008

Docket No. 371-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. At the hearing applicant amended the application to request 660-foot setbacks instead of 330-foot setbacks.
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 Board Order 27-1986 is hereby vacated in regard to Sections 22, 23, 26 and 27, T3N-R21E, Stillwater County, Montana.

IT IS FURTHER ORDERED that Sections 22, 23, 24, 25, 26, 27, 34, 35, and 36, T3N-R21E, Stillwater County, Montana, are designated 160-acre temporary spacing units with 660-foot setbacks for production of natural gas from all zones and formations.

IT IS FURTHER ORDERED that one well per zone per 160-acre temporary spacing unit is hereby authorized.

IT IS FURTHER ORDERED that applicant's Hailstone Basin 23-1 (API # 25-095-21271) and 23-2 (API # 25-095-21272) wells are authorized to produce as exceptions to the 660-foot setback requirement.

BOARD ORDER 324-2008

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

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
OMIMEX CANADA, LTD. FOR AN EXCEPTION
TO THE CUT BANK FIELD WELL LOCATION
RULE WITH REGARD TO THE SW¼SE¼ OF
SECTION 24, T35N-R5W, GLACIER COUNTY,
MONTANA, TO DRILL A WELL AT A
LOCATION 2615' FEL AND 486' FSL OF SAID
SECTION 24. APPLICANT ALSO REQUESTS
THAT BOARD ORDER 271-2008 BE VACATED.

ORDER NO. 325-2008

Docket No. 373-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 Omimex Canada, Ltd. is granted as applied for.

BOARD ORDER NO. 325-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
BRIGHAM OIL & GAS, LP TO CREATE A
TEMPORARY SPACING UNIT COMPRISED
OF ALL OF SECTIONS 8 AND 17,
T28N-R56E, ROOSEVELT COUNTY,
MONTANA, TO DRILL A HORIZONTAL
BAKKEN FORMATION WELL ANYWHERE
WITHIN SAID SPACING UNIT BUT NOT
CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF. APPLICANT WILL,
WITHIN 90 DAYS OF SUCCESSFUL
COMPLETION OF THE PROPOSED WELL,
FILE AN APPLICATION FOR PERMANENT
SPACING WITH THE BOARD.

ORDER NO. 326-2008

Docket No. 378-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 Brigham Oil & Gas, LP is granted as applied for.

BOARD ORDER NO. 326-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
NADEL & GUSSMAN ROCKIES, LLC TO
CONVERT THE REPEAT #1 WELL
(API # 25-011-21338) LOCATED IN THE
NW¼NW¼ OF SECTION 4, T1S-R62E,
CARTER COUNTY, MONTANA
(REPEAT FIELD), TO A CLASS II
INJECTION WELL IN THE RED RIVER B
FORMATION.

ORDER NO. 327-2008

Docket No. 381-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 Nadel & Gussman Rockies, LLC is granted as applied for, subject to stipulations on the Sundry Notice.

BOARD ORDER NO. 327-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
CHAPARRAL ENERGY, LLC TO CONVERT
THE KIRKWOOD-BN 31-9 WELL
(API # 25-025-21383) LOCATED IN THE
NW¼NE¼ OF SECTION 9, T10N-R58E,
FALLON COUNTY, MONTANA (CABIN
CREEK FIELD), TO A CLASS II INJECTION
WELL IN THE RED RIVER FORMATION.

ORDER NO. 328-2008

Docket No. 382-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 Chaparral Energy, LLC is granted as applied for, subject to stipulations on the Sundry Notice.

BOARD ORDER NO. 328-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
IOFINA NATURAL GAS, INC. TO DRILL THE
IOFINJ#1 WELL LOCATED IN THE CENTER
OF THE SE¼ OF SECTION 3, T35N-R11E,
HILL COUNTY, MONTANA, AS A CLASS II
INJECTION WELL IN THE EAGLE
FORMATION. AN AQUIFER EXEMPTION IS
BEING REQUESTED AS PART OF THE
APPLICATION, AS WATER IN THE PROPOSED
INJECTION ZONE CONTAINS LESS THAN
10,000 MG/L TOTAL DISSOLVED SOLIDS.

ORDER NO. 329-2008

Docket No. 383-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 Iofina Natural Gas, Inc. is granted as applied for, subject to stipulations on the Sundry Notice.

BOARD ORDER NO. 329-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
CONTINENTAL RESOURCES, INC. TO DELINEATE
ALL OF SECTIONS 1 AND 12, T24N-R53E AND ALL
OF SECTIONS 6 AND 7, T24N-R54E, RICHLAND
COUNTY, MONTANA, AS AN OVERLAPPING
PERMANENT SPACING UNIT FOR THE BAKKEN
FORMATION, TO DESIGNATE APPLICANT'S LEA
JOE 1-1H WELL AS THE ONLY AUTHORIZED
WELL FOR SAID SPACING UNIT, AND TO LIMIT
THE APPLICABILITY OF SAID PERMANENT
SPACING UNIT TO BAKKEN PRODUCTION FROM
THE LEA JOE 1-1H WELL.

ORDER NO. 330-2008

Docket No. 384-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 all of Sections 1 and 12, T24N-R53E and all of Sections 6 and 7, T24N-R54E, Richland County, Montana, are delineated as an overlapping permanent spacing unit for the Bakken Formation.

IT IS FURTHER ORDERED that the overlapping permanent spacing unit is limited to Bakken Formation production from the LeaJoe 1-1H well (API # 25-083-22730), and that said well is the only authorized well for the spacing unit.

BOARD ORDER NO. 330-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
CONTINENTAL RESOURCES, INC. TO CREATE A
320-ACRE PERMANENT SPACING UNIT FOR THE
RED RIVER FORMATION COMPRISED OF THE
SW $\frac{1}{4}$ OF SECTION 23 AND THE NW $\frac{1}{4}$ OF
SECTION 26, T26N-R55E, RICHLAND COUNTY, MONTANA,
AND TO DESIGNATE APPLICANT'S SMART 1-23
WELL AS THE AUTHORIZED WELL FOR SAID
SPACING UNIT.

ORDER NO. 331-2008

Docket No. 385-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the SW $\frac{1}{4}$ of Section 23 and the NW $\frac{1}{4}$ of Section 26, T26N-R55E, Richland County, Montana, are designated a 320-acre permanent spacing unit for the Red River Formation.

IT IS FURTHER ORDERED that applicant's Smart 1-23 well is the authorized well for said permanent spacing unit.

BOARD ORDER NO. 331-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
CONTINENTAL RESOURCES, INC. TO DESIGNATE
THE LAZY D 2-9H WELL WITH A BOTTOMHOLE
LOCATION 614' FNL AND 811' FWL OF SECTION 4,
T23N-R54E, RICHLAND COUNTY, MONTANA, AS
THE SECOND PERMITTED HORIZONTAL BAKKEN
WELL IN THE PERMANENT SPACING UNIT
CONSISTING OF ALL OF SECTIONS 4 AND 9,
T23N-R54E, RICHLAND COUNTY, MONTANA, AS
AN EXCEPTION TO BOARD ORDER 459-2005.

ORDER NO. 332-2008

Docket No. 386-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 332-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

ORDER NO. 333-2008

UPON THE APPLICATION OF
HIGHLINE EXPLORATION, INC. TO AMEND THE
TOLUCA GAS FIELD RULES TO ESTABLISH THE
FOLLOWING LANDS IN BIG HORN COUNTY,
MONTANA, AS SPACING UNITS FOR
PRODUCTION OF GAS FROM ALL FORMATIONS
FROM THE SURFACE TO THE BASE OF THE
FRONTIER FORMATION, WITH THE DESIGNATED
NUMBER OF WELLS AUTHORIZED TO BE
DRILLED TO AND PRODUCED THEREFROM AT
ANY LOCATIONS NOT CLOSER THAN 660 FEET
TO THE SPACING UNIT BOUNDARIES.

T1S-R31E

SECTION 1: LOTS 1, 2, 7, 8, 9, 10 (2 WELLS)
SECTION 1: LOTS 3, 4, 5, 6, 11, 12 (2 WELLS)
SECTION 2: LOTS 1, 2, 7, 8, 9, 10 (2 WELLS)
SECTION 2: LOTS 3, 4, 5, 6, 11, 12 (2 WELLS)
SECTION 3: LOTS 1, 2, 7, 8, 9, 10 (2 WELLS)
SECTION 3: LOTS 3, 4, 5, 6, 11, 12 (2 WELLS)
SECTION 4: LOTS 1, 2, 7, 8, 9, 10 (2 WELLS)
SECTION 4: LOTS 3, 4, 5, 6, 11, 12 (2 WELLS)
SECTION 5: LOTS 1, 2, 7, 8, 9, 10 (2 WELLS)
SECTION 5: LOTS 3, 4, 5, 6, 11, 12 (2 WELLS)
SECTION 6: LOTS 1, 2, 7, 8, 9, 10 (2 WELLS)
SECTION 6: LOTS 3, 4, 5, 6, 11, 12 (2 WELLS)

T1S-R32E

SECTION 1: LOTS 1 THROUGH 9 (INCL.) (3 WELLS)
SECTION 1: LOTS 10, 11, SW $\frac{1}{4}$ (2 WELLS)
SECTION 2: LOTS 1, 2, 7, 8, 9, 10 (2 WELLS)
SECTION 2: LOTS 3, 4, 5, 6, 11, 12 (2 WELLS)
SECTION 3: LOTS 1, 2, 7, 8, 9, 10 (2 WELLS)
SECTION 3: LOTS 3, 4, 5, 6, 11, 12 (2 WELLS)
SECTION 4: LOTS 1, 2, 7, 8, 9, 10 (2 WELLS)
SECTION 4: LOTS 3, 4, 5, 6, 11, 12 (2 WELLS)
SECTION 5: LOTS 1, 2, 7, 8, 9, 10 (2 WELLS)
SECTION 5: LOTS 3, 4, 5, 6, 11, 12 (2 WELLS)
SECTION 6: LOTS 1, 2, 7, 8, 9, 10 (2 WELLS)
SECTION 6: LOTS 3, 4, 5, 6, 11, 12 (2 WELLS)
SECTION 13: LOTS 1, 2, NW $\frac{1}{4}$ (2 WELLS)
SECTION 13: LOTS 3, 4, SW $\frac{1}{4}$ (2 WELLS)
SECTION 24: LOTS 1, 2, NW $\frac{1}{4}$ (2 WELLS)
SECTION 24: LOTS 3, 4, SW $\frac{1}{4}$ (2 WELLS)
SECTION 25: LOTS 1, 2, NW $\frac{1}{4}$ (2 WELLS)
SECTION 25: LOTS 3, 4, SW $\frac{1}{4}$ (2 WELLS)

Docket No. 388-2008

BOARD ORDER NO. 333-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 Toulca Gas Field rules are amended to establish the lands in Big Horn County, Montana, described in the caption as spacing units for production of gas from all formations from the surface to the base of the Frontier Formation.

IT IS FURTHER ORDERED that the designated number of wells shown in the caption may be drilled and produced in each spacing unit at any location not closer than 660 feet to the spacing unit boundaries.

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
TOWN OF SACO TO CLARIFY AND AMEND
BOARD ORDERS 29-1955, 3-1972 AND
135-1997 EFFECTIVE AS OF THE DATE OF
FIRST PRODUCTION FROM THE STILES #2
WELL IN THE NE $\frac{1}{4}$ SE $\frac{1}{4}$ OF SECTION 7,
T31N-R34E, PHILLIPS COUNTY, MONTANA,
BY CREATING A 40-ACRE PERMANENT
SPACING UNIT COMPRISED OF THE
NE $\frac{1}{4}$ SE $\frac{1}{4}$ OF SAID SECTION 7 FOR
PRODUCTION OF GAS FROM THE PHILLIPS
AND BOWDOIN FORMATIONS, AND TO
DESIGNATE THE STILES #2 WELL AS THE
AUTHORIZED WELL FOR SAID PERMANENT
SPACING UNIT.

ORDER NO. 334-2008

Docket No. 389-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. At the hearing, attorney Don Lee representing Fidelity Exploration & Production Company and Pascual Laborda of the Bureau of Land Management both indicated they would not protest the application.
3. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Board Orders 29-1955, 3-1972, and 135-1997 are hereby clarified and amended effective as of the date of the first production from the Stiles #2 well located in the NE $\frac{1}{4}$ SE $\frac{1}{4}$ of Section 7, T31N-R34E, Phillips County, Montana, by creating a 40-acre permanent spacing unit comprised of the NE $\frac{1}{4}$ SE $\frac{1}{4}$ of said Section 7 for production of gas from the Phillips and Bowdoin Formations.

IT IS FURTHER ORDERED that the Stiles #2 well is the authorized well for said permanent spacing unit.

BOARD ORDER NO. 334-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
NORTH AMERICAN EXPLORATION LLC TO
CREATE A TEMPORARY SPACING UNIT
COMPRISED OF THE S½NE¼ AND N½SE¼
OF SECTION 17, T6S-R52E, POWDER RIVER
COUNTY, MONTANA, TO DRILL A RED
RIVER FORMATION TEST WELL
ANYWHERE WITHIN SAID SPACING UNIT
BUT NOT CLOSER THAN 660 FEET TO THE
BOUNDARIES THEREOF AS AN EXCEPTION
TO A.R.M. 36.22.702. APPLICANT STATES
THAT PERMANENT SPACING WILL BE
REQUESTED WITHIN 90 DAYS OF
SUCCESSFUL COMPLETION OF A WELL
DRILLED IN THE PROPOSED TEMPORARY
SPACING UNIT.

ORDER NO. 335-2008

Docket No. 272-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 North American Exploration LLC is granted as applied for.

BOARD ORDER NO. 335-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
FIDELITY EXPLORATION & PRODUCTION
COMPANY FOR AN EXCEPTION TO FIELD
RULES TO DRILL TWO WELLS AT THE
FOLLOWING LOCATIONS IN CX FIELD IN
BIG HORN COUNTY, MONTANA: IN THE
S½NW¼ OF SECTION 2, T9S-R41E AT A
LOCATION APPROXIMATELY 166' FEL OF
THE NW¼ OF SAID SECTION 2, AND IN THE SW¼
OF SECTION 5, T9S-R41E AT A LOCATION
APPROXIMATELY 218' FEL OF THE SW¼ OF
SAID SECTION 5.

ORDER NO. 336-2008

Docket No. 279-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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. This application was originally scheduled to be heard in September, 2008. It was requested to be placed on the Default Docket with automatic continuance in the event a protest or request to hear was received. On the day of the September 2008 hearing, attorney Loren J. O'Toole, Jr. requested a hearing and the application was automatically continued to the October 2008 hearing. No one appeared in October to protest the application.
3. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that Fidelity Exploration & Production Company is authorized to drill two wells as exceptions to the CX Field rules at the following locations in Big Horn County, Montana: 1) Section 2, T9S-R41E, at a location approximately 400' FNL and 2481' FWL of said Section 2; and 2) in the SW¼ of Section 5, T9S-R41E, at a location approximately 1823' FSL and 2423' FWL of said Section 5.

BOARD ORDER NO. 336-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
MISSOURI BASIN WELL SERVICE, INC. TO CREATE
A PERMANENT SPACING UNIT COMPRISED OF ALL
OF SECTION 32, T25N-R59E, RICHLAND COUNTY,
MONTANA, FOR PRODUCTION OF OIL AND
ASSOCIATED GAS FROM THE BAKKEN FORMATION
AND TO DESIGNATE APPLICANT'S DANIELLA
#1-32H WELL AS THE AUTHORIZED WELL FOR SAID
PERMANENT SPACING UNIT.

ORDER NO. 337-2008

Docket No. 282-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Section 32, T25N-R59E, Richland County, Montana, is designated a permanent spacing unit for production oil and associated gas from the Bakken Formation.

IT IS FURTHER ORDERED that applicant's Daniella # 1-32H well is the authorized well for said permanent spacing unit.

BOARD ORDER NO. 337-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
CITATION OIL AND GAS CORP. TO CONVERT
THE F 402 WELL (API #25-005-05068) LOCATED
IN THE SW¹/₄NE¹/₄ OF SECTION 2, T31N-R19E,
BLAINE COUNTY, MONTANA, (BOWES FIELD)
TO A CLASS II INJECTION WELL FOR
ENHANCED RECOVERY IN THE SAWTOOTH
FORMATION. AN AQUIFER EXEMPTION IS
BEING REQUESTED AS PART OF THE
APPLICATION, AS WATER IN THE PROPOSED
INJECTION ZONES CONTAINS LESS THAN
10,000 MG/L TOTAL DISSOLVED SOLIDS.

ORDER NO. 338-2008

Docket No. 285-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 Citation Oil and Gas Corp. is granted as applied for, subject to stipulations on the Sundry Notice.

BOARD ORDER NO. 338-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
BALDWIN EXPLORATION CORPORATION TO
DELINEATE A FIELD AND PERMANENT
SPACING UNIT COMPRISED OF THE W $\frac{1}{2}$ NW $\frac{1}{4}$
AND NW $\frac{1}{4}$ SW $\frac{1}{4}$ OF SECTION 15 AND THE
E $\frac{1}{2}$ NE $\frac{1}{4}$ AND NE $\frac{1}{4}$ SE $\frac{1}{4}$ OF SECTION 16,
T9S-R22E, CARBON COUNTY, MONTANA,
FOR PRODUCTION OF OIL AND ASSOCIATED
NATURAL GAS FROM THE LAKOTA
FORMATION.

ORDER NO. 339-2008

Docket No. 298-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that the W $\frac{1}{2}$ NW $\frac{1}{4}$ and NW $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 15 and the E $\frac{1}{2}$ NE $\frac{1}{4}$ and NE $\frac{1}{4}$ SE $\frac{1}{4}$ of Section 16, T9S-R22E, Carbon County, Montana, are designated a permanent spacing unit for production of oil and associated natural gas from the Lakota Formation.

BOARD ORDER NO. 339-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
BALDWIN EXPLORATION CORPORATION TO
DRILL AN ADDITIONAL LAKOTA
FORMATION WELL IN THE PERMANENT
SPACING UNIT COMPRISED OF THE W $\frac{1}{2}$ NW $\frac{1}{4}$
AND NW $\frac{1}{4}$ SW $\frac{1}{4}$ OF SECTION 15 AND THE
E $\frac{1}{2}$ NE $\frac{1}{4}$ AND NE $\frac{1}{4}$ SE $\frac{1}{4}$ OF SECTION 16,
T9S-R22E, CARBON COUNTY, MONTANA, AT
A LOCATION NOT CLOSER THAN 660 FEET TO
THE BOUNDARIES OF SAID PERMANENT
SPACING UNIT.

ORDER NO. 340-2008

Docket No. 299-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. 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 Baldwin Exploration Corporation is authorized to drill an additional Lakota Formation well in the permanent spacing unit comprised of the W $\frac{1}{2}$ NW $\frac{1}{4}$ and NW $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 15 and the E $\frac{1}{2}$ NE $\frac{1}{4}$ and NE $\frac{1}{4}$ SE $\frac{1}{4}$ of Section 16, T9S-R22E, Carbon County, Montana, at a location not closer than 660 feet to the boundaries of said permanent spacing unit.

BOARD ORDER NO. 340-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
CONTINENTAL RESOURCES, INC. TO DRILL A
BAKKEN FORMATION HORIZONTAL TEST
WELL IN AN OVERLAPPING TEMPORARY
SPACING UNIT CONSISTING OF ALL OF
SECTIONS 22, 23, 26, AND 27, T23N-R55E,
RICHLAND COUNTY, MONTANA, WITH THE
LATERALS TO BE LOCATED IN PROXIMITY TO
THE SECTION LINES BETWEEN THE TWO
EXISTING PERMANENT SPACING UNITS AND
NO CLOSER THAN 660 FEET TO THE EXTERIOR
BOUNDARIES OF SAID TEMPORARY SPACING
UNIT.

ORDER NO. 341-2008

Docket No. 306-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. A letter from Donald B. Kennedy, Authorized Agent for Northwest Farm Credit Services (NW) was received. It was not a protest, but NW believes a four-section spacing unit is too big and believes the proper spacing should be the E½ of Sections 22 and 27 and the W½ of Sections 23 and 26, T23N-R55E, Richland County, Montana.
3. At the hearing, Mr. Gene Carlson of Continental Resources, Inc. agreed, at the request of Burlington Resources Oil & Gas Co., L.P., to stipulate that the well authorized under this application would not be drilled until both of the existing permanent spacing units have a producing horizontal Bakken Formation well with a lateral drilled in that half of the existing spacing unit that is contiguous with the other spacing unit.
4. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

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

BOARD ORDER NO. 341-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
CONTINENTAL RESOURCES, INC. TO DRILL A
BAKKEN FORMATION HORIZONTAL TEST
WELL IN AN OVERLAPPING TEMPORARY
SPACING UNIT CONSISTING OF ALL OF
SECTIONS 24 AND 25, T23N-R55E AND ALL OF
SECTIONS 19 AND 30, T23N-R56E, RICHLAND
COUNTY, MONTANA, WITH THE LATERALS TO
BE LOCATED IN PROXIMITY TO THE SECTION
LINES BETWEEN THE TWO EXISTING
PERMANENT SPACING UNITS AND NO CLOSER
THAN 660 FEET TO THE EXTERIOR BOUNDARIES
OF SAID TEMPORARY SPACING UNIT.

ORDER NO. 342-2008

Docket No. 307-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. At the hearing, Mr. Gene Carlson of Continental Resources, Inc. agreed, at the request of Burlington Resources Oil & Gas Co., L.P., to stipulate that the well authorized under this application would not be drilled until both of the existing permanent spacing units have a producing horizontal Bakken Formation well with a lateral drilled in that half of the existing spacing unit that is contiguous with the other spacing unit.
3. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

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

BOARD ORDER NO. 342-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
CONTINENTAL RESOURCES, INC. TO DRILL A
BAKKEN FORMATION HORIZONTAL TEST
WELL IN AN OVERLAPPING TEMPORARY
SPACING UNIT CONSISTING OF ALL OF
SECTIONS 20, 21, 28, AND 29, T23N-R56E,
RICHLAND COUNTY, MONTANA, WITH THE
LATERALS TO BE LOCATED IN PROXIMITY TO
THE SECTION LINES BETWEEN THE TWO
EXISTING PERMANENT SPACING UNITS AND
NO CLOSER THAN 660 FEET TO THE EXTERIOR
BOUNDARIES OF SAID TEMPORARY SPACING
UNIT.

ORDER NO. 343-2008

Docket No. 308-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. At the hearing, Mr. Gene Carlson of Continental Resources, Inc. agreed, at the request of Burlington Resources Oil & Gas Co., L.P., to stipulate that the well authorized under this application would not be drilled until both of the existing permanent spacing units have a producing horizontal Bakken Formation well with a lateral drilled in that half of the existing spacing unit that is contiguous with the other spacing unit.
3. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

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

BOARD ORDER NO. 343-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
CONTINENTAL RESOURCES, INC. TO DRILL A
BAKKEN FORMATION HORIZONTAL TEST
WELL IN AN OVERLAPPING TEMPORARY
SPACING UNIT CONSISTING OF ALL OF
SECTIONS 21, 22, 27, AND 28, T25N-R55E,
RICHLAND COUNTY, MONTANA, WITH THE
LATERALS TO BE LOCATED IN PROXIMITY TO
THE SECTION LINES BETWEEN THE TWO
EXISTING PERMANENT SPACING UNITS AND
NO CLOSER THAN 660 FEET TO THE EXTERIOR
BOUNDARIES OF SAID TEMPORARY SPACING
UNIT.

ORDER NO. 344-2008

Docket No. 311-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. At the hearing, Mr. Gene Carlson of Continental Resources, Inc. agreed, at the request of Burlington Resources Oil & Gas Co., L.P., to stipulate that the well authorized under this application would not be drilled until both of the existing permanent spacing units have a producing horizontal Bakken Formation well with a lateral drilled in that half of the existing spacing unit that is contiguous with the other spacing unit.
3. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

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

BOARD ORDER NO. 344-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
CONTINENTAL RESOURCES, INC. TO DRILL A
BAKKEN FORMATION HORIZONTAL TEST
WELL IN AN OVERLAPPING TEMPORARY
SPACING UNIT CONSISTING OF ALL OF
SECTIONS 23, 24, 25, AND 26, T23N-R55E,
RICHLAND COUNTY, MONTANA, WITH THE
LATERALS TO BE LOCATED IN PROXIMITY TO
THE SECTION LINES BETWEEN THE TWO
EXISTING PERMANENT SPACING UNITS AND NO
CLOSER THAN 660 FEET TO THE EXTERIOR
BOUNDARIES OF SAID TEMPORARY SPACING
UNIT.

ORDER NO. 345-2008

Docket No. 322-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

1. Due, proper and sufficient notice was published and given of this matter, the hearing hereon, and of the time and place of said hearing, as well as the purpose of said hearing; all parties were afforded opportunity to present evidence, oral and documentary.
2. A letter from Donald B. Kennedy of Northwest Farm Credit Services (NW) was received. It was not a protest, but NW believes a four-section spacing unit is too big and thinks the appropriate spacing should be the E½ of Sections 23 and 26 and the W½ of Sections 24 and 25, T23N-R55E, Richland County, Montana. .
3. At the hearing, Mr. Gene Carlson of Continental Resources, Inc. agreed, at the request of Burlington Resources Oil & Gas Co., L.P., to stipulate that the well authorized under this application would not be drilled until both of the existing permanent spacing units have a producing horizontal Bakken Formation well with a lateral drilled in that half of the existing spacing unit that is contiguous with the other spacing unit.
4. The evidence indicates that granting the application will serve to protect correlative rights and be in the interest of conservation of oil and gas in the State of Montana.

Order

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

BOARD ORDER NO. 345-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
CONTINENTAL RESOURCES, INC. TO DRILL A
BAKKEN FORMATION HORIZONTAL TEST
WELL IN AN OVERLAPPING TEMPORARY
SPACING UNIT CONSISTING OF ALL OF
SECTIONS 19, 20, 29, AND 30, T23N-R56E,
RICHLAND COUNTY, MONTANA, WITH THE
LATERALS TO BE LOCATED IN PROXIMITY
TO THE SECTION LINES BETWEEN THE TWO
EXISTING PERMANENT SPACING UNITS AND
NO CLOSER THAN 660 FEET TO THE EXTERIOR
BOUNDARIES OF SAID TEMPORARY SPACING
UNIT.

ORDER NO. 346-2008

Docket No. 323-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 346-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
CONTINENTAL RESOURCES, INC. TO DELINEATE
ALL OF SECTION 28, T26N-R54E, RICHLAND
COUNTY, MONTANA, AS A PERMANENT
SPACING UNIT FOR THE BAKKEN FORMATION
AND TO DESIGNATE APPLICANT'S DUANE 1-28H
WELL AS THE AUTHORIZED WELL FOR SAID
SPACING UNIT.

ORDER NO. 347-2008

Docket No. 327-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

IT IS THEREFORE ORDERED by the Board of Oil and Gas Conservation of the State of Montana that all of Section 28, T26N-R54E, Richland County, Montana, is designated a permanent spacing unit for the Bakken Formation.

IT IS FURTHER ORDERED that applicant's Duane 1-28H well is the authorized well for said permanent spacing unit.

BOARD ORDER NO. 347-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary

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

UPON THE APPLICATION OF
CONTINENTAL RESOURCES, INC. TO DRILL AN
ADDITIONAL BAKKEN FORMATION
HORIZONTAL WELL IN THE PERMANENT
SPACING UNIT CONSISTING OF ALL OF
SECTIONS 14 AND 23, T25N-R55E, RICHLAND
COUNTY, MONTANA, WITH SUCH LATERALS
TO BE LOCATED NO CLOSER THAN 660 FEET TO
THE EXTERIOR BOUNDARIES OF SAID SPACING
UNIT, AS AN AMENDMENT TO BOARD ORDERS
387-2006 AND 388-2006.

ORDER NO. 348-2008

Docket No. 333-2008

Report of the Board

The above entitled cause came on regularly for hearing on the 30th day of October, 2008 in the conference room of the Billings Petroleum Club in the Crowne Plaza Billings in Billings, Montana, pursuant to the order of the Board of Oil and Gas Conservation of the State of Montana, hereinafter referred to as the Board. At this time and place testimony was presented, statements and exhibits were received, and the Board then took the cause under advisement; and, the Board having fully considered the testimony, statements and exhibits and all things and matters presented to it for its consideration by all parties in the Docket, and being well and fully advised in the premises, finds and concludes as follows:

Findings of Fact

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

Order

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

BOARD ORDER NO. 348-2008

Done and performed by the Board of Oil and Gas Conservation of the State of Montana at Billings, Montana, this 30th day of October, 2008.

BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA

Linda Nelson, Chairman

Wayne Smith, Vice-Chairman

Don Bradshaw, Board Member

Joan Duffield, Board Member

Ronald S. Efta, Board Member

Jack King, Board Member

Bret Smelser, Board Member

ATTEST:

Terri H. Perrigo, Executive Secretary