

BEFORE THE INDUSTRIAL COMMISSION

OF THE STATE OF NORTH DAKOTA

CASE NO. 6071
ORDER NO. 7034

IN THE MATTER OF A HEARING CALLED ON A
MOTION OF THE COMMISSION TO RECONSIDER
THE PROPER SPACING AND SPECIAL FIELD
RULES FOR THE FURTHER DEVELOPMENT OF
THE DICKINSON-LODGEPOLE POOL, STARK
COUNTY, NORTH DAKOTA.

ORDER OF THE COMMISSION

BY THE COMMISSION:

Pursuant to legal notice this cause came on for hearing at 9:00 a.m.
on the 26th day of April, 1995, in Bismarck, North Dakota, before an examiner
appointed by the Industrial Commission of North Dakota, hereinafter referred
to as the "Commission."

NOW, on this 17th day of May, 1995, the Director, on behalf of the
Commission as authorized by the Commission, having considered the
testimony adduced and the exhibits received at said hearing, and being fully
advised in the premises,

FINDS:

(1) That due public notice having been given as required by law, the
Commission has jurisdiction of this cause and the subject matter thereof.

(2) That engineering evidence presented indicates that the reservoir
discovered by the Kuntz #1-2 well is a single common source of supply and
is separate from the Dickinson-Lodgepole Unit and the Eland-Lodgepole Pool
(formerly the Knopik area). Therefore, the Commission should determine
the temporary spacing and special field rules for the newly discovered
pool.

IT IS THEREFORE ORDERED:

(1) That at the regularly scheduled hearing on June 28, 1995, the
Commission will consider establishing temporary spacing and special field
rules for the reservoir discovered by the Conoco #1-2 Kuntz well, located in
the N/2 of Section 2, Township 139 North, Range 97 West, Stark County,
North Dakota.

(2) That this order shall remain in full force and effect until
further order of the Commission.

Dated this 17th day of May, 1995.

INDUSTRIAL COMMISSION
STATE OF NORTH DAKOTA

By the Director, on behalf of the Commission.

/s/ Wesley D. Norton, Director

STATE OF NORTH DAKOTA

COUNTY OF BURLEIGH

AFFIDAVIT OF MAILING

I, Donna Bauer, being duly sworn upon oath, depose and say: That on the 19th day of May 1995, I enclosed in separate envelopes true and correct copies of the attached Order No. 7034 of the North Dakota Industrial Commission, and deposited the same with the United States Postal Service in Bismarck, North Dakota, with postage thereon fully paid, directed to the following persons by the Industrial Commission in Case No. 6071 :

Mr. John Morrison
Fleck, Mather & Strutz Ltd.
P. O. Box 2798
Bismarck, ND 58502

Mr. Lawrence Bender
Pearce & Durick
P. O. Box 400
Bismarck, ND 58502

Ms. Carol Bowden
US EPA
999 18th St. (8WM-DW)
Denver, CO 80202-2466

Ms. Sonna Anderson
P. O. Box 2574
Bismarck, ND 58502

Gale R. Yarrow
Phillips Petroleum Co.
6330 W. Loop South
Bellaire, TX 77401

Mr. Arthur C. Bauer
2035 Catherine Dr.
Bismarck, ND 58501

Mr. Charles Edin
P. O. Box 2391
Bismarck, ND 58502

Mr. Steve Fallin
Raymond T. Duncan
1777 S. Harrison St. P-1
Denver, CO 80210

Mr. Rudy Pazourek
3625 116th Ave. SW
Dickinson, ND 58601

Mr. Don Rimmer
JN E & P
P. O. Box 7167
Billings, MT 59103-7167

Donna Bauer
Donna Bauer
Oil & Gas Division

On this 19th day of May, 1995, before me personally appeared Donna Bauer to me known as the person described in and who executed the foregoing instrument and acknowledged that she executed the same as her free act and deed.

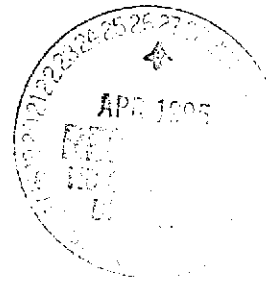
Eric Roberson
Notary Public
State of North Dakota County of Burleigh
My Commission expires 11-3-98



JN Exploration & Production

550 N. 31st Street, Suite 300
P.O. Box 7167
Billings, Montana 59103-7167
(406) 248-2222
FAX (406) 248-5253

April 25, 1995



Via: FAX : 701-328-2205

North Dakota Industrial Commission
600 East Boulevard
Bismarck, North Dakota 58505

Re: Hearing April 26, 1995
Case #6056, 6071 & 6072

Gentlemen:

As a working interest owner in the Knopik - Klein Field area, Lodgepole Pool, we hereby support Duncan Oil, Incorporated's recommendations as related to Case Numbers 6056, 6071 and 6072.

Sincerely,

Don Rimmer
Vice President Operations

\ss

The Bismarck Tribune

NOTICE OF PUBLICATION NORTH DAKOTA INDUSTRIAL COMMISSION BISMARCK, NORTH DAKOTA

The State of North Dakota by its Industrial Commission hereby gives notice pursuant to law and the rules and regulations of said Commission promulgated thereunder of the following public hearing to be held at 9:00 a.m. on April 26, 1995, Brynhild Haugland Room, State Capitol, Bismarck, North Dakota. For the purpose of this hearing, the Commission, any member thereof acting as Examiner, or an Examiner appointed by the Commission will receive testimony and exhibits.

ATTENTION PERSONS WITH DISABILITIES: If you plan to attend the hearing and will need special facilities or assistance relating to a disability, please contact the North Dakota Industrial Commission at 701 328-3722 by April 12, 1995.

STATE OF NORTH DAKOTA TO:

All named parties and persons having any right, title, interest, or claim in the following cases and notices to the public. CASE NO. 6061: ON A MOTION OF THE COMMISSION TO CONSIDER THE APPLICATION OF BLUESKY OIL & GAS INC. FOR AN ORDER AMENDING THE FIELD RULES

FOR THE LONE TREE-MADISON POOL, WARD COUNTY, NORTH DAKOTA, SO AS TO ALLOW HORIZONTAL WELLS TO BE DRILLED AND COMPLETED ON ANY SPACING UNIT IN SUCH POOL, INCLUDING THOSE SPACING UNITS ON WHICH A VERTICAL WELL IS CURRENTLY LOCATED, AT ANY LOCATION NOT CLOSER THAN 500 FEET TO A SPACING UNIT BOUNDARY; TO AUTHORIZE THE DIRECTOR TO ADMINISTRATIVELY ESTABLISH 320-ACRE SPACING UNITS FOR PURPOSES OF DRILLING HORIZONTAL WELLS WITHIN THE LONE TREE-MADISON POOL; AND/OR SUCH OTHER AND FURTHER RELIEF AS THE COMMISSION DEEMS APPROPRIATE. CASE NO. 6062: ON A MOTION OF THE COMMISSION TO CONSIDER THE APPLICATION OF SAMEDAN OIL CORPORATION FOR AN ORDER ALLOWING A WELL TO BE DRILLED AT A LOCATION APPROXIMATELY 2154 FEET FROM THE WEST LINE AND 1454 FEET FROM THE SOUTH LINE OF SECTION 6, T.146N., R.102W., MCKENZIE COUNTY, NORTH DAKOTA, AS AN EXCEPTION TO THE APPLICABLE FIELD RULES FOR THE PIERRE CREEK BIRDBEAR POOL. CASE NO. 6063: ON A MOTION OF THE COMMISSION TO CONSIDER THE APPLICATION OF NORTH AMERICAN RESOURCES COMPANY, INC. FOR AN ORDER ALLOWING A SECOND WELL TO BE DRILLED AND COMPLETED IN A SPACING UNIT FOR THE AMOR-RED RIVER POOL DESCRIBED AS THE E/2 OF SECTION 20, T.130N., R.103W., BOWMAN COUNTY, NORTH DAKOTA, SAID WELL TO BE DRILLED AT ANY LOCATION WITHIN SAID SPACING UNIT NOT CLOSER THAN 660 FEET TO THE BOUNDARY OF THE SPACING UNIT NOR 1980 FEET TO ANOTHER WELL PERMITTED TO OR PRODUCING FROM THE SAME POOL FROM A LOCATION OUTSIDE THE SPACING UNIT. CASE NO. 6064: ON A MOTION OF THE COMMISSION TO CONSIDER THE APPLICATION OF MERIDIAN OIL INC. FOR AN ORDER AMENDING THE APPLICABLE FIELD RULES FOR THE BOG CREEK RED RIVER POOL, BOWMAN

COUNTY, NORTH DAKOTA, SO AS TO ALLOW WELLS COMPLETED THEREIN TO PRODUCE OIL AT AN UNRESTRICTED RATE AND FLARE GAS PRODUCED IN ASSOCIATION THEREWITH. CASE NO. 6065: ON A MOTION OF THE COMMISSION TO CONSIDER THE APPLICATION OF MERIDIAN OIL INC. FOR AN ORDER AMENDING THE APPLICABLE FIELD RULES FOR THE SKULL CREEK RED RIVER POOL AND THE IVES RED RIVER POOL, BOTH LOCATED IN BOWMAN COUNTY, NORTH DAKOTA, SO AS TO PERMIT WELLS COMPLETED THEREIN TO PRODUCE OIL AT AN UNRESTRICTED RATE AND GAS PRODUCED IN ASSOCIATION THEREWITH TO BE FLARED.

CASE NO. 6066: ON A MOTION OF THE COMMISSION TO CONSIDER THE APPLICATION OF MERIDIAN OIL INC. FOR AN ORDER EXTENDING THE OUTLINE OF THE AUSTIN FIELD SO AS TO INCLUDE THE SE/4 OF SECTION 32, T.131N., R.105W., BOWMAN COUNTY, NORTH DAKOTA; ESTABLISHING A 320-ACRE SPACING UNIT IN THE AUSTIN-RED RIVER POOL CONSISTING OF THE E/2 OF SAID SECTION 32 FOR PURPOSES OF DRILLING A HORIZONTAL WELL; AND AUTHORIZING THE DIRECTOR TO ESTABLISH ADDITIONAL 320-ACRE SPACING UNITS FOR PURPOSES OF DRILLING HORIZONTAL WELLS WITHIN THE AUSTIN-RED RIVER POOL OR THE BUFFER ZONE THEREOF ON SUCH TERMS AS THE COMMISSION DEEMS APPROPRIATE. CASE NO. 6067: ON A MOTION OF THE COMMISSION TO CONSIDER THE APPLICATION OF MERIDIAN OIL INC. FOR AN ORDER ALLOWING THE 1-7 BN WELL, LOCATED APPROXIMATELY 1250 FEET FROM THE WEST LINE AND 487 FEET FROM THE SOUTH LINE OF SECTION 7, T.144N., R.103W., GOLDEN VALLEY COUNTY, NORTH DAKOTA, TO BE RECOMPLETED AT SUCH LOCATION IN THE BICENTENNIAL-DUPEROW, BIRDBEAR AND MADISON FORMATIONS AS AN EXCEPTION TO THE APPLICABLE FIELD RULES. CASE NO. 6068: ON A MOTION OF THE COMMISSION TO CONSIDER THE APPLI-

CATION OF MERIDIAN OIL INC. FOR AN ORDER ALLOWING THE 11-11H CINNAMON CREEK FEDERAL WELL, LOCATED APPROXIMATELY 350 FEET FROM THE NORTH LINE AND 850 FEET FROM THE WEST LINE OF SECTION 11, T.145N., R.102W., CINNAMON CREEK FIELD, MCKENZIE COUNTY, NORTH DAKOTA, TO BE RECOMPLETED AT SUCH LOCATION IN THE MADISON FORMATION AS AN EXCEPTION TO THE APPLICABLE FIELD RULES. CASE NO. 6044: (CONTINUED) ON A MOTION OF THE

COMMISSION TO CONSIDER THE APPLICATION OF EAGLE OPERATING, INC. FOR AN ORDER AMENDING THE FIELD RULES FOR THE PRATT-MADISON POOL SO AS TO AUTHORIZE THE DRILLING AND PRODUCING OF A WELL ON AN 80-ACRE SPACING UNIT FOR THE PRATT-MADISON POOL DESCRIBED AS THE EAST HALF OF THE NORTHEAST QUARTER (E/2 NE/4) OF SECTION 6, T.158N., R.80W., MCHENRY COUNTY, NORTH DAKOTA, AT A LOCATION 1320 FEET FROM THE NORTH LINE AND 660 FEET FROM THE EAST LINE OF SAID SECTION 6, AND SUCH FURTHER AND ADDITIONAL RELIEF AS THE COMMISSION DEEMS APPROPRIATE. CASE NO. 6045: (CONTINUED) ON A MOTION OF THE

COMMISSION TO CONSIDER THE APPLICATION OF EAGLE OPERATING, INC. FOR AN ORDER AMENDING THE FIELD RULES FOR THE PRATT-MADISON POOL SO AS TO AUTHORIZE THE DRILLING AND PRODUCING OF A WELL ON AN 80-ACRE SPACING UNIT FOR THE PRATT-MADISON POOL DESCRIBED AS THE EAST HALF OF THE SOUTHEAST QUARTER (E/2 SE/4) OF SECTION 6, T.158N., R.80W., MCHENRY COUNTY, NORTH DAKOTA, AT A LOCATION 660 FEET FROM THE SOUTH LINE AND 660 FEET FROM THE EAST LINE OF SAID SECTION 6, AND SUCH FURTHER AND ADDITIONAL RELIEF AS THE COMMISSION DEEMS APPROPRIATE. CASE NO. 6069: ON A MOTION OF THE COMMISSION TO CONSIDER THE TEMPORARY SPACING FOR THE DEVELOPMENT OF AN OIL AND/OR GAS POOL DISCOVERED BY

THE PANTERRA PETROLEUM #142 M & G WELL, LOCATED IN THE SW SW OF SECTION 2, T.153N., R.101W., MCKENZIE COUNTY, NORTH DAKOTA, DEFINE THE LIMITS OF THE FIELD, AND ENACT SUCH SPECIAL FIELD RULES AS MAY BE NECESSARY.

VENDOR NUMBER

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CASE NO. 6056: (CONTINUED) ON A MOTION OF THE COMMISSION TO CONSIDER THE TEMPORARY SPACING AND SPECIAL FIELD RULES FOR THE DEVELOPMENT OF AN OIL AND GAS POOL DISCOVERED BY THE RAYMOND T. DUNCAN #1-23 KLEIN WELL, LOCATED IN THE NE NE OF SECTION 23, T.139N., R.97W., STARK COUNTY, NORTH DAKOTA. CASE NO. 6070: ON A MOTION OF THE COMMISSION TO CONSIDER THE APPLICATION OF CONOCO INC. FOR AN ORDER GRANTING RELIEF FROM THE PRODUCTION RESTRICTIONS IMPOSED BY COMMISSION ORDER NO. 6932 FOR THE DICKINSON-LODGEPOLE POOL, STARK COUNTY, NORTH DAKOTA, FOR THE DICKINSON KUNTZ NO. 12 WELL, AND OTHER WELLS PRODUCING FROM THE SAME COMMON SOURCE OF SUPPLY AND SUCH FURTHER AND ADDITIONAL RELIEF AS THE COMMISSION DEEMS APPROPRIATE. CASE NO. 6071: ON A MOTION OF THE COMMISSION TO RECONSIDER THE PROPER SPACING AND SPECIAL FIELD RULES FOR THE FURTHER DEVELOPMENT OF THE DICKINSON-LODGEPOLE POOL, STARK COUNTY, NORTH DAKOTA. CASE NO. 6072: ON A MOTION OF THE COMMISSION TO CONSIDER PRORATING THE PRODUCTION FROM LODGEPOLE WELLS IN THE DICKINSON FIELD, THE "KNOPIK AREA" AND THE "KLEIN AREA," STARK COUNTY, NORTH DAKOTA. CASE NO. 6073: ON A MOTION OF THE COMMISSION TO CONSIDER RESCINDING ORDER NO. 2535, THEREBY TERMINATING THE ROCKY CENTRAL HEATH UNIT, LOCATED IN BILLINGS AND STARK COUNTIES, NORTH DAKOTA.

Signed by:
Edward T. Schafer, Governor
Chairman, ND Industrial Commission
3/27 - 13067

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**NOTICE OF PUBLICATION
NORTH DAKOTA INDUSTRIAL COMMISSION
BISMARCK, NORTH DAKOTA**

The State of North Dakota by its Industrial Commission hereby gives notice pursuant to law and the rules and regulations of said Commission promulgated thereunder of the following public hearing to be held at 9:00 a.m. on April 26, 1995, Brynhild Haugland Room, State Capitol, Bismarck, North Dakota. For the purpose of this hearing, the Commission, any member thereof acting as Examiner, or an Examiner appointed by the Commission will receive testimony and exhibits.

ATTENTION PERSONS WITH DISABILITIES: If you plan to attend the hearing and will need special facilities or assistance relating to a disability, please contact the North Dakota Industrial Commission at 701-328-3722 by April 12, 1995.

STATE OF NORTH DAKOTA TO:

All named parties and persons having any right, title, interest, or claim in the following cases and notices to the public. **CASE NO. 6056:** (CONTINUED) ON A MOTION OF THE COMMISSION TO CONSIDER THE TEMPORARY SPACING AND SPECIAL FIELD RULES FOR THE DEVELOPMENT OF AN OIL AND GAS POOL DISCOVERED BY THE RAYMOND T. DUNCAN #1-23 KLEIN WELL, LOCATED IN THE NE NE OF SECTION 23, T.139N., R.97W., STARK COUNTY, NORTH DAKOTA. **CASE NO. 6070:** ON A MOTION OF THE COMMISSION TO CONSIDER THE APPLICATION OF CONOCO INC. FOR AN ORDER GRANTING RELIEF FROM THE PRODUCTION RESTRICTIONS IMPOSED BY COMMISSION ORDER NO. 6932 FOR THE DICKINSON-LODGEPOLE POOL, STARK COUNTY, NORTH DAKOTA, FOR THE DICKINSON KUNTZ NO. 1-2 WELL, AND OTHER WELLS PRODUCING FROM THE SAME COMMON SOURCE OF SUPPLY AND SUCH FURTHER AND ADDITIONAL RELIEF AS THE COMMISSION DEEMS APPROPRIATE. **CASE NO. 6071:** ON A MOTION OF THE COMMISSION TO RECONSIDER THE PROPER SPACING AND SPECIAL FIELD RULES FOR THE FURTHER DEVELOPMENT OF THE DICKINSON-LODGEPOLE POOL, STARK COUNTY, NORTH DAKOTA. **CASE NO. 6072:** ON A MOTION OF THE COMMISSION TO CONSIDER PRORATING THE PRODUCTION FROM LODGEPOLE WELLS IN THE DICKINSON FIELD, THE "KNOPIK AREA" AND THE "KLEIN AREA," STARK COUNTY, NORTH DAKOTA. **CASE NO. 6073:** ON A MOTION OF THE COMMISSION TO CONSIDER RESCINDING ORDER NO. 2535, THEREBY TERMINATING THE ROCKY RIDGE CENTRAL HEATH UNIT, LOCATED IN BILLINGS AND STARK COUNTIES, NORTH DAKOTA.

Signed by,
Edward T. Schafer, Governor
Chairman, ND Industrial Commission
(Published March 28, 1995)

**CERTIFICATE OF PUBLICATION
THE DICKINSON PRESS
Dickinson, North Dakota**

STATE OF NORTH DAKOTA, }
County of Stark.

— Belle L. Krank —, of said state and county, being first sworn, on oath says: That s he is the bookkeeper Dickinson Press, Inc., publisher of **THE DICKINSON PRESS**, newspaper of general circulation, printed and published at Dickinson in said county and state, and has been such during the time here mentioned; and that advertisement headed

Legal--Case No. 6056

\$33.92

a printed copy of which is hereunto annexed, was printed and published by **The Dickinson Press**, and in the regular and entire issue of each every number 1 consecutive weeks, commencing on the day of March A.D. 19 95, and ending on the day of March A.D., 19 95, both inclusive.

Sworn to and subscribed to before me this 28th

March A.D. 19 95

MARILYN WANNER
Notary Public, STARK COUNTY, N. D.
My Commission Expires APRIL 28, 2000