OF THE STATE OF NORTH DAKOTA

CASE NO. 16205 ORDER NO. 18471

IN THE MATTER OF A HEARING CALLED ON A MOTION OF THE COMMISSION TO CONSIDER THE IN THE MATTER OF THE PETITION FOR A RISK PENALTY OF BAYTEX ENERGY USA LTD. REQUESTING AN ORDER AUTHORIZING THE RECOVERY OF A RISK PENALTY **FROM CERTAIN** NON-PARTICIPATING OWNERS, AS PROVIDED BY NDCC § 38-08-08 IN THE DRILLING AND COMPLETING OF THE COLBY 23-14-160-99H #1PB WELL LOCATED IN A SPACING UNIT DESCRIBED AS SECTIONS 14 AND 23, T.160N., R.99W., **BURG-BAKKEN** POOL. **DIVIDE** COUNTY, ND, PURSUANT TO NDAC § 43-02-03-88.1, AND SUCH OTHER RELIEF AS IS APPROPRIATE.

ORDER OF THE COMMISSION

THE COMMISSION FINDS:

- (1) This cause came on for hearing at 9:00 a.m. on the 17th day of November, 2011.
- (2) Baytex Energy USA Ltd. (Baytex) has filed a petition for a risk penalty before the North Dakota Industrial Commission (Commission) requesting an order authorizing the recovery of a risk penalty from certain non-participating owners, as provided by NDCC § 38-08-08 in the drilling and completing of the Colby 23-14-160-99H #1PB well located in a spacing unit described as Sections 14 and 23, Township 160 North, Range 99 West (Sections 14 and 23), Burg-Bakken Pool, Divide County, North Dakota, pursuant to North Dakota Administrative Code (NDAC) § 43-02-03-88.1, and such other relief as is appropriate.
- (3) Baytex is the owner of an interest in an oil and gas leasehold estate in a spacing unit for the Burg-Bakken Pool described as Sections 14 and 23.
- (4) The Commission makes no findings with regard to the specific acreage or percentage attributed to separately owned tracts or interests.
- (5) NDCC Section 38-08-08 provides that working interest owners in the spacing unit shall pay their share of the reasonable actual cost of drilling and operating the well plus a reasonable charge for supervision. In addition to such costs and charges, nonparticipating lessees may be required to pay a risk penalty of 200 percent and unleased mineral interest owners may be required to pay a risk penalty of 50 percent of their share of the reasonable actual cost of drilling and completing the well.

Case No. 16205 Order No. 18471

- (6) Baytex requests an order of the Commission allowing the recovery of a risk penalty from the The Dublin Company (Dublin) interest.
- (7) Dublin, a leasehold interest owner within the spacing unit, did not appear in this matter or object to the risk penalty being assessed against its leasehold interest.
- (8) Pursuant to NDAC Section 43-02-03-16.3, Baytex sent an invitation to participate in the drilling and completion of the Colby 23-14-160-99H #1PB well. Baytex provided evidence that the invitation to participate was complete and properly served on Dublin.
- (9) Pursuant to NDAC Section 43-02-03-16.3, Dublin had 30 days from the date of receiving the invitation to elect to participate in the Colby 23-14-160-99H #1PB well. Baytex provided evidence that Dublin failed to respond to Bayex's invitation within the 30-day deadline.
- (10) The Commission concludes Baytex has complied with NDAC Section 43-02-03-16.3 and the risk penalty may be imposed against Dublin's leasehold interest.
- (11) This application should be granted in order to prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

- (1) A risk penalty may be imposed on the The Dublin Company leasehold interest for the drilling and completion of the Colby 23-14-160-99H #1PB well on a spacing unit described as Sections 14 and 23, Township 160 North, Range 99 West, Burg-Bakken Pool, Divide County, North Dakota, pursuant to NDCC Section 38-08-08 and NDAC Section 43-02-03-16.3.
- (2) This order shall not determine or establish the specific acreage to be attributed to separately owned tracts, or specific interests attributed to separately owned interests.
- (3) This order shall be effective from the date of first operations, and shall remain in full force and effect until further order of the Commission.

Dated this 9th day of October, 2012.

INDUSTRIAL COMMISSION STATE OF NORTH DAKOTA

By the Director, on behalf of the Commission

/s/ Lynn D. Helms, Director



November 1, 2011



Mr. Bruce Hicks Assistant Director North Dakota Industrial Commission Oil and Gas Division 600 East Boulevard Bismarck, North Dakota 58505-0310

RE: BAYTEX ENERGY USA LTD. CASE NO. 16205

Dear Mr. Hicks:

Please find enclosed herewith for filing copies of the certified mail return receipts in the above matter.

Should you have any questions, please advise

Sincerely

LAWRENCE BENDER

LB/mpg

Enclosures

5015096_1.DOC

Attorneys & Advisors main 701.221.4020 fax 701.221.4040 www.fredlaw.com Fredrikson & Byron, P.A. 200 North Third Street, Suite 150 Bismarck, North Dakota 58501-3879

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
 Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. 	A. Signature X. Agent Agent Addressee B. Received by (Printed Name) D. Is delivery address different from Name 1?
The Dublin Company P. O. Box 783 Williston, ND 58802	If YES, enter delivery address below. If No. 3. Service Type Certified Mail Express Mail
Baytex-Colby 23-14-160-99H	☐ Registered ☐ Return Receipt for Merchandise ☐ C.O.D.
	4. Restricted Delivery? (Extra Fee) Yes
PS Form 3811, February 2004 Domestic Ref	turn Receipt 102595-02-M-1540



OF THE STATE OF NORTH DAKOTA

CASE NO. 10205

In the matter of the petition for a risk penalty of Baytex Energy USA Ltd. requesting an order authorizing the recovery of a risk penalty from certain non-participating owners, as provided by NDCC § 38 08 08 in the drilling and completing of the Colby 23-14-160-99H 1PB well located in a spacing unit described as Sections 14 and 23, Township 160 North, Range 99 West, Burg-Bakken Pool, Divide County, North Dakota, pursuant to NDAC § 43-02-03-88.1, and such other relief as is appropriate.



PETITION OF BAYTEX ENERGY USA LTD.

Baytex Energy USA Ltd. ("Baytex"), respectfully shows the North Dakota Industrial Commission ("Commission") as follows:

1.

That Baytex is an owner of an interest in the oil and gas leasehold estate in all of Sections 14 and 23, Township 160 North, Range 99 West, Divide County, North Dakota ("Sections 14 and 23").

2.

That Baytex is the operator of the Colby 23-14-160-99H 1PB well, drilled in the Southwest Quarter of the Southeast Quarter (SW/4SE/4) of Section 23.

3.

That Sections 14 and 23 constitute the spacing unit for the Colby 23-14-160-99H 1PB well in the Burg-Bakken Pool.

4.

That an application has been filed and Order No. 17141 has been entered pooling all interests in a spacing unit for the Burg-Bakken Pool and described as all of Sections 14 and 23.

5.

That Section 38-08-08(3) of the North Dakota Century Code provides that if an owner of an interest in a spacing unit elects not to participate in the risk and cost of drilling a well, the owner paying for the nonparticipating owner's share of the drilling and operation of a well may recover from the nonparticipating owner a risk penalty involved in drilling the well.

6.

That the following owner has elected not to participate in the drilling and completion operations of the Colby 23-14-160-99H 1PB well:

(a) The Dublin Company

7.

That the interests of the foregoing mineral interest owner are leasehold interests.

8.

That a well proposal was forwarded to the foregoing leasehold owner and said owner failed or refused to respond to the same, or elected not to participate.

9.

That the Colby 23-14-160-99H 1PB well was spud on April 8, 2011.

10.

That Baytex therefore requests that the Commission enter its order authorizing the recovery of a risk penalty from certain non-participating owners, as provided by N.D.C.C. § 38-08-08 in the drilling and completing of the Colby 23-14-160-99H 1PB well located in a

38-08-08 in the drilling and completing of the Colby 23-14-160-99H 1PB well located in a spacing unit described as Sections 14 and 23, Township 160 North, Range 99 West, Burg-Bakken Pool, Divide County, North Dakota, pursuant to N.D.A.C. § 43-02-03-88.1 and such other and further relief as is appropriate.

WHEREFORE, Baytex requests the following:

- (a) That this matter be set for the regularly scheduled November 2011 hearings of the Commission;
- (b) That pursuant to Section 43-02-03-88.2 of the North Dakota Administrative Code, Baytex's witnesses in this matter be allowed to participate by telephonic means; and
- (c) That thereafter the Commission issue an order granting the relief requested and such other and further relief as the Commission may deem appropriate.

DATED this 17th day of October, 2011.

FRE RIKSON & BYRON, P.A.

By

LAWRENCE BENDER, ND Bar #03908
Attorneys for Applicant,
Baytex Energy USA Ltd.
200 North 3rd Street, Suite 150
Post Office Box 1855
Bismarck, North Dakota 58502-1855
701-221-4020

STATE OF NORTH DAKOTA)
) ss.
COUNTY OF BURLEIGH)

LAWRENCE BENDER, being first duly sworn on oath, deposes and says that he is the attorney for the applicant named herein, that he has read the foregoing application, knows the contents thereof, and that the same is true to the bistof this a junt's knowledge and belief.

LAWRENCE BENDER

Subscribed and sworn to before me this 17th day of October, 2011.

Notary Public

MELISSA P GIBSON
Notary Public
State of North Dakota
My Commission Expires July 4, 2017

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OF THE STATE OF NORTH DAKOTA

In the matter of the petition for a risk penalty of Baytex Energy USA Ltd. requesting an order authorizing the recovery of a risk penalty from certain non-participating owners, as provided by NDCC § 38 08 08 in the drilling and completing of the Colby 23-14-160-99H 1PB well located in a spacing unit described as Sections 14 and 23, Township 160 North, Range 99 West, Burg-Bakken Pool, Divide County, North Dakota, pursuant to NDAC § 43-02-03-88.1, and such other relief as is appropriate.



CASE NO.

NOTICE OF HEARING

PLEASE TAKE NOTICE that Baytex Energy USA Ltd. filed the above-referenced application with the North Dakota Industrial Commission.

A hearing will be held at 9:00 a.m. on November 17, 2011 at the Department of Mineral Resources Conference Room, Oil and Gas Division, 1016 East Calgary Avenue, Bismarck, North Dakota, to consider the request of Baytex Energy USA Ltd.

As noted in the attached application, the applicant is requesting the authority to impose a risk penalty against any nonparticipating owner electing not to participate in the drilling of the contemplated well. Any nonparticipating owner may object to the risk penalty by responding in opposition to the application. In the event a nonparticipating owner objects, the applicant reserves the right to request a continuance to the next regularly scheduled hearing to allow sufficient time to respond to the objection.

DATED this 17th day of October, 2011.

FREURIZON RON, P.A

By •

LAWRENCE BENDER, ND Bar #03908
Attorneys for Applicant,

Baytex Energy USA Ltd.
200 North 3rd Street, Suite 150

Post Office Box 1855

Bismarck, North Dakota 58502-1855 701-221-4020 5000603 1.DOC

OF THE STATE OF NORTH DAKOTA

In the matter of the petition for a risk penalty of Baytex Energy USA Ltd. requesting an order authorizing the recovery of a risk penalty from certain non-participating owners, as provided by NDCC § 38 08 08 in the drilling and completing of the Colby 23-14-160-99H 1PB well located in a spacing unit described as Sections 14 and 23, Township 160 North, Range 99 West, Burg-Bakken Pool, Divide County, North Dakota, pursuant to NDAC § 43-02-03-88.1, and such other relief as is appropriate.



AFFIDAVIT OF KELLY COVINGTON

STATE OF COLORADO) ss.
COUNTY OF DENVER)

Kelly Covington, being first duly sworn, deposes and states as follows:

1.

That I am a Land Technician for Baytex Energy USA Ltd., 600 17th Street, Suite 1600 S., Denver, Colorado 80202, the applicant in the above-entitled matter.

2.

That in the course of my work as a Land Technician for Baytex Energy USA Ltd., I have become familiar with the mineral ownership and leasehold ownership in and under all of Sections 14 and 23, Township 160 North, Range 99 West, Divide County, North Dakota ("Sections 14 and 23"). I am also familiar with all the oil and gas operations which have been conducted by Baytex Energy USA Ltd. on the above-described lands.

3.

That Baytex Energy USA Ltd. is an owner of an interest in the oil and gas leasehold estate in Sections 14 and 23.

4.

That Sections 14 and 23 have been designated as the spacing unit for the Colby 23-14-160-99H 1PB well in the Burg-Bakken Pool.

5.

That by Order No. 17141 entered in Case No. 14865, dated July 18, 2011, a spacing unit for the Burg-Bakken Pool described as Sections 14 and 23, was granted.

6.

That the following owner has elected not to participate in the drilling and completion operations of the Colby 23-14-160-99H 1PB:

(a) The Dublin Company

7.

That the interests of foregoing mineral interest owner are leasehold interests.

8.

That Baytex Energy USA Ltd. mailed a well proposal for the Colby 23-14-160-99H 1PB well to The Dublin Company on April 15, 2011, via Certified Mail at P. O. Box 783, Williston, ND 58802. That attached hereto as **Exhibit A** is a true and correct copy of the well proposal that Baytex Energy USA Ltd. sent to The Dublin Company April 15, 2011.

9.

That The Dublin Company received the well proposal that Baytex Energy USA Ltd. forwarded on April 15, 2011. That attached hereto as **Exhibit B** is a true and correct copy of the certified mail receipt proving The Dublin Company received and signed for the well proposal.

That the well proposal stated that The Dublin Company had thirty (30) days from the receipt of the well proposal to accept or reject the well proposal. See **Exhibit A**. The well proposal provided that Baytex Energy USA Ltd. would be seeking recovery of a risk penalty from all nonparticipating owners as provided by North Dakota law. See **Exhibit A**. The well proposal further stated that any nonparticipating owner may object to the risk penalty by either responding in opposition to the petition, or if no such petition has been filed, by filing a request for hearing with the Commission. **See Exhibit A**.

11.

That The Dublin Company did not respond to the well proposal and therefore elected not to participate. Accordingly, because The Dublin Company elected not to participate, Baytex Energy USA Ltd. is seeking and is entitled to a risk penalty against the interests of The Dublin Company.

12.

That the Colby 23-14-160-99H 1PB well was spud on April 8, 2011.

DATED this <u>13</u>th day of October, 2011.

STATE OF COLORADO)
) ss.
COUNTY OF DENVER)

The foregoing instrument was acknowledged before me this ____/3_ day of October, 2011 by Kelly Covington, Land Technician, of Baytex Energy USA Ltd.

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Larga Baragera

Notary Public

My Commission Expires: 06/27/2013

April 15, 2011

The Dublin Company PO Box 783 Williston, ND 58802

Re:

Colby 23-14-160-99H 1PB Well Proposal Sections 23 and 14, T160N-R99W Divide County, ND

Via Certified Mai

Ladies and Gentlemen:

This letter will serve as notice, pursuant to the provisions of Section 38-08-08 of the North Dakota Century Code and Section 43-02-03-16.3 of the North Dakota Administrative Code, of the plans of Baytex Energy USA Ltd. ("Baytex") to drill the above-referenced well. Baytex proposes the following:

- 1. Baytex plans to drill the Colby 23-14-160-99H 1PB well located in the SE/4 of Section 23, Township 160 North, Range 99 West, Divide County, North Dakota. Baytex proposes to drill a single horizontal lateral well to test the Three Forks formation within the Burg-Bakken Pool as defined by the North Dakota Industrial Commission at an approximate true vertical depth of approximately 9,300 feet.
- 2. As set forth in the enclosed AFE for the Colby 23-14-160-99H 1PB well, the estimated drilling and casing costs for this operation are \$3,606,500 and the estimated completed and equipped well costs are \$6,001,550. Contingent to verification of title, our records indicate you own 120 net leasehold acres and a 9.375% estimated gross working interest in the proposed 1280 acre spacing unit.
- 3. Baytex has secured a rig and has plans to spud the Colby 23-14-160-99H 1PB well on or about May 3, 2011.
- 4. Each working interest owner has thirty (30) days from receipt of this letter to accept or reject this well proposal. If you accept this well proposal and elect to participate in the drilling of the Colby 23-14-160-99H 1PB well, please so indicate by executing the enclosed AFE and returning a copy of the AFE to the undersigned on or before thirty (30) days from the receipt of this letter.

EXHIBIT A

- 5. If you elect not to participate in the proposed operation as outlined herein, please so indicate by marking the appropriate space provided below, executing this letter and returning it to Baytex on or before thirty (30) days from the receipt of this letter. Please take notice that in the event any owner offered an opportunity to participate hereby elects not to participate in the operations of the Colby 23-14-160-99H 1PB well, the participating owners plan to impose a risk penalty as provided by North Dakota law. Any nonparticipating owner may object to the risk penalty by either responding in opposition to the petition for a risk penalty, or if no such petition has been filed, by filing an application or request for hearing with the North Dakota Industrial Commission.
- 6. Should you be interested in assigning your leasehold interest in the proposed spacing unit, please contact the undersigned as soon as possible.

If you have any questions, please do not hesitate to contact the undersigned at (303) 551-6452, or by e-mail at lee.zink@baytexenergyusa.com.

Very may yours Lee Zink Landman

Date:

Colby 23-14-160-99H 1PB Well Election

I/We elect to participate in Baytex's 1PB.	Well Proposal of the Colby 23-14-160-99H
	tex's Well Proposal of the Colby 23-14-160-
99H 1PB.	
I/We would be interested in selling inte	rest in the proposed spacing unit.
THE DUBLIN COMPANY	
By:	
Title:	

TYAE	EX		AFE NO. Warking Interest		U1103002
		AFE WI. Anst			
Onshore Operations Authority For Expenditure		Total W.I. AFE Amt.		3 .	
		Cost Estimate	AFE Date		
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	Cab	gary	The Dublin Gerepany	9.378%	\$ 962.64
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n SWSE Section 23	, T180N-RS	W, approx 343°FSL & 2,170°FEL	in.		County Divide
of BAYTEX ENERG ption Of Work: This esti-	nested AFE is	raised to drill, complete and equip (DCE) a horizontal we	If targeting the Threeforks Fo	mation from sur	ace coordinates as indicated.
all to be drilled to an est	irrated ~9,30	' TVD 17,860' MD. Completed with hydraulis stage fracti	are and thed into a single well	hattery.	
NGIBLES NET	GROS	INTANGIBLE DRILLING			
	Mejor Account	Minor Account Account Description	Dealt C	ompletten & Equip	Total
1200 1030 1200 1032	9200 9200	1030 ENTRY FEE & INITIAL CONSIDERATION 1032 LICENSE & SURVEY	\$ 8,000 \$ 3,000		\$ 5,000 \$ 3,000
1200 1034 1290 2505	9200	1034 LEASE PREPARATION 2505 SITE RESTORATION			
1200 1038 1200 1100	9200 9200	10M ROAD USE FEES 1100 EQUIPMENT RENTALS	\$ 250,000		\$ 250,000
1290 1102 1290 1104 1200 2000	9200 9200	1102 POWER, FUEL & WATER HAULING 1104 TRUCKING & HAULING	\$ 210,000 \$ 99,000		\$ 210,000 \$ 99,000
2225	9200 9200	2000 SUPERVISION 2225 LEGALITITLE	\$ 70,000 \$ 16,000		\$ 70,000 \$ 16,000
200 2025 1200 2510 1200 2010	9200	2025 COMMUNICATION 2510 SAFETY SERVICES 2010 CONTRACT SERVICES	\$ 28,000 \$ 50,000		\$ 28,000 \$ 50,000
200 2500	9200	2500 ENVIRONMENTAL SERVICES	\$ 190,060 \$ 80,000		\$ 190,000 \$ 80,000
200 2015 200 2015 200 2020	9200 9200	2005 COMPANY LABOUR 2015 ENGINEERING	\$.		\$
209 3130	9200	2020 CONSTRUCTION LOCATION & ROAD 3130 RAT HOLE & CONDUCTOR PIPE	\$ 150,000 \$ 20,000		\$ 150,000 \$ 20,000
200 3125 200 3100 200 3105	8200 8200	3125 CASING BOWL 3100 SURFACE CASING & ATTACHMENTS	\$ 35,000		3 35,000
290 3120	9200	3105 CEMENTING SURFACE CASING 3120 PLUGS	\$ 25,000		\$ 25,000 \$ 12,000
200 2110	9200 9200	3115 INTERMEDIATE CASING & ATTACHMENTS 3110 CEMENTING INTERMEDIATE CASING	\$ 55,000 \$ 75,000		\$ 55,000
200 3292	9200	3135 POWER TONGS 3292 RIG MOVE & RACKING COST	\$ 190,000		\$ 75,000 \$ 100,000
300 3210 200 3206 200 3215	8200 8200 9200	3210 DRILLING - METERAGE 3205 DRILLING - DAYWORK	\$ 60,000 \$ 676,500		\$ 60,000 8 676,500 \$ 380,000
200 3226	9200	3215 DRILLING - DIRECTIONAL 3220 CAMP & SUBSISTENCE	\$ 380,000		
200 3294 200 3250 200 3254	9200 9200 9200	3294 RIG UP, TEAR OUT & STANDBY 3250 DRILLING BITS	\$ 90,000 \$ 100,000		\$ 90,000 \$ 100,000
200 2254 200 3252 200 2235	8200 9200	3254 MUD & CHEMICALS 3252 FISHING TOOL COSTS 3256 CORING & ANALYSIS	3 195,000	*************	\$ 195,000 \$
200 3240	9200 9200	3240 OPEN HOLE LOGGING	\$ 40,000		\$ 40,000
200 3230 260 3231 200 3280	W200	3230 DALL STEM TEST 3231 SUPERVISION - GEOLOGICAL	\$ 89,000		89,000
200 3285	9200 9200 9200	3280 AIR TRANSPORTATION 3285 GOVERNMENT INCENTIVES	3 -		
200 3250 200 3251 200 3135	9200 9200	3260 PRODUCTION CASING & ATTACHMENTS 3261 CEMENTING PRODUCTION DABING			
200 8086	9200	3135 POWER TONGS 8096 ENGINEERING & DESIGN - 2%	\$ 100		-
200 8000 200 5000 200 8006	9200	5000 MISCELLANEOUS 5000 INSURANCE	\$ 75,000		\$ 75,000 \$ 37,000
NET 2505	9200 GROSS 9250	8088 OVERHEAD INTANGIBLE COMPLETION 2506 SITE RESTORATION	\$ 37,000	96,000	
250 1100 250 1102	9250 9250	1100 EQUIPMENT RENTALS 1102 POWER, FUEL & WATER HAULING		120,000 100,000	\$ 120,000
250 1104 250 2000	9250 9250	1104 TRUCKING & HAULING 2006 SUPERVISION	3	45,600	\$
250 2025 250 2510	9250 9250	2025 COMMUNICATIONS 2510 SAPETY SERVICES		3,000 2,500	\$ 3,000
250 2010 250 2005	0250 0250	2010 CONTRACT SERVICES 2003 COMPANY LABOUR	3	54,000	
250 2015 250 1039	9250 9250	2015 ENGINEERING 1036 LEASE & ROAD UPGRADE		5,000	3 -
250 3200 250 3246	9250 9250	3200 SERVICE RIG 3246 CASED HOLE LOGGING		150,000 15,000	\$ 150,000
250 3258 250 3250	9250	3258 SLICK LINE 3250 FRACTURING		640,000	\$ 640,000
160 3256 150 3252	9250 9250	3258 COMPLETION PLUIDS 3262 PRODUCTION TESTS		30,900 66,000	\$ 30,000
250 3254. 250 3268	8250 9250	3264 CIRCULATING 3266 DISPOSAL COSTS			\$ 84,000
150 3268 150 8006	8250 9250	1268 SNUBBING AND FISHING 8098 ENGINEERING & DESIGN - 2%	1		
50 8000 50 5000	9250 9250	1000 MISCELLANEOUS 5000 INSURANCE		30,000	30,000
150 8086	9250	8098 OVERHEAD Total Intengibles	\$ 3,216,500 \$	19,000	\$ 19,000 \$ 4,546,600
BLES NET	GROSS	TANGIBLE DRILLING			
30 3130 30 3100	9230 9230	3138 CONDUCTOR CASING 3100 SURFACE CASING & ATTACHMENTS	\$ 50,000		
30 3118 30 3312	9230	3115 INTERMEDIATE CASING & ATTACHMENTS 3312 LINERS & LINER EQUIPMENT	\$ 340,000		
NET	GROSS	Total Tangibles TANGIBLE COMPLETION			
00 1936 00 :3260	9300 9300	1836 LEASE & ROAD UPGRADE 3369 PRODUCTION CASING & ATTACHMENTS	\$	14,000 390,000	
00 3500 00 3600	9300	3312 LINERS & LINER EQUIPMENT 3500 WELLHEAD & EQUIPMENT	3 5	52,000 22,000	\$ 22,000
00 3302 00 3304	9300	3304 SUCKER RODS	1	55,000 33,000	\$ 33,000
00 3310 00 3306	9300 9300	3310 BOTTOM HOLE PUMPS 3306 RETRIEVABLE DOWNHOLE EQUIP	1	9,250	
08 8000 00 5000	9300	8000 MISCELLANEOUS 5000 MISURANCE	*	4,506	*
00 8096 NET	9300 GROSS	WELL EQUIPPING COSTS			
40 1040 40 3422	9340 9340	1040 SITE FENCING 3422 PUMPJACK AND BASE	3	125,000	\$ 125,000
40 3442 40 3450	8340 8340	3442 TREATERS 3450 TANKS		44,100 58,500	\$ 44,100 \$ 58,500
40 3448 40 3312	9340 9340	3445 HEATERS 3311 LINE PIPE & COATING	1	12,500	12,800
40 3432 40 3368 40 2030	9340 9346 9340	3432 METERS & INSTRUMENTS 3308 VALVES & FITTINGS 2636 INSTALLATION & LABOR		3,900 47,000 30,000	\$ 3,900 \$ 47,000 \$ 50,000
	9340 9340 9340	2030 INSTALLATION & LABOR 3424 ENGINES 3444 SEPARATORS	1	37,000	\$ 30,000 \$ 37,000
10 3720	8340 8340 8346	3720 PERMANENT ROADS 3710 BLILDINGS & FOUNDATIONS		15,000	\$ \$ 15,000
40 3436	9340 9340	3/10 BILLDINGS & POUNDATIONS 3436 ELECTRICAL EQUIPMENT 3434 INSTRUMENTATION			\$ 15,000 \$
60 8000	9340 - 9340 -	8000 MISCELLANEOUS 8000 MISCELLANEOUS			
	9340	8098 OVERHEAD Total Tengibles	\$ 399,000 \$		\$
	***************************************	TOTAL COST	\$ 3,608,500 \$	2,396,060	Standard B

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY		
Complete Items 1, 2, and 3. Also complete Item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits.	A Signature X Agent Addres B. Roceved by (Printed Name) C. Dete of Dell MPRCCUS Lee 4/12/		
1. Article Addressed to:	D. is delivery address different from Item 1?		
The Dublin Company PO Box 783			
Williston, ND 58802	3. Service Type ☐ Certified Mail ☐ Express Mell ☐ Registered ☐ Return Receipt for Merchan ☐ Insured Mail ☐ C.O.D.		
Gr.	4. Restricted Delivery? (Extra Fee)		
2. Article Number 7010 1870	0000 6397 6488		
PS Form 3811, February 2004 Domestic Ret			
PS Form 3811, February 2004 Domestic Ref			
United States Postal Service PM	A L Ass Cast Math Postage & Fees Paid Permit No. G-10 ZIP CODF		

Antilhauhillimiddihladidadillilaidillilaidil

Colby 23-14-160-994

OF THE STATE OF NORTH DAKOTA

In the matter of the petition for a risk penalty of Baytex Energy USA Ltd. requesting an order authorizing the recovery of a risk penalty from certain non-participating owners, as provided by NDCC § 38 08 08 in the drilling and completing of the Colby 23-14-160-99H 1PB well located in a spacing unit described as Sections 14 and 23, Township 160 North, Range 99 West, Burg-Bakken Pool, Divide County, North Dakota, pursuant to NDAC § 43-02-03-88.1, and such other relief as is appropriate.

CERTIFICATE OF SERVICE

I, the undersigned, hereby certify that a true and correct copy of the following documents:

- 1. Petition of Baytex Energy USA Ltd.;
- 2. Notice of Hearing; and
- 3. Affidavit of Lee Zink

was on the day of October, 2011 served by placing the same in the United States mail, with postage prepaid, certified mail, return receipt requested, at Bismarck, North Dakota, properly addressed to the following:

The Dublin Company P. O. Box 783 Williston, ND 58802

> LAWRENCE BENDER 5000612 1.DOC



October 17, 2011

Mr. Bruce Hicks Assistant Director North Dakota Industrial Commission Oil and Gas Division 600 East Boulevard Bismarck, North Dakota 58505-0310



RE:

RISK PENALTY PETITION OF BAYTEX ENERGY USA LTD.

Dear Mr. Hicks:

Please find enclosed herewith for filing the following:

- 1. Petition of Baytex Energy USA Ltd.;
- 2. Notice of Hearing;
- 3. Affidavit of Lee Zink; and
- Certificate of Service.

As you will note, pursuant to N.D. Admin. Code § 43-02-03-88.2, Baytex requests that its witnesses be allowed to participate at the hearing by telephonic means.

Should you have any questions, please advise

Sincerel

LAWRENCE BENDER

LB/mpg Enclosure

cc: Ms. Karlene Fine - (w/enc.)

Mr. Lynn Helms - (w/enc.)

Mr. Charles Carvell - (w/enc.) Ms. Kelly Covington - (w/enc.)

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Attorneys & Advisors main 701.221.4020 fax 701.221.4040 www.fredlaw.com Fredrikson & Byron, P.A. 200 North Third Street, Suite 150 Bismarck, North Dakota 58501-3879



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Affidavit of Publication

State of North Dakota) SS County of Burleigh Before me. a Notary Public for the State of North Dakota personally appeared who being duly sworn, depos and says that he (she) is the Clerk of Bismarck Tribune C

and that the publication(s) were made through the Bismarck Tribune on he following dates:

| Olab | Signed Calme Fund sworn and subscribed to before me this 127 day of NOVEMBER 20 (19

Notary Public in and for the State of North Dekota

GREGORY P. ZIEGLER Notary Public State of North Dakota My Commission Expires July 22, 2015

NOTICE OF HEARING N.D. INDUSTRIAL COMMISSION OIL AND GAS DIVISION The North Dikota Industrial Commission will hold a public hearing at 9:00 a.m. Thursday, November 17, 2011, at the N.D. Oil & Gas Division, 1016 East Calgary Ave., Burnarck, N. D. At the hearing the Controlssion will receive testimony and exhibits. Persons with any interest in the cases listed below, take notice.
PERSONS WITH DISABILITIES:

the hearing you need special facilities or assistance, contact the Oil and Gas Division at 701-328-8038 by Friday, November 04, 2011.

ovember 14, 2011.

STATE OF NORTH DAKOTA TO:
use No. 15947; Temporary spacing to
velop an oil and/or gas pool discovered
the Samson Resources Co. #16-162-98H

Holm State, NWNW Section 16, T.162N., R.98W., Divide County, ND, define the field limits, and enact such special field rules as may be necessary

Case No. 16181: Temporary spacing to develop an oil and/or gas pool discovered by the Samson Resources Co.#IH Love II-2, SESW Section II, T.158N., R.99W., Williams County, ND, define the field limits, and enact such special field rules as may be necessary.

Case No. 16182; Temporary spacing to develop an oil and/or gas pool discovered by the Zenergy, Inc. #34-27H Wold, SESW Section 34, T.153N., R.97W., McKenzie County, ND, define the field limits, and enact such special field rules as may be necessary. Case No. 16183: Application of Zenergy, Inc., for an order suspending and, after hearing, revoking the permit issued to Petro-Hunt, LLC. to drill the Eidsvoog #157-100-3B-4-1 well (File No. 21666), with a surface location in the SENW of Section 3, T.157N., R.100W., Williams County, ND, and for such other relief as is appropriate.

Case No. 16184: Temporary spacing to develop an oil and/or gas pool discovered by the Crescent Point Energy U.S. Corp. #2-11-162N-102W CPEC Lancaster, NWNE Section 2, T.162N., R.102W., Divide County, ND, define the field limits, and enact such special field rules as may be necessary.

Case No. 16185: Application of G3 Operating, L.L.C. for an order to establish temporary spacing for the development of an oil and/or gas pool discovered by the Peterson Trust #1-5-8H well, located in Lot 4 of Section 5, T.157N., R.101W., Williams County, ND, define the field limits, enact such special field rules as may be necessary and such further and additional relief.

Case No. 16186; Application of Enerplus Resources (U.S.A.) Inc. for an order amending the field rules for the Antelope-Sanish Pool to create and establish a 640acre spacing unit comprised of the S/2 of Section 13, T.152N., R.95W., and the S/2 of Section 18, T.152N., R.94W., McKenzie County, ND, authorizing the drilling of a total of not more than four wells on said 640-acre spacing unit, eliminating any tool error requirements, and/or such other and further relief as appropriate.

Case No. 16187: Application of Enerplus Resources (U.S.A.) Inc. for an order extending the field boundaries and amending the field rules for the McGregory Buttes, Moccasin Creek, or Bailey-Bakken Pools to create and establish a 1280-acre spacing unit comprised of Sections 13 and 24, T.147N., R.94W, Dunn County, ND, authorizing the drilling of a total of not more than four wells on said 1280-acre spacing unit, eliminating any tool error requirements and such other relief as is appropriate.

appropriate.

Case No. 16188: Application of Silver Oak Energy, LLC for an order authorizing the drilling, completing and producing of the Rankin #1-35H well with a beginning location of the lateral approximately 728 feet from the south line and 621 feet from west line of Section 35, T.133N., to the provisions of NDAC § 43-02-03-18 and such other relief as is appropriate.

Case No. 16189: Application of EOG

Resources, Inc. for an order extending the field boundaries and amending the field rules for the Van Hook and/or Parshall-Bakken Pools to create and establish two Sections 15, 16, 21 and 22, T.153N, R.90W; and Sections 13, 14, 23 and 24, T.152N, R.91W; eight 1920-acre spacing units comprised of Sections 11, 12 and 13; Sections 23, 24 and 25, T.152N., R.91W.; Sections 13 and 24, T.152N., R.91W. and Section 19, T.152N., R.90W.; Sections 4, 5 and 9; Sections 5, 6 and 8; Sections 8, 16 and 17; Sections 17, 20 and 21; and Sections 18, 19 and 20, T.152N., R.90W.; and one 1280 acre spacing unit comprised of Sections 25 and 26, T.152N., R.91W., Mountrail County, ND, authorizing the drilling of one horizontal well on each 2560, 1920 and 1280-acre spacing unit described herein and/or such other and further relief as appropriate.



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Case No. 16190: Application of Chesapeake Exploration, L.L.C. for an order creating a 1280-acre drilling unit comprised of Sections 25 and 36, T.140N., R.104W., Golden Valley County, ND, authorizing the drilling of a horizontal well within said drilling unit and such other and further relief.

Case No. 16191: Application of Chesapeake Exploration, LLC: for an order creating a 1280-acre drilling unit comprised of Sections 25 and 36, T.139N., R.94W., Stark County, ND, authorizing the drilling of a horizontal well within said drilling unit and such other and further relief.

Case No. 16192: Application of Chesapeake Exploration, L.L.C. for an order creating two 1280-acre drilling units comprised of Sections 18 and 19 and Sections 28 and 33, T.138N., R.95W., Stark County, ND, authorizing the drilling of a horizontal well within each drilling unit and such other and

further relief.

Case No. 16193: Application of Chesapeake Exploration, LLC. for an order creating nine 1280-acre drilling units comprised of Sections 29 and 32, T.138N., R.98W.; Sections 17 and 20, T.137N., R.98W.; Sections 6 and 7; Sections 16 and 21; Sections 17 and 20, T.137N., R.97W.; Sections 5 and 8, T.137N., R.96W., Stark County, ND; Sections 6 and 7, T.136N., R.98W., Slope County, ND; Sections 5 and 8, T.136N., R.97W.; and Sections 15 and 22, T.136N., R.96W., Hettinger County, ND, authorizing the drilling of a horizontal well within each drilling unit and such other relief as is appropriate.

Case No. 16264: Application of Chesapeake Exploration, LLC. for an order authorizing the drilling, completion and production of the Schoch 21-137-97 #A 1H well which was inadvertently drilled with an entry point into the Three Forks Formation of approximately 163 feet from the north line and 1946 feet from the east line of Section 28, T. 137N., R. 97W., Stark County, ND, as an exception to the provisions of NDAC § 43-02-03-18 and designating Sections 28 and 33,T.137N., R.97W., as the appropriate drilling unit for said well and such other

relief as is appropriate. Case No. 16194: Application of Continental Resources, Inc. for an order extending the field boundaries and amending the field rules for the Marmon, Oliver and/or East Fork-Bakken Pools to create and establish eighteen 1280-acre spacing units comprised of Sections 1 and 12; Sections 2 and 11; Sections 3 and 10; Sections 4 and 9; Sections 5 and 8; Sections 6 and 7; Sections 13 and 24; Sections 14 and 23; Sections 15 and 22; Sections 16 and 21; Sections 17 and 20; Sections 18 and 19; Sections 25 and 36; Sections 26 and 35; Sections 27 and 34; Sections 28 and 33; Sections 29 and 32; and Sections 30 and 31, T.157N., R.99W., Williams County, ND, authorizing the drilling of a total of not more than seven wells on said 1280-acre spacing units, eliminating any tool error requirements and such other relief as is appropriate.

Case No. [6195:Application of Continental Resources, Inc. for an order amending the field rules for the Medicine Pole Hills West-Red River Unit, and the Medicine Pole Hills-Red River "B" Unit, Bowman County, ND, authorizing the drilling of a boundary horizontal well at a surface location approximately 2250 feet from the north line and 2400 feet from the east line of Section 10, T.130N., R.104W., Bowman County, ND, allowing the well to be drilled at an approximate azimuth of south 45°W., with the terminus of the horizontal well bore at a location 2150 feet from the south line and 700 feet from the west line of Section 10, T. 130N., R. 104W., such that the horizontal displacement in the open hole portion of the well bore in the Red River "B" porosity will be approximately 3500

feet in the Medicine Pole Hills West-Red feet in the Medicine Pole Hills West-Red River Unit and approximately 3900 feet in the Medicine Pole Hills-Red River "B" Unit, and such other relief as is appropriate.

Case No. 16196: Application of Continental Resources, Inc. for an order extending the field boundaries and amending the field rules for the Wildrose-Bakken Pool to create and establish a 1280-acre spacing unit comprised of Sections 2 and 11, 7.160N., R.97W., Divide County, ND, authorizing the drilling of one horizontal well on said spacing unit and such other relief as is appropriate.

Case No. 14356; (Continued) Application of Continental Resources, Inc. for an order amending the field rules for the Elm Tree-Bakken Pool to create a 2560-acre spacing unit comprised of all of Sections 5, 8, 17 and 20, T.153N., R.94W., McKenzie County, ND. authorizing the drilling of up to four horizontal wells from said well pad within said 2560-acre spacing unit; eliminating any tool error requirements and such other

tool error requirements and such other relief as is appropriate.

Case No. 15491: (Continued) Temporary. Spacing to develop an oil and/or gas pool discovered by the Continental Resources. Inc. #1-14H Montpelier, NENE Section 14, T.153N., R.101W., McKenzie County, ND, define the field limits, and enact such special field rules as may be necessary.

Case No. 15733: (Continued) Temporary spacing to develop an oil and/or gas pool discovered by the Continental Resources. Inc. #1-23H Truman, NENW Section 23. T.153N., R.99W., Williams County, ND. define the field limits, and enact such special

field rules as may be necessary.

Case No. 16197:Application of Triangle USA
Petroleum Corp. for an order extending the field boundaries and amending the field rules for the Strandahl or Bull Butte-Bakken Pools to create and establish a 960-acre spacing unit comprised of Sections 2 and 3, T.156N., R.104W., Williams County, ND, authorizing the drilling of one horizontal well on said spacing unit and such other

relief as is appropriate. Case No. 15957: (Continued) Application of Triangle USA Petroleum Corp. for an order extending the field boundaries and amending the field rules for the Bull Butte-Bakken Pool to create and establish a 640acre spacing unit comprised of Section 36, T.156N., R.104W., Williams County, ND, authorizing the drilling of a horizontal well on said spacing unit, authorizing the horizontal well to be drilled not less than 500 feet to the spacing unit boundary except for the "heel and toe" which may be drilled not less than 200 feet from the spacing unit boundary and such other relief as is appropriate.

Case No. 16198: Application of Brigham Oil & Gas, LP for an order authorizing the drilling, completing and producing of the Kalil 25-36 #2H well (Well File No. 21125) as a horizontal well located in Section 25, T.156N., R.103W., in the Bull Butte-Bakken Pool, Williams County, ND, with a portion of the vertical section of the well open to the Lodgepole Formation and such other

relief as is appropriate.

Case No. 16199: Application of Dakota-3

E&P Co., LLC for an order extending the field boundaries and amending the Water Creek Bay-Bakken Pools to create and establish a 3840-acre spacing unit comprised of Sections 4,5,6,7,8,9,T.150N., R.91W., McLean County, ND, authorizing the drilling of a total of not more than 22 wells on said 3840-acre spacing unit, eliminating any tool error requirements and such other relief as is appropriate.

Case No. 16200: Application of CC\$
Midstream Services, L.L.C. for an order
pursuant to NDAC § 43-02-03-51
authorizing the construction of a treating
plant to be located in the E/2 of Section 7. T.156N., R.94W., Mountrail County, ND, and

such further relief as is appropriate.

Case No. 15754: (Continued) Application of Newfield Production Co. for an order extending the field boundaries amending the field rules for the Cartwright.

Bakken Pool, or in the alternative to establish Bakken spacing in the Hay Creek, Estes, and/or Yellowstone Fields, to create and establish ten 1280-acre spacing units comprised of Sections 14 and 23; Sections 15 and 22; Sections 16 and 21; Sections 17 and 20; Sections 18 and 19; Sections 26 and 35; Sections 27 and 34; Sections 28 and 33; Sections 29 and 32; and Sections 30 and 31, T.150N., R.104W., McKenzie County, ND, authorizing the drilling of one horizontal well on each spacing unit and such other relief as is appropriate.

Case No. 15755: (Continued) Application of Newfield Production Co. for an order extending the field boundaries and amending the field rules for the Todd of Williston-Bakken Pools, or in the alternative to establish Bakken spacing in the Springbrook Field, to create and establish a 1280-acre spacing unit comprised of Sections 30 and 31, T.155N., R. 100W., Williams County, ND, authorizing the drilling of total of not more than seven wells on said 1280-acre spacing unit, eliminating any tool error requirements and such other relief as is appropriate.

Such other rener as is appropriate.

Case No. 15496: (Continued) Temporary spacing to develop an oil and/or gas pool discovered by the Renegade Petroleum (ND) Ltd. #6H 3-14 A Trout, Lot 3, Section 6. T. 162N., R.84W., Renville County, ND, define the field limits, and enact such special

field rules as may be necessary.

Case No. 15736: (Continued) Temporary spacing to develop an oil and/or gas pool discovered by the Crescent Point Energy US Corp. #1-21-16H-158-97 Perry Larson, SESW Section 21, T.158N., R.97W., Williams County, ND, define the field limits, and enact such special field rules as may be necessary. Case No. 15747: (Continued) Application of Credo Petroleum Corp. for an order suspending, and after hearing, revoking the permit issued to Helis Oil & Gas Co., L.L.C., to drill the Linseth #13-13/12H well (File No. 21217), with a surface location in Lot 4 of Section 13, T.149N., R.95W., McKenzie County, ND, and such other relief as is

appropriate. Case No. 16201: In the matter of the petition for a risk penalty of G3 Operating, LLC requesting an order authorizing the recovery of a risk penalty from certain nonparticipating owners, as provided by NDCC § 38-08-08 in the drilling and completing of the Rasmussen #1-25-36H well located in a spacing unit described as Sections 25 and 36, T.157N., R.103W., Strandahl-Bakken-Pool, Williams County, ND, pursuant to NDAC § 43-02-03-88.1, and such other which the proportion of the superposition.

Case No. 16202: Application of G3
Operating, LLC for an order pursuant to NDAC Section 43-02-03-88.1 pooling all interests in a spacing unit described as Sections 29 and 32, T.158N., R.101W., in an unestablished-Bakken Pool, Williams County, ND as provided by NDCC Section 38-08-08 and such other relief as is appropriate.

Case No. 16203: Application of G3 Operating, LLC for an order pursuant to NDAC Section 43-02-03-88.1 pooling all interests in a spacing unit described as Sections 5 and 8, T.157N., R.101W., in an unestablished-Bakken Pool, Williams County, ND as provided by NDCC Section 38-08-08 and such other relief as is appropriate.

Case No. 16204: In the matter of the petition for a risk penalty of Baytex Energy USA Ltd. requesting an order authorizing the recovery of a risk penalty from certain non-participating owners, as provided by NDCC § 38-08-08 in the drilling and completing of the Olson 15-22-162-100H #ICN well located in a spacing unit described as Sections 15 and 22, T.162N., R.100W. West Ambrose-Bakken Pool, Divide County, ND, pursuant to NDAC § 43-02-03-88.1, and such other relief as is

Case No. 16205: In the matter of the petition for a risk penalty of Baytex Energy USA Ltd. requesting an order authorizing the recovery of a risk penalty from certain non-participating owners, as provided by NDCC § 38-08-08 in the drilling and completing of the Colby 23-14-160-99H #1PB well located in a spacing unit described as Sections 14 and 23, T160N., R.99W., Burg-Bakken Pool, Divide County, ND, pursuant to NDAC § 43-02-03-88.1, and such other relief as is appropriate.

Case No. 16206: Application of Continental Resources, Inc. for an order authorizing the drilling, completing and producing of a total of not more than two wells on art overlapping 1280-acre spacing unit described as Sections 27 and 34, T.159N., R.95W., Lindahl-Bakken Pool, Williams County, ND, eliminating any tool error requirements and such further and additional relief.

Case No. 1620/: Application of Continental Resources, Inc. for an order pursuant to NDAC Section 43-02-03-88.1 pooling all interests in a spacing unit described as Sections 4 and 9, T.161N., R.94W., Leaf Mountain and/or Stoneview-Bakken Pools, Burke County, ND as provided by NDCC Section 38-08-08 and such other relief as is

appropriate.

Case No. 16208: Application of Continental Resources, Inc. for an order pursuant to NDAC Section 43-02-03-88.1 pooling all interests in a spacing unit described as Sections 3 and 10, T.160N., R.94W., Viking-Bakken Pool, Burke County, ND as provided by NDCC Section 38-08-08 and such other relief as is appropriate.

Case No. 16209: Application of Continental Resources, Inc. for an order pursuant to NDAC Section 43-02-03-88.1 pooling all interests in a spacing unit described as Sections 7 and 18, T.160N., R.94W., Stoneview-Bakken Pool, Burke County, ND as provided by NDCC Section 38-08-08

and such other relief as is appropriate.

Case No. 16210: Application of Continental
Resources, Inc. for an order pursuant to NDAC Section 43-02-03-88.1 pooling all interests in a spacing unit described as Sections 15 and 22, T. 160N., R. 94W., North Tioga-Bakken Pool, Burke County, ND as provided by NDCC Section 38-08-08 and such other relief as is appropriate.

Case No. 16211: Application of Continental Resources, Inc. for an order pursuant to NDAC Section 43-02-03-88.1 pooling all interests in a spacing unit described as Sections I and I2, T.156N., R.100W., East Fork-Bakken Pool, Williams County, ND as provided by NDCC Section 38-08-08 and such other relief as is appropriate.

Case No. 16212: Application of Continental Resources, Inc. for an order pursuant to NDAC Section 43-02-03-88.1 pooling all interests in a spacing unit described as Sections 2 and 11, T.156N., R.100W., East Fork-Bakken Pool, Williams County, ND as provided by NDCC Section 38-08-08 and such other relief as is appropriate.

Case No. 16213; Application of Continental Resources, Inc. for an order pursuant to NDAC Section 43-02-03-88.1 pooling all interests in a spacing unit described as Sections 5 and 8, T.156N., R.99W., East Fork-Bakken Pool, Williams County, ND as provided by NDCC Section 38-08-08 and such other relief as is appropriate.

Case No. 16214: Application of Continental Resources, Inc. for an order pursuant to NDAC Section 43-02-03-88.1 pooling all Section 43-02-03-06.1 pooling all interests in a spacing unit described as Sections 6 and 7, T.156N., R.99W., East Fork-Bakken Pool, Williams County, ND as provided by NDCC Section 38-08-08 and such other relief as is appropriate.

Case No. 16215: Application of Continental Resources, Inc. for an order pursuant to NDAC Section 43-02-03-88.1 pooling all interests in a spacing unit described as Sections 1 and 12,T.156N., R.95W., Pleasant Valley-Bakken Pool, Williams County, ND as provided by NDCC Section 38-08-08 and

such other relief as is appropriate.

Case No. 16216: Application of Continental Resources, Inc. for an order pursuant to NDAC § 43-02-03-88. I pooling all interests in a spacing unit described as Section 31, T.154N., R.99W., and Section 6, T.153N. R.99W., Crazy Man Creek-Bakken Pool, Williams County, ND as provided by NDCC § 38-08-08 and such other relief as is appropriate.

Case No. 16217; Application of Continental Resources, Inc. for an order pursuant to NDAC § 43-02-03-88. I pooling all interests in a spacing unit described as Sections 4 and 9, T.153N., R.99W., Crazy Man Creek-Bakken Pool, Williams County, ND as provided by NDCC § 38-08-08 and such

Case No. 16218: Application of Continental Resources, Inc. for an order pursuant to NDAC § 43-02-03-88. I pooling all interests in a spacing unit described as Sections 7 and 18, T.153N., R.99W., Crazy Man Creek-Bakken Pool, Williams County, ND as provided by NDCC § 38-08-08 and such other relief as is appropriate.

other relief as is appropriate.

Case No. 16219: Application of Continental Resources, Inc. for an order pursuant to NDAC § 43-02-03-88.1 pooling all interests in a spacing unit described as Sections 17 and 20,7.153N., R.99W., Crazy Man Creek-Bakken Pool, Williams County, ND as provided by NDCC § 38-08-08 and such other relief as is appropriate.

Case No. 16220: Application of Continental Resources, Inc. for an order pursuant to NDAC § 43-02-03-88.1 pooling all interests and 30, T.153N., R.99W., Crazy Man Creek-Bakken Pool, Williams County, ND as provided by NDCC § 38-08-08 and such other relief as is appropriate.

Case No. 16221: Application of Continental Resources, Inc. for an order pursuant to NDAC § 43-02-03-88.1 pooling all interests in a spacing unit described as Section 31, T.153N., R.99W., and Section 3 and the N/2 1.153/N., R.797V., and Section 3 and the 1/12 of Section 10, T.152N., R.100W., Crazy Man Creek-Bakken Pool, Williams and McKenzie Counties, ND as provided by NDCC § 38-08-08 and such other relief as

appropriate.

Case No. 16222: Application of Continental Resources, Inc. for an order pursuant to NDAC § 43-02-03-88.1 pooling all interests in a spacing unit described as Sections I and 12, T.153N., R.99W., Long Creek-Bakken Pool, Williams County, ND as provided by NDCC § 38-08-08 and such other relief as is appropriate.

Case No. 16223: Application of Continental Resources, Inc. for an order pursuant to NDAC § 43-02-03-88. I pooling all interests in a spacing unit described as Sections 23 and 26, T.153N., R.99W., Long Creek-Bakken Pool, Williams County, ND as provided by NDCC § 38-08-08 and such other relief as is appropriate.

Case No. 16224: Application of Continental Resources, Inc. for an order pursuant to NDAC § 43-02-03-88.1 pooling all interests in a spacing unit described as Sections 24 and 25, T.153N., R.99W., Long Creek-Bakken Pool, Williams County, ND as provided by NDCC § 38-08-08 and such

other relief as is appropriate.

Case No. 16225: Application of Continental Resources, Inc. for an order pursuant to NDAC § 43-02-03-88.1 pooling all interests in a spacing unit described as the S/2 of Section 22 and all of Sections 27 and 34 T.153N., R.99W., Long Creek-Bakken Pool, Williams County, ND as provided by NDCC § 38-08-08 and such other relief as

is appropriate.

Case No. 16226:Application of Continental 1 Resources, Inc. for an order pursuant to NDAC Section 43-02-03-88.1 pooling all*** Sections 29 and 32, T.152N., R.97W., Elidah Bakken Pool, McKenzie County, ND as provided by NDCC Section 38-08-08 and such other relief as is appropriate.

Resources, Inc. for an order pursuant to NDAC Section 43-02-03-88.1 pooling all

interests in a spacing unit described as Sections I and I2, T.152N., R.94W., Antelope-Sanish Pool, McKenzie County, ND as provided by NDCC Section 38-08-08 and such other relief as is appropriate. Case No. 16228: Application of Continental Resources, Inc. for an order pursuant to NDAC Section 43-02-03-88.1 pooling all interests in a spacing unit described as Sections 14 and 23, T.148N., R.99W., Haystack Butte-Bakken Pool, McKenzie County, ND as provided by NDCC Section 38-08-08 and such other relief as is

appropriate.

Case No. 16229: Application of Continental Resources, Inc. for an order pursuant to NDAC § 43-02-03-88. I pooling all interests in a spacing unit described as Section 31, T.147N., R.96W., and Section 6, T.146N., R.96W., Rattlesnake Point-Bakken Pool, Dunn County, ND as provided by NDCC § 38-08-08 and such other relief as is

appropriate.

Case No. 16230: Application of Continental Resources, Inc. for an order pursuant to NDAC Section 43-02-03-88.1 pooling at interests in a spacing unit described as Sections 26 and 35, T.141N., R.99W., St. Demetrius-Bakken Pool, Billings County, ND as provided by NDCC Section 38-08-No a provided by recommendation of and such other relief as is appropriate.

Case No. 16231: Application of Continental Resources, Inc. for an order pursuant to NDAC Section 43-02-03-88.1 pooling all interests in a spacing unit described as Sections 27 and 34, T.141N., R.99W., St. Demetrius-Bakken Pool, Billings County, ND as provided by NDCC Section 38-08-08 and such other relief as is appropriate.

Case No. 15781: (Continued) Application of Continental Resources, Inc. for an order pursuant to NDAC § 43-02-03-88.1 authorizing the conversion to saltwater disposal into the Dakota Group of the Holecek #1-17 well, NENE Section 17, T.129N., R.104W., Medicine Pole Hills Field, Bowman County, ND, pursuant to NDAC Chapter 43-02-05 and such other relief as is appropriate.

Case No. 16232: Application of Dakota-3 E&P Co., LLC for an order authorizing the drilling, completing and producing of a total of not more than two wells on a 320-acre spacing unit described as the E/2 of Section I, T.I 48N., R.95W. Eagle Nest-Bakken Pool, Dunn County, ND, eliminating any tool error requirements and such further and additional relief.

Case No. 16233: Application of Dakota-3 E&P Company, LLC for an order authorizing the drilling, completing and producing of a total of not more than seven wells on a 1280-acre spacing unit described as Sections 14 and 23, T.149N., R.93W., and a total of not more than four wells on each 640-acre spacing unit described as Sections 15 and 17, T.149N., R.93W., Mandaree-Bakken Pool, Dunn County, ND, eliminating any tool error requirements and such further and additional relief.

Case No. 16234: Application of Dakota-3 E&P Co., LLC for an order authorizing the drilling, completing and producing of a total of not more than seven wells on a 1280acre spacing unit described as Sections F and 12,T.148N., R.93W., South Fork-Bakken Pool, Dunn County, ND, eliminating any tool error requirements and such other relief as

is appropriate.

Case No. 16235: Application of Dakota-3
E&P Company, LLC for an order pursuant to NDAC Section 43-02-03-88.1 pooling all interests in a spacing unit described as Section 8, T.149N., R.94W., Squaw Creek-Bakken Pool, McKenzie County, ND as provided by NDCC Section 38-08-08 and such other relief as is appropriate.

Case No. 16236: Application of Dakota-3

EXP Company, LLC for an order pursuant to NDAC Section 43-02-03-88.1 pooling all interests in a spacing unit described as Section 35, T.148N., R.93W., Moccasin Creek-Bakken Pool, Dunn County, ND as provided by NDCC Section 38-08-08 and

such other relief as is appropriate.

Case No. 1623Z Application of Newfield Production Co. for an order authorizing the drilling, completing and producing of a total of not more than seven wells on an overlapping 1280-acre spacing unit described as Sections 25 and 36, T.152N., R.97W., Westberg-Bakken Pool, McKenzie County, ND, eliminating any tool error requirements and such further and additional relief.

Case No. 16238: Application of Newfield Production Co. for an order authorizing the drilling, completing and producing of a total of not more than seven wells on an overlapping 1280-acre spacing unit described as Sections 21 and 28, T.153N., R.96W., Sand Creek-Bakken Pool, McKenzie County, ND, eliminating any tool error requirements and such other relief as is

appropriate.
Case No. 16239: Application of Newfield Production Company for an order pursuant to NDAC Section 43-02-03-88.1 pooling all interests in a spacing unit described as Sections 2 and 11.7.150N., R.99W., Tobacco Garden-Bakken Pool, McKenzie County, ND as provided by NDCC Section 38-08

08 and such other relief as is appropriate. Case No. 15859: (Continued) Application of Newfield Production Co. for an order authorizing the drilling, completing and producing of a total of not more than seven wells on a 1280-acre spacing unit-described as Sections 6 and 7, T.154N., R.100W., Williston-Bakken Pool, Williams County, ND, eliminating any tool error requirements and such other relief as is

appropriate.

appropriate.

Case No. 15860: (Continued) Application
of Newheld Production Co. for an order
authorizing the drilling, completing and
producing of a total of not more than seven wells on a 1280-acre spacing unit described as Sections 1 and 12, T.155N., R.100W., Stony Creek-Bakken Pool, Williams County, ND, eliminating any tool error requirements and such other relief as

Case No. 15861; (Continued) Application of Newfield Production Co. for an order authorizing the drilling, completing and producing of a total of not more than seven wells on each 1280-acre spacing unit described as Sections 5 and 8; Sections 6 and 7; Sections 14 and 23; Sections 17 and 20; and Sections 18 and 19, T. 155N., R. 99W., Epping-Bakken Pool, Williams County, ND, eliminating any tool error requirements and such other relief as is appropriate.

Case No. 16240: Application of EOG Resources, Inc. for an order authorizing the drilling, completing and producing of a total of not more than two wells on an overlapping 1920-acre spacing unit described as Sections 7, 17 and 18, T.156N. R.92W. Alger-Bakken Pool, Mountrail County, ND, eliminating any tool error requirements and such further and additional relief.

Case No. 16241: Application of EOG Resources, Inc. for an order authorizing the drilling, completing and producing of a total of not more than three wells on a 1280acre spacing unit described as Sections 6 and 7, T.153N., R.103W. Painted Woods-Bakken Pool, Williams County, ND, eliminating any tool error requirements and such further and additional relief.

Case No. 16242: Application of EOG. Resources, Inc. for an order pursuant to NDAC § 43-02-03-88.1 pooling all interests in a spacing unit described as Sections 13 and 24, T.154N., R.104W., Round Prairie-Bakken Pool, Williams County, ND as provided by NDCC § 38-08-08 and such

other relief as is appropriate.

Case No. 16243: Application of EOG

Resources, Inc. for an order pursuant to NDAC § 43-02-03-88.1 pooling all interests in a spacing unit described as Sections 16 and 21, T.150N., R.94W., Spotted Horn-Bakken Pool, McKenzie County, ND as provided by NDCC § 38-08-08 and such other relief as is appropriate.

Case No. 16244: Application of Enerplus Resources (U.S.A.) Inc. for an order

authorizing the drilling, completing and producing of a total of not more than four wells on a 640-acre spacing unit described as Section 16, T.151N., R.94W., Antelope-Sanish Pool, McKenzie County, ND, eliminating any tool error requirements and such further and additional relief.

Case No. 16245: Application of Bennett SWD, LLC in accordance with NDAC 43-02-03-88.1 for an order authorizing the conversion of the Berwald Federal #11-21 SWD well, f/k/a Berwald Federal #11-21 well, located in the SW/4 of Section 21, T.150N., R.95W., Blue Buttes Field, McKenzie County, ND, to a saltwater disposal well in the Dakota Formation pursuant to NDAC Chapter 43-02-05 and such other relief as is appropriate.

Case No. 16246: In the matter of the petition for a risk penalty of Denbury Onshore, LLC requesting an order authorizing the recovery of a risk penalty from certain non-participating owners, as provided by NDCC § 38 08 08 in the drilling and completing of the Wolff #13-24 ENH well located in a spacing unit described as Section 24, T.149N., R.98W., and Section 19, T.149N., R.97W., North Fork-Bakken Pool, McKenzie County, ND, pursuant to NDAC § 43-02-03-88.1, and such other and further relief as is appropriate.

ase No. 16247: Application of Brigham Oil & Gas, L.P. for an order pursuant to NDAC § 43-02-03-88.1 pooling all interests in a spacing unit described as Sections 1 and 12, T.156N., R.103W., Bull Butte-Bakken Pool, Williams County, ND as provided by NDCC § 38-08-08 and such other relief as is appropriate

Case No. 16248; Application of Brigham Oil & Gas, L.P. for an order pursuant to NDAC § 43-02-03-88.1 pooling all interests in a spacing unit described as Sections 29 and 32, T.156N., R.100W., East Fork-Bakken Pool, Williams County, ND as provided by NDCC § 38-08-08 and such other relief as

is appropriate.

Case No. 16249: Application of Brigham Oil & Gas, L.P. for an order pursuant to NDAC § 43-02-03-88.1 pooling all interests in a spacing unit described as Sections 30 and 31, T.156N., R.100W., East Fork-Bakken Pool, Williams County, ND as provided by NDCC § 38-08-08 and such other relief as is appropriate.

Case No. 16250: Application of Brigham Oil & Gas, L.P. for an order pursuant to NDAC § 43-02-03-88.1 pooling all interests in a spacing unit described as Sections 4 and 9, T.155N., R.103W., Squires-Bakken Pool, Williams County, ND as provided by NDCC § 38-08-08 and such other relief as is appropriate.

Case No. 16251: Application of Brigham Oil & Gas, L.P. for an order pursuant to NDAC § 43-02-03-88.1 pooling all interests in a spacing unit described as Sections 27 and 34, T.155N., R.103W., Squires-Bakken Pool, Williams County, ND as provided by NDCC § 38-08-08 and such other relief as is appropriate.

Case No. 16252: Application of Brigham Oil & Gas, L.P. for an order pursuant to NDAC § 43-02-03-88.1 pooling all interests in a spacing unit described as Sections 4 and 9, T.155N., R.100W., Stony Creek-Bakken Pool, Williams County, ND as provided by NDCC § 38-08-08 and such other relief as

is appropriate.

<u>Case No. 16253: Application of Brigham Oil</u>

<u>& Gas, L.P. for an order pursuant to NDAC</u> § 43-02-03-88.1 pooling all interests in a spacing unit described as Sections 5 and 8, T.155N., R.100W., Stony Creek-Bakken Pool, Williams County, ND as provided by NDCC § 38-08-08 and such other relief as is appropriate.

Case No. 16254: Application of Brigham Oil & Gas, L.P. for an order pursuant to NDAC § 43-02-03-88.1 pooling all interests in a spacing unit described as Sections 22 and 27, T.154N., R.102W., Painted Woods-Bakken Pool, Williams County, ND as provided by NDCC § 38-08-08 and such other relief as is appropriate.

Case No. 16255: Application of Brigham Oil & Gas, LP. for an order pursuant to NDAC § 43-02-03-88.1 pooling all interests in a spacing unit described as Section 4,T.154N., R.102W., and Section 33,T.155N., R.102W., Painted Woods-Bakken Pool, Williams County, ND as provided by NDCC § 38-08-08 and such other relief as is appropriate. Case No. 16256: Application of Brigham Oil & Gas, L.P. for an order pursuant to NDAC § 43-02-03-88.1 pooling all interests in a

spacing unit described as Sections 15 and 22, T.154N., R.101W., Todd-Bakken Pool, Williams County, ND as provided by NDCC § 38-08-08 and such other relief as is appropriate. Case No. 16257: Application of Abraxas Petroleum Corp. for an order authorizing the drilling, completing and producing of a

total of not more than eight wells on each 1280-acre spacing unit described as Sections 26 and 35; and Sections 27 and 34, T.150N., R.97W., and Sections 2 and 11, T.149N., R.97W., North Fork-Bakken Pool, McKenzie County, ND, eliminating any tool error requirements and such other relief as

is appropriate.

Case No. 16258: Application of ProWater Inc. pursuant to NDAC § 43-02-03-88.1 for an order authorizing the drilling of a saltwater disposal well to be located in the NWNE of Section 26, T.154N., R.103W., Painted Woods Field, Williams County, ND, in the Dakota Formation pursuant to NDAC Chapter 43-02-05, and providing such other and further relief.

Case No. 16259: Application of Zenergy, Inc. for an order pursuant to NDAC § 43-02-03-88.1 pooling all interests in a spacing unit described as Sections 18 and 19, T.151N., R.98W., Siverston-Bakken Pool, McKenzie County, ND, as provided by NDCC § 38-08-08 and such other relief as

is appropriate.

Case No. 16260:Application of Zenergy, Inc. for an order pursuant to NDAC § 43-02-03-88.1 pooling all interests in a spacing unit described as Sections 28 and 33, T.151N., R.98W., Siverston-Bakken Pool, McKenzie County, ND, as provided by NDCC § 38-08-08 and such other relief as

Case No. 16261:Application of Zenergy, Inc. for an order pursuant to NDAC § 43-02-03-88.1 pooling all interests in a spacing unit described as Sections 29 and 32, T.151N., R.98W., Siverston-Bakken Pool, McKenzie County, ND, as provided by NDCC § 38-08-08 and such other relief as is appropriate.







NOTICE OF HEARING N.D. INDUSTRIAL COMMISSION OIL AND GAS DIVISION

The North Dakota Industrial Commission will hold a public hearing at 9:00 a.m. Thursday, November 17, 2011, at the N.D. Oil & Gas Division, 1016 East Calgary Ave., Bismarck, N.D. At the hearing the Commission will receive testimony and exhibits. Persons with any interest in the cases listed below, take notice.

PERSONS WITH DISABILITIES: If at the hearing you need special facilities or assistance, contact the Oil and Gas Division at 701-328-8038 by Friday, November 04, 2011.

STATE OF NORTH DAKOTA
TO:

Case No. 15947: Temporary spacing to develop an oil and/or gas pool discovered by the Samson Resources Co. #16-162-98H Holm State, NWNW Section 16, T.162N., R.98W., Divide County, ND, define the field limits, and enact such special field rules as may be necessary.

Case No. 16184: Temporary spacing to develop an oil and/or gas pool discovered by the Crescent Point Energy U.S. Corp. #2-11-162N-102W CPEC Lancaster, NWNE Section 2, T.162N., R.102W., Divide County, ND, define the field limits, and enact such special field rules as may be necessary.

Case No. 16196: Application of Continental Resources, Inc. for an order extending the field boundaries and amending the field rules for the Wildrose-Bakken Pool to create and establish a 1280-acre spacing unit comprised of Sections 2 and 11, T.160N., R.97W., Divide County,

ND, authorizing the drilling of one horizontal well on said spacing unit and such other relief as is appropriate.

Case No. 16204: In the matter of the petition for a risk penalty of Baytex Energy USA Ltd. requesting an order authorizing the recovery of a risk penalty from certain non-participating owners, as provided by NDCC § 38-08-08 in the drilling and completing of the Olson 15-22-162-100H #1CN well located in a spacing unit described as Sections 15 and 22, T.162N., R.100W., West Ambrose-Bakken Pool, Divide County, ND, pursuant to NDAC § 43-02-03-88.1, and such other relief as is appropriate.

Case No. 16205: In the matter of the petition for a risk penalty of Baytex Energy USA Ltd. requesting an order authorizing the recovery of a risk penalty from certain non-participating owners, as provided by NDCC § 38-08-08 in the drilling and completing of the Colby 23-14-160-99H #1PB well located in a spacing unit described as Sections 14 and 23, T.160N., R.99W., Burg-

Bakken Pool, Divide County, ND, pursuant to NDAC § 43-02-03-88.1, and such other relief as is appropriate.

Signed by,
Jack Dalrymple, Governor
Chairman,
ND Industrial
Commission

(10-26)

Affidavit of Publication

State of North Dakota, County of Divide, ss:

I, Steven J. Andrist, being first duly sworn, on my oath, say that I am the publisher of The Journal, a weekly newspaper of general circulation and official newspaper of Divide County, State of North Dakota, published in the city of Crosby, ND, and that the advertisement headed

NOTICE OF HEAING

a printed copy of which is here attached, was published in The Journal on the following date:

TOTAL CHARGE\$51.03

Signed ___

Steven J. Andrist, Publisher

Subscribed and sworn to before me November 14, 2011

SUSAN M JACOBSON Notary Public

State of North Dakota My Commission Expires February 17, 2016



Notary Public, State of North Dakota