DEPARTMENT of ENVIRONMENT and NATURAL RESOURCES
Minerals & Mining Program - Oil & Gas Section
2050 West Main, Suite #1, Rapid City, SD 57702-2493
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FORM 2

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DEPT OF ENVIRONMENT & NATURAL RESOURCES - RCRO

SOUTH DAKOTA STATE GEOLOGICAL SURVEY WESTERN TRIBAL OFFICE

APPLICATION FOR PERMIT TO DRILL

Type of work: [ ] Drill New Well [X] Reenter Well [ ] Drill Directional Well [X] Other Horizontal Lateral Extension

Type of well: [X] Oil Well [ ] Gas Well [ ] Injection [ ] Other

Name and Address of Operator: Continental Resources, Inc., P.O. Box 1032, Enid, OK 73702
Telephone: 580-233-8955

Name and Address of Surface Owner: Johnson Ranch, LLP / Robert W. Johnson, HC 67 Box 13, Buffalo, SD 57720

Name and Address of Drilling Contractor and Rig Number: J&R Well Service, 791 Lane 9, Powell, WY 57720 — Rig #8

Surface Location of well: Qtr-Qtr, Sec, Twp, Rge, County, feet from nearest lines of section, and latitude and longitude (if available):
SHL: 860' FSL & 1580' FEL SW SE
Sec 1-20N-4E, Harding Co., South Dakota

If Directional, top of pay and bottom hole location from nearest lines of section:
BHL: 600' FNL & 150' FWL, NW NW
Sec 7-20N-5E, Harding County, South Dakota

Acres in Spacing (Drilling) Unit: 20,648 acres

Description of Spacing Unit: South Buffalo Red River

Well Name and Number	Elevation	Field and Pool, or Wildcat	Proposed Depth and Formation
SBRRU #34-1H	2978'	Buffalo	10,750' MD Red River "B"

	Size of Hole	Size of Casing	Weight per Foot	Depth	Cementing Program (amount, type, additives)	Depth
1)	13 3/4"	9 5/8"	53.5	1507'	950 sx	
2)	7 7/8"	4 1/2"	11.6/13.5	8484'	975 sx	
3)						
4)						

Describe Proposed Operations (Clearly State all Pertinent Details, and Give Pertinent Dates, Including Estimated Date of Starting any Proposed Work). Use additional page(s) if appropriate.

The lateral extention will be drilled out of existing 4 1/2" casing by cutting a southeast facing window at least 10' below the Gunton porosity located at 8306'-8342', landing in the Red River "B" porosity. Out of this window the lateral will be drilled to the southeast. No pit liner will be used.

I hereby certify that the foregoing as to any work or operation performed is a true and correct report of such work or operation.

Signature	Name (Print)	Title	Date
Pam Combest	Pam Combest	Reg. Compliance	12/1/2006

FOR OFFICE USE ONLY

Approved By: Fred W Stance — Title: Oil and Gas Supervisor

Permit No. 1811 — API No. 40 063 20378.01 — Date Issued: December 20, 2006

Conditions, if any, on attached page.