DEPARTMENT of ENVIRONMENT and NATURAL RESOURCES
Minerals & Mining Program - Oil & Gas Section
2050 West Main, Suite #1, Rapid City, SD 57702-2493
Telephone: 605-394-2229, FAX: 605-394-5317

FORM 2

RECEIVED
SEP 15 2008
DEPT OF ENVIRONMENT & NATURAL RESOURCES - RAPID CITY

State of South Dakota Department of Environment and Natural Resources

APPLICATION FOR PERMIT TO DRILL

Type of work: ☐ Drill New Well ☒ Reenter Well ☐ Drill Directional Well ☐ Other _____

Type of well: ☑ 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: David M. Niemi P.O. Box 227 Buffalo, SD 57720

Name and Address of Drilling Contractor and Rig Number: J & R Well Service 791 Lane 9, Powell, WY 82435

Surface Location of well: Qtr-Qtr, Sec, Twp, Rge, County, feet from nearest lines of section, and latitude and longitude (if available):

SHL 1980 FNL & 1730 FEL, Sec 16-20N-4E, SW NE

If Directional, top of pay and bottom hole location from nearest lines of section:

BHL 800 FNL & 1000 FWL, Sec 15-20N-4E, NW NW

Acres in Spacing (Drilling) Unit: 20,648 acres, Order #4-97

Description of Spacing Unit: All of 16-20N-4E

Well Name and Number	Elevation	Field and Pool, or Wildcat	Proposed Depth and Formation
SBRRU #32-16	3115' GL	Buffalo, Red River "B"	11,400' MD 8410' TVD

Size of Hole	Size of Casing	Weight per Foot	Depth	Cementing Program (amount, type, additives)	Depth
1) 12 1/4	8 5/8	24	1542	800 sx	
2) 7 7/8	4 1/2	11.6 13.5	8415	1150 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 existing dual laterals for SBRRU #32-16H well will be squeezed and then a third lateral will be drilled out of the existing 5 1/2" casing by cutting a window at least 10' below the Gunton formation located at 8220-8278', landing in the Red River "B" porosity at 8384-8400'. Out of this window the lateral will turn to the northeast to the bottom hole location.

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
Nicole Caddell	Nicole Caddell	Regulatory	09/09/2008

FOR OFFICE USE ONLY

Approved By: Fred W Steece Title: Oil and Gas Supervisor

Permit No. 1883 API No. 40 063 20288.02 Date Issued: September 23, 2008

Conditions, if any, on attached page.