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

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JUL 19 2005
DEPT OF ENVIRONMENT & NATURAL RESOURCES - RCRO

# APPLICATION FOR PERMIT TO DRILL

Type of work:
[ ] Drill New Well [ ] Reenter Well [ ] Drill Directional Well
[X] Other Horizontal Re-entry

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:
David 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): 2010' FNL & 630' FWL (SW NW) Sec 6-20N-4E

If Directional, top of pay and bottom hole location from nearest lines of section:
Top of Pay: 8310'(TVD) BHL(1): 0'FNL & 150' FWL Sec 6-20N-4E
BHL(2): 600' FSL & 1700 FWL Sec 6-20N-4E

Acres in Spacing (Drilling) Unit
4,580.93

Description of Spacing Unit
Unitized - West Buffalo Red River Unit - Order #10-96

| Well Name and Number | Elevation | Field and Pool, or Wildcat | Proposed Depth and Formation |
|---|---|---|---|
| WBRRU #12-6 | 3079' GL | Buffalo | Red River "B" 8310' TVD |

| Size of Hole | Size of Casing | Weight per Foot | Depth | Cementing Program (amount, type, additives) | Depth |
|---|---|---|---|---|---|
| 1) 12 3/4" | 8 5/8" | 24# | 2000' | | Surface |
| 2) 7 7/8" | 5 1/2" | 15.5,-23# | 8700' | 1000sx | |
| 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.

A window will be cut in the 5 1/2" csg for a KOP @ 8212'. A horizontal lateral will then be extended through the currently producing Red River "B" formation to BHL #1 above. After sidetracking the original curve, a second lateral will be extended to BHL #2 above. Pits will be lined with a 12-mil plastic liner. Activity is expected to commence ASAP.

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

Pam Combest — Signature
Pam Combest, Reg. Compliance Analyst — Name (Print)
Title
7/13/05 — Date

SOUTH DAKOTA STATE GEOLOGICAL SURVEY WESTERN FIELD OFFICE

FOR OFFICE USE ONLY

Approved By: Fred M Steece
Title: Oil & Gas Supervisor

Permit No. 1758
API No. 40 063 20217.01
Date Issued: 07/29/05

Conditions, if any, on attached page.