



DEPARTMENT of ENVIRONMENT and NATURAL RESOURCES
 Minerals & Mining Program - Oil & Gas Section
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FORM 2
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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 Re-enter Well Drill Directional Well
 Other _____

Type of well:
 Oil Well Gas Well Injection
 Other _____

Name and Address of Operator: Telephone
North Finn LLC 950 Stafford, Casper, WY 82609 (307) 237-7854

Name and Address of Surface Owner:
South Dakota School Lands 500 East Capital Ave. Pierre, SD 57501

Name and Address of Drilling Contractor and Rig Number:
Rainbow Drilling LLC P.O. Box 353, Evansville, WY. 82636 Rig #1

Surface Location of well: Qtr-Qtr, Sec, Twp, Rge, County, feet from nearest lines of section, and latitude and longitude (if available):
NWNW Sec 16-T15N-R4E, 660' FNL & 660' FWL, Lat.= 45 deg 16' 9.33" Long.= 103 deg 38' 51.17"

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

Acres in Spacing (Drilling) Unit	Description of Spacing Unit
<u>320 Acres</u>	<u>N 1/2 Section 16-T15N-R4E</u>

Well Name and Number	Elevation	Field and Pool, or Wildcat	Proposed Depth and Formation
<u>Clanton-State #4-16-15-4</u>	<u>3,137'</u>	<u>Cady Creek Field Butte - Hydro 5-81</u>	<u>1,500'</u>

Size of Hole	Size of Casing	Weight per Foot	Depth	Cementing Program (amount, type, additives)	Depth
<u>1) 8 3/4"</u>	<u>7"</u>	<u>17.0</u>	<u>400'</u>	<u>100 Sks Class "G"</u>	<u>400</u>
<u>2) 6 1/2"</u>	<u>4 1/2"</u>	<u>11.6</u>	<u>1,500'</u>	<u>200 Sks Class "G"</u>	<u>1,500'</u>
<u>3)</u>				<u>Will circulate cement to surface.</u>	
<u>4)</u>					

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.

Drill well with a KCL mud system.
Surface pits will be lined with a 12 mil pit liner.
Anticipated spud date is December 13, 2008.
Surface owner and mineral owner are the same.

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

<u>Wayne P. Neumiller</u>	<u>Wayne P. Neumiller</u>	<u>Manager, Member</u>	<u>11/14/2008</u>
Signature	Name (Print)	Title	Date

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Approved By: <u>[Signature]</u>	Title: <u>Oil and Gas Supervisor</u>
Permit No. <u>1902</u>	API No. <u>40 063 20673</u>
Date Issued: <u>December 18, 2008</u>	
Conditions, if any, on attached page.	