BEFORE THE OIL AND GAS CONSERVATION COMMISSION OF THE STATE OF COLORADO

IN THE MATTER OF THE APPLICATION OF)	
CONTINENTAL RESOURCES, INC., FOR AN)	
ORDER ALLOWING UP TO TWO)	Cause No.
HORIZONTAL WELLS IN A 1,280-ACRE)	
DRILLING AND SPACING UNIT FOR THE)	Docket No.
NIOBRARA FORMATION IN SECTIONS 2)	
AND 11, TOWNSHIP 7 NORTH, RANGE 60)	
WEST IN WELD COUNTY, COLORADO)	

APPLICATION

Continental Resources, Inc. ("Applicant"), by and through its attorneys, Beatty & Wozniak, P.C., respectfully submits this Application to the Oil and Gas Conservation Commission of the State of Colorado (the "Commission") for an order authorizing up to two horizontal wells in the following-described 1,280-acre drilling and spacing unit:

Township 7 North, Range 60 West, 6th P.M.

Section 2: All Section 11: All

Weld County, Colorado (together the "Application Lands"),

and further providing that the treated interval of each horizontal wellbore may be separated by a minimum of 600 feet for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

In support of its Application, Applicant states and alleges as follows:

- 1. Applicant is a corporation duly authorized to conduct business in the State of Colorado and is an operator in good standing with the Commission.
 - 2. Applicant owns substantial leasehold interests in the Application Lands.
- 3. On December 12, 2011, the Commission entered Order No. 407-514, which, among other things, established a 1,280-acre drilling and spacing units for certain lands, including the Application Lands, and allowed the drilling of one horizontal well within each drilling and spacing unit, for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.
- 4. On January 23, 2012, the Commission entered Order No. 535-137, which, among other things, pooled all interests in the Application Lands for the development and production of oil, gas and associated hydrocarbons from the Niobrara Formation.

- 5. Applicant requests that up to two horizontal wells be authorized for production of oil, gas and associated hydrocarbons from the Niobrara Formation in the Application Lands.
- 6. In accordance with Rule 318, Applicant will locate and drill the wells so that the treated interval of the horizontal wells is no closer than 600 feet from the boundaries of the units. Applicant requests that the 1,200 foot internal wellbore setback of Rule 318 be relaxed so that the treated interval of the horizontal wells may be separated by a minimum of 600 feet.
- 7. Applicant asserts that additional wells are necessary to prevent waste, protect correlative rights, and to assure the maximum efficient recovery of oil, gas and associated hydrocarbons from the Niobrara Formation on the Application Lands.
- 8. The undersigned certifies that copies of this Application shall be served on each interested party within 7 days as required by Rule 503.e.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing, notice be given as required by law and that upon such hearing this Commission enter its order:

- A. Authorizing up to two horizontal wells in the Application Lands for production of oil, gas and associated hydrocarbons from the Niobrara Formation.
- B. Providing that said wells shall be located and drilled so that the treated interval of the wellbores are no closer than 600 feet from the boundaries of the unit and are separated by a minimum of 600 feet.
- C. For such other findings and orders as the Commission may deem proper or advisable in the matter.

Dated: September ___, 2012

By:		
•		

Elizabeth Y. Gallaway Kenneth A. Wonstolen Beatty & Wozniak, P.C. 216 Sixteenth Street-Suite 1100 Denver, CO 80202-5115

Address of Applicant
Continental Resources, Inc.
ATTN: Matthew Callaway
20 N. Broadway
PO Box 269091
Oklahoma City, OK 73126

VERIFICATION

STATE OF OKLAHOMA)
COUNTY OF) SS.)
deposes and says that he is Northern	lawful age, being first duly sworn upon oath Region Landman for Continental Resources, Incorplication and that the matters therein contained information and belief.
	Matthew Callaway
Subscribed and sworn to	before me this day of September, 2012.
Witness my hand and off	ficial seal.
My commission expires:	
	Notary Public

BEFORE THE OIL AND GAS CONSERVATION COMMISSION OF THE STATE OF COLORADO

IN THE MATTER OF THE APPLICATION OF CONTINENTAL RESOURCES, INC., FOR AN ORDER ALLOWING UP TO TWO HORIZONTAL WELLS IN A 1,280-ACRE DRILLING AND SPACING UNIT FOR THE NIOBRARA FORMATION IN SECTIONS 2 AND 11, TOWNSHIP 7 NORTH, RANGE 60 WEST IN WELD COUNTY, COLORADO	N) Cause No. D) Docket No.				
AFFIDAVIT OF MAILING					
STATE OF COLORADO)					
)ss. CITY AND COUNTY OF DENVER)					
Elizabeth Y. Gallaway, of lawful age, a states and declares:	nd being first duly sworn upon her oath,				
That she is the attorney for Continer September 24, 2012, she caused a copy of the the United States Mail, postage prepaid, add attached hereto.	ntal Resources, Inc., that on or before excaptioned Application to be deposited in ressed to the parties listed on Exhibit A Elizabeth Y. Gallaway				
Subscribed and sworn to before me September 24, 2012.					
	nember <u>x4</u> , 2012.				
Witness my hand and official seal.					
My commission expires: Octobes 2	<u>2,20</u> 15,				
CAROLYN P. BOULETTE NOTARY PUBLIC, STATE OF COLORADO My Comm. Expires October 22, 2015	Motary Public				

Exhibit A

Prima Exploration, Inc 100 Fillmore Street, Suite 450 Denver, CO 80206

Noble Energy, Inc 1625 Broadway Denver, CO 80202

Esenjay Oil & Gas, Ltd 500 N. Water St., STE 1100 South Corpus Christi, TX 78401

Great Western Oil & Gas Company 252 Clayton Street # 400 Denver, CO 80206-4814

Estate of Viola M. Kuhn, Deceased Address Unknown

Estate of Harold R. Firme, Deceased Address Unknown

Estate of Lyle R. Ham, Deceased Address Unknown

Michael Warren, Energy Liaison Colorado Parks and Wildlife Northwest Regional Office 711 Independent Avenue Grand Junction, CO 81505

Kent Kuster
Oil & Gas Consultant Coordinator
Colorado Department of
Public Health & Environment
4300 Cherry Creek Drive South
Denver, CO 80246-1530

David Bauer Weld County 1111 H Street Greeley, CO 80632