



December 19, 2011

Mr. John Axelson
Environmental Protection Specialist, North East Region
Colorado Oil and Gas Conservation Commission
1120 Lincoln Street, Suite 801
Denver, Colorado 80203

Re: *Response to Notice of Alleged Violation Issued November 17, 2011 by the State of Colorado Oil and Gas Conservation Commission for Continental Resources, Inc.'s Hahn 1-4H Facility Located in Weld County, Colorado*

Dear Mr. Axelson:

I am writing in response to your Notice of Alleged Violation (NOV) issued November 17, 2011 for Continental Resources, Inc.'s Hahn 1-4H facility located in Weld County, Colorado. According to the description of Alleged Violation, the Colorado Oil and Gas Conservation Commission (COGCC) received four (4) individual complaints from surrounding landowners regarding dumping of drilling fluids and associated cuttings on a property located in the NE of the NE of Section 14, T8N, R61W located approximately 2-mi. north from Highway 14 on the west side of County Road 95. The property is owned by Eloy Carreon and Rosa Perez.

According to the results of the site visits conducted on November 9 and 15, 2011, by the COGCC in response to the complaints, the COGCC requested that the use of the location for land application be immediately discontinued until all corrective actions are completed and submittal of documentation indicating compliance with the required abatement or corrective actions. Land application activities were discontinued November 17, 2011.

The abatement or corrective action required to be performed by the operator is as follows:

1. Provide a copy of the written authorization from the surface owner for the land application in accordance with Rule 907.d.(3)Biii.

The written authorization from the surface owner for the land application in accordance with Rule 907.d.(3)Biii is included as Attachment "A".

2. Provide verification from the landowner that bentonitic fluids are being received at location specifically as a beneficial soil admendment.

The verification from the landowner that bentonitic fluids are being received at location specifically as a beneficial soil admendment is included as Attachment "A".

3. Provide a record of all waste applied at site in accordance with Rule 907.b.(2).

A record of all the waste applied at the site in accordance with Rule 907.b.(2) is included as Attachment "B".

4. Install stormwater controls as needed to prevent off-site migration or migration into the topographic low area. Prevent any additional tracking of waste onto County Road 95 in accordance with Rule 1002.f.(2)F and remove residual waste from county road. All disturbed areas will require reclamation in accordance with Rule 1004.

Stormwater controls have been installed to prevent off-site migration or migration into the topographic low area and tracking of waste onto County Road 95 in accordance with Rule 1002.f.(2)F. The location will be graded and contoured to match the local landscape and will be evaluated in spring/summer 2012 in accordance with Rule 1004. Photographs of the stormwater controls are included as "Attachment "C".

5. If material is being used as a beneficial soil amendment spread material no more than 3-in. thick and incorporate into native soil. If material is not being used as a beneficial soil amendment, remove from location and properly dispose or treat in accordance with Rule 907.d(2). If material incorporated into native soil, collect a sufficient number of representative soil samples after incorporation to verify compliance with Table 910-1. Submit Form 27 with workplan proposing sample locations and analyses. If analysis documents impacts greater than Table 910-1 standards, additional corrective actions will be required.

Material is being used as a beneficial soil amendment, and will be spread no more than 3-in. thick and incorporate into native soil. Soil samples will be collected after the materials have been incorporated into the native soil. Form 27 and the laboratory analytical results are included herein as Attachments "D" and "E".


6. After corrective actions have been completed, any additional application of bentonitic drilling fluids at location shall be done in strict accordance with rule 907.d(3)B.

Continental Resources, Inc. will insure that any additional applications of bentonitic drilling fluids at the property located in the NE of the NE of Section 14, T8N, R61W, Weld County, Colorado will be done in strict accordance with rule 907.d(3)B.

Should you have any questions or require additional information, please contact me at your convenience at (580) 233-8955 or by email at BradAman@contres.com.

Sincerely,

CONTINENTAL RESOURCES, INC.



Brad Aman

Vice President, Northern Region Production

cc: Heath Mireles
cc: Andy Truhan

Attachments "A", "B", "C", "D", and "E"

Integrity Trucking LLC
Surface Owner Authorization

I, Eloy & Rosa Carreon declare that I am the legal owner or am legally authorized to make decisions and can enter into agreements regarding the land application or lining material of water-based Bentonitic drilling fluids (definitions attached).

Land dumping directions: Land Description N2NE4 14-8-61/2 BR
Property Code - Ag-Dry Farm Land - 4127 - CR 95 - Briggsdale
CO.

I agree to the following:

1. I authorize Integrity Trucking LLC to dump and/or spread drilling fluids on land as identified below.
2. Where applicable, I agree to accomplish cultivation of the drilling fluids into the site soils as soon as possible.
3. I release the following companies from all further responsibility for clean-up or future action related to these drilling fluids:

Integrity Trucking LLC and Continental Resources Inc - Integrity Trucking LLC
Printed Name of Oil Company

[Signature] Rosa Carreon 10-3-11
Signature Land Owner Date

Eloy Carreon Rosa Carreon
Printed Name of Owner

3734 Settler Ridge Dr. Mead CO 80542
Address

970-581-3957 - 970 690-8533 523-69-2835
Telephone Number SS#/Tax ID for booking

[Signature] 10-3-11
Signature Integrity Trucking LLC representative Date

Jamir Bernad CEO
Printed Name and Title

[Signature] 10-3-11
Signature Company representative Date

CONTINENTAL RES 10-3-11
Printed Name of Company Representative and Title Date

Continental Resources Mud Dump Spreadsheet

Date	Oil Company	Transporter	Lease Name	Waste Pickup Site	Type of Waste	Volume of Waste	Mud Field	Final Deposit Site
10/20/2011	Continental Resources	GRL Welding LLC	Marconi 1-18	Ne NE 1 7N 62N	Mud	18	Eloy Carreon	Hwy 14 & CR 95
10/21/2011	Continental Resources	GRL Welding LLC	Marconi 1-18	Ne NE 1 7N 62N	Mud	24	Eloy Carreon	Hwy 14 & CR 95
10/22/2011	Continental Resources	GRL Welding LLC	Marconi 1-18	Ne NE 1 7N 62N	Mud	19	Eloy Carreon	Hwy 14 & CR 95
11/7/2011	Continental Resources	GRL Welding LLC	Perrin 1-10H	Ne NE 10 7N 62W	Mud	52	Eloy Carreon	Hwy 14 & CR 95
11/15/2011	Continental Resources	Integrity Trucking/Mike	Perrin 1-10H	Ne NE 10 7N 62W	Mud	4	Eloy Carreon	Hwy 14 & CR 95
11/15/2011	Continental Resources	Integrity Trucking/Jose	Perrin 1-10H	Ne NE 10 7N 62W	Mud	4	Eloy Carreon	Hwy 14 & CR 95
11/15/2011	Continental Resources	Integrity Trucking/Kyle	Perrin 1-10H	Ne NE 10 7N 62W	Mud	3	Eloy Carreon	Hwy 14 & CR 95
11/15/2011	Continental Resources	GRL Welding LLC	Perrin 1-10H	Ne NE 10 7N 62W	Mud	12	Eloy Carreon	Hwy 14 & CR 95
11/16/2011	Continental Resources	GRL Welding LLC	Hahn 1-4H	SESE 4 7N 62W	Mud	50	Eloy Carreon	Hwy 14 & CR 95
11/17/2011	Continental Resources	GRL Welding LLC	Hahn 1-4H	SESE 4 7N 62W	Mud	42	Eloy Carreon	Hwy 14 & CR 95



Eloy Carreon and Rosa Perez Property



Eloy Carreon and Rosa Perez Property



Eloy Carreon and Rosa Perez Property