#### BEFORE THE CORPORATION COMMISSION OF THE STATE OF OKLAHOMA

| APPLICANT: CONTINENTAL RESOURCES, INC.         | )                         |
|--|---------------------------|
|  | )                         |
| RELIEF REQUESTED: HORIZONTAL WELL              | ) CAUSE CD NO. 202001882  |
| LOCATION EXCEPTION (PART OF A MULTIUNIT)       | )                         |
|  | ) <b>ORDER NO.</b> 715984 |
| <b>LEGAL DESCRIPTION</b> : SECTIONS 31 AND 32, | )                         |
| TOWNSHIP 1 NORTH, RANGE 1 WEST, GARVIN         | )                         |
| COUNTY, OKLAHOMA                               | )                         |

#### **INTERIM ORDER**

- 1. <u>Hearing Date and Place</u>: This Cause came on for hearing on December 1, 2020, before Michael Norris, Administrative Law Judge, at 8:30 a.m., at the Jim Thorpe Office Building, 2101 N. Lincoln Blvd., Oklahoma City, Oklahoma.
- 2. <u>Appearances</u>: Jim Hamilton, Attorney, appeared for the Applicant, CONTINENTAL RESOURCES, INC. There were no other appearances and no protests of this matter.
- 3. <u>Companion Causes</u>: Cause CD No. 202001882.
- 4. Notice and Jurisdiction: Notice has been given by publication as required by Commission Rules and Affidavits of Publication have been filed. Those Respondents whose names and addresses were attainable have been given actual notice by first-class mail pursuant to Commission rules. An adjudicative inquiry was conducted by the Administrative Law Judge into the sufficiency of the search to ascertain the names and addresses of all owners, and if a diligent effort had been made to locate all affected interest owners. The Commission finds that the Applicant has made a meaningful and diligent search of all reasonably available sources at hand to ascertain those parties that are entitled to notice and the whereabouts of those entitled to notice but who were served only publication. The Applicant gave notice as required, the Commission approves the notice given by mail and by publication, and the Commission has jurisdiction of the subject matter and parties.
- 5. **Amendment:** None.
- 6. **Relief Requested**: Applicant requests an order authorizing an exception to the permitted well location tolerances for the following 640-acre drilling and spacing units:

| ORDER NO. | COMMON SOURCE OF SUPPLY               | UNIT                   |
|-----------|---------------------------------------|------------------------|
| 161935    | Sycamore, Woodford Shale, Hunton Lime | Sections 31 & 32-1N-1W |

### CONTINENTAL RESOURCES, INC. INTERIM ORDER OF THE COMMISSION CAUSE CD NO. 202001882 PAGE NO. 2

Applicant requests that the proposed multiunit horizontal well be permitted at the following location:

| LOCATION          | NORTH/SOUTH  | EAST/WEST    | UNIT               |
|-------------------|--------------|--------------|--------------------|
| First Perforation | NCT 330' FSL | NCT 150' FWL | Section 31-T1N-R1W |
| Last Perforation  | NCT 330' FSL | NCT 0' FEL   | Section 31-T1N-R1W |
| First Perforation | NCT 330' FSL | NCT 0' FWL   | Section 32-T1N-R1W |
| Last Perforation  | NCT 330' FSL | NCT 150' FEL | Section 32-T1N-R1W |

and to complete the multiunit horizontal well in, and to produce hydrocarbons from, the named separate common sources of supply.

- 7. **Reason for Relief:** The proposed well, tentatively known as the Lowlands 1-31-32XHW, will be a multiunit horizontal well which will include the subject units. It is necessary to drill all of Sections 31 and 32 in order to maximize the completion interval and enhance production. It is more cost effective and efficient to develop these zones by long-lateral horizontal development.
- 8. <u>Allowable</u>: The allowable for the horizontal well should be 100% for all common sources of supply.
- 9. **Previous Orders:** None.
- 10. **Special Findings:** Applicant intends to run casing in the horizontal portion, or lateral, of the borehole of the multiunit horizontal well and to cement such casing so as to cover and isolate the first and last perforations in such horizontal portion, or lateral. Geological testimony confirms that the proposed multiunit horizontal well will not drain across the unit boundaries. The Woodford common source of supply is the targeted reservoir. If not encountered in the drilling of the Woodford well, the Sycamore and Hunton Lime common sources of supply will be dismissed at the final hearing.
- 11. <u>Term</u>: The relief requested in the Application, as modified above, is granted, provided that such well must be commenced within one year from the date hereafter or this order shall be of no force and effect.
- 12. **Effective Date:** This Order shall be effective as of the date of this order.

## CONTINENTAL RESOURCES, INC. INTERIM ORDER OF THE COMMISSION CAUSE CD NO. 202001882 PAGE NO. 3

13. **Relief Granted:** The well location, in accordance with the foregoing, is necessary to prevent waste and to protect correlative rights and CONTINENTAL RESOURCES, INC., should be permitted to drill and produce the horizontal well as set out herein, provided that this cause is continued until **October 26, 2021,** to determine the exact location of the well. IT IS SO ORDERED.

| CORPORATION COMMISSION OF OKLAHOMA |
|------------------------------------|
| J. Some Heet                       |
| J. TODD HIETT, CHAIRMAN            |
| Bob authory                        |
| BOB ANTHONY, VICE CHAIRMAN         |
| Dana L. Thurshy                    |
| DANA L. MURPHY, COMMISSIONER       |

#### **CERTIFICATION**

DONE AND PERFORMED by the Commissioners participating in the making of this Order, as shown by their signatures above, this 17th day of December, 2020.



BY ORDER OF THE COMMISSION:

PEGGY MITCHELL, Commission Secretary

## CONTINENTAL RESOURCES, INC. INTERIM ORDER OF THE COMMISSION CAUSE CD NO. 202001882 PAGE NO. 4

# REPORT OF THE ADMINISTRATIVE LAW JUDGE

The foregoing findings and order are the report and recommendations of the Administrative Law Judge.

| Law Judge.  |  |
|---|--|
| Approved:   |  |
| Michael D. Norris Administrative Law Judge  | _ <u>12-14-20</u><br>Date                      |
| Robert M. M. Coy Technical Reviewer   | 12-11-2020<br>Date                             |
| The undersigned attorney affirms that he has read this approved as to form and content. | order and that this order is true, correct and |
| Jim Hamilton, OBA# 3762<br>Mark S. Fisher, OBA# 15005                                   |  |