

Montana Board of Oil and Gas Conservation  
Environmental Assessment

Operator: Continental Resources, Inc  
Well Name/Number: Hill 1-36H  
Location: SW SW 36 T24N-R55E  
County: Richland, MT; Field (or Wildcat) W/C

Air Quality

(possible concerns)  
Long drilling time no  
Unusually deep drilling (high horsepower rig) no  
Possible H2S gas production No  
In/near Class I air quality area no  
Air quality permit for flaring/venting (if productive) no

Mitigation:

Air quality permit (AQB review)  
 Gas plants/pipelines available for sour gas  
 Special equipment/procedures requirements

Other: \_\_\_\_\_  
Comments: No special concerns

Water Quality

(possible concerns)  
Salt/oil based mud Yes  
High water table no  
Surface drainage leads to live water no  
Water well contamination no  
Porous/permeable soils no  
Class I stream drainage no

Mitigation:

Lined reserve pit  
 Adequate surface casing  
 Berms/dykes, re-routed drainage  
 Closed mud system  
 Off-site disposal of solids/liquids (in approved facility)  
 Other: \_\_\_\_\_

Comments: will use pit liner, 1820' of surface casing is adequate.

Soils/Vegetation/Land Use

(possible concerns)  
Steam crossings no  
High erosion potential no  
Loss of soil productivity no  
Unusually large wellsite no  
Damage to improvements no  
Conflict with existing land use/values no

Mitigation

Avoid improvements (topographic tolerance)  
 Exception location requested  
 Stockpile topsoil  
 Stream Crossing Permit (other agency review)  
 Reclaim unused part of wellsite if productive  
 Special construction methods to enhance reclamation  
 Other: \_\_\_\_\_

Comments: No special concerns. About 8' cut and 14' fill required

Health Hazards/Noise

(possible concerns)  
Proximity to public facilities/residences about ½ mile  
Possibility of H2S very small quantities possible  
Size of rig/length of drilling time

Mitigation:

Proper BOP equipment  
 Topographic sound barriers  
 H2S contingency and/or evacuation plan  
 Special equipment/procedures requirements

Other: \_\_\_\_\_  
Comments: no special concerns

**Wildlife/recreation**

(possible concerns)

Proximity to sensitive wildlife areas (DFWP identified) no  
Proximity to recreation sites none in immediate area  
Creation of new access to wildlife habitat no  
Conflict with game range/refuge management no  
Threatened or endangered Species no

Mitigation:

Avoidance (topographic tolerance/exception)  
 Other agency review (DFWP, federal agencies, DSL)  
 Screening/fencing of pits, drillsite  
 Other: \_\_\_\_\_

Comments: no special concerns in this area

**Historical/Cultural/Paleontological**

(possible concerns)

Proximity to known sites none identified

Mitigation

avoidance (topographic tolerance, location exception)  
 other agency review (SHPO, DSL, federal agencies)  
 Other: \_\_\_\_\_

Comments: no concerns -on private

**Social/Economic**

(possible concerns)

Substantial effect on tax base  
 Create demand for new governmental services  
 Population increase or relocation

Comments: no special concerns

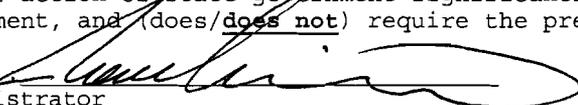
**Remarks or Special Concerns for this site**

Well is a Bakken horizontal development well -1280 Acre TSU approved -Docket 449-2003

Summary: Evaluation of Impacts and Cumulative effects

Only minor, short term impacts associated with this project.

I conclude that the approval of the subject Notice of Intent to Drill (does/does not) constitute a major action of state government significantly affecting the quality of the human environment, and (does/does not) require the preparation of an environmental impact statement.

Prepared by (BOGC)   
(title:) Administrator

Date: June 18, 2004

Other Persons Contacted:

\_\_\_\_\_  
(Name and Agency)

\_\_\_\_\_  
(subject discussed)

\_\_\_\_\_  
(date)

If location was inspected before permit approval:

Inspection date: \_\_\_\_\_

Inspector: \_\_\_\_\_

Others present during inspection: \_\_\_\_\_