

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

IN THE MATTER OF THE APPLICATION OF) CONDOR ENERGY TECHNOLOGY LLC FOR) AN ORDER ESTABLISHING THREE (3)) EXPLORATORY DRILLING AND SPACING) UNITS AND ESTABLISHING WELL) LOCATION RULES FOR THE NIOBRARA) FORMATION OF CERTAIN DESCRIBED) LANDS LOCATED IN TOWNSHIP 7 NORTH,) RANGE 59 WEST, 6 TH P.M., WELD COUNTY,) COLORADO)	Cause No. _____ Docket No. _____
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APPLICATION

Condor Energy Technology LLC ("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 establishing three (3) exploratory 640-acre drilling and spacing units and establishing existing well location rules applicable to the drilling and producing of wells from the Niobrara Formation covering certain described lands in Weld County, Colorado. In support of its Application, Applicant states and alleges as follows:

1. Applicant is a limited liability company duly authorized to conduct business in the State of Colorado.
2. Applicant holds the right to operate on the following lands (hereafter the "Application Lands"):

Township 7 North, Range 59 West
Sections 19, 31 and 32

A reference map of the Application Lands is attached hereto.

3. The Application Lands are subject to Commission Rule 318.a. which provides that a well to be drilled in excess of two thousand five hundred (2,500) feet in depth shall be located not less than six hundred (600) feet from any lease line, and shall be located not less than one thousand two hundred (1,200) feet from any other producible or drilling oil or gas well when drilling to the same source of supply, unless authorized by order of the Commission upon hearing. There are no other specific Commission Orders applicable to the Niobrara Formation underlying the Application Lands.

4. The Niobrara Formation in this area is defined as the stratigraphic equivalent of the interval between 5,962' (top of the Niobrara) and 6,220' (base of the Niobrara) as found in the Ford 30-16 Well located in Section 30, Township 7 North, Range 59 West, Weld County, Colorado. The Niobrara Formation is a common source of supply underlying the Application Lands.

5. To promote efficient drainage within the Niobrara Formation of the Application Lands, to protect correlative rights and to avoid waste, the Commission should establish three (3) exploratory drilling and spacing units of approximately 640 acres for the Application Lands.

6. That the above-proposed drilling and spacing units will allow efficient drainage of the Niobrara Formation; will prevent waste; will not adversely affect correlative rights and will assure the greatest ultimate recovery of gas and associated hydrocarbon substances from the reservoirs. Drilling and spacing units of the size and shape specified above are not smaller than the maximum area that can be economically and efficiently drained by the proposed well in each such drilling and spacing unit.

7. That the Applicant is requesting to drill and complete up to two (2) horizontal wells in each of the established exploratory 640-acre drilling and spacing units comprised of the Application Lands. The Applicant states that each proposed horizontal well shall be located on the surface anywhere within the designated drilling and spacing unit. The treated interval of the proposed horizontal wells shall be no closer than 600 feet from the boundaries of the unit (regardless of lease lines within the unit). The Applicant further maintains that the proposed horizontal wells will have no adverse effect on correlative rights of adjacent owners.

8. That according to the information and belief of the Applicant, the names and addresses of the interested parties hereto are set forth in Exhibit A; and the undersigned certifies that copies of this Application will be served on each interested party within seven (7) days of the filing hereof, as required by Rule 503.e.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing, that notice be given as required by law and that upon such hearing this Commission enter its order consistent with Applicant's proposals as set forth above.

DATED this ____ day of January, 2012.

Respectfully submitted:

CONDOR ENERGY TECHNOLOGY LLC

By:

Jamie L. Jost
Kenneth A. Wonstolen
Beatty & Wozniak, P.C.
Attorneys for Applicant
216 16th Street, Suite 1100
Denver, Colorado 80202
(303) 407-4499

Applicant's Address:

Condor Energy Technology LLC
c/o South Texas Reservoir Alliance
ATTN: Sean Fitzgerald
1416 Campbell, Building B, Suite 204
Houston, Texas 77055

VERIFICATION

STATE OF CALIFORNIA)
) ss.
COUNTY OF _____)

Clark Moore, Executive Vice President, with Condor Energy Technology LLC, upon oath deposes and says that he has read the foregoing Application and that the statements contained therein are true to the best of his knowledge, information and belief.

CONDOR ENERGY TECHNOLOGY, LLC

Printed Name: _____
Title: Executive Vice President

Subscribed and sworn to before me this _____ day of January, 2012, by Clark Moore,
_____ for Condor Energy Technology LLC.

Witness my hand and official 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)	
CONDOR ENERGY TECHNOLOGY LLC FOR)	
AN ORDER ESTABLISHING THREE (3))	Cause No. _____
EXPLORATORY DRILLING AND SPACING)	
UNITS AND ESTABLISHING WELL)	Docket No. _____
LOCATION RULES FOR THE NIOBRARA)	
FORMATION OF CERTAIN DESCRIBED)	
LANDS LOCATED IN TOWNSHIP 7 NORTH,)	
RANGE 59 WEST, 6 TH P.M., WELD COUNTY,)	
COLORADO)	

AFFIDAVIT OF MAILING

STATE OF COLORADO)	
)ss.	
CITY AND COUNTY OF DENVER)	

Jamie L. Jost of lawful age, and being first duly sworn upon her oath, states and declares:

That she is the attorney for Condor Energy Technology LLC, that on or before January ____, 2012, she caused a copy of the attached Application to be deposited in the United States Mail, postage prepaid, addressed to the parties listed on Exhibit A to the Application.

Jamie L. Jost

Subscribed and sworn to before me on January ____, 2012.

Witness my hand and official seal.

My commission expires: _____.

Notary Public

EXHIBIT A
INTERESTED PARTIES

7N 59W Section 19

Condor Energy Technology LLC
Attn: Clark Moore
3315 Highway 50
Silver Springs, Nevada 89429

Esenjay Oil & Gas, Ltd.
Attn: Linda D. Schibi, Vice President, Land
500 N. Water Street, Suite 1100 S
Corpus Christi, TX 78401-0236

Winn Exploration Co., Inc.
Attn: Michael W. Calley
800 North Shoreline Blvd.
Suite 1900 North
Corpus Christi, TX 78401

Crain Energy, Ltd.
Attn: Darren Groce, Legal/Land
222 East Tyler Street
PO Box 2146
Longview, TX 75606

Lacy Properties, Ltd.
Attn: Darren Groce, Legal/Land
222 East Tyler Street
PO Box 2146
Longview, TX 75606

Evolution Oil & Gas
19619 Mills Meadow Lane
Houston, TX 77094

7N 59W Section 31

Condor Energy Technology LLC
Attn: Clark Moore
3315 Highway 50
Silver Springs, Nevada 89429

Esenjay Oil & Gas, Ltd.
Attn: Linda D. Schibi, Vice President, Land
500 N. Water Street, Suite 1100 S
Corpus Christi, TX 78401-0236

Winn Exploration Co., Inc.
Attn: Michael W. Calley
800 North Shoreline Blvd.
Suite 1900 North
Corpus Christi, TX 78401

Crain Energy, Ltd.
Attn: Darren Groce, Legal/Land
222 East Tyler Street
PO Box 2146
Longview, TX 75606

Lacy Properties, Ltd.
Attn: Darren Groce, Legal/Land
222 East Tyler Street
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Evolution Oil & Gas
19619 Mills Meadow Lane
Houston, TX 77094

Contex Energy
621 17th Street, Suite 1020
Denver, Colorado 80293

Baseline Minerals Inc
518 17th Street, Suite 1050
Denver, Colorado 80202

Howard K. Dean, Jr.
1790 North 15th St.,
Abilene, TX 79603-4434

Eileen Louise Dean
702 35th Street
Evans, Colorado 80620

Virginia Dean Gabbard
1804 Everett Street
Caldwell, ID 83609

7N 59W Section 32

Condor Energy Technology LLC
Attn: Clark Moore
3315 Highway 50
Silver Springs, Nevada 89429

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500 N. Water Street, Suite 1100 S
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Evolution Oil & Gas
19619 Mills Meadow Lane
Houston, TX 77094

Jud Orendorff Roberts and Marilyn Hubbard Roberts as Trustees
of the Roberts Living Trust
260 S. Los Robles Avenue, Suite 114,
Pasadena, CA 91101

David Bauer
Weld County Government
1111 H Street
Greeley, CO 80632

Kent Kuster
Colorado Department of Public
Health and Environment
4300 Cherry Creek Drive South
Denver, CO 80246-1530

Kim Kaal
Energy Liaison
Colorado Division of Wildlife
711 Independent Ave.
Grand Junction, CO 81505