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

IN THE MATTER OF THE APPLICATION OF CAUSE NO. CONDOR ENERGY TECHNOLOGY LLC FOR AN ORDER POOLING ALL INTERESTS IN A DOCKET NO. 640-ACRE EXPLORATORY DRILLING AND SPACING UNIT LOCATED IN SECTION 9. TOWNSHIP 6 NORTH, RANGE 60 WEST, 6th P.M., IN THE NIOBRARA FORMATION. UNNAMED FIELD, IN MORGAN COUNTY, COLORADO

APPLICATION

COMES NOW Condor Energy Technology LLC ("Applicant"), by its attorneys, Beatty & Wozniak, P.C., and makes application to the Oil and Gas Conservation Commission of the State of Colorado ("Commission") for an order pooling all interests in a 640 acre drilling and spacing unit for the development of the Niobrara Formation on the following described lands:

> Township 6 North, Range 60 West, 6th P.M. Section 9:

Morgan County, Colorado (hereinafter "Application Lands").

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

- Applicant is a limited liability company duly authorized to conduct business in the State of Colorado, and is a registered operator in good standing with the Commission.
- 2. Applicant holds the right to operate for a substantial portion of the Application Lands.
- 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.
- Applicant has concurrently filed with this Application a spacing application ("Spacing Application") requesting that the Commission establish a 640-acre exploratory drilling and spacing unit, with the right to drill and complete one (1) horizontal well and the option to drill three (3) additional horizontal wells in the 640-acre exploratory drilling and spacing unit for the development of the Niobrara Formation. Said Spacing Application is scheduled to be heard at the February 11, 2013 Commission Hearing. Approval of the current application is contingent upon Commission approval of Applicant's Spacing Application.

- 5. Applicant, pursuant to Commission Rule 530 and the provisions of C.R.S. § 34-60-116 (6) and (7), seeks an order to pool all interests, including but not limited to, any nonconsenting interests, in the Application Lands for the development of the Niobrara Formation.
- 6. Applicant requests that the Commission's pooling order be made effective as of the earlier of the date of this Application, or the date that the costs specified in C.R.S. § 34-60-116(7)(b)(II) are first incurred for the drilling of the Wickstrom 9-1H Well and all other wells to the Niobrara Formation on the Application Lands.
- 7. Applicant certifies that copies of this Application will be served on all persons owning an interest in the mineral estate of the tracts to be pooled within seven (7) days of the date hereof, as required by Rule 507.b(2), and that at least thirty (30) days prior to the hearing on this matter, each such interest owner not already leased or voluntarily pooled will be offered the opportunity to lease, or to participate in the drilling of all wells, and will be provided with the information required by Rule 530. The list of such interested parties is attached hereto as Exhibit A.
- 8. That in order to prevent waste and to protect correlative rights, all interests in the Application Lands should be pooled for the orderly development of the Niobrara Formation, including any nonconsenting interests therein.

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

- A. Pooling all interests in the 640-acre drilling and spacing unit on the Application Lands for the development of the Niobrara Formation.
- B. Providing that the Commission's pooling order is made effective as of the earlier of the date of this Application, or the date that the costs specified in C.R.S. § 34-60-116(7)(b)(II) are first incurred for the drilling of the Wickstrom 9-1H Well and all other horizontal wells drilled to the Niobrara Formation on the Application Lands.
- C. Providing that the interests of any owners with whom the Applicant has been unable to secure a lease or other agreement to participate in the drilling of the authorized wells are pooled by operation of statute, pursuant to C.R.S. § 34-60-116(7), and made subject to the cost recovery provisions thereof.
- D. For such other findings and orders as the Commission may deem proper or advisable in this matter.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing in February 2013, that notice be given as required by law, and that upon such hearing, the Commission enter its order consistent with Applicant's request as set forth above.

Dated: December 3, 2012.

Respectfully submitted:

CONDOR ENERGY TECHNOLOGY LLC

By:

Jamie L. Jost Beatty & Wozniak, P.C. Attorneys for Applicant 216 16th Street, Suite 1100 Denver, Colorado 80202

Applicant's Address:

Condor Energy Technology LLC c/o STXRA
ATTN: Angie Galvan
1416 Campbell, Building B, Suite 204
Houston, Texas 77055

VERIFICATION

STATE OF CALIFORNIA)
COUNTY OF) ss.)
	esident, with Condor Energy Technology LLC, upon oath e foregoing Application and that the statements contained dge, information and belief.
	CONDOR ENERGY TECHNOLOGY LLC
	Name: Clark Moore Title: Executive Vice President
Subscribed and sworn to before for Condor Energy Te	me this $\underline{\hspace{1.5cm}/\hspace{1.5cm}3}$ day of December, 2012, by Clark Moore echnology LLC.
Witness my hand and official seal	
My commission expires: May 26	2016
VALENTINA BABICHEV COMM. # 1979715 NOTARY PUBLIG - CALIFORNIA CONTRA COSTA COUNTY MY COMM. EXP. MAY 26, 2016	Valentina kalother

OF THE STATE OF COLORADO

IN THE MATTE	ER OF THE A	PPLICATION	NC	CAUSE NO.
OF CONDOR	ENERGY TE	ECHNOLO	GΥ	
LLC FOR AN				DOCKET NO
INTERESTS				
EXPLORATOR'				
SPACING UNIT	LOCATED IN	I SECTION	9,	
TOWNSHIP 6 N				
6 th P.M.,				
FORMATION,	UNNAMED	FIELD,	IN	
MORGAN COU	NTY, COLORA	ADO		

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 December ____, 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 <u>Exhibit A</u> to the Application.

Jamie L. Jost

Subscribed and sworn to before me on December <u>/3</u>, 2012.

Witness my hand and official seal.

My commission expires: April 16, 2016.

Notary Public

EXHIBIT A INTERESTED PARTIES

Catherine Patricia Trask 8012 Juniper Shawnee Mission, KS 66208

Ralph V. St. John PO Box 4602 Jackson, MS 39296

Esenjay Minerals, Ltd. 500 N. Water St., Ste 1100S Corpus Christi, TX 78471

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

Winn Exploration Co., Inc. 800 North Shoreline Blvd., Ste. 1900 N Corpus Christi, TX 78401

Crain Energy, Ltd. 222 East Tyler St. Longview, TX 7606

Marathon Oil Company 5555 San Felipe Houston, TX 77056

Vecta Oil & Gas, Ltd. 222 East Tyler St. Dallas, TX 75235

Lacy Properties, Ltd. 5950 Cedar Springs Road, Suite 100 Longview, TX 75605

Foreland Resources, LLC 5950 Cedar Springs Rd., Ste. 100 Dallas, TX 75235

Ravco, Inc. 3756 Bratton Corpus Christi, TX 78413

Arentee Investments 20124 Hwy 124 Jonesville, LA 71343

Schibi Oil & Gas, Ltd. 4706 Grand Lake Corpus Christi, TX 78413 WYOCO Royalty Partners, LLC PO Box 280969 Lakewood, CO 80228

Apple Creek, LLC 335 South York St. Denver, CO 80209

Prima Exploration, Inc. 100 Fillmore, St. Ste. 450 Denver, CO 80206

Gene F. Lang & Co Parker Station19751 East Mainstreet, Ste. 334 Parker, CO 80138

Blackland Petroleum, LLC 17190 East Dorado Pl. Centennial, CO 80015

Prima Exploration as Nominee for Marshall Resources, LLC 4295 South Fox St. Englewood, CO 80110

Todd G. Wickstrom 33040 MCR#4 Orchard, CO 80649

Delbert Schmidt 715 Murchy Place Fort Morgan, CO 80701

Evelyn M. Schwisow 22795 Highway 392 Greeley, CO 80631

Centennial Mineral Holdings, LLC 5950 Cedar Springs Rd., Ste. 200 Dallas, TX 75235

Cary L. Wickstrom 33040 MCR#4 Orchard, CO 80649

Patricia R. Wickstrom 33040 MCR#4 Orchard, CO 80649 Karen Haley, as Trustee of the Karen R. Haley Revocable Trust 9550 East Orchard Dr. Greenwood Village, CO 80111

John Frederick Schmidt 4374 D Whittier Rd. Clayton, WA 99110

McMahon Energy Partners, LP 4545 Monaco St., No. 144 Denver, CO 80237

Tofte Energy Partners, LP PO Box 4221 Casper, WY 82604

Gloria Spurlock 4618 Warwick Blvd., Apt. 2C Kansas City, MO 64112

Donald Wickstrom 33040 MCR#4 Orchard, CO 80649

Richard W. Mann and Laurilla J. Mann 23510 Highway 257 Milliken, CO 80543

Mary Ann Gablehouse 3120 58th Ave. Court Greeley, CO 80634

Dakota-Tex Oil Company 4545 S. Monoco St., No. 144 Denver, CO 80237

Patricia A. Wickstrom 33178 County Rd. 3 Orchard, CO 80293

Centennial Mineral Holding, LLC 5950 Cedar Springs Rd., Ste. 200 Dallas, TX 75235