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

IN THE MATTER OF THE AMENDED	)
APPLICATION OF CONDOR ENERGY	)
TECHNOLOGY LLC FOR AN ORDER	) Cause No.
ESTABLISHING AN APPROXIMATE 640-	)
ACRE UNIT AND ESTABLISHING WELL	) Docket No. 1303-SP-47
LOCATION RULES FOR THE NIOBRARA	) .
FORMATION LOCATED IN SECTION 30,	)
TOWNSHIP 7 NORTH, RANGE 59 WEST, 6 <sup>TH</sup>	)
P.M., AN UNNAMED FIELD, WELD COUNTY,	)
COLORADO	)

### **AMENDED 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 an approximate 640-acre unit and authorizing one horizontal well with the option to drill three additional wells in order to efficiently and economically recover the oil, gas and associated hydrocarbons within the unit for production of oil, gas and associated hydrocarbons from the Niobrara Formation underlying the below-described lands. In support of its Application, Applicant states and alleges as follows:

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

Township 7 North, Range 59 West, 6th P.M. Section 30: All

Weld County, Colorado.

- The Application Lands are subject to Commission Rule 318.a. which provides 3. 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.
- To promote efficient drainage within the Niobrara Formation of the Application Lands, to protect correlative rights and to avoid waste, the Commission should establish an approximate 640-acre unit for the Application Lands.

- 5. That the above-proposed **unit** 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. The **unit** of the size and shape specified above is not smaller than the maximum area that can be economically and efficiently drained by the proposed wells in the **unit**.
- 6. That the Applicant is requesting to drill and complete the appropriate number of wells in order to efficiently and economically recover the oil, gas and associated hydrocarbons within **the 640-acre unit** comprised of the Application Lands and that there will be no adverse effect on correlative rights of adjacent owners.
- 7. The Applicant maintains that there be no more than **one well pad per quarter section on the Application Lands, unless an exception is granted by the Director.** The treated interval of each proposed horizontal well shall be no closer than 600 feet from the boundaries of the unit (regardless of the lease lines within the unit). All horizontal wells shall be no closer than 150 feet from the treated interval of another well within the unit.
- 8. That according to the information and belief of the Applicant, the names and addresses of the interested parties hereto are set forth in <u>Exhibit A</u>; 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 at the next available opportunity, that notice be given as required by law, and that upon such hearing this Commission enter its order:

- A. Establishing the Application Lands as an approximate 640-acre unit for the development of the Niobrara Formation, wherein one horizontal well is authorized with the option to drill three additional wells within the 640-acre unit as necessary to efficiently produce oil, gas and associated hydrocarbon resources from the unit, prevent waste, and protect correlative rights.
- B. Providing that the treated interval of any horizontal well shall be no closer than 600 feet from the boundaries of the unit and not less than 150 feet from the treated interval of another well within the unit and authorizing one well pad per quarter section on the Application Lands, unless an exception is granted by the Director.
- C. Finding that **the 640-acre unit** for the Niobrara Formation will prevent waste, protect correlative rights, and maximize the efficient and economic production of the Niobrara Formation on the Application Lands.
- 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 March 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 this day of February, 2013.

Respectfully submitted:

**CONDOR ENERGY TECHNOLOGY LLC** 

By:

Jamie L. Jost Gregory J. Nibert Jr. 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: Angie Galvan 1416 Campbell, Building B, Suite 204 Houston, Texas 77055

## **VERIFICATION**

STATE OF TEXAS	)	
COUNTY OF HARRIS	) ss. )	
Sean Fitzgerald, Contract Operator for Condor Energy Technology LLC, upon oath deposes and says that he has read the foregoing <b>Amended</b> Application and that the statements contained therein are true to the best of his knowledge, information and belief.		
	CONDOR ENERGY TECHNOLOGY LLC	
Subscribed and sworn to before Contract Operator for Condor Energy T	Name: Sean Fitzgerald Title: Contract Operator for Condor Energy Technology LLC  e me thisday of February, 2013, by Sean Fitzgerald, Sechnology LLC	
Witness my hand and official sea	SARA MARIE ARACHE	
My commission expires: AUGUST 30	MY COMMISSION EXPIRES August 30, 2016	
Notary Public		

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

APPLICATION OF CONDOR ENERGY TECHNOLOGY LLC FOR AN ORDER ESTABLISHING AN APPROXIMATE 640- ACRE UNIT AND ESTABLISHING WELL LOCATION RULES FOR THE NIOBRARA FORMATION LOCATED IN SECTION 30, TOWNSHIP 7 NORTH, RANGE 59 WEST, 6 <sup>TH</sup> P.M., AN UNNAMED FIELD, WELD COUNTY, COLORADO	) ) ) Cause No ) ) Docket No ) ) )		
AFFIDAVIT OF MAILING			
STATE OF COLORADO )			
)ss. CITY AND COUNTY OF DENVER )			
Jamie L. Jost of lawful age, and being declares:	first duly sworn upon her oath, states and		
That she is the attorney for Condor Erebruary <u>35</u> , 2013, she caused a copy of the deposited in the United States Mail, postage particles Exhibit A to the Application.			
Subscribed and sworn to before me on February $\mathbb{A}_{L}$ , 2013.			
	February <u>L.L.</u> , 2013.		
Witness my hand and official seal.  My commission expires NOTAR OF SALICE NOTA	Jewa Leterse		
COLORADOR	Notary Public		

## EXHIBIT A INTERESTED PARTIES

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

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

Patty L. Ford 2202 West 69<sup>th</sup> Avenue Greeley, CO 80634

Gospel Outreach, A Washington not-for-profit Corporation PO Box 8 College Place, WA 99324

John E. Ford Family Trust
Dated March 6, 2005, Patty L. Ford
And Cindy L. Loyd, Co-Trustee
2202 West 69<sup>th</sup> Ave
Greeley, CO 80634

Jeffrey E. Ford 4517 Morgan County Rd U Wiggins, CO 80654

David Bauer Weld County 1111 H Street Greeley, CO 80632

Michael Warren Energy Liaison Colorado Parks and Wildlife Northwest Regional Office 711 Independent Ave. Grand Junction, CO 81505

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