IN THE MATTER OF THE APPLICATION OF CONDOR ENERGY TECHNOLOGY, LLC FOR AN ORDER TO VACATE ONE APPROXIMATE 1280-ACRE EXPLORATORY DRILLING AND SPACING UNIT ESTABLISHED BY ORDER NO. 535-242, AND TO ESTABLISH AN APPROXIMATE 640-ACRE EXPLORATORY DRILLING AND SPACING UNIT FOR SECTION TOWNSHIP 7 NORTH, RANGE 60 WEST, 6TH P.M.. FOR THE **NIOBRARA** FORMATION. UNNAMED FIELD. WELD COUNTY, COLORADO

Cause No.

Docket No.

APPLICATION

COMES NOW Condor Energy Technology, LLC ("Applicant"), by and through its attorneys, Beatty & Wozniak, P.C., respectfully submits this Application to the Colorado Oil and Gas Conservation Commission (the "Commission"), pursuant to C.R.S. 34-60-116, for an order to vacate one approximate 1280-acre exploratory drilling and spacing unit established by Commission Order No. 535-242, and to establish a 640-acre exploratory drilling and spacing unit for development of and production from the Niobrara Formation in the following lands:

Township 7 North, Range 60 West, 6th P.M. Section 15: All

Weld County, Colorado ("Application Lands").

In support thereof, Applicant states and alleges as follows:

- 1. 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 all or substantially all of the leasehold interests in the Application Lands. A reference map of the Application Lands is attached hereto.
- 3. On January 7, 2013, the Commission issued Order No. 535-242, which among other things established an approximate 1280-acre exploratory drilling and spacing unit for the below described lands, and to approved up to eight horizontal wells within the unit, for production of oil, gas and associated hydrocarbons from the Niobrara Formation:

Township 7 North, Range 60 West, 6th P.M.

Section 15: All Section 16: All

- 4. Applicant requests that the Commission vacate Order No. 535-242 as to Sections 15 and 16, Township 7 North, Range 60 West, and create an exploratory 640-acre exploratory drilling and spacing unit on the Application Lands for the development and operation of the Niobrara Formation.
- 5. Applicant requests that it be authorized to drill and complete up to four horizontal wells in the exploratory 640-acre drilling and spacing unit comprised of the Application Lands with the treated interval of the horizontal well located no closer than 600 feet from the boundaries of the drilling and spacing unit and no closer than 150 feet from the treated interval of any other horizontal wellbore located in the unit without exception being granted by the Director.
- 6. Applicant requests that it be authorized to locate surface facilities for the proposed horizontal wells on no more than four wellpads located anywhere within the drilling and spacing unit unless an exception is granted by the Director.
- 7. Applicant asserts that establishing an approximate 640-acre drilling and spacing unit for the Application Lands will allow for economic and efficient drainage of the Niobrara Formation; will prevent waste; will not adversely affect correlative rights and will assure the greatest ultimate recovery of oil and associated hydrocarbon substances from said Formations. A 640-acre drilling and spacing unit is not smaller than the maximum area that can be economically and efficiently drained by the proposed well in the Niobrara Formation within such unit.
- 8. That the names and addresses of the interested parties according to the information and belief of the Applicant are set forth in Exhibit A attached hereto and made a part hereof, and the undersigned certifies that copies of this Application shall be served on each interested party within the next seven days 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:

- A. Vacating Order No. 535-242 as to Sections 15 and 16, Township 7 North, Range 60 West, and establishing an exploratory 640-acre exploratory drilling and spacing unit on the Application Lands for the development and operation of the Niobrara Formation with up to four horizontal wells in the established unit.
- B. Establishing that the treated interval of the wellbore may be no closer than 600 feet from the boundaries of the drilling and spacing unit and no closer than 150 feet from the treated interval of any other horizontal wellbore located in the unit without exception being granted by the Director.
- C. Authorizing applicant to locate surface facilities for the proposed horizontal wells on no more than four wellpads located anywhere within the drilling and spacing unit unless an exception is granted by the Director.
- D. Finding that an approximate exploratory 640-acre drilling and spacing unit will prevent waste, protect correlative rights, and will maximize the efficient and economic production of the Codell-Niobrara Formation on the Application Lands; and
 - E. Granting any other relief as may be appropriate.

Dated this 2 day of March, 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 STXRA ATTN: Angie Galvan 1416 Campbell, Building B, Suite 204 Houston, Texas 77055

VERIFICATION

STATE OF CALIFORNIA)) ss.
COUNTY OF _ Contra Coss-19) 55.
upon oath deposes and says that he has	sident, with Condor Energy Technology LLCs read the foregoing Application and that the the best of his knowledge, information and
	CONDOR ENERGY TECHNOLOGY LLC
	Clark Moore Executive Vice President
Subscribed and sworn to before Moore, for Condor E	me this <u>6</u> day of March, 2013, by Clark Energy Technology LLC.
Witness my hand and official sea	al
COMM. # 1979715 COMM. # 1979715 HOTARY PUBLIC - CALIFORNIA CONTRA COSTA COUNTY MY COMM. EXP. MAY 26, 2018	Valenting Batiell

EXHIBIT A INTERESTED PARTIES

Condor Energy Technology, LLC 3315 Highway 50 Silver Springs, Nevada 89429

Pacific Energy Development Corporation 4125 Blackhawk Plaza Circle, Suite 201A Danville, CA 94506

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

Prima Exploration, Inc. 100 Fillmore Street, Suite 450 Denver, CO 80206

Gene F. Lang & Co. 19751 East Main Street, Suite 334 Parker, CO 80138

Black Land Petroleum, LLC 17190 East Dorado Pl. Centennial, CO 80015

Apple Creek, LLC 335 South York Street Denver, CO 80209

Prima Exploration, Inc. as nominee for Marshall Resources, LLC 4295 South Fox Street Englewood, CO 80110

Fina Oil and Chemical Company 1601 NW Expressway, Ste. 900 Oklahoma City, OK 73118

Continental Resources, Inc. 302 N. Independence Enid, OK 73701

Estate of Malcolm Wood No Address of Record

Fred Ullmann No Address of Record Margaret L. Mason No Address of Record

Kenneth Littlefield and Mary Littlefield No Address of Record

Estate of A.V. Anderson No Address of Record

Sonny G. Paul No Address of Record

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

IN THE MATTER OF THE APPLICATION OF CONDOR ENERGY TECHNOLOGY, LLC FOR **VACATE** AN ORDER TO ONE APPROXIMATE 1280-ACRE EXPLORATORY DRILLING AND SPACING ESTABLISHED BY ORDER NO. 535-242. AND TO ESTABLISH AN APPROXIMATE 640-ACRE EXPLORATORY DRILLING AND SPACING **UNIT** FOR **SECTION** TOWNSHIP 7 NORTH, RANGE 60 WEST, 6TH P.M., **FOR** THE **NIOBRARA** FORMATION. 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 first duly sworn upon her oath, states and declares:

That she is the attorney for Condor Energy Technology LLC, that on or before March $\sqrt{\sum}$, 2013, 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 March <u>JH</u>, 2013.

Witness my hand and official seal.

My commission expires:

3,2015

MARY GRACE T. GO-HOVELAND Notary Public State of Colorado

Notary Public

IN THE MATTER OF THE APPLICATION OF CONDOR ENERGY TECHNOLOGY, LLC FOR AN ORDER VACATE TO APPROXIMATE 1280-ACRE EXPLORATORY DRILLING AND SPACING UNIT ESTABLISHED BY ORDER NO. 535-242. AND TO ESTABLISH AN APPROXIMATE 640-ACRE EXPLORATORY DRILLING AND SPACING UNIT SECTION FOR TOWNSHIP 7 NORTH, RANGE 60 WEST, 6TH P.M.. FOR THE **NIOBRARA** FORMATION. UNNAMED FIELD, WELD COUNTY, COLORADO

Cause No.

Docket No. (Intake No. 15)

SUPPLEMENTAL 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 March 22, 2013, she caused a copy of the attached Application to be deposited in the United States Mail, postage prepaid, addressed to the parties listed below.

TOTAL E&P USA, Inc. 1201 Louisiana, Suite 1800 Houston, TX 77002

Tindall Operating Company 12741 East Caley Ave. Centennial, CO 80111

Jamie L. Jost

Subscribed and sworn to before me on March 21, 2013.

Witness my hand and official seal.

My commission expires: 11/13/2016

TANYA S. COHEN
NOTARY PUBLIC
STATE OF COLORADO
NOTARY ID 20084038573
MY COMMISSION EXPIRES NOV. 13, 2016

Notary Public

IN THE MATTER OF THE APPLICATION OF CONDOR ENERGY TECHNOLOGY, LLC FOR ORDER TO VACATE APPROXIMATE 1280-ACRE EXPLORATORY DRILLING AND SPACING UNIT ESTABLISHED BY ORDER NO. 535-242, AND TO ESTABLISH AN APPROXIMATE 640-ACRE EXPLORATORY DRILLING AND SPACING UNIT FOR SECTION TOWNSHIP 7 NORTH, RANGE 60 WEST, 6TH P.M.. FOR THE NIOBRARA FORMATION. UNNAMED FIELD, WELD COUNTY, COLORADO

Cause No. 535

Docket No. 1305-UP-77

SECOND SUPPLEMENTAL 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 April , 2013, she caused a copy of the attached Application to be deposited in the United States Mail, postage prepaid, addressed to the parties listed below.

STATE OF COLORADO, STATE BOARD OF LAND COMMISSIONERS

1127 SHERMAN STREET, SUITE 300

DENVER, CO 80202

Jamie L. Jost

Subscribed and sworn to before me on April 3, 2013.

Witness my hand and official seal.

My commission expires:

Market Harman

Notary Public

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