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

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IN THE MATTER OF THE APPLICATION OF CONDOR ENERGY TECHNOLOGY LLC FOR AN ORDER AFFIRMING THE POOLING OF CERTAIN INTERESTS IN THE NIOBRARA FORMATION IN A 1280-ACRE EXPLORATORY DRILLING AND SPACING UNIT LOCATED IN SECTIONS 19 AND 20, TOWNSHIP 7 NORTH, RANGE 59 WEST, 6TH P.M., WELD COUNTY, COLORADO CAUSE NO. 535

DOCKET NO. 1302-UP-\_\_\_\_

# **VERIFIED APPLICATION**

COMES NOW, Condor Energy Technology LLC ("Condor"), by its attorneys, Lohf Shaiman Jacobs Hyman & Feiger PC, and makes application to the Oil and Gas Conservation Commission of the State of Colorado ("Commission") for an order to affirm the pooling of an interested party which was not provided notice of the initial hearing in such matter, in an approximate 1280-acre exploratory drilling and spacing unit for the development of the Niobrara Formation on the following described lands located in Weld County, Colorado ("Application Lands"):

Township 7 North, Range 59 West, 6<sup>th</sup> P.M. Sections 19 and 20: All

In support of its Application, Condor states and alleges as follows:

1. Condor 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.

3. On October 1, 2012 the Commission entered Order 535-206, to establish an approximate 1280-acre exploratory drilling and spacing unit consisting of the Application Lands, with the right to drill and complete one (1) horizontal well, and with the option to drill up to seven (7) additional horizontal wells in the unit.

4. On November 15, 2012 the Commission entered Order 535-213, which pursuant to the provisions of C.R.S. §34-60-116(6) & (7) and Commission Rule 530, pooled all interests in the Application Lands for the development of the Niobrara Formation, including any non-consenting interests therein.

5. On November 16, 2012, an oil and gas top-lease granted to Prima Exploration Inc. ("Prima") became effective as to certain portions of the Application Lands. On information and belief, Prima may be an interested party entitled to notice of this Application to affirm pooling.

6. Prima has been, or at least thirty (30) days prior to the hearing on this matter will be, offered the opportunity to participate in the drilling of the initial well in the unit, and will be provided with the information required by Rule 530. It is anticipated that Prima will not agree to participate in the Logan 2H (API No. 05-123-36316), the initial well in the unit, and an order will be necessary

to pool Prima's interest and making it subject to the cost recovery provisions of C.R.S. §34-60-116(7).

7. The undersigned certifies that copies of this Application will be served on Prima within seven (7) days of the date hereof, as required by Rule 507.b.(2).

8. In order to prevent waste and to protect correlative rights, Prima's non consenting interests in the Application Lands should be pooled for the orderly development of the Niobrara Formation.

9. Condor requests that the Commission's pooling order be made effective as of the date that the costs specified in C.R.S. §34-60-116(7)(b) are first incurred for the drilling of the Logan 2H well (API No. 05-123-36316) a horizontal wells to the Niobrara Formation on the Application Lands.

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

A. Pooling Prima's interest in the approximate 1280-acre drilling and spacing unit consisting of the Application Lands for the development of the Niobrara Formation.

B. Providing that the pooling order is made effective as of the date that the costs specified in C.R.S. §34-60-116(7)(b) are first incurred for the drilling of the Logan 2H well (API No. 05-123-36316) to the Niobrara Formation on the Application Lands.

C. Providing that Prima's interest in the unit is 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 consistent with the above requests as the Commission may deem just and proper in this matter.

RESPECTFULLY SUBMITTED this  $13^{4/7}$  day of December, 2012.

LOHF SHAHMAN JACOBS/HYMAN & FEIGER PC

By:

J. Michael Morgan #7279 950 South Cherry Street, Suite 900 Denver, Colorado 80246 (303) 753-9000 (303) 753-9997 (fax) mmorgan@lohfshaiman.com

Address of Applicant: Condor Energy Technology LLC c/o STXRA Attn: Sean Fitzgerad 1416 Campbell, Bldg. B, Ste. 204 Houston, Texas 77055

### VERIFICATION

**STATE OF CALIFORNIA COUNTY OF CONTRA COSTA** 

SS.

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

Clark Moore, Executive Vice President

Subscribed and sworn to before me this 13 day of December, 2012, by Clark Moore, Executive Vice President for Condor Energy Technology LLC.

Witness my hand and official seal. 



Valentina Balichur Notary Public

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DOCKET NO. 1302-UP-

#### **AFFIDAVIT OF MAILING**

STATE OF COLORADO

**CITY & COUNTY OF DENVER** 

) SS.

J. Michael Morgan, of lawful age and being first duly sworn upon his oath, states and declares:

That he is the attorney for Condor Energy Technology LLC, that on December  $\underline{3^{\prime \prime \prime}}$ , 2012, he 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.

Michael Morgan

Subscribed and sworn to before me this \_\_\_\_\_

day of December, 2012.

Witness my hand and official seal. My commission expires: 09-13-2013

loisington. Notary Rublic

