

**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 ESTABLISH AN  
EXPLORATORY 640-ACRE DRILLING  
AND SPACING UNIT AND  
ESTABLISHING WELL LOCATION  
RULES FOR THE NIOBRARA  
FORMATION IN SECTION 20,  
TOWNSHIP 6 NORTH, RANGE 60 WEST,  
6<sup>TH</sup> P.M., AN UNNAMED FIELD,  
MORGAN COUNTY, COLORADO

Cause No.

Docket No.

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 to establish an exploratory 640-acre drilling and spacing unit and authorizing the one (1) horizontal well with the option to drill three (3) additional wells in order to efficiently and economically recover the oil, gas and associated hydrocarbons within said 640-acre drilling and spacing 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:

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 "Application Lands"):

Township 6 North, Range 60 West, 6<sup>th</sup> P.M.  
Section 20: All

Morgan County, Colorado.

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. 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 exploratory 640-acre drilling and spacing unit for the Application Lands.

5. That the above-proposed drilling and spacing 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 one (1) horizontal well with the option to drill three (3) additional wells in order to efficiently and economically recover the oil, gas and associated hydrocarbons within the exploratory 640-acre drilling and spacing 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 four (4) well pads within the drilling and spacing unit. 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. 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 exploratory 640-acre drilling and spacing unit for the Niobrara Formation, wherein one (1) horizontal well with the option to drill three (3) additional wells in order to efficiently and economically recover the oil, gas and associated hydrocarbons within said 640-acre drilling and spacing unit are authorized to be drilled 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 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 four (4) well pads to be located anywhere within the unit.

C. Finding that an exploratory 640-acre drilling and spacing 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 May 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 7<sup>th</sup> day of March, 2013.

Respectfully submitted:

**CONDOR ENERGY TECHNOLOGY LLC**

By: \_\_\_\_\_

*Jamie L. Jost*  
\_\_\_\_\_  
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

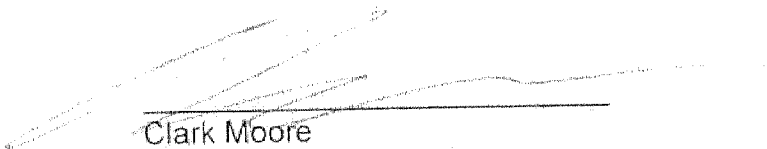
VERIFICATION

STATE OF 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 6 day of March, 2013, by Clark Moore, \_\_\_\_\_ for Condor Energy Technology LLC.

Witness my hand and official seal.



  
Notary Public

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WELL LOCATION RULES FOR THE  
NIOBRARA FORMATION IN SECTION 20,  
TOWNSHIP 6 NORTH, RANGE 60 WEST,  
6<sup>TH</sup> P.M., AN UNNAMED FIELD, MORGAN  
COUNTY, COLORADO

DOCKET NO.

## 5

**EXHIBIT A**  
**INTERESTED PARTIES**

Malinda Blayney Tarbox  
Address Unknown

Shirley Tarbox Peak,  
f/k/a Shirley Anne Tarbox  
Address Unknown

Condor Energy Technology LLC  
1416 Campbell Rd.,  
Bldg B, Suite 204  
Houston, TX 77055

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

Gene F. Lang & Co.  
Parker Station  
19751 East Mainstreet,  
Ste. 334  
Parker, CO 80138

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

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

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

John Crosthwait  
Morgan County  
Planning and Zoning  
231 Ensign Street  
Fort Morgan, CO 80701

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

March 7, 2013 Application Date

May 6 & 7 Hearing Date

Proposed 640 and 1280 Acre Spacing Units


Township 7 North,  
Range 59 & 60 West, 6<sup>th</sup> PM

&

Township 6 North,  
Range 60 West, 6<sup>th</sup> PM

25	30	29	28	27	26	25	30	29	28	2
36	31	32	33	34	35	36	31	32	33	3
1	6	5	4	3	2	1	6	5	4	
12	7	8	9	10	11	12	7	8	9	1
13	18	17	16	15	14	13	18	17	16	1
				6N60W						6N59W
24	19	20	21	22	23	24	19	20	21	

**Legend**

 Property Location

