

**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
APPROXIMATE 640-ACRE EXPLORATORY
DRILLING AND SPACING UNIT FOR
SECTION 5, TOWNSHIP 6 NORTH, RANGE
60 WEST, 6TH P.M., FOR THE NIOBRARA
FORMATION, 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 approximate 640-acre exploratory drilling and spacing unit and authorizing the one (1) horizontal well with the option to drill up to three (3) additional wells within said 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, 6th P.M.
Section 5: 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 approximate 640-acre exploratory 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 up to three (3) additional wells in order to efficiently and economically recover the oil, gas and associated hydrocarbons within the approximate 640-acre exploratory 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, 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) and all horizontal wells shall be no closer than 150 feet from the treated interval of another well within the unit, unless an exception is granted by Director.

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 approximate 640-acre exploratory drilling and spacing unit for the Niobrara Formation, wherein one (1) horizontal well with the option to drill up to 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, unless an exception is granted by the Director.

C. Finding that an approximate 640-acre exploratory 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 June 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 8th day of April, 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 208

Houston, Texas 77055

VERIFICATION

STATE OF CALIFORNIA)
) ss.
COUNTY OF CALIFORNIA)

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 18th day of April, 2013, by Clark Moore, Executive VP for Condor Energy Technology LLC.

Witness my hand and official seal.

My commission expires: May 26, 2016



Valentina Ball
Notary Public


June 17&18, 2013 Hearing Date

Proposed 640 and 1280 Acre Spacing Units

Township 7 North,
Range 59 West, 6th PM
&
Township 6 North,
Range 60 West, 6th 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	1

Legend

 Property Location




IN THE MATTER OF THE APPLICATION OF
CONDOR ENERGY TECHNOLOGY LLC
FOR AN ORDER ESTABLISH AN
APPROXIMATE 640-ACRE EXPLORATORY
DRILLING AND SPACING UNIT AND
ESTABLISHING WELL LOCATION RULES
FOR THE NIOBRARA FORMATION IN
SECTION 5, TOWNSHIP 6 NORTH, RANGE
60 WEST, 6TH P.M., AN UNNAMED FIELD,
MORGAN COUNTY, COLORADO

DOCKET NO.

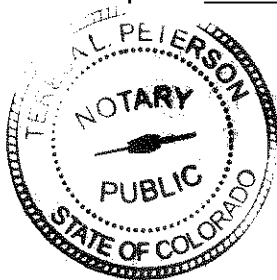
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)SS.

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Gregory J. Nibert, Jr.

My commission expires: 10-04-13



Notary Public

EXHIBIT A
INTERESTED PARTIES

Vecta Oil & Gas, Ltd.
575 Union Boulevard, Suite 208
Lakewood, CO 80228

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

Crain Energy, Ltd.
222 East Tyler Street,
P.O. Box 2146
Longview, TX 75606

Eldridge-Miller Enterprises, LLC
c/o JPMorgan Chase Bank, N.A.
P.O.Box 25848
Oklahoma City, OK 73125

WER Holdings, Inc.
6 Meadow Brook Place
The Woodlands, TX 77382

Herring Hoover Rowsey Royalty, LLC
c/o JCR Exploration, Inc.
P.O.Box 386
Muskogee, OK 74402

Foreland Resources, LLC
5950 Cedar Springs Road, Suite 100
Dallas, TX 75235

Colorado Energy Minerals, Inc.
P.O.Box 899
Denver, CO 80201

Winn Exploration Co., Inc.
800 north Shoreline Boulevard,
Suite 1900
North Corpus Christi, TX 78401

Lacy Properties, Ltd.
222 East Tyler Street
P.O.Box 2146

Longview, TX 75606

Herring Rowsey Properties, LLC
c/o JCR Exploration, Inc.
P.O.Box 386
Muskogee, OK 74402

Marilyn M. Stoehr
3516 N. W. 20th
Oklahoma City, OK 73107

Hyndrex Resources
P.O.Box 7417
Loveland, CO 80537

Juanita Neal or her heirs and devisees
1348 Clark Road
Modesto, CA 95351

Hiram Neal
1348 Clark Road
Modesto, CA 95351

Barbara Sue Day, individually and
Barbara Sue Day Irrevocable Trust
dated
January 8, 2010
1104 San Juan Court
Arlington, TX 76012

Corliss White Bloedorn
c/o The Farmers State Bank of Fort
Morgan
P.O.Box 798
Ft. Morgan, CO 80701

Afton Kelly or his heirs and devisees
918 East 6th Street
Sulphur, OK 73086

Pamela Martin McColloch
4254 Lavale Court
Clemmons, NC 27012

Harlan Lester
214 Bowden
Coffeyville, KS 67737

Frank Musgrave
Frank L. Musgrave & Company
2715 E. Flora Place
Denver, CO 80210

Target Energy, Inc.
79 Butler Lane
New Canaan, CT 06840

H. B. Bloedorn, individually and
H. B. Bloedorn Foundation
P.O.Box 798
Ft. Morgan, CO 80701

Estate of Sarah Klella Hoshour
184 Rivergate Place
Loda, CA 95240

Mary Kelly and her heirs and devisees
918 East 6th Street
Sulphur, OK 73086

Wayne Lester
721 North Oliver Street
Elk City, OK 73644

Leoda Jo Kassner, fka Leoda Jo Martin
2228 Bellveiw Drive
Oklahoma City, OK 73112

Phillip Sands Martin, aka Phillip S.
Martin
600 Brushwood
Irving, TX 75063

Musgrave Family LLL Partnership
629 W. North St.
Aspen, CO 81611

Frank Wang
No address of record

H&K Energy, Inc.
P.O.Box 51
Wiggins, CO 80654

Becky L. Knappe
3292 S. Flamingo Way
Denver, CO 80222

Enervest Energy Institutional Fund X-A,
LP
1001 Fannin, Suite 800
Houston, TX 77002

R.T. Knappe aka Robert T. Knappe, Jr.
No address of record

Enervest Energy Insitutional Fund X-WI,
LP
1001 Fannin, Suite 800
Houston, TX 77002

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