

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

**IN THE MATTER OF THE HEARING CALLED
BY THE OIL CONSERVATION DIVISION FOR
THE PURPOSE OF CONSIDERING:**

**APPLICATION OF BLACK HILLS GAS
RESOURCES, INC. FOR THE CREATION
OF THE JICARILLA (MANCOS FORMATION)
PROJECT AREA, AN EXCEPTION TO THE
SPECIAL RULES AND REGULATIONS FOR
THE BASIN-MANCOS GAS POOL AND TO
RULE 19.15.16 NMAC, RIO ARRIBA
COUNTY, NEW MEXICO.**

RECEIVED OCD
2011 MAY -5 P 4:42
CASE NO. 14642

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Black Hills Gas Resources, Inc. as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

Black Hills Gas Resources, Inc.
Attn: Janet Whitmore
350 Indiana Street
Golden, CO 80401
(720) 210-1301

ATTORNEY

Ocean Munds-Dry, Esq.
Holland & Hart LLP
110 N. Guadalupe Suite 1
Santa Fe, NM 79701
(505) 988-4421

STATEMENT OF THE CASE

APPLICANT

Applicant, in the above-styled cause seeks the creation of the Jicarilla (Mancos Formation) Project Area, an exception to the special rules and regulations for the Basin-Mancos Gas Pool and to Rule 19.15.16 NMAC. The proposed Jicarilla (Mancos Formation) Project Area is located

in Township 30 North, Range 3 West and Township 29 North, Range 3 West, NMPM, Rio Arriba County, New Mexico. Said area is located approximately 9 miles Northeast of Dulce, New Mexico.

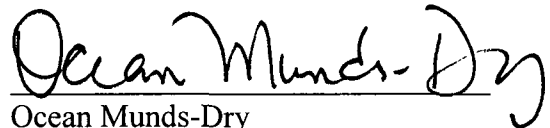
PROPOSED EVIDENCE

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
Dave Thornquist, Landman	20 Min.	Approx. 10
Richard White, Exploration Manager	20 Min.	Approx. 10
Russ Peterson, Senior Petroleum Engineer	20 Min.	Approx. 12

PROCEDURAL MATTERS

Black Hills Gas Resources, Inc. has none at this time.

Sincerely,

A handwritten signature in black ink that reads "Ocean Munds-Dry". The signature is written in a cursive, flowing style.

Ocean Munds-Dry
ATTORNEY FOR BLACK HILLS GAS
RESOURCES, INC.