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

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 POOL AND TO RULE 19.15.16 NMAC, RIO ARRIBA COUNTY, NEW MEXICO.

CASE NO. 14642

AFFIDAVIT

STATE OF NEW MEXICO))ss. COUNTY OF SANTA FE)

Ocean Munds-Dry, attorney in fact and authorized representative of Black Hills Gas Resources, Inc., the Applicant herein, states that notice of the above-referenced Application was mailed to the interested parties shown on Exhibit "A" attached hereto in accordance with Oil Conservation Division Rules, and that true and correct copies of the notice letter and proof of notice are attached hereto.

SUBCRIBED AND SWORN to before me this <u>7</u>^T day of <u>1</u> Ocean Munds-Dry. 2011 by

My Commission Expires:

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Case No. 14642 Exhibit No. 5 Submitted by: <u>BLACK HILLS GAS RESOURCES, INC.</u> Hearing Date: June 23, 2011 Notary Public





Ocean Munds-Dry omundsdry@hollandhart.com

March 29, 2011

<u>CERTIFIED MAIL</u> <u>RETURN RECEIPT REQUESTED</u>

TO AFFECTED INTEREST OWNERS

Re: 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 Rule 19.15.16 NMAC, Rio Arriba County, New Mexico.

Ladies and Gentlemen:

This letter is to advise you that Black Hills Gas Resources, Inc. has filed the enclosed application with the New Mexico Oil Conservation Division seeking the creation of the Jicarilla (Mancos Formation) Project Area, an exception to the special rules and regulations for the Basin-Mancos Gas Pool and Rule 19.15.16 NMAC, Rio Arriba County, New Mexico.

This application has been set for hearing before a Division Examiner at 8:15 a.m. on April 28, 2011. The hearing will be held in Porter Hall in the Oil Conservation Division's Santa Fe Offices located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Parties appearing in cases are required by Division Rule 1208.B to file a Pre-hearing Statement four days in advance of a scheduled hearing. This statement must be filed at the Division's Santa Fe office at the above specified address and should include: the names of the parties and their attorneys; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that are to be resolved prior to the hearing.

Sincerely,

Ocean Munds-Dry Attorney for Black Hills Gas Resources, Inc.

Exhibit A

Jicarilla Apache Nation P.O. Box 507 Dulce, NM 87528

Jicarilla Apache Nation Oil and Gas Association P.O. Box 146 Dulce, NM 87528

Energen Resources Corp. 2198 Bloomfield Hwy. Farmington, NM 87401

QEP Energy Company (Formerly Questar Exploration and Production Company) 1050 17th St., Suite 500 Denver, CO 80265

Schalk Development Co. P.O. Box 2078 Farmington, NM 87499-2078

Robert L. Bayless Producer, LLC 368 Hwy 170 Farmington, NM 87401

ConocoPhillips 600 N. Dairy Ashford Houston, TX 77079

J.E. Rouse Box 18, Star Route Saratoga, WY 82331







