

Black Raven Energy, Inc.
Form 10-Q
May 16, 2011
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**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

Form 10-Q

(Mark One)

**QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE
SECURITIES EXCHANGE ACT OF 1934**

For the quarterly period ended March 31, 2011

Or

**TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE
SECURITIES EXCHANGE ACT OF 1934**

For the transition period from to

Commission file number: 001-32471

BLACK RAVEN ENERGY, INC.

(Exact Name of Registrant as Specified in its Charter)

Nevada
(State or Other Jurisdiction
of Incorporation or Organization)

20-0563497
(I.R.S. Employer
Identification No.)

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1331 Seventeenth Street, Suite 350
Denver, CO
(Address of Principal Executive Offices)

80202
(Zip Code)

Registrant's Telephone Number, including area code: **(303) 308-1330**

Indicate by check mark whether the registrant: (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of large accelerated filer, accelerated filer and smaller reporting company in Rule 12b-2 of the Exchange Act.

Large accelerated filer

Accelerated filer

Non-accelerated filer
(Do not check if a smaller reporting company)

Smaller reporting company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes No

Indicate by check mark whether the registrant has filed all documents and reports required to be filed by Sections 12, 13 or 15(d) of the Securities Exchange Act of 1934 subsequent to the distribution of securities under a plan confirmed by a court. Yes No

The number of shares of the registrant's common stock outstanding as of March 31, 2011 was 16,776,874.

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Table of Contents**PART I FINANCIAL INFORMATION****ITEM 1. FINANCIAL STATEMENTS.****Black Raven Energy, Inc.****Condensed Consolidated Balance Sheets****(Unaudited)***(In thousands, except share and per share amounts)*

Assets	March 31, 2011	December 31, 2010
Current assets:		
Cash and cash equivalents	\$ 1,386	\$ 948
Restricted cash (Note 3)	4,188	5,637
Accounts receivable, net	252	282
Inventory	53	53
Prepaid expenses	118	260
Total current assets	5,997	7,180
Oil and gas properties accounted for under the successful efforts method of accounting:		
Proved properties	5,131	5,113
Unproved leaseholds	2,497	3,375
Wells-in-progress	40	48
Total oil and gas properties	7,668	8,536
Less: Accumulated depreciation, depletion and amortization	(1,280)	(1,265)
Net oil and gas properties	6,388	7,271
Gathering and other property and equipment	2,967	2,962
Less: Accumulated depreciation and amortization	(997)	(974)
Net gathering and other property and equipment	1,970	1,988
Other non-current assets:		
Other	154	152
Total other non-current assets	154	152
TOTAL ASSETS	\$ 14,509	\$ 16,591

The accompanying notes are an integral part of these condensed consolidated financial statements.

Table of Contents**Black Raven Energy, Inc.****Condensed Consolidated Balance Sheets (Continued)****(Unaudited)***(In thousands, except share and per share amounts)*

	March 31, 2011	December 31, 2010
Liabilities and Stockholders Deficit		
Current liabilities:		
Accounts payable	\$ 1,130	\$ 1,234
Accrued expenses and other current liabilities	649	656
Advances from Atlas (Note 3)	3,492	4,824
Total current liabilities	5,271	6,714
Senior secured debentures, net of discount	18,848	18,848
Asset retirement obligation	246	241
Total liabilities	24,365	25,803
Commitments and Contingencies (Note 8)		
Stockholders deficit		
Common stock, par value \$.001; 150,000,000 authorized; 16,776,874 and 16,660,965 issued and outstanding, respectively	17	17
Additional paid-in-capital	30,045	29,744
Accumulated deficit	(39,918)	(38,973)
Total stockholders deficit	(9,856)	(9,212)
TOTAL LIABILITIES AND STOCKHOLDERS DEFICIT	\$ 14,509	\$ 16,591

The accompanying notes are an integral part of these condensed consolidated financial statements.

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Black Raven Energy, Inc.

Condensed Consolidated Statements of Operations

(Unaudited)

(In thousands, except share and per share amounts)

	Three Months Ended March 31,	
	2011	2010
Operating revenue and other income:		
Natural gas sales	\$ 124	\$ 143
Gain on sale of oil and gas properties (Note 3)	109	
Total operating revenue and other income	233	143
Operating expenses:		
Natural gas production expense	113	160
Depreciation, depletion, amortization and accretion	43	35
General and administrative	564	643
Total operating expenses	720	838
Operating loss	(487)	(695)
Other income (expense):		
Interest and other income	7	1
Gain (loss) on disposal of assets		(6)
Interest expense	(465)	(464)
Total other expense	(458)	(469)
Loss before reorganization items and income taxes	(945)	(1,164)
Reorganization items:		