OWNERSHIP SCHEDULE
CASE NO. 13960
WAR EMBLEM 1525-9 FED. COM. NO. 1
T-15-S, R-25-E, NMPM
SECTION 9: S/2
CHAVES COUNTY NEW MEXICO

Tract No.	Tract	Gross Acres	Owner	Percentage	Unit %
1	SW/4	160	Parallel Petroleum Corporation	85.0000000%	42.5000000%
			Capstone Oil & Gas Company, LP	15.0000000%	7.5000000%
2	E/2 SE/4 less	67.978	Parallel Petroleum Corporation	85.0000000%	18.0566563%
	Tract 3 below		Capstone Oil & Gas Company, LP	15.0000000%	3.1864688%
3	12.022 acres	12.022	State Highway Commission of New Mexico	3.7568750%	3.7568750%
	described below				
4	W/2 SE/4	80	Rebecca L. Tedischi	16.6666667%	4.1666667%
			John Leverett	16.6666667%	4.1666667%
			Bob R. Leverett and Mary Leverett, Individuall	16.6666667%	4.1666667%
			and as Trustee's of the Leverett Living Trust,		
			dated January 20, 1984		
			Sue E. Owen	16.6666667%	4.1666667%
			Margie L. Mara	16.6666667%	4.1666667%
			Joe B. Leverett, Jr.	16.6666667%	4.1666667%
		320			100.0000000%

Tract 3 Description: Beginning at a point in the Easterly right of way line of NMP F-023-2(6), County of Chaves, State of New Mexico a point on the Southerly line of Section 9, said point bears Westerly along said Southerly line a distance of 219.43 feet from the Southwesterly corner of said Section 9, thence N. 1degree 41 minutes West along said Easterly right of way line a distance of 2618.97 feet to a point on the latitudinal 1/4 line of Section 9: thence Westerly along said latitudinal 1/4 line a distance of 200.10 feet to a point on the Westerly right of way line of NMP F-023-2(6) thence South 1 degree 41 minutes East along the Westerly right of way line a distance of 2618.03 feet to a point on the Southerly line of Section 9;thence Easterly along said Southerly section line of Section 9, a distance of 200.14 feet to the point and place of beginning.

Unit Working Interest Recapitlation	Unit %
Parallel Petroleum Corporation	60.5566563%
Capstone Oil & Gas Company, LP	10.6864688%
State Highway Commission of New Mexico	3.7568750%
Rebecca L. Tedischi	4.1666667%
John Leverett	4.1666667%
Bob R. Leverett and Mary Leverett, Individually	4.1666667%
and as Trustee's of the Leverett Living Trust,	
dated January 20, 1984	
Sue E. Owen	4.1666667%
Margie L. Mara	4.1666667%
Joe B. Leverett, Jr.	4.1666667%
	100.0000000%

BEFORE THE OIL CONSERVATION DIVISON
Santa Fe, New Mexico
Case No. 13960....Exhibit No. 2
Submitted by:
Parallel Petroleum Corp.
Hearing Date: July 26, 2007