### **NPARALLEL**

Petroleum Corporation

1004 North Big Spring, Suite 400 • Midland, TX 79701 • Ph. 432-684-3727 • Fax: 432-684-3905

March 6, 2007

### Sent via CMRRR# 7006 0100 0005 7586 7925

Keith Pratt Daniels 3906 Lemmon Ave., Suite 207 Dallas. Texas 75219

Re:

John Town 1525-29 #1

T-15-S, R-25-E Section 29: S/2

Chaves County, New Mexico

Dear Mr. Daniels,

Parallel Petroleum Corporation proposes the drilling of the above-captioned well to horizontally test the Wolfcamp formation in the South half (S/2) of Section 29, Township 15 South, Range 25 East, N.M.P.M. in Chaves County, New Mexico. The well will be commenced at a location in the NE/4 SE/4 of Section 29, Township 15 South, Range 25 East, N.M.P.M. and penetrate the Wolfcamp formation at an orthodox penetration point in the NE/4 SE/4 of Section 29. The well will be drilled to an approximate vertical depth of 4,750'. The well will then be drilled horizontally to a projected orthodox terminus in the NW/4 SW/4 of Section 29.

Based on an examination of the mineral ownership records located in Chaves County, New Mexico, it appears that your interest in the proposed well would be a 0.03515625 decimal interest.

Enclosed please find an Authority for Expenditure estimating the cost of the proposed well. The total cost for the proposed well is estimated to be \$1,954,745.00. Please mark the appropriate space provided below indicating whether or not you intend to join in the drilling of the well. Should you elect to join in the drilling of the well you will be liable for your proportionate share of the actual cost of drilling which is estimated to be \$68,721.50. If you elect to join, please return a signed copy of the Authority for Expenditure. Additionally, if you elect to join, please furnish us with your well information requirements.

If you have any questions or need anything further, please to do not hesitate to contact me. You can reach me at the office; my direct dial

Before the Exhibit No. July 26, 2007
Parallel CASE 139, 2007
Hearing: July 26, 2007

number is (432) 687-8663. You can also reach me on my cell phone; the number is (956) 330-4051. Thank you.

Yours truly,

Aaron L. Myers Consulting Landman

KEITH PRATT DANIELS
I/We elect to participate in the proposed John Town 1525-29 #1 well and enclose an executed Authority for Expenditure.
I/We elect not to participate in the proposed well.
KEITH PRATT DANIELS
By: Name
Date:

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## PARALLEL PETROLEUM CORPORATION

P.O. Drawer 10587 + 1004 N. Big Spring, Suite 400 Midland, TX 79702-7587

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3906 Lemmon Ave., Suite 207

Keith Pratt Daniels

Dallas, Texas 75010

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RETURN TO SENDER UNCLAIMED TO FORDARD

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### SENDER: COMPLETE THIS SECTION

COMPLETE THIS SECTION ON DELIVERY

A. Signature

- Complete items 1,2, and 3. Also complete
- Print your name and address on the reverse tem 4 if Restricted Delivery is desired.
- Attach this card to the back of the malipiece, so that we can return the card to you. or on the front if space permits.

C. Date of Delivery

B. Received by (Printed Name)

D. is delivery address different from trem 1? 

If YES, enter delivery address below: 

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If YES, enter delivery address below:

☐ Agent

I. Article Addressed to:

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Certified Mail

Registered Insured Mail

Domestic Return Receipt

(Transfer from service label)

2. Article Number

102595-02-M-1540

American Company of the Company of t PS Form 3811, February 2004 Manageria



March 6, 2007

### Sent via CMRRR# 7006 0100 0005 7586 7932

Linda Marie Rast 1202 Marlee Lane Arlington, Texas 76014

Re: John Town 1525-29 #1

T-15-S, R-25-E Section 29: S/2

Chaves County, New Mexico

Dear Ms. Rast,

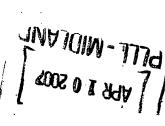
Parallel Petroleum Corporation proposes the drilling of the above-captioned well to horizontally test the Wolfcamp formation in the South half (S/2) of Section 29, Township 15 South, Range 25 East, N.M.P.M. in Chaves County, New Mexico. The well will be commenced at a location in the NE/4 SE/4 of Section 29, Township 15 South, Range 25 East, N.M.P.M. and penetrate the Wolfcamp formation at an orthodox penetration point in the NE/4 SE/4 of Section 29. The well will be drilled to an approximate vertical depth of 4,750'. The well will then be drilled horizontally to a projected orthodox terminus in the NW/4 SW/4 of Section 29.

Based on an examination of the mineral ownership records located in Chaves County, New Mexico, it appears that your interest in the proposed well would be a 0.03515625 decimal interest.

Enclosed please find an Authority for Expenditure estimating the cost of the proposed well. The total cost for the proposed well is estimated to be \$1,954,745.00. Please mark the appropriate space provided below indicating whether or not you intend to join in the drilling of the well. Should you elect to join in the drilling of the well you will be liable for your proportionate share of the actual cost of drilling which is estimated to be \$68,721.50. If you elect to join, please return a signed copy of the Authority for Expenditure. Additionally, if you elect to join, please furnish us with your well information requirements.

# PARALLEL PETROLEUM CORPORATION

P.O. Drawer 10587 + 1004 N. Big Spring, Suite 400 Midland, TX 79702-7587



MAILED FROM ZIP CODE 79701

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~ ~

Arlington, Texas 76014 1202 Marlee Lane

Linda Marie Rast

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RETURN TO SENDER UNCLAIMED UNABLE TO FORWARD

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PS Form 3811, February 2004 Article Number (Transfer from service label)

Domestic Return Receipt

102595-02-M-1540

Restricted Delivery? (Extra Fee) ☐ Insured Mail ☐ C.O.D.

3. Service in the service of the ser

LINNS MARIER RAST 1707 MARIER LANE Parisonary TX 76014

 Article Addressed to: so that we can return the card to you.

Attach this card to the back of the mailpiece, or on the front if space permits.

D. Is delivery address different from item 1?

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If YES, enter delivery address below:

B. Received by ( Printed Name)

C. Date of Delivery

☐ Addressee

Print your name and address on the reverse item 4 if Restricted Delivery is desired.

A. Signature COMPLETE THIS SECTION ON DELIVERY □ Agent

SENDER: COMPLETE THIS SECTION Complete items 1, 2, and 3. Also complete

PLACE STICKER AT TOP OF ENVELOPE TO THE RIGHT OF THE RETURN ADDRESS, FOLD AND OTTED LINE THE	Return Receipt Fee (Endorsement Required) Restricted Delivery Fee (Endorsement Required) Total Postage & Fees \$
SENDER: COMPLETE THIS SECTION  Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  Print your name and address on the reverse so that we can return the card to you.  Attach this card to the back of the malipiece, or on the front if space permits.  Article Addressed to:  LINDA MARIE RAST  TO 2 MARIER LANE  ACUINATON, TX 76014	A. Signature  X.
2. Article Number 70 (Transfer from service label) PS Form 3811, February 2004 Domestic Ret	OL 0810 0005 7586 7932  urn Receipt 102595-02-M-1540

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March 6, 2007

### Sent via CMRRR# 7006 0100 0005 7586 7956

Heiena M. Kelly P.O. Box 839 Hobbs, NM 88240

Re:

John Town 1525-29 #1

T-15-S, R-25-E Section 29: S/2

Chaves County, New Mexico

Dear Ms. Kelly,

Parallel Petroleum Corporation proposes the drilling of the above-captioned well to horizontally test the Wolfcamp formation in the South half (S/2) of Section 29, Township 15 South, Range 25 East, N.M.P.M. in Chaves County, New Mexico. The well will be commenced at a location in the NE/4 SE/4 of Section 29, Township 15 South, Range 25 East, N.M.P.M. and penetrate the Wolfcamp formation at an orthodox penetration point in the NE/4 SE/4 of Section 29. The well will be drilled to an approximate vertical depth of 4,750'. The well will then be drilled horizontally to a projected orthodox terminus in the NW/4 SW/4 of Section 29.

Based on an examination of the mineral ownership records located in Chaves County, New Mexico, it appears that your interest in the proposed well would be a 0.05859375 decimal interest.

Enclosed please find an Authority for Expenditure estimating the cost of the proposed well. The total cost for the proposed well is estimated to be \$1,954,745.00. Please mark the appropriate space provided below indicating whether or not you intend to join in the drilling of the well. Should you elect to join in the drilling of the well you will be liable for your proportionate share of the actual cost of drilling which is estimated to be \$114,535.84. If you elect to join, please return a signed copy of the Authority for Expenditure. Additionally, if you elect to join, please furnish us with your well information requirements.

U.S. Pc. al Service in CERTIFIED MAIL RECEIPT (Domestic Mail Only; No insurance Coverage Provided)

U.S. Postal Service in CERTIFIED MAIL RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.coms

Postage \$

Certified Fee (Endorsement Required)

For delivery Fee (Endorsement Required)

Total Postage & Fees \$

Sent To

Siraet, Apt. No.; or PO Box No.

City, Sizate, ZiP+4

PS Form 3800, June 2002

See Reverse to Instructions

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  Print your name and address on the reverse	A. Signature  Agent  Addressee
so that we can return the card to you.  Attach this card to the back of the mailpiece, or on the front if space permits.	B. Received by ( Printed Name) C. Date of Delivery
1. Article Addressed to: HELENA M. KEINY P-0. Box 839	D. is delivery address different from item 1? Yes  If YES, enter delivery address below: No
P-0. Box 839 1	3. Service Type  Certified Mail
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PS Form 3811, February 2004 Domestic Retu	urn Receipt 102595-02-M-1540

PARALLEL PETROLEUM CORPORATION

P.O. Drawer 10587 + 1004 N. Big Spring, Suite 400

Midland, TX 79702-7587

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Helena M. Kelly P.O. Box 839 MHXHI

Hobbs, NM 88240

BC: 79702758787

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Registered
Insured Mail ☐ Express Mail
☐ Return Receipt for Merchandise
☐ C.O.D.

102595-02-M-1540

☐ Yes

HELENA M. KELLY P-0-Byx 839 bases, NM Sarto

Service Type

Article Addressed to:

Attach this card to the back of the mailpiece, or on the front if space permits.

so that we can return the card to you. Print your name and address on the reverse

Complete items 1, 2, and 3. Also complete tem 4 if Restricted Delivery is desired.

SENDER: COMPLETE THIS SECTION

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PS Form 3811, February 2004

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D. Is delivery address different from item 1? 

Yes If YES, enter delivery address below: 

No If YES, enter delivery address below:

B. Received by ( Printed Name) C. Date of Delivery

A. Signature

COMPLETE THIS SECTION

☐ Agent ☐ Addressee



March 6, 2007

### Sent via CMRRR# 7006 0100 0001 2440 3048

University of Central Oklahoma Attn: Virginia Ellis c/o UCO Foundation 100 N. University Evans Hall 102 Edmond, Oklahoma 73034

Re: John Town 1525-29 #1

T-15-S, R-25-E Section 29: S/2

Chaves County, New Mexico

Dear Ms. Ellis,

Parallel Petroleum Corporation proposes the drilling of the above-captioned well to horizontally test the Wolfcamp formation in the South half (S/2) of Section 29, Township 15 South, Range 25 East, N.M.P.M. in Chaves County, New Mexico. The well will be commenced at a location in the NE/4 SE/4 of Section 29, Township 15 South, Range 25 East, N.M.P.M. and penetrate the Wolfcamp formation at an orthodox penetration point in the NE/4 SE/4 of Section 29. The well will be drilled to an approximate vertical depth of 4,750'. The well will then be drilled horizontally to a projected orthodox terminus in the NW/4 SW/4 of Section 29.

Based on an examination of the mineral ownership records located in Chaves County, New Mexico, it appears that your interest in the proposed well would be a 0.01171875 decimal interest.

Enclosed please find an Authority for Expenditure estimating the cost of the proposed well. The total cost for the proposed well is estimated to be \$1,954,745.00. Please mark the appropriate space provided below indicating whether or not you intend to join in the drilling of the well. Should you elect to join in the drilling of the well you will be liable for your proportionate share of the actual cost of drilling which is estimated to be \$22,907.17. If you elect to join, please return a signed copy of the Authority for Expenditure. Additionally, if you elect to join, please furnish us with your well information requirements.

TO T	Postage & Fees & Postmark Here
Print your name and address on the reverse so that we can return the card to you.  Attach this card to the back of the mailpiece, or on the front if space permits.  1. Article Addressed to:  NIVERSITY & CESTER OCIAHUM  ATTU: V. P. II. II. 4 E. I.	Received by (Printed Name)  C. Date of Delivery  Is delivery address different from item 1?  If YES, enter delivery address below:  No  Revice Type  Certified Mail  Registered  Return Receipt for Merchandise
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Evans Harr 102 Edmons, OK 73034	Certified Mail

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March 6, 2007

### Sent via CMRRR# 7006 0100 0005 7586 8007

John Brown University Attn: Jim Krall 2000 W. University Siloam Springs, AR 72761

Re:

John Town 1525-29 #1

T-15-S, R-25-E Section 29: S/2

Chaves County, New Mexico

Dear Mr. Krall,

Parallel Petroleum Corporation proposes the drilling of the above-captioned well to horizontally test the Wolfcamp formation in the South half (S/2) of Section 29, Township 15 South, Range 25 East, N.M.P.M. in Chaves County, New Mexico. The well will be commenced at a location in the NW/4 SE/4 of Section 29, Township 15 South, Range 25 East, N.M.P.M. and penetrate the Wolfcamp formation at an orthodox penetration point in the NW/4 SE/4 of Section 29. The well will be drilled to an approximate vertical depth of 4,750°. The well will then be drilled horizontally to encounter the Wolfcamp objective at a legal location in the NW/4 SE/4 of Section 29 and to a projected orthodox terminus in the NW/4 SW/4 of Section 29.

Based on an examination of the mineral ownership records located in Chaves County, New Mexico, it appears that your interest in the proposed well would be a 0.01171875 decimal interest.

Enclosed please find an Authority for Expenditure estimating the cost of the proposed well. The total cost for the proposed well is estimated to be \$1,954,745.00. Please mark the appropriate space provided below indicating whether or not you intend to join in the drilling of the well. Should you elect to join in the drilling of the well you will be liable for your proportionate share of the actual cost of drilling which is estimated to be \$22,907.17. If you elect to join, please return a signed copy of the Authority for Expenditure. Additionally, if you elect to join, please furnish us with your well information requirements.

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		PS Form 3800, June 2002 See Reverse for Instructions
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so that we can return the card to you.  Attach this card to the back of the mallpiece, or on the front if space permits.	B. Received by ( Printed Name) C. Date of Delivery
1. Article Addressed to:  JOHN BROWN UNIVERSITY  APPN: J. M. KRAIL	D. Is delivery address different from item 1?
ATTN: J.m Kean	
Swam Spring, AR 7276	3. Service Type  Certified Mall  Express Mall  Registered  Return Receipt for Merchandise  Insured Mail  C.O.D.
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1	95, TY NO 27,261	3. Service Type Certified Mail Registered Insured Mail	☐ Express Mail ☐ Return Recei ☐ C.O.D.	ipt for Merchandi



March 6, 2007

### Sent via CMRRR# 7006 0100 0005 7586 8038

Jeanne C. Gifford 3535 SW Kirklawn Ave. Topeka, Kansas 66611

Re: John Town 1525-29 #1

T-15-S, R-25-E Section 29: S/2

Chaves County, New Mexico

Dear Ms. Gifford,

Parallel Petroleum Corporation proposes the drilling of the above-captioned well to horizontally test the Wolfcamp formation in the South half (S/2) of Section 29, Township 15 South, Range 25 East, N.M.P.M. in Chaves County, New Mexico. The well will be commenced at a location in the NW/4 SE/4 of Section 29, Township 15 South, Range 25 East, N.M.P.M. and penetrate the Wolfcamp formation at an orthodox penetration point in the NW/4 SE/4 of Section 29. The well will be drilled to an approximate vertical depth of 4,750. The well will then be drilled horizontally to encounter the Wolfcamp objective at a legal location in the NW/4 SE/4 of Section 29 and to a projected orthodox terminus in the NW/4 SW/4 of Section 29.

Based on an examination of the mineral ownership records located in Chaves County, New Mexico, it appears that your interest in the proposed well would be a 0.003515625 decimal interest.

Enclosed please find an Authority for Expenditure estimating the cost of the proposed well. The total cost for the proposed well is estimated to be \$1,954,745.00. Please mark the appropriate space provided below indicating whether or not you intend to join in the drilling of the well. Should you elect to join in the drilling of the well you will be liable for your proportionate share of the actual cost of drilling which is estimated to be \$6,872.15. If you elect to join, please return a signed copy of the Authority for Expenditure. Additionally, if you elect to join, please furnish us with your well information requirements.

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	•••				City, State, ZIP+4 PS Form 3800, June 20	Spech, KS	GRON See Reverse for Instructions

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DEL	VERY.
Complete Items 1, 2, and 3. Also complete Item 4 if Restricted Delivery is desired.  Print your name and address on the reverse	A. Signature	☐ Agent☐ Addressee
so that we can return the card to you.  Attach this card to the back of the malipiece, or on the front if space permits.	B. Received by (Printed Name)	C. Date of Delivery
1. Article Addressed to:	D. Is delivery address different from item     If YES, enter delivery address below	
JEANNE C. GIFFORD 35-35 SW KIRKLAWA		
35-35 SW KIRKIAWA		
Topeka, KS 666011	3. Service Type  Certified Mail	pt for Merchandise
	4. Restricted Delivery? (Extra Fee)	☐ Yes
2. Article Number 7006 0	810 0005 7586 8038	
PS Form 3811, February 2004 Domestic Ret	ırn Receipt	102595-02-M-1540

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  Print your name and address on the reverse to that we can return the card to you.

  Attach this card to the back of the mailtrians.

### COMPLETE THIS SECTION ON DELIVERY

A. Signature

☐ Agent ☐ Addressee



Petroleum Corporation

1004 North Big Spring, Suite 400 • Midland, TX 79701 • Ph: 432-684-3727 • Fax: 432-684-3905

March 6, 2007

### Sent via CMRRR# 7006 0100 0001 2440 3093

Vickie Deem Ramsey 121 Woods Lane Grand Cane, LA 71032

John Town 1525-29 #1 Re:

> T-15-S, R-25-E Section 29: S/2

Chaves County, New Mexico

Dear Ms. Ramsey,

Parallel Petroleum Corporation proposes the drilling of the abovecaptioned well to horizontally test the Wolfcamp formation in the South half (S/2) of Section 29, Township 15 South, Range 25 East, N.M.P.M. in Chaves County, New Mexico. The well will be commenced at a location in the NE/4 SE/4 of Section 29, Township 15 South, Range 25 East, N.M.P.M. and penetrate the Wolfcamp formation at an orthodox penetration point in the NE/4 SE/4 of Section 29. The well will be drilled to an approximate vertical depth of 4,750'. The well will then be drilled horizontally to a projected orthodox terminus in the NW/4 SW/4 of Section 29.

Based on an examination of the mineral ownership records located in Chaves County, New Mexico, it appears that your interest in the proposed well would be a 0.001757813 decimal interest.

Enclosed please find an Authority for Expenditure estimating the cost of the proposed well. The total cost for the proposed well is estimated to be \$1,954,745.00. Please mark the appropriate space provided below indicating whether or not you intend to join in the drilling of the well. Should you elect to join in the drilling of the well you will be liable for your proportionate share of the actual cost of drilling which is estimated to be \$3,436.08. If you elect to join, please return a signed copy of the Authority for Expenditure. Additionally, if you elect to join, please furnish us with your well information requirements.

### PARALLEL PETROLEUM CORPORATION

P.O. Drawer 10587 + 1004 N. Big Spring, Suite 400

Midland, TX 79702-7587

2nd HOTICE. 1st NOTICE. RETURNED

705, 0100 0001 2440 30 Vickie Deem Ramsey
 121 Woods Lane
 Grand Cane, LA 71032



# 0004601918 MAR 13 2007

STATES POSTATE

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**MHXHN** 

RETURN TO SENDER ATTEMPTED - NOT KNOWN UNABLE TO FORWARD

\*00010-00100-000 BC: 78702758787

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PS Form 3811, February 2004 Dom	Article Number     (Transfer from service label)	Usolt.	Cream Care, va	VICKIE DEEN RANSEY	1. Article Addressed to:	<ul> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> </ul>
Domestic Return Receipt 102595-02-M-1540	7006 0100 0001 2440 3093	2. 4. Restricted Delivery? (Extra Fee) ☐ Yes	3. Service Type  St Certified Mail		If YES, enter delivery address below:	

SENDER: COMPLETE THIS SECTION

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.

A. Signature

☐ Agent
☐ Addressee

COMPLETE THIS SECTION ON DELIVERY

PARALLEL PETROLEUM CORPORATION P.O. Drawer 10587 + 1004 N. Big Spring, Suite 400 2nd NOTICE 3/ RETURNED Midland, TX 79702-7587 930 Mass CHAIRENINE TX TESTO PS Form 3811, February 2004 Article Number Article Addressed to:
 Print your name and address on the reverse DAVEENA DEEM CHEUR so that we can return the card to you.

Attach this card to the back of the mailpiece, (Transfer from service label) or on the front if space permits. Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. というないとは、これではいっていっている。 Gainesville. Texas 76240 930 Moss Daveena Deem Carnes Domestic Return Receipt 911E 0142 1000 0010 9007 2002 0000 0000 2440 COMPLETE THIS SECTION ON DELIVERY × A. Signature B. Received by (Printed Name) Restricted Delivery? (Extra Fee) Certified Mail
Registered
Insured Mail Service Type If YES, enter delivery address below: 日の: アタアのなア耳のアロア ZHXHII Handladan Hannaladan dalah dalah dalah dalah darah dalah NOT DELIVERABLE TO ☐ Return Receipt for Merchandise☐ C.O.D. ☐ Express Mail 760 C. Date of Delivery 102595-02-M-1540 ☐ Yes ☐ Addressee ☐ Agent NON ADDRESSED \*2182-00295-17-03 MAILED FROM ZIP CODE 79701 02 1A 0004601918 Ranner ZING NONE 181 Notice NAME 70/17/07 MAR 13  $04.88^{\circ}$ 

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March 6, 2007

### Sent via CMRRR# 7006 0100 0001 2440 3192

Louise B. Seiwert or Henry G. Seiwert, as Trustees of the Seiwert Family Trust 11494 S. Scottsdale Drive Yuma, Arizona 85367

Re: John Town 1525-29 #1

T-15-S, R-25-E Section 29: S/2

Chaves County, New Mexico

Dear Mr. or Mrs. Seiwert,

Parallel Petroleum Corporation proposes the drilling of the above-captioned well to horizontally test the Wolfcamp formation in the South half (S/2) of Section 29, Township 15 South, Range 25 East, N.M.P.M. in Chaves County, New Mexico. The well will be commenced at a location in the NE/4 SE/4 of Section 29, Township 15 South, Range 25 East, N.M.P.M. and penetrate the Wolfcamp formation at an orthodox penetration point in the NE/4 SE/4 of Section 29. The well will be drilled to an approximate vertical depth of 4,750'. The well will then be drilled horizontally to a projected orthodox terminus in the NW/4 SW/4 of Section 29.

Based on an examination of the mineral ownership records located in Chaves County, New Mexico, it appears that your interest in the proposed well would be a 0.006510417 decimal interest.

Enclosed please find an Authority for Expenditure estimating the cost of the proposed well. The total cost for the proposed well is estimated to be \$1,954,745.00. Please mark the appropriate space provided below indicating whether or not you intend to join in the drilling of the well. Should you elect to join in the drilling of the well you will be liable for your proportionate share of the actual cost of drilling which is estimated to be \$12,726.21. If you elect to join, please return a signed copy of the Authority for Expenditure. Additionally, if you elect to join, please furnish us with your well information requirements.

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March 6, 2007

### Sent via CMRRR# 7006 0100 0001 2440 3208

Martin David Brown 3105 40<sup>th</sup> Street Lubbock, Texas 79413

Re: John Town 1525-29 #1

T-15-S, R-25-E Section 29: S/2

Chaves County, New Mexico

Dear Mr. Brown,

Parallel Petroleum Corporation proposes the drilling of the above-captioned well to horizontally test the Wolfcamp formation in the South half (S/2) of Section 29, Township 15 South, Range 25 East, N.M.P.M. in Chaves County, New Mexico. The well will be commenced at a location in the NE/4 SE/4 of Section 29, Township 15 South, Range 25 East, N.M.P.M. and penetrate the Wolfcamp formation at an orthodox penetration point in the NE/4 SE/4 of Section 29. The well will be drilled to an approximate vertical depth of 4,750'. The well will then be drilled horizontally to a projected orthodox terminus in the NW/4 SW/4 of Section 29.

Based on an examination of the mineral ownership records located in Chaves County, New Mexico, it appears that your interest in the proposed well would be a 0.000465029625 decimal interest.

Enclosed please find an Authority for Expenditure estimating the cost of the proposed well. The total cost for the proposed well is estimated to be \$1,954,745.00. Please mark the appropriate space provided below indicating whether or not you intend to join in the drilling of the well. Should you elect to join in the drilling of the well you will be liable for your proportionate share of the actual cost of drilling which is estimated to be \$909.01. If you elect to join, please return a signed copy of the Authority for Expenditure. Additionally, if you elect to join, please furnish us with your well information requirements.

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March 6, 2007

### Sent via CMRRR# 7006 0100 0001 2440 3215

Robert Brent Brown 66 Santa Maria Drive Hegewood, New Mexico 87017

Re:

John Town 1525-29 #1

T-15-S, R-25-E Section 29: S/2

Chaves County, New Mexico

Dear Mr. Brown,

Parallel Petroleum Corporation proposes the drilling of the above-captioned well to horizontally test the Wolfcamp formation in the South half (S/2) of Section 29, Township 15 South, Range 25 East, N.M.P.M. in Chaves County, New Mexico. The well will be commenced at a location in the NE/4 SE/4 of Section 29, Township 15 South, Range 25 East, N.M.P.M. and penetrate the Wolfcamp formation at an orthodox penetration point in the NE/4 SE/4 of Section 29. The well will be drilled to an approximate vertical depth of 4,750°. The well will then be drilled horizontally to a projected orthodox terminus in the NW/4 SW/4 of Section 29.

Based on an examination of the mineral ownership records located in Chaves County, New Mexico, it appears that your interest in the proposed well would be a 0.000465029625 decimal interest.

Enclosed please find an Authority for Expenditure estimating the cost of the proposed well. The total cost for the proposed well is estimated to be \$1,954,745.00. Please mark the appropriate space provided below indicating whether or not you intend to join in the drilling of the well. Should you elect to join in the drilling of the well you will be liable for your proportionate share of the actual cost of drilling which is estimated to be \$909.01. If you elect to join, please return a signed copy of the Authority for Expenditure. Additionally, if you elect to join, please furnish us with your well information requirements.

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PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540



March 6, 2007

### Sent via CMRRR# 7006 0100 0001 2440 3253

Gerald Vincent Reeder 4605 Bryan NW Albuquerque, New Mexico 87110

Re:

John Town 1525-29 #1

T-15-S, R-25-E Section 29: S/2

Chaves County, New Mexico

Dear Mr. Reeder,

Parallel Petroleum Corporation proposes the drilling of the above-captioned well to horizontally test the Wolfcamp formation in the South half (S/2) of Section 29, Township 15 South, Range 25 East, N.M.P.M. in Chaves County, New Mexico. The well will be commenced at a location in the NE/4 SE/4 of Section 29, Township 15 South, Range 25 East, N.M.P.M. and penetrate the Wolfcamp formation at an orthodox penetration point in the NE/4 SE/4 of Section 29. The well will be drilled to an approximate vertical depth of 4,750'. The well will then be drilled horizontally to a projected orthodox terminus in the NW/4 SW/4 of Section 29.

Based on an examination of the mineral ownership records located in Chaves County, New Mexico, it appears that your interest in the proposed well would be a 0.0005425347 decimal interest.

Enclosed please find an Authority for Expenditure estimating the cost of the proposed well. The total cost for the proposed well is estimated to be \$1,954,745.00. Please mark the appropriate space provided below indicating whether or not you intend to join in the drilling of the well. Should you elect to join in the drilling of the well you will be liable for your proportionate share of the actual cost of drilling which is estimated to be \$1,060.52. If you elect to join, please return a signed copy of the Authority for Expenditure. Additionally, if you elect to join, please furnish us with your well information requirements.

PARALLEL PETROLEUM CORPORATION P.O. Drawer 10587 • 1004 N. Big Spring, Suite 400 Midland, TX 79702-7587



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Albuquerque, New Mexico 871 Mo Such Number 4605 Bryan NW Gerald Vincent Reeder

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March 6, 2007

### Sent via CMRRR# 7006 0100 0001 2440 3307

Kenneth Long c/o JoAnn Long 1744 Blume NE Albuquerque, New Mexico 87112

Re:

John Town 1525-29 #1

T-15-S, R-25-E Section 29: S/2

Chaves County, New Mexico

Dear Ms. Long,

Parallel Petroleum Corporation proposes the drilling of the above-captioned well to horizontally test the Wolfcamp formation in the South half (S/2) of Section 29, Township 15 South, Range 25 East, N.M.P.M. in Chaves County, New Mexico. The well will be commenced at a location in the NE/4 SE/4 of Section 29, Township 15 South, Range 25 East, N.M.P.M. and penetrate the Wolfcamp formation at an orthodox penetration point in the NE/4 SE/4 of Section 29. The well will be drilled to an approximate vertical depth of 4,750'. The well will then be drilled horizontally to a projected orthodox terminus in the NW/4 SW/4 of Section 29.

Based on an examination of the mineral ownership records located in Chaves County, New Mexico, it appears that your interest in the proposed well would be a 0.0003611248125 decimal interest.

Enclosed please find an Authority for Expenditure estimating the cost of the proposed well. The total cost for the proposed well is estimated to be \$1,954,745.00. Please mark the appropriate space provided below indicating whether or not you intend to join in the drilling of the well. Should you elect to join in the drilling of the well you will be liable for your proportionate share of the actual cost of drilling which is estimated to be \$705.91. If you elect to join, please return a signed copy of the Authority for Expenditure. Additionally, if you elect to join, please furnish us with your well information requirements.

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March 6, 2007

### Sent via CMRRR# 7006 0100 0001 2440 3291

Jimmy Long c/o JoAnn Long 1744 Blume NE Albuquerque, New Mexico 87112

Re: John

John Town 1525-29 #1

T-15-S, R-25-E Section 29: S/2

Chaves County, New Mexico

Dear Ms. Long,

Parallel Petroleum Corporation proposes the drilling of the above-captioned well to horizontally test the Wolfcamp formation in the South half (S/2) of Section 29, Township 15 South, Range 25 East, N.M.P.M. in Chaves County, New Mexico. The well will be commenced at a location in the NE/4 SE/4 of Section 29, Township 15 South, Range 25 East, N.M.P.M. and penetrate the Wolfcamp formation at an orthodox penetration point in the NE/4 SE/4 of Section 29. The well will be drilled to an approximate vertical depth of 4,750'. The well will then be drilled horizontally to a projected orthodox terminus in the NW/4 SW/4 of Section 29.

Based on an examination of the mineral ownership records located in Chaves County, New Mexico, it appears that your interest in the proposed well would be a 0.0003611248125 decimal interest.

Enclosed please find an Authority for Expenditure estimating the cost of the proposed well. The total cost for the proposed well is estimated to be \$1,954,745.00. Please mark the appropriate space provided below indicating whether or not you intend to join in the drilling of the well. Should you elect to join in the drilling of the well you will be liable for your proportionate share of the actual cost of drilling which is estimated to be \$705.91. If you elect to join, please return a signed copy of the Authority for Expenditure. Additionally, if you elect to join, please furnish us with your well information requirements.

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PS Form 3811, February 2004 Domestic Return Receipt	102595-02-M-1540



March 6, 2007

### Sent via CMRRR# 7006 0810 0005 7586 7512

Marsha Cochren c/o JoAnn Long 1744 Blume NE Albuquerque, New Mexico 87112

Re: John Town 1525-29 #1

T-15-S, R-25-E Section 29: S/2

Chaves County, New Mexico

Dear Ms. Long,

Parallel Petroleum Corporation proposes the drilling of the above-captioned well to horizontally test the Wolfcamp formation in the South half (S/2) of Section 29, Township 15 South, Range 25 East, N.M.P.M. in Chaves County, New Mexico. The well will be commenced at a location in the NE/4 SE/4 of Section 29, Township 15 South, Range 25 East, N.M.P.M. and penetrate the Wolfcamp formation at an orthodox penetration point in the NE/4 SE/4 of Section 29. The well will be drilled to an approximate vertical depth of 4,750'. The well will then be drilled horizontally to a projected orthodox terminus in the NW/4 SW/4 of Section 29.

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March 6, 2007

### Sent via CMRRR# 7006 0810 0005 7586 7529

Donald Long c/o JoAnn Long 1744 Blume NE Albuquerque, New Mexico 87112

Re: John Town 1525-29 #1

T-15-S, R-25-E Section 29: S/2

Chaves County, New Mexico

Dear Ms. Long,

Parallel Petroleum Corporation proposes the drilling of the above-captioned well to horizontally test the Wolfcamp formation in the South half (S/2) of Section 29, Township 15 South, Range 25 East, N.M.P.M. in Chaves County, New Mexico. The well will be commenced at a location in the NE/4 SE/4 of Section 29, Township 15 South, Range 25 East, N.M.P.M. and penetrate the Wolfcamp formation at an orthodox penetration point in the NE/4 SE/4 of Section 29. The well will be drilled to an approximate vertical depth of 4,750'. The well will then be drilled horizontally to a projected orthodox terminus in the NW/4 SW/4 of Section 29.

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March 6, 2007

# Sent via CMRRR# 7006 0810 0005 7586 7536

JoAnn Long 1744 Blume NE Albuquerque, New Mexico 87112

Re:

John Town 1525-29 #1

T-15-S, R-25-E Section 29: S/2

Chaves County, New Mexico

Dear Ms. Long,

Parallel Petroleum Corporation proposes the drilling of the above-captioned well to horizontally test the Wolfcamp formation in the South half (S/2) of Section 29, Township 15 South, Range 25 East, N.M.P.M. in Chaves County, New Mexico. The well will be commenced at a location in the NE/4 SE/4 of Section 29, Township 15 South, Range 25 East, N.M.P.M. and penetrate the Wolfcamp formation at an orthodox penetration point in the NE/4 SE/4 of Section 29. The well will be drilled to an approximate vertical depth of 4,750'. The well will then be drilled horizontally to a projected orthodox terminus in the NW/4 SW/4 of Section 29.

Based on an examination of the mineral ownership records located in Chaves County, New Mexico, it appears that your interest in the proposed well would be a 0.000244141 decimal interest.

Enclosed please find an Authority for Expenditure estimating the cost of the proposed well. The total cost for the proposed well is estimated to be \$1,954,745.00. Please mark the appropriate space provided below indicating whether or not you intend to join in the drilling of the well. Should you elect to join in the drilling of the well you will be liable for your proportionate share of the actual cost of drilling which is estimated to be \$477.23. If you elect to join, please return a signed copy of the Authority for Expenditure. Additionally, if you elect to join, please furnish us with your well information requirements.

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PS Form 3811, February 2004 Domestic Return Receipt



March 6, 2007

## Sent via CMRRR# 7006 0810 0005 7586 7604

Hanley Petroleum, Inc. 415 W. Wall Street, Suite 1500 Midland, Texas 79701

Re: John Town 1525-29 #1

T-15-S, R-25-E Section 29: S/2

Chaves County, New Mexico

To Whom It May Concern:

Parallel Petroleum Corporation proposes the drilling of the abovecaptioned well to horizontally test the Wolfcamp formation in the South half (S/2) of Section 29, Township 15 South, Range 25 East, N.M.P.M. in Chaves County, New Mexico. The well will be commenced at a location in the NE/4 SE/4 of Section 29, Township 15 South, Range 25 East, N.M.P.M. and penetrate the Wolfcamp formation at an orthodox penetration point in the NE/4 SE/4 of Section 29. The well will be drilled to an approximate vertical depth of 4,750'. The well will then be drilled horizontally to a projected orthodox terminus in the NW/4 SW/4 of Section 29.

Based on an examination of the mineral ownership records located in Chaves County, New Mexico, it appears that your interest in the proposed well would be a 0.21 decimal interest.

Enclosed please find an Authority for Expenditure estimating the cost of the proposed well. The total cost for the proposed well is estimated to be \$1,954,745.00. Please mark the appropriate space provided below indicating whether or not you intend to join in the drilling of the well. Should you elect to join in the drilling of the well you will be liable for your proportionate share of the actual cost of drilling which is estimated to be \$410,496.45. If you elect to join, please return a signed copy of the Authority for Expenditure. Additionally, if you elect to join, please furnish us with your well information requirements.

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102595-02-M-1540



March 6, 2007

### Sent via CMRRR# 7006 0810 0005 7586 7611

Eric K. Hanson P.O. Box 1212 Midland, Texas 79701

Re:

John Town 1525-29 #1

T-15-S, R-25-E Section 29: S/2

Chaves County, New Mexico

Mr. Hanson,

Parallel Petroleum Corporation proposes the drilling of the above-captioned well to horizontally test the Wolfcamp formation in the South half (S/2) of Section 29, Township 15 South, Range 25 East, N.M.P.M. in Chaves County, New Mexico. The well will be commenced at a location in the NE/4 SE/4 of Section 29, Township 15 South, Range 25 East, N.M.P.M. and penetrate the Wolfcamp formation at an orthodox penetration point in the NE/4 SE/4 of Section 29. The well will be drilled to an approximate vertical depth of 4,750'. The well will then be drilled horizontally to a projected orthodox terminus in the NW/4 SW/4 of Section 29.

Based on an examination of the mineral ownership records located in Chaves County, New Mexico, it appears that your interest in the proposed well would be a 0.0125 decimal interest.

Enclosed please find an Authority for Expenditure estimating the cost of the proposed well. The total cost for the proposed well is estimated to be \$1,954,745.00. Please mark the appropriate space provided below indicating whether or not you intend to join in the drilling of the well. Should you elect to join in the drilling of the well you will be liable for your proportionate share of the actual cost of drilling which is estimated to be \$24,434.31. If you elect to join, please return a signed copy of the Authority for Expenditure. Additionally, if you elect to join, please furnish us with your well information requirements.

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PS Form 3811, February 2004 Domestic Ret	turn Receipt 102595-02-M-1540



CC: S. Edwards

March 6, 2007

## Sent via CMRRR# 7006 0810 0005 7586 7628

Brett K. Bracken 4505 Mockingbird Lane Midland, Texas 79707

Re: John Town 1525-29 #1

T-15-S, R-25-E Section 29: S/2

Chaves County, New Mexico

Mr. Bracken,

Parallel Petroleum Corporation proposes the drilling of the above-captioned well to horizontally test the Wolfcamp formation in the South half (S/2) of Section 29, Township 15 South, Range 25 East, N.M.P.M. in Chaves County, New Mexico. The well will be commenced at a location in the NE/4 SE/4 of Section 29, Township 15 South, Range 25 East, N.M.P.M. and penetrate the Wolfcamp formation at an orthodox penetration point in the NE/4 SE/4 of Section 29. The well will be drilled to an approximate vertical depth of 4,750'. The well will then be drilled horizontally to a projected orthodox terminus in the NW/4 SW/4 of Section 29.

Based on an examination of the mineral ownership records located in Chaves County, New Mexico, it appears that your interest in the proposed well would be a 0.0025 decimal interest.

Enclosed please find an Authority for Expenditure estimating the cost of the proposed well. The total cost for the proposed well is estimated to be \$1,954,745.00. Please mark the appropriate space provided below indicating whether or not you intend to join in the drilling of the well. Should you elect to join in the drilling of the well you will be liable for your proportionate share of the actual cost of drilling which is estimated to be \$4,886.86. If you elect to join, please return a signed copy of the Authority for Expenditure. Additionally, if you elect to join, please furnish us with your well information requirements.

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March 6, 2007

### Sent via CMRRR# 7006 0810 0005 7586 7635

LHAH Properties, LLC 415 W. Wall Street, Suite 1500 Midland, Texas 79701

Re:

John Town 1525-29 #1

T-15-S, R-25-E Section 29: S/2

Chaves County, New Mexico

To Whom It May Concern:

Parallel Petroleum Corporation proposes the drilling of the above-captioned well to horizontally test the Wolfcamp formation in the South half (S/2) of Section 29, Township 15 South, Range 25 East, N.M.P.M. in Chaves County, New Mexico. The well will be commenced at a location in the NE/4 SE/4 of Section 29, Township 15 South, Range 25 East, N.M.P.M. and penetrate the Wolfcamp formation at an orthodox penetration point in the NE/4 SE/4 of Section 29. The well will be drilled to an approximate vertical depth of 4,750'. The well will then be drilled horizontally to a projected orthodox terminus in the NW/4 SW/4 of Section 29.

Based on an examination of the mineral ownership records located in Chaves County, New Mexico, it appears that your interest in the proposed well would be a 0.25 decimal interest.

Enclosed please find an Authority for Expenditure estimating the cost of the proposed well. The total cost for the proposed well is estimated to be \$1,954,745.00. Please mark the appropriate space provided below indicating whether or not you intend to join in the drilling of the well. Should you elect to join in the drilling of the well you will be liable for your proportionate share of the actual cost of drilling which is estimated to be \$48,868.63. If you elect to join, please return a signed copy of the Authority for Expenditure. Additionally, if you elect to join, please furnish us with your well information requirements.

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Petroleum Corporation

1004 North Big Spring, Suite 400 • Midland, TX 79701 • Ph: 432-684-3727 • Fax: 432-684-3905

March 21, 2007

#### Sent via CMRRR# 7006 0810 0005 7586 8076

Yates Petroleum Corporation 105 S. Fourth Street Artesia, New Mexico 88210

Re:

John Town 1525-29 #1

T-15-S, R-25-E Section 29: S/2

Chaves County, New Mexico

To Whom It May Concern:

Parallel Petroleum Corporation proposes the drilling of the above-captioned well to horizontally test the Wolfcamp formation in the South half (S/2) of Section 29, Township 15 South, Range 25 East, N.M.P.M. in Chaves County, New Mexico. The well will be commenced at a location in the NE/4 SE/4 of Section 29, Township 15 South, Range 25 East, N.M.P.M. and penetrate the Wolfcamp formation at an orthodox penetration point in the NE/4 SE/4 of Section 29. The well will be drilled to an approximate vertical depth of 4,750'. The well will then be drilled horizontally to a projected orthodox terminus in the NW/4 SW/4 of Section 29.

Enclosed please find an Authority for Expenditure estimating the cost of the proposed well. The total cost for the proposed well is estimated to be \$2,299,700. Please mark the appropriate space provided below indicating whether or not you intend to join in the drilling of the well. If you elect to join, please return a signed copy of the Authority for Expenditure. Additionally, if you elect to join, please furnish us with your well information requirements.

If you have any questions or need anything further, please to do not hesitate to contact me. You can reach me at the office, my direct dial number is (432) 687-8663. You can also reach me on my cell phone, the number is (956) 330-4051. Thank you.

Yours truly,

Aaron L. Myers

Consulting Landman

807b 7586 Postage 2000 ហ Certified Fee U.S. Postal Service (Endorsement FIED MAIL, RECEIPT 0.810 Restricted Dt P-(Domestic Mail Only; No Insurance Coverage Provided) 087 (Endorsement 7006 Postao Street, Apt. N or PO Box Ni LT Certified Fee City, State, 2 Return Receipt Fee (Endorsement Required) Restricted Delivery Fee 087 (Endorsement Required) Total Postage 100 Sent To Street, Apt. No. or PO Box No. City, State, ZIP COMPLETE THIS SECTION ON DELIVERY SENDER: COMPLETE THIS SECTION A. Signature ■ Complete items 1, 2, and 3. Also complete ☐ Agent item 4 if Restricted Delivery is desired. ☐ Addressee Print your name and address on the reverse C. Date of Delivery B. Received by ( Printed Name) so that we can return the card to you. Attach this card to the back of the mailplece, ☐ Yes D. Is delivery address different from item 1? or on the front if space permits. If YES, enter delivery address below: VATES PERENT CORP. Service Type Express Mall leturn Receipt for Merchandise SENDER: COMPLETE THIS SECTION COMPLETE THIS SECTION ON DELIVERY C.O.D☐ Yes tra Fee) Complete items 1, 2, and 3. Also complete Item 4 if Restricted Delivery is desired. 8076 Print your name and address on the reverse so that we can return the card to you. 102595-02-M-1540 ] At ach this card to the back of the maliplece, or bn the front if space permits. D. Is delivery address different from item 17 If YES, enter delivery address below: VATES PEREZEM COEP. 105 S. Fourth St. Actesian NM 88210 3. Service Type Certified Mail ☐ Express Mail ☐ Registered ☐ Return Receipt for Merchandise ☐ Insured Mail CO.D. 4. Restricted Delivery? (Extra Fee) ☐ Yes 7006 0810 0005 7586 8076 (Transfer from service label) PS Form 3811, February 2004 Domestic Return Receipt 102595-02-M-1540

1. Article Addressed to:

2. Article Number



Petroleum Corporation

1004 North Big Spring, Suite 400 • Midland, TX 79701 • Ph: 432-684-3727 • Fax: 432-684-3905

March 21, 2007

#### Sent via CMRRR# 7006 0810 0005 7586 8069

EOG Resources Attn: Mr. Rick Lanning P.O. Box 2267 Midland, Texas 79702

Re:

John Town 1525-29 #1

T-15-S, R-25-E Section 29: S/2

Chaves County, New Mexico

Mr. Lanning,

Parallel Petroleum Corporation proposes the drilling of the above-captioned well to horizontally test the Wolfcamp formation in the South half (S/2) of Section 29, Township 15 South, Range 25 East, N.M.P.M. in Chaves County, New Mexico. The well will be commenced at a location in the NE/4 SE/4 of Section 29, Township 15 South, Range 25 East, N.M.P.M. and penetrate the Wolfcamp formation at an orthodox penetration point in the NE/4 SE/4 of Section 29. The well will be drilled to an approximate vertical depth of 4,750'. The well will then be drilled horizontally to a projected orthodox terminus in the NW/4 SW/4 of Section 29.

Enclosed please find an Authority for Expenditure estimating the cost of the proposed well. The total cost for the proposed well is estimated to be \$2,299,700. Please mark the appropriate space provided below indicating whether or not you intend to join in the drilling of the well. If you elect to join, please return a signed copy of the Authority for Expenditure. Additionally, if you elect to join, please furnish us with your well information requirements.

If you have any questions or need anything further, please to do not hesitate to contact me. You can reach me at the office, my direct dial number is (432) 687-8663. You can also reach me on my cell phone, the number is (956) 330-4051. Thank you.

Yours truly,

Aaron L. Myers

Consulting Landman

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