

KELLAHIN & KELLAHIN
Attorney at Law

W. THOMAS KELLAHIN
706 GONZALES ROAD
SANTA FE, NEW MEXICO 87501

TELEPHONE 505-982-4285
FACSIMILE 505-982-2047
TKELLAHIN@COMCAST.NET

February 16, 2007

TO: NOTICE OF THE HEARING OF THE FOLLOWING NEW MEXICO
OIL CONSERVATION DIVISION CASE:

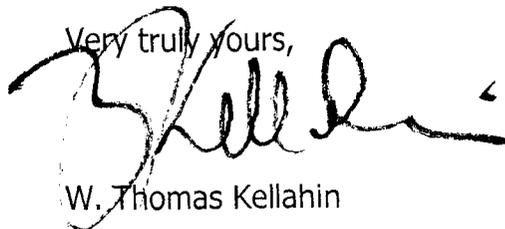
Re: NMOCD Case 13864: Application of Parallel Petroleum Corporation
for Compulsory Pooling, Chaves County, New Mexico

On behalf of Parallel Petroleum Company, please find enclosed an application for an compulsory pooling order for the N/2 of Section 33, T15S, R25E to the dedicated to its Personally 1525-33 Well No. 1 which has been set for hearing on the New Mexico Oil Conservation Division Examiner's docket now scheduled for 8:15 a.m. on March 15, 2007. The hearing will be held in Porter Hall in the Division's offices located at 1220 South Saint Francis Drive, Santa Fe, New Mexico, 87505.

As an interest owner who may be affected by this application, we are notifying you of your right to appear at the hearing and participate in this case, including the right to present evidence either in support of or in opposition to the application. 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 the hearing may preclude you from any involvement in this case at a later date.

Pursuant to the Division's Rule 1208.B, you are further notified that if you desire to appear in this case or to oppose the proposed risk charge (See Order R-11992), then you are required to file a Pre-Hearing Statement with the Division not later than 5:00 PM on Thursday, March 8, 2007, with a copy delivered to the undersigned. The Pre-Hearing Statement 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 the identification of any procedural matters that are to be resolved prior to the hearing.

Very truly yours,



W. Thomas Kellahin

7005 1820 0003 8431 8293

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City, State

Restricted Delivery Fee (Endorsement Required)

Parallel
CASE 13864
2/16/07

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

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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 mailpiece, or on the front if space permits.

1. Betty J. Hadsell
c/o Karen A. Allen,
her agent and attorney-in fact
315 Chapel Street
Cashmere WA 98815

COMPLETE THIS SECTION ON DELIVERY

A. Signature
 Agent
 Addressee
X Karen Allen
B. Received by (Printed Name)
Karen Allen
C. Date of Delivery
2-20-07
D. Is delivery address different from item 1?
 Yes
 No
If YES, enter delivery address below:

Parallel
CASE 13864
2/16/07

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

2. Article Number
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7005 1820 0003 8431 8316

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Return Rec. (Endorsement Required)
Restricted Delivery Fee (Endorsement Required)

Parallel
CASE 13864
2/16/07

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1. Article Addressed to:
Ann Denton, Trustee of the Charles A
& Ann Denton Revocable Trust
C/o Ronny Hemphill
1035 Meechem Drive
Ruidoso, NM 88345

COMPLETE THIS SECTION ON DELIVERY

A. Signature
 Agent
 Addressee
X T Hemphill
B. Received by (Printed Name)
T Hemphill
C. Date of Delivery
2-20-07
D. Is delivery address different from item 1?
 Yes
 No
If YES, enter delivery address below:

Parallel
CASE 13864
2/16/07

4. Restricted Delivery? (Extra Fee) Yes

2. Article Number
(Transfer from service label) 7005 1820 0003 8431 8316

PS Form 3811, February 2004 Domestic Return Receipt 102595-02-M-154

7005 1820 0003 8431 8309

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City, State

Total Postage
Sent To
Street, Apt. or PO Box
City, State

Return Rec. (Endorsement Required)
Restricted Delivery Fee (Endorsement Required)

Parallel
CASE 13864
2/16/07

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- 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:
Well Fargo Bank
Trust Department
Attn: Mike Talley
500 W. Texas 79701

COMPLETE THIS SECTION ON DELIVERY

A. Signature
 Agent
 Addressee
X T Hemphill
B. Received by (Printed Name)
T Hemphill
C. Date of Delivery
2-20-07
D. Is delivery address different from item 1?
 Yes
 No
If YES, enter delivery address below:

Parallel
CASE 13864
2/16/07

4. Restricted Delivery? (Extra Fee) Yes

2. Article Number
(Transfer from service label) 7005 1820 0003 8431 8309

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