



PARALLEL

Petroleum Corporation

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

March 15, 2007

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

Before the Oil Conservation Division
Exhibit No. 2
Parallel Petroleum Corp
OCD CASE 13919
Hearing: July 26, 2007

Dear Mr. Daniels,

This letter is being sent to correct an error in my previous letter to you dated March 6, 2007. There was an error in the estimated cost of the proposed well, which affects the amount of your proportionate share of the costs of drilling should you elect to participate in the drilling of the proposed well. What follows is a corrected version of the letter previously sent to you, please disregard the previous letter dated March 6, 2007:

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 \$2,299,700. 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 \$80,848.83. 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.

I apologize for any inconvenience or confusion this may have caused. If you have any questions or need anything further, please to do

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

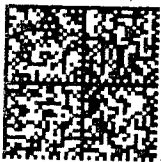
*Not at
this address*



Reason Checked

- Return for Postage
- Return for Contents
- Return for Better Address
- Return for Foreign Postmark

*3900 West Avenue, Ste. 207
Dallas, TX 75241*



UNITED STATES POSTAGE
02 1A
0004601918
MAR 16 2007
MAILED FROM ZIP CODE 79701
PITNEY BOWES

\$ 00.630

RECEIVED

MAR 28 2007

PULL-MIDLAND

7521 ST...



PARALLEL

Petroleum Corporation

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

March 15, 2007

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,

This letter is being sent to correct an error in my previous letter to you dated March 6, 2007. There was an error in the estimated cost of the proposed well, which affects the amount of your proportionate share of the costs of drilling should you elect to participate in the drilling of the proposed well. What follows is a corrected version of the letter previously sent to you, please disregard the previous letter dated March 6, 2007:

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 \$2,299,700. 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 \$80,848.83. 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.

I apologize for any inconvenience or confusion this may have caused. If you have any questions or need anything further, please to do



PARALLEL

Petroleum Corporation

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

March 15, 2007

Helena 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,

This letter is being sent to correct an error in my previous letter to you dated March 6, 2007. There was an error in the estimated cost of the proposed well, which affects the amount of your proportionate share of the costs of drilling should you elect to participate in the drilling of the proposed well. What follows is a corrected version of the letter previously sent to you, please disregard the previous letter dated March 6, 2007:

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 \$2,299,700. 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 \$134,748.05. 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.

I apologize for any inconvenience or confusion this may have caused. If you have any questions or need anything further, please to do

PARALLEL PETROLEUM CORPORATION

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



02 1A
\$ 00.630
0004601918
MAR 16 2007
MIDLAND TX
ZIP CODE 79701

RECEIVED

MAR 28 2007

PULL-MIDLAND

HELENA M. KELLY
P.O. Box 839 JK

Hobbes, N

NIXIE

671

1

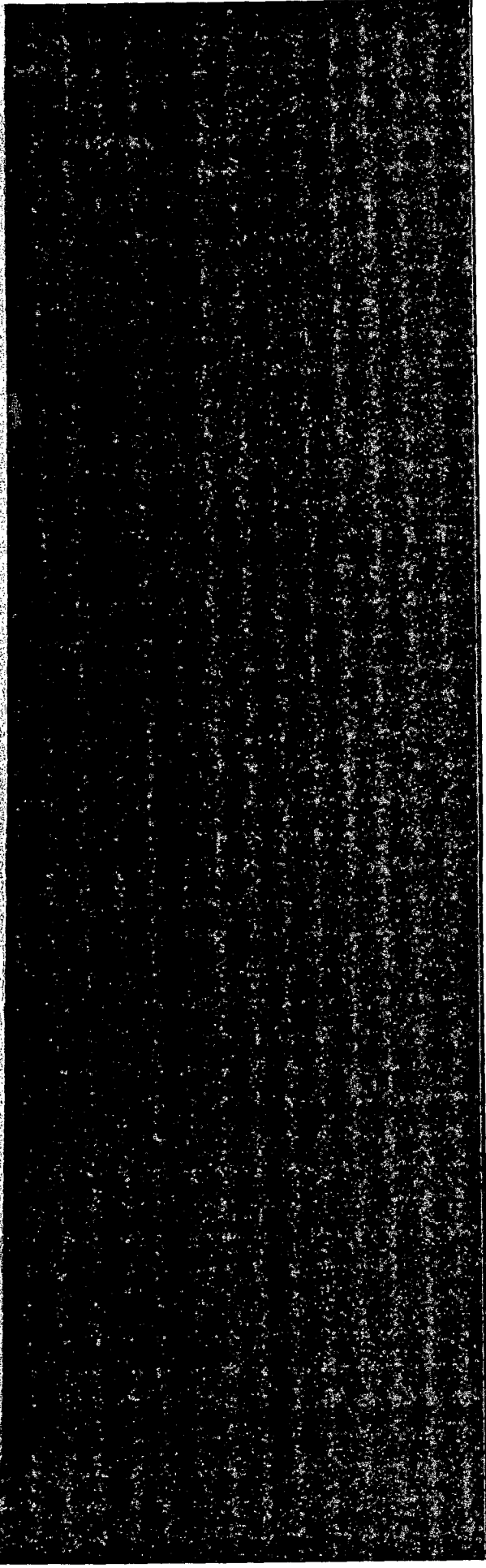
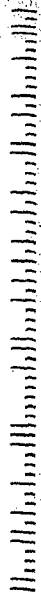
00 03/23/07

RETURN TO SENDER
NO SUCH NUMBER
UNABLE TO FORWARD

88240/2222
797027587

BC: 79702758787

*2910-22136-16-34





PARALLEL

Petroleum Corporation

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

March 15, 2007

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,

This letter is being sent to correct an error in my previous letter to you dated March 6, 2007. There was an error in the estimated cost of the proposed well, which affects the amount of your proportionate share of the costs of drilling should you elect to participate in the drilling of the proposed well. What follows is a corrected version of the letter previously sent to you, please disregard the previous letter dated March 6, 2007:

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 \$2,299,700. 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 \$26,949.61. 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

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

March 15, 2007

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,

This letter is being sent to correct an error in my previous letter to you dated March 6, 2007. There was an error in the estimated cost of the proposed well, which affects the amount of your proportionate share of the costs of drilling should you elect to participate in the drilling of the proposed well. What follows is a corrected version of the letter previously sent to you, please disregard the previous letter dated March 6, 2007:

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 \$2,299,700. 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 \$26,949.61. 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

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

March 15, 2007

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,

This letter is being sent to correct an error in my previous letter to you dated March 6, 2007. There was an error in the estimated cost of the proposed well, which affects the amount of your proportionate share of the costs of drilling should you elect to participate in the drilling of the proposed well. What follows is a corrected version of the letter previously sent to you, please disregard the previous letter dated March 6, 2007:

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 0.003515265 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 \$2,299,700. 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 \$8,084.88. 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.

I apologize for any inconvenience or confusion this may have caused. If you have any questions or need anything further, please to do



PARALLEL

Petroleum Corporation

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

March 15, 2007

Vickie Deem-Ramsey
121 Woods Lane
Grand Cane, LA 71032

Re: John Town 1525-29 #1
T-15-S, R-25-E
Section 29: S/2
Chaves County, New Mexico

Dear Ms. Ramsey,

This letter is being sent to correct an error in my previous letter to you dated March 6, 2007. There was an error in the estimated cost of the proposed well, which affects the amount of your proportionate share of the costs of drilling should you elect to participate in the drilling of the proposed well. What follows is a corrected version of the letter previously sent to you, please disregard the previous letter dated March 6, 2007:

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 0.001757813 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 \$2,299,700. 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 \$4,042.44. 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.

I apologize for any inconvenience or confusion this may have caused. If you have any questions or need anything further, please to do

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

RECEIVED
MAR 23 2007
MIDLAND

MIDLAND TEXAS
PM
16 MAR 2007
MIDLAND TEXAS

NOT AT THIS
ADDRESS - AT LEAST
10 years.

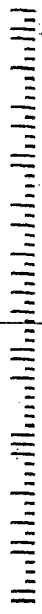
Frank
Vickie Deen Ransley
121 Woods Lane
Granada

02 1A
0004601918 MAR 16 2007
MAILED FROM ZIP CODE 79701

\$ 00.63

NIXIE 711 1 73 03/21/07
RETURN TO SENDER
ATTEMPTED -
UNABLE TO FORWARD
BC: 797027587 *1110-05955-16-66

7970207587





PARALLEL

Petroleum Corporation

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

March 15, 2007

Daveena Deem Carnes
930 Moss
Gainesville, Texas 76240

Re: John Town 1525-29 #1
T-15-S, R-25-E
Section 29: S/2
Chaves County, New Mexico

Dear Ms. Carnes,

This letter is being sent to correct an error in my previous letter to you dated March 6, 2007. There was an error in the estimated cost of the proposed well, which affects the amount of your proportionate share of the costs of drilling should you elect to participate in the drilling of the proposed well. What follows is a corrected version of the letter previously sent to you, please disregard the previous letter dated March 6, 2007:

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 0.001757813 decimal interest.

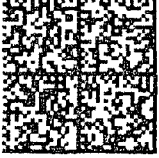
Enclosed please find an Authority for Expenditure estimating the cost of the proposed well. The total cost for the proposed well is estimated to be \$2,299,700. Please mark the appropriate space provided below indicating whether or not you intend to join in the drilling of the well. Should you elect 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 \$4,042.44. 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.

I apologize for any inconvenience or confusion this may have caused. If you have any questions or need anything further, please to do

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



NOT DELIVERABLE
AS ADDRESSED,
UNABLE TO FORWARD



UNITED STATES POSTAGE
PATNEY BOWES

02 1A \$ 00.630
0004601918 MAR 16 2007
MAILED FROM ZIP CODE 79701

DAVENA DEEM CARENES
930 Moss
GAINESVILLE, Texas 76240

RECEIVED
MAR 26 2007
PELL - MIDLAND

UTF

7624045734 [Barcode]



PARALLEL

Petroleum Corporation

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

March 15, 2007

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,

This letter is being sent to correct an error in my previous letter to you dated March 6, 2007. There was an error in the estimated cost of the proposed well, which affects the amount of your proportionate share of the costs of drilling should you elect to participate in the drilling of the proposed well. What follows is a corrected version of the letter previously sent to you, please disregard the previous letter dated March 6, 2007:

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 \$2,299,700. 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 \$14,972.01. 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.



PARALLEL

Petroleum Corporation

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

March 15, 2007

Martin David Brown
3105 40th 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,

This letter is being sent to correct an error in my previous letter to you dated March 6, 2007. There was an error in the estimated cost of the proposed well, which affects the amount of your proportionate share of the costs of drilling should you elect to participate in the drilling of the proposed well. What follows is a corrected version of the letter previously sent to you, please disregard the previous letter dated March 6, 2007:

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 \$2,299,700. 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 \$1,069.43. 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.

I apologize for any inconvenience or confusion this may have caused. If you have any questions or need anything further, please to do



PARALLEL

Petroleum Corporation

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

March 15, 2007

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,

This letter is being sent to correct an error in my previous letter to you dated March 6, 2007. There was an error in the estimated cost of the proposed well, which affects the amount of your proportionate share of the costs of drilling should you elect to participate in the drilling of the proposed well. What follows is a corrected version of the letter previously sent to you, please disregard the previous letter dated March 6, 2007:

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 \$2,299,700. 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 \$1,069.43. 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.

I apologize for any inconvenience or confusion this may have caused. If you have any questions or need anything further, please to do



PARALLEL
Petroleum Corporation

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

March 15, 2007

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,

This letter is being sent to correct an error in my previous letter to you dated March 6, 2007. There was an error in the estimated cost of the proposed well, which affects the amount of your proportionate share of the costs of drilling should you elect to participate in the drilling of the proposed well. What follows is a corrected version of the letter previously sent to you, please disregard the previous letter dated March 6, 2007:

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 \$2,299,700. 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 \$1,247.67. 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.

I apologize for any inconvenience or confusion this may have caused. If you have any questions or need anything further, please to do



PARALLEL

Petroleum Corporation

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

March 15, 2007

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,

This letter is being sent to correct an error in my previous letter to you dated March 6, 2007. There was an error in the estimated cost of the proposed well, which affects the amount of your proportionate share of the costs of drilling should you elect to participate in the drilling of the proposed well. What follows is a corrected version of the letter previously sent to you, please disregard the previous letter dated March 6, 2007:

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 \$2,299,700. 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 \$830.48. 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.

I apologize for any inconvenience or confusion this may have caused. If you have any questions or need anything further, please to do



PARALLEL

Petroleum Corporation

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

March 15, 2007

Jimmy 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,

This letter is being sent to correct an error in my previous letter to you dated March 6, 2007. There was an error in the estimated cost of the proposed well, which affects the amount of your proportionate share of the costs of drilling should you elect to participate in the drilling of the proposed well. What follows is a corrected version of the letter previously sent to you, please disregard the previous letter dated March 6, 2007:

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 \$2,299,700. 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 \$830.48. 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.

I apologize for any inconvenience or confusion this may have caused. If you have any questions or need anything further, please to do



PARALLEL

Petroleum Corporation

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

March 16, 2007

Marsha Cockrell 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,

This letter is being sent to correct an error in my previous letter to you dated March 6, 2007. There was an error in the estimated cost of the proposed well, which affects the amount of your proportionate share of the costs of drilling should you elect to participate in the drilling of the proposed well. Additionally, the mineral interest quoted in the previous letter was in error. What follows is a corrected version of the letter previously sent to you, please disregard the previous letter dated March 6, 2007:

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 0.0001169840625 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 \$2,299,700. 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 \$269.03. 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

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

March 15, 2007

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,

This letter is being sent to correct an error in my previous letter to you dated March 6, 2007. There was an error in the estimated cost of the proposed well, which affects the amount of your proportionate share of the costs of drilling should you elect to participate in the drilling of the proposed well. What follows is a corrected version of the letter previously sent to you, please disregard the previous letter dated March 6, 2007:

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 \$2,299,700. 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 \$830.48. 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.

I apologize for any inconvenience or confusion this may have caused. If you have any questions or need anything further, please to do



PARALLEL

Petroleum Corporation

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

March 15, 2007

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,

This letter is being sent to correct an error in my previous letter to you dated March 6, 2007. There was an error in the estimated cost of the proposed well, which affects the amount of your proportionate share of the costs of drilling should you elect to participate in the drilling of the proposed well. What follows is a corrected version of the letter previously sent to you, please disregard the previous letter dated March 6, 2007:

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 \$2,299,700. 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 \$561.45. 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.

I apologize for any inconvenience or confusion this may have caused. If you have any questions or need anything further, please to do



PARALLEL

Petroleum Corporation

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

March 15, 2007

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:

This letter is being sent to correct an error in my previous letter to you dated March 6, 2007. There was an error in the estimated cost of the proposed well, which affects the amount of your proportionate share of the costs of drilling should you elect to participate in the drilling of the proposed well. What follows is a corrected version of the letter previously sent to you, please disregard the previous letter dated March 6, 2007:

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 0.21 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 \$2,299,700. 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 \$482,937.00. 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.

I apologize for any inconvenience or confusion this may have caused. If you have any questions or need anything further, please to do



PARALLEL

Petroleum Corporation

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

March 15, 2007

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,

This letter is being sent to correct an error in my previous letter to you dated March 6, 2007. There was an error in the estimated cost of the proposed well, which affects the amount of your proportionate share of the costs of drilling should you elect to participate in the drilling of the proposed well. What follows is a corrected version of the letter previously sent to you, please disregard the previous letter dated March 6, 2007:

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 \$2,299,700. 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 \$28,746.25. 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.

I apologize for any inconvenience or confusion this may have caused. If you have any questions or need anything further, please to do



PARALLEL

Petroleum Corporation

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

March 15, 2007

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,

This letter is being sent to correct an error in my previous letter to you dated March 6, 2007. There was an error in the estimated cost of the proposed well, which affects the amount of your proportionate share of the costs of drilling should you elect to participate in the drilling of the proposed well. What follows is a corrected version of the letter previously sent to you, please disregard the previous letter dated March 6, 2007:

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 \$2,299,700. 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 \$5,749.25. 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.

I apologize for any inconvenience or confusion this may have caused. If you have any questions or need anything further, please to do



PARALLEL

Petroleum Corporation

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

March 15, 2007

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:

This letter is being sent to correct an error in my previous letter to you dated March 6, 2007. There was an error in the estimated cost of the proposed well, which affects the amount of your proportionate share of the costs of drilling should you elect to participate in the drilling of the proposed well. What follows is a corrected version of the letter previously sent to you, please disregard the previous letter dated March 6, 2007:

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 0.025 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 \$2,299,700. 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 \$57,492.50. 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.

I apologize for any inconvenience or confusion this may have caused. If you have any questions or need anything further, please to do