

PAUL BAGA PROFESSIONAL COURT REPORTERS

OIL CONSERVATION

EXHIBIT 7

CASE NO. 14185

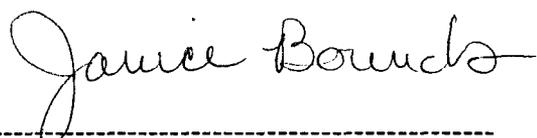
500 FOURTH STREET, NW SUITE 105, ALBUQUEQRUE, NM 87102

AFFIDAVIT OF PUBLICATION
STATE OF NEW MEXICO

I, Janice Bounds
Legals Clerk

Of the Roswell Daily Record, a daily newspaper published at Roswell, New Mexico do solemnly swear that the clipping hereto attached was published in the regular and entire issue of said paper and not in a supplement thereof for a period of:

one time
beginning with the issue dated
August 28th 2008
and ending with the issue dated
August 28th 2008


Clerk

Sworn and subscribed to before me
this 4th day of September, 2008


Notary Public

My Commission expires
June 13, 2010

(SEAL)

Publish August 28, 2008
NOTICE
To: The heirs or devisees of Eugene Moots. Paralel Petroleum Corporation has filed an application for compulsory pooling with the New Mexico Oil Conservation Division, seeking an order pooling all mineral interests from the surface to the base of the Wolfcamp formation underlying the S/2 of Section 3, Township 15 South, Range 25 East, NMPM, Chavez County, New Mexico, to form a standard 320-acre gas spacing and proration unit for all formations developed on 320-acre spacing within that vertical extent. The unit is to be dedicated to the proposed Go for Gin 1525-3A Well No. 1 to be drilled from a surface location 760 feet from the south line and 168 feet from the east line of Section 3, with a penetration point 760 feet from the south line and 680 feet from the east line, and a terminus 760 feet from the south line and 680 feet from the west line of Section 3. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The application is scheduled to be heard at 8:15 a.m. on Thursday, September 18, 2008 at the Division's offices at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. As an interest owner in the well unit, you have the right to enter an appearance and participate in the case. Failure to appear will preclude you from contesting this matter at a later date. The attorney for applicant is James Bruce, P.O. Box 1058, Santa Fe, New Mexico 87504. The unit is located approximately 5 miles northwest of Lake Arthur, New Mexico.

Oil Conservation Division
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Exhibit No. 1