STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 13965 ORDER NO. R-12806

APPLICATION OF PARALLEL PETROLEUM CORPORATION FOR AUTHORIZATION TO SIMULTANEOUSLY DEDICATE A STANDARD GAS SPACING AND PRORATION UNIT IN THE WOLFCAMP FORMATION TO TWO HORIZONTAL WELLBORES INCLUDING AN EXEMPTION TO THE WELL DENSITY REQUIREMENTS OF RULE 104.D, CHAVES COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This case came on for hearing at 8:15 a.m. on August 23, 2007, at Santa Fe, New Mexico, before Examiner David K. Brooks.

NOW, on this 29th day of August, 2007, the Division Director, having considered the record and the recommendations of the Examiner,

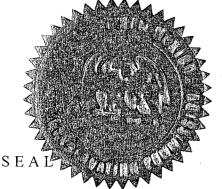
FINDS THAT:

The applicant's request for dismissal should be granted.

IT IS THEREFORE ORDERED THAT:

Case No. 13965 is accordingly dismissed.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.



STATE OF NEW MEXICO OIL CONSERVATION DIVISION

MARK E. FESMIRE, P.E. Director