

PARALLEL PETROLEUM CORP
Form 4
June 11, 2007

FORM 4

**UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549**

OMB APPROVAL

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STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934, Section 17(a) of the Public Utility Holding Company Act of 1935 or Section 30(h) of the Investment Company Act of 1940

(Print or Type Responses)

1. Name and Address of Reporting Person *
BAYLEY ERIC A

2. Issuer Name and Ticker or Trading Symbol
PARALLEL PETROLEUM CORP
[PLLL]

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

(Last) (First) (Middle)
1004 N. BIG SPRING, SUITE 400

(Street)

3. Date of Earliest Transaction
(Month/Day/Year)
06/08/2007

____ Director
 Officer (give title below) _____ 10% Owner
_____ Other (specify below)
Vice President

MIDLAND, TX 79701

4. If Amendment, Date Original Filed(Month/Day/Year)

6. Individual or Joint/Group Filing(Check Applicable Line)
 Form filed by One Reporting Person
 Form filed by More than One Reporting Person

(City) (State) (Zip)

Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)	4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)	5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Ownership (Instr. 4)
				(A) or (D)	Amount		
Common Stock, \$.01 par value					20,000	D	
Common Stock, \$.01 par value					40,000	D	
Common Stock, \$.01 par value					11,700	D	
Common Stock, \$.01					5,790	I	By IRA

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par value									
Common Stock, \$.01 par value						1,000	I		By SEP Plan
Common Stock, \$.01 par value						25,000	D		
Common Stock, \$.01 par value	06/08/2007		M	25,000	A	\$ 4.53	25,000	D	

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

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(9-02)

Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned
(e.g., puts, calls, warrants, options, convertible securities)

1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any (Month/Day/Year)	4. Transaction Code (Instr. 8)	5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)	6. Date Exercisable and Expiration Date (Month/Day/Year)	7. Title and Amount of Underlying Securities (Instr. 3 and 4)		
				Code	V (A) (D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares
Employee Stock Option (right to buy)	\$ 4.53	06/08/2007		M	25,000	07/17/1998	07/17/2007	Common Stock	25,000
Employee Stock Option (right to buy)	\$ 3.6					08/04/1999	08/04/2008	Common Stock	25,000
Employee Stock Option (right to buy)	\$ 4.97					06/20/2002	06/20/2011	Common Stock	50,000
	\$ 6					(2)	(2)		200

Employee
Stock
Option
(right to
buy)

Common
Stock

Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
BAYLEY ERIC A 1004 N. BIG SPRING SUITE 400 MIDLAND, TX 79701			Vice President	

Signatures

/s/ Eric A.
Bayley

06/11/2007

**Signature of
Reporting Person

Date

Explanation of Responses:

- * If the form is filed by more than one reporting person, *see* Instruction 4(b)(v).
 - ** Intentional misstatements or omissions of facts constitute Federal Criminal Violations. *See* 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).
- (1) The exercise price of the employee stock option exercised by the reporting person is \$4.53 per share.
- The Stock Purchase warrant is exercisable for a period of thirty days after a registration statement covering exercise of the warrants
- (2) becomes effective under the Securities Act of 1933, as amended, which registration statement may be filed with the Securities and Exchange Commission at the discretion of Parallel Petroleum Corporation.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure. Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.