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10. REQUIRED NEW OPERATIONS:

In the event either party fails, neglects or refuses to begin and thereafter diligently pursue any new drilling operations required to be done by it in its own designated zone of operations, pursuant to the direction or order of the United States Geological Survey or any other governmental agency having or claiming to have jurisdiction over the operations, and such new drilling operations are necessary to keep the said oil and gas lease or operating agreement in good standing, then the other party may, at its election, any time during the fifteen (15) days before the expiration of the time fixed by such governmental agency, or any extension thereof, begin to drill such required well to the designated zone, and shall have the exclusive right to produce any oil; gas and/or other hydrocarbons from the said designated zone in the area surrounding such "required well", which area shall be the legal subdivision of forty (40) acres if the "required well" shall produce oil, and the legal quarter section of one hundred and sixty (160) acres surrounding the "required well" if the said well produces gas only.

11. REMEDIAL WORK:

In the event either party fails, neglects or refuses to begin and thereafter to diligently prosecute remedial work or operations and/or fails to make any payment or do any act required to be done by it in its own designated zone of operations, pursuant to the direction or order of the United States Geological Survey, or other governmental agency having or claiming to have jurisdiction over the operations, and such remedial work, payment or act is necessary to keep said oil and gas lease or operating agreement in good standing,