agreement each advanced a portion of the costs thereof in the first instance, the following shall apply:

If such well encounters oil in paying quantities and is completed in an oil reservoir, Continental shall reimburse El Paso in cash for all sums advanced by El Paso toward the costs of drilling such well to such reservoir and completing it in such reservoir.

If such well is completed in a joint interest reservoir there shall be a cash adjustment for the costs of drilling such well to such reservoir and completing it in such reservoir which have been so advanced so that such costs shall be borne in the same proportions as the interests of the parties in the substances in such reservoir.

If such well encounters gas in paying quantities and is completed in a gas reservoir, El Paso shall reimburse each party hereto in cash for all sums advanced toward the costs of drilling such well to such reservoir and completing it in such reservoir and shall charge such amount to the account of the gas interests.

E. Any well the operation of which is taken over by the non-drilling party under the provisions of this section or Section 9 may hereafter be referred to as a "transferred well".

13. DETERMINATION OF TYPE OF RESERVOIR.

The conduct of operations for the development of any reservoir and the ownership of the substances contained therein shall, except in the case of substances produced from a