

1 conveyance, of interest in land or leases subject hereto shall be 1
2 and hereby is conditioned upon the assumption of all privileges and 2
3 obligations hereunder by the grantee, transferee, or other successor 3
4 in interest. No assignment or transfer of any working interest, 4
5 royalty, or other interest subject hereto shall be binding upon Unit 5
6 Operator until the first day of the calendar month after Unit Operator 6
7 is furnished with the original, photostatic, or certified copy of the 7
8 instrument of transfer. 8

9 20. EFFECTIVE DATE AND TERM. This agreement shall become effec- 9
10 tive as of the first day of the month following approval by the 10
11 Secretary or his duly authorized representative and shall remain in 11
12 effect for so long as unitized substances can be produced in paying 12
13 quantities, i.e., in this particular instance in quantities sufficient 13
14 to pay for the cost of producing same from wells on unitized land 14
15 within any participating area established hereunder and, should pro- 15
16 duction cease, so long thereafter as diligent operations are in pro- 16
17 gress for the restoration of production or discovery of new production 17
18 and so long thereafter as the unitized substances so discovered can 18
19 be produced as aforesaid, or it is terminated as heretofore provided 19
20 in this agreement. 20

21 This agreement may be terminated at any time by not less than 75 21
22 per centum, on an acreage basis, of the owners of working interests 22
23 signatory hereto, with the approval of the Director; notice of any 23
24 such approval to be given by the Unit Operator to all parties hereto. 24

25 21. RATE OF PROSPECTING, DEVELOPMENT, AND PRODUCTION. The 25
26 Director is hereby vested with authority to alter or modify from 26
27 time to time in his discretion the quantity and rate of production 27
28 under this agreement when such quantity and rate is not fixed pursuant 28
29 to Federal or State law or does not conform to any state-wide volun- 29
30 tary conservation or allocation program, which is established, recog- 30
31 nized, and generally adhered to by the majority of operators in such 31
32 State, such authority being hereby limited to alteration or modifica- 32