

1 but less than 75 per cent of the working interests qualified 1
2 to vote are owned by one party to this agreement, a concurring 2
3 vote of one or more additional working interest owners shall 3
4 be required to select a new operator. Such selection shall not 4
5 become effective until 5

6 (a) a Unit Operator so selected shall accept in writing 6
7 the duties and responsibilities of Unit Operator, and 7

8 (b) the selection shall have been approved by the 8
9 Director. If no successor Unit Operator is selected and quali- 9
10 fied as herein provided, the Director at his election may 10
11 declare this unit agreement terminated. 11

12 7. ACCOUNTING PROVISIONS AND UNIT OPERATING AGREEMENT. 12
13 If the Unit Operator is not the sole owner of working inter- 13
14 ests, costs and expenses incurred by Unit Operator in conduct- 14
15 ing unit operations hereunder shall be paid and apportioned 15
16 among and borne by the owners of working interests, all in 16
17 accordance with the agreement or agreements entered into by 17
18 and between the Unit Operator and the owners of working inter- 18
19 ests, whether one or more, separately or collectively. Any 19
20 agreement or agreements entered into between the working inter- 20
21 est owners and the Unit Operator as provided in this section, 21
22 whether one or more, are herein referred to as the "unit operat- 22
23 ing agreement." Such unit operating agreement shall also pro- 23
24 vide the manner in which the working interest owners shall be 24
25 entitled to receive their respective proportionate and allo- 25
26 cated share of the benefits accruing hereto in conformity with 26
27 their underlying operating agreements, leases, or other in- 27
28 dependent contracts, and such other rights and obligations as 28
29 between Unit Operator and the working interest owners as may 29
30 be agreed upon by Unit Operator and the working interest owners; 30
31 however, no such unit operating agreement shall be deemed 31
32 either to modify any of the terms and conditions of this unit 32