

1 depth of 6,300 feet below the surface, whichever is the lesser. 1
2 depth, unless at a lesser depth unitized substances are dis- 2
3 covered which can be produced in paying quantities as herein- 3
4 before defined or the Unit Operator shall at any time estab- 4
5 lish to the satisfaction of the Supervisor that further drill- 5
6 ing of said well would be unwarranted or impracticable, on 6
7 each of the three blocks designated A, B and C on Exhibit "A" 7
8 attached hereto, with not more than a six-month interval be- 8
9 tween the completion or abandonment of one well and the 9
10 commencement of the next well. Nevertheless, in the event a 10
11 test well has not been commenced on each block within two 11
12 years after the effective date of this agreement, all acreage 12
13 in any untested block not then entitled to be in a participat- 13
14 ing area automatically shall, effective the first day of the 14
15 month following said second anniversary, be eliminated from 15
16 and no longer subject to the unit agreement, even though a 16
17 plan may be filed and approved under the "Plan of Further 17
18 Development and Operation" section with respect to acreage in 18
19 any tested block. The only extension the Director may grant 19
20 for meeting the critical dates in this paragraph shall be 20
21 based upon severe weather or other conditions beyond the con- 21
22 trol of the Unit Operator, and shall be limited to a single 22
23 extension of not more than three months for each well after 23
24 the first well. 24

25 10. PLAN OF FURTHER DEVELOPMENT AND OPERATION. Within 25
26 6 months after completion of a well capable of producing 26
27 unitized substances in paying quantities, the Unit Operator 27
28 shall submit for the approval of the Supervisor an acceptable 28
29 plan of development and operation for the unitized land which, 29
30 when approved by the Supervisor, shall constitute the further 30
31 drilling and operating obligations of the Unit Operator under 31
32 this agreement for the period specified therein. Thereafter, 32