

1 the plan of operations or as may otherwise be consented to by 1
2 the Supervisor as conforming to good petroleum engineering 2
3 practice; and provided further, that such right of withdrawal 3
4 shall terminate on the termination of this unit agreement. 4

5 Royalty due the United States shall be computed as pro- 5
6 vided in the operating regulations and paid in value or deliver- 6
7 ed in kind as to all unitized substances on the basis of the 7
8 amounts thereof allocated to unitized Federal land as provided 8
9 herein at the rates specified in the respective Federal leases, 9
10 or at such lower rate or rates as may be authorized by law or 10
11 regulation; provided, that for leases on which the royalty rate 11
12 depends on the daily average production per well, said average 12
13 production shall be determined in accordance with the operating 13
14 regulations as though each participating area were a single 14
15 consolidated lease. 15

16 15. RENTAL SETTLEMENT. Rental or minimum royalties due 16
17 on leases committed hereto shall be paid by working interest 17
18 owners responsible therefor under existing contracts, laws, 18
19 and regulations, provided that nothing herein contained shall 19
20 operate to relieve the lessees of any land from their respec- 20
21 tive lease obligations for the payment of any rental or minimum 21
22 royalty in lieu thereof due under their leases. Rental or mini-22
23 mum royalty for lands of the United States subject to this agree23
24 ment shall be paid at the rate specified in the respective 24
25 leases from the United States unless such rental or minimum 25
26 royalty is waived, suspended, or reduced by law or by approval 26
27 of the Secretary or his duly authorized representative. 27

28 With respect to any lease on non-Federal land contain- 28
29 ing provisions which would terminate such lease unless drill- 29
30 ing operations were within the time therein specified commenc- 30
31 ed upon the land covered thereby or rentals paid for the privil-31
32 ege of deferring such drilling operations, the rentals required 32