

10. PLAN OF FURTHER DEVELOPMENT AND
OPERATION. Within 6 months after completion of a well capable
of producing unitized substances in paying quantities, the Unit
Operator shall submit for the approval of the Supervisor an
acceptable plan of development and operation for the unitized land
which, when approved by the Supervisor, shall constitute the further
drilling and operating obligations of the Unit Operator under this
agreement for the period specified therein. Thereafter, from time
to time before the expiration of any existing plan, the Unit Operator
shall submit for the approval of the Supervisor a plan for an
additional specified period for the development and operation of
the unitized land. Any plan submitted pursuant to this section
shall provide for the exploration of the unitized area and for the
diligent drilling necessary for determination of the area or areas
thereof capable of producing unitized substances in paying quantities
in each and every productive formation and shall be as complete
and adequate as the Supervisor may determine to be necessary
for timely development and proper conservation of the oil and gas
resources of the unitized area and shall

(a) specify the number and locations of any wells to be
drilled and the proposed order and time for such drilling;
and

(b) to the extent practicable specify the operating
practices regarded as necessary and advisable for
proper conservation of natural resources. Separate
plans may be submitted for separate productive zones,
subject to the approval of the Supervisor. Said plan
or plans shall be modified or supplemented when
necessary to meet changed conditions or to protect
the interests of all parties to this agreement. Reasonable
diligence shall be exercised in complying with the
obligations of the approval plan of development. The
Supervisor is authorized to grant a reasonable extension