

1 (b) it is reasonably determined prior to the expiration
2 of the fixed term or any extension thereof that the
3 unitized land is incapable of production of unitized
4 substances in paying quantities in the formations
5 tested hereunder and after notice of intention to
6 terminate the agreement on such ground is given by
7 the Unit Operator to all parties in interest at their
8 last known addresses, the agreement is terminated
9 with the approval of the Director, or
10 (c) a valuable discovery of unitized substances has
11 been made on unitized land during said initial term
12 or any extension thereof, in which event the agree-
13 ment shall remain in effect for such term and so long
14 as unitized substances can be produced in paying
15 quantities, i. e., in this particular instance in
16 quantities sufficient to pay for the cost of producing
17 same from wells on unitized land within any par-
18 ticipating area established hereunder and, should
19 production cease, so long thereafter as diligent
20 operations are in progress for the restoration of
21 production or discovery of new production and so long
22 thereafter as the unitized substances so discovered
23 can be produced as aforesaid, or
24 (d) it is terminated as heretofore provided in this
25 agreement.