

1 to this agreement. Reasonable diligence shall be exercised in
2 complying with the obligations of the approved plan of develop-
3 ment. The Supervisor is authorized to grant a reasonable exten-
4 sion of the 6-month period herein prescribed for submission of an
5 initial plan of development where such action is justified
6 because of unusual conditions or circumstances. After completion
7 hereunder of a well capable of producing any unitized substance
8 in paying quantities, no further wells, except such as may be
9 necessary to afford protection against operations not under this
10 agreement or such as may be specifically approved by the Supervisor,
11 shall be drilled except in accordance with a plan of development
12 approved as herein provided.

13 11. PARTICIPATION AFTER DISCOVERY. Upon completion of a well
14 capable of producing unitized substances in paying quantities or as soon
15 thereafter as required by the Supervisor, the Unit Operator shall submit
16 for approval by the Director a schedule, based on subdivisions of the
17 public-land survey or aliquot parts thereof, of all unitized land then
18 regarded as reasonably proved to be productive of unitized substances
19 in paying quantities; all lands in said schedule on approval of the
20 Director to constitute a participating area, effective as of the date
21 of completion of such well or the effective date of the unit agreement,
22 whichever is later. Said schedule also shall set forth the percentage
23 of unitized substances to be allocated as herein provided to each
24 unitized tract in the participating area so established, and shall
25 govern the allocation of production from and after the date the parti-
26 cipating area becomes effective. A separate participating area shall
27 be established in like manner for each separate pool or deposit of
28 unitized substances or for any group thereof produced as a single pool
29 or zone, and any two or more participating areas so established may be
30 combined into one with the consent of the owners of all working interests
31 in the lands within the participating areas so to be combined, on approv-
32 al of the Director. The participating area or areas so established