

1 conditions, and provisions of all leases, subleases, and other contracts 1
2 relating to exploration, drilling, development, or operation for oil or 2
3 gas of lands committed to this agreement are hereby expressly modified 3
4 and amended to the extent necessary to make the same conform to the pro- 4
5 visions hereof, but otherwise to remain in full force and effect; and the 5
6 parties hereto hereby consent that the Secretary shall and by his 6
7 approval hereof, or by the approval hereof by his duly authorized repre- 7
8 sentative, does hereby establish, alter, change, or revoke the drilling, 8
9 producing, rental, minimum royalty, and royalty requirements of Federal 9
10 leases committed hereto and the regulations in respect thereto to conform 10
11 said requirements to the provisions of this agreement, and, without 11
12 limiting the generality of the foregoing, all leases, subleases, and 12
13 contracts are particularly modified in accordance with the following: 13

14 (a) The development and operation of lands subject to this 14
15 agreement under the terms hereof shall be deemed full performance 15
16 of all obligations for development and operation with respect to 16
17 each and every part or separately owned tract subject to this 17
18 agreement, regardless of whether there is any development of any 18
19 particular part or tract of the unit area, notwithstanding any- 19
20 thing to the contrary in any lease, operating agreement or other 20
21 contract by and between the parties hereto, or their respective 21
22 predecessors in interest, or any of them. 22

23 (b) Drilling and producing operations performed hereunder upon 23
24 any tract of unitized lands will be accepted and deemed to be 24
25 performed upon and for the benefit of each and every tract of 25
26 unitized land, and no lease shall be deemed to expire by reason 26
27 of failure to drill or produce wells situated on the land therein 27
28 embraced. 28

29 (c) Suspension of drilling or producing operations on all 29
30 unitized lands pursuant to direction or consent of the Secretary 30
31 or his duly authorized representative shall be deemed to con- 31
32 stitute such suspension pursuant to such direction or consent 32