

372

1 are particularly modified in accordance with the following:

2 (a) The development and operation of lands subject to this agreement
3 under the terms hereof shall be deemed full performance of all obligations
4 for development and operation with respect to each and every part or separately
5 owned tract subject to this agreement, regardless of whether there is any
6 development of any particular part or tract of the unit area, notwithstanding
7 anything to the contrary in any lease, operating agreement or other contract
8 by and between the parties hereto, or their respective predecessors in interest,
9 or any of them.

10 (b) Drilling and producing operations performed hereunder upon any
11 tract of unitized lands will be accepted and deemed to be performed upon and
12 for the benefit of each and every tract of unitized land, and no lease shall
13 be deemed to expire by reason of failure to drill or produce wells situated
14 on the land therein embraced.

15 (c) Suspension of drilling or producing operations on all unitized
16 lands pursuant to direction or consent of the Secretary or his duly authorized
17 representative shall be deemed to constitute such suspension pursuant to
18 such direction or consent as to each and every tract of unitized land.

19 (d) Each lease, sublease or contract relating to the exploration,
20 drilling, development or operation for oil or gas of lands other than those
21 of the United States committed to this agreement, which, by its terms might
22 expire prior to the termination of this agreement, is hereby extended beyond
23 any such term so provided therein so that it shall be continued in full force
24 and effect for and during the term of this agreement.

25 (e) Any Federal lease for a fixed term of twenty (20) years or any
26 renewal thereof or any part of such lease which is made subject to this
27 agreement shall continue in force beyond the term provided therein until the
28 termination hereof. Any other Federal lease committed hereto shall continue
29 in force beyond the term so provided therein or by law as to the land
30 committed so long as such lease remains subject hereto, provided that production
31 is had in paying quantities under this unit agreement prior to the expiration
32 date of the term of such lease, or in the event actual drilling operations
33 are commenced on unitized land, in accordance with the provisions of this