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UNIT AGREEMENT
FOR THE DEVELOPMENT AND OPERATION
OF THE
SADDLE RIDGE-MESAVERDE FIFTH ZONE UNIT AREA
COUNTY OF SUBLETTE
STATE OF WYOMING

THIS AGREEMENT, entered into as of the 20th day of September, 1962, by and between the parties subscribing, ratifying, or consenting hereto, and herein referred to as the "parties hereto",

WITNESSETH:

WHEREAS, the parties hereto are the owners of working, royalty or other oil and gas interests in the Unit Area subject to this agreement; and

WHEREAS, "Working Interest Owner" as used herein shall mean any party hereto holding an interest in Unitized Substances or in lands containing Unitized Substances by virtue of a lease, operating agreement, fee title, or otherwise, which is chargeable with and obligated to pay or bear all or a portion of the cost of drilling, developing, producing and operating the Fifth Zone of the Mesaverde formation. The right delegated to the Unit Operator as such by this agreement is not to be regarded as a working interest; and

WHEREAS, "Royalty Owner" shall mean any party hereto who owns a right to or interest in Unitized Substances or in lands containing Unitized Substances or proceeds thereof other than that of a Working Interest Owner; and

WHEREAS, "Tract Participation" shall mean that percentage of Unitized Substances produced from the Fifth Zone of the Mesaverde formation which is allocated to a Tract under this agreement; and

WHEREAS, the "Unit Participation" or "voting interest" of each Working Interest Owner shall mean the sum of the percentages obtained by multiplying such Working Interest Owner's working interest in each Tract by the Tract Participation of such Tract; and

WHEREAS, the Mineral Leasing Act of February 25, 1920, 41 Stat. 437, as amended, 30 U. S. C. Secs. 181 et seq., authorizes Federal lessees and their representatives to unite with each other, or jointly or