

quantities." 60

17. COVENANTS RUN WITH LAND. The covenants herein shall be construed to be covenants running with the land with respect to the interests of the parties hereto and their successors in interest until their agreement terminates, and any grant, transfer, or conveyance, of interest in land or leases subject hereto shall be and hereby is conditioned upon the assumption of all privileges and obligations hereunder by the grantee, transferee, or other successor in interest. No assignment or transfer of any working interest, royalty, or other interest subject hereto shall be binding upon Unit Operator until the first day of the calendar month after Unit Operator is furnished with the original, photostatic, or certified copy of the instrument of transfer.

18. EFFECTIVE DATE. This agreement shall become binding upon each party who executes or ratifies it as of the date of execution or ratification by such party and shall become effective as of 7:00 o'clock a.m. of the first day of the calendar month next following

- (a) The qualification, in accordance with Section 4, of Tracts representing ninety per cent (90%) of the Unit Participation on the original Exhibit "C" attached hereto; and
- (b) The approval of this agreement by the Secretary of the Interior of the United States or his duly authorized delegate; and

provided, further, that if (a) and (b) above are not accomplished on or before April 1, 1963, this agreement shall ipso facto expire on said date (hereinafter called "expiration date") and thereafter be of no further force or effect, unless prior thereto this agreement has been executed or ratified by Working Interest Owners owning a combined Unit Participation of at least seventy-five percent (75%) and Working Interest Owners owning a combined Unit Participation of at least sixty-five percent (65%) of the Unit Participation then committed to this agreement have decided to extend said expiration date for a period not to exceed six (6) months. If said expiration date is so extended and (a) and (b) above are not accomplished on or before