

1 the first day of a month subsequent to the date of notice. 1

2 (b) Said notice shall be delivered to the Supervisor, and copies 2
3 thereof mailed to the last known address of each Working Interest 3
4 Owner, Lessee, and Lessor whose Interests are affected, advising that 4
5 thirty (30) days will be allowed for submission to the Unit Operator of 5
6 any objections. 6

7 (c) Upon expiration of the thirty (30) day period provided in 7
8 the preceding item (b) hereof, Unit Operator shall file with the 8
9 Supervisor evidence of mailing of the notice of expansion and a copy 9
10 of any objections thereto which have been filed with the Unit Operator, 10
11 together with an application in sufficient number, for approval of such 11
12 expansion and with appropriate joinders. 12

13 (d) After due consideration of all pertinent information, the 13
14 expansion shall, upon approval by the Director, become effective as 14
15 of the date prescribed in the notice thereof. 15

16 4. UNITIZED LAND AND UNITIZED SUBSTANCES. All land committed to 16
17 this agreement as to the Unitized Formation defined immediately below, 17
18 shall constitute land referred to herein as "Unitized Land" or "Land subject 18
19 to this agreement". All oil and gas in the Unitized Formation in the Unitized 19
20 land are unitized under the terms of this agreement and herein are called 20
21 "Unitized Substances". 21

22 The Unitized Formation is the Conglomerate Mesaverde which is the 22
23 continuous stratigraphic interval underlying the Big Piney (Mesaverde) 23
24 Unit Area and occurring between the base of the Tertiary Almy and the 24
25 top of the Cretaceous Hilliard and is the same formation as was encountered 25
26 between the depths of 2856 feet and 3298 feet as determined from the electric 26
27 log in Gulf Oil Corporation's Tresner-State No. 19, located in the SW/4 SE/4 27
28 SW/4 of Section 36, Township 29 North, Range 113 West, Sublette County, 28
29 Wyoming. 29

30 5. TRACTS QUALIFIED FOR UNIT PARTICIPATION. Inasmuch as the objective 30
31 of this unit agreement is to have lands in the unit area operated and entitled 31
32 to participation under the terms hereof, no joinder shall be considered a 32
33 commitment to this unit agreement unless the tract involved is qualified under 33
34 this Section 5. Tracts Qualified for Unit Participation. On and after the 34
35 effective date hereof, the Tracts within the Unit Area which shall be entitled 35