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1        25. EFFECT OF TERMINATION. Upon the termination of this agreement,        1  
2        unit operations shall cease, and thereafter the parties hereto shall be        2  
3        governed by the terms and provisions of the leases and contracts affecting        3  
4        the separate Tracts.        4

5        26. SALVAGING EQUIPMENT UPON TERMINATION. If not otherwise specified        5  
6        by the leases unitized under this agreement, Basic Royalty Owners hereby        6  
7        grant Working Interest Owners a period of six (6) months after termination        7  
8        of this agreement in which to salvage, sell, distribute or otherwise dispose        8  
9        of the personal property and facilities used in connection with unit operations. 9

10       27. CERTIFICATE OF TERMINATION. Unit Operator shall within thirty        10  
11       (30) days after the termination of this agreement has been determined,        11  
12       pursuant to Sections 8, 23 and 24 hereof, file for record in the office or        12  
13       offices where a counterpart of this agreement is recorded, a certificate        13  
14       setting forth the fact of such termination and the date thereof.        14

15       28. RATE OF PROSPECTING, DEVELOPMENT, AND PRODUCTION. The Director        15  
16       is hereby vested with authority to alter or modify from time to time in his        16  
17       discretion the quantity and rate of production under this agreement when        17  
18       such quantity and rate is not fixed pursuant to Federal or State law or        18  
19       does not conform to any state-wide voluntary conservation or allocation        19  
20       program, which is established, recognized, and generally adhered to by the        20  
21       majority of operators in such State, such authority being hereby limited        21  
22       to alteration or modification in the public interest, the purpose thereof        22  
23       and the public interest to be served thereby to be stated in the order of        23  
24       alteration or modification. Without regard to the foregoing, the Director        24  
25       is also hereby vested with authority to alter or modify from time to time        25  
26       in his discretion the rate of prospecting and development and the quantity        26  
27       and rate of production under this agreement when such alteration or modi-        27  
28       fication is in the interest of attaining the conservation objectives stated        28  
29       in this agreement and is not in violation of any applicable Federal or        29  
30       State law.        30

31       Powers in this Section vested in the Director shall only be exercised        31  
32       after notice to Unit Operator and opportunity for hearing to be held not        32  
33       less than fifteen (15) days from notice.        33