

Communitization Agreement
Designation of Successor Operator

Designation of successor operator, communitization agreement number _____, covering the _____ sec. _____, T. _____, R. _____, _____ County, _____.

This indenture, dated as to the _____ day of _____, 20____, by and between _____, hereinafter designated as "First Party," and the owners of communitized working interest, hereinafter designated as "Second Parties,"

Witnesseth: Whereas under the provision of section 17(j) of the Act of February 25, 1920, as amended (74 Stat. 784; 30 U.S.C. 266(J)), and by authority delegated, the _____ on the _____ day of _____ 19____, approved communitization agreement no. _____ whereby _____ is designated as Operator of the communitized area; and

Whereas the designation of a successor operator is now desired pursuant to section No. 3 of the communitization agreement; and

Whereas the First Party has been and hereby is designated by Second Parties as Operator of the communitized area, and said First Party desires to assume all the rights, duties and obligations of Operator under said communitization;

Now, therefore, in consideration of the premises hereinbefore set forth and the promises hereinafter stated, the First Party hereby covenants and agrees to fulfill the duties and assume the obligations of Operator of the communitized area under and pursuant to all the terms of communitization agreement no. _____ and the Second Parties covenant and agree that effective as of the date herein specified, and upon receipt of this indenture, properly executed, by the Authorized Officer, the First Party shall be granted the exclusive right and privilege of exercising any and all rights and privileges as Operator, pursuant to the terms and conditions of said communitization agreement, said communitization agreement being hereby incorporated herein by reference and made a part hereof as fully and effectively as though said agreement were expressly set forth in this instrument.

In witness whereof, the parties hereto have executed this instrument as of the date hereinabove set forth.

In lieu of submitting all Second Party signatures, the First Party hereby certifies that the required working interest owner approvals have been obtained.

(Witness)

(First Party)