

DRILLING REQUIREMENTS

As a part of the consideration for this Assignment, Assignee agrees to commence the actual drilling of a well on the lands (covered by the Leases included in this Assignment) on or before _____, and to proceed with drilling operations with reasonable diligence to test the _____ formation or to a depth of _____, whichever is the first to occur. If Assignee fails to commence actual drilling by the date specified, or once drilling commences, fails to drill to the depth called for, then this Assignment shall terminate automatically and Assignee's rights and interests in the Lease will revert to Assignor. If this event should occur, Assignor may file of record in the (county/parish) where the lands are located, an affidavit to that effect as notice of the termination of Assignee's rights under this Assignment.

**Sample
Form**