

## July Title Question

Lessor executed an oil & gas lease to Lessee, the lease authorizing pooling:

“...not to exceed 40 acres for oil and 160 acres for gas, except where any governmental authority permits a larger unit as a spacing pattern.”

Lessee applied for, and secured, despite Lessor’s opposition, an order from the State’s conservation agency establishing 320 acre spacing units.

Lessor sued for breach of the pooling covenant.

Who win?