Mr. A. L. Porter April 5, 1960 Page Two



- 1. Additional time is essential to evaluate the fractured shale reservoir.
- 2. It is Intex Oil Company's desire to keep the hole size sufficiently large to enable deepening with cable tools if production from the fractured shale indicates such deepening to be desirable.
- 3. Effectiveness of the WSO is evidenced by the production of clean pipe line oil.

4. Corrective measures would be undertaken immediately by Intex Oil Company should production or any other circulation indicate a water entry into the well bore.

Very truly yours

INTEX OIL COMPANY

Production Manager

RBM:gj

cc: Mr. Emery C. Arnold USGS, Farmington Bob Peterson - Denver Office

- Suggest approval of Extension of time to for an additional 90 days after Expiration of present Exception on May 23. Now should also specify that corrective steps will hove to be token in the event that there is any indication of water from upper harrows seeping down to producing into me the administration.