

16 Jul 2006

From : Troy Reid
To : Brian King/James Hinton

| Well Data | | | | QC Not Done | |
|--------------------------------------|-----------|---|-------|--------------------|-------------|
| Drill Co.: | Ensign | Midnight Depth (MD): | 60.0m | Current Hole Size: | |
| Rig: | Ensign 32 | Midnight Depth (TVD): | 60.0m | Casing O.D.: | 20.000in |
| Prognosed TD: | 2350.0m | Progress: | 0.0m | Shoe TVD: | 60.0m |
| RT-GL: | 3.00m | Days From Spud: | | F.I.T. / L.O.T. | / |
| GL Elev.: | 3.00m | Days On Well: | 4.75 | Rig Move Distance | 1800+/- k's |
| Current Op's @ 0600 17 Jul 2006 : | | Wait on Daylight | | | |
| Planned Operations for 17 Jul 2006 : | | Continue to install lighting in derrick. Pin derrick on rig floor. Install # 3 generator. Continue with high pressure welding. | | | |

| Summary of Period 0000 to 2400 Hrs |
|--|
| Build derrick on racks. Install 'A' Leg section. Continue with lighting. Weld on 4" high pressure lines. Continue on shaker tank. |

| Operations For Period 0000 Hrs to 2400 Hrs on 16 Jul 2006 | | | | | | | |
|---|-----|----|------|------|-------|-------|---|
| Phse | Cls | Op | From | To | Hrs | Depth | Activity Description |
| PS | P | RM | 0000 | 0600 | 6.00 | 0.0m | Wait on daylight |
| PS | P | RM | 0600 | 1800 | 12.00 | 0.0m | Hold pre tour safety meeting and weekly safety meeting Build derrick sections on pipe racks. Continue to reinstall light .All bulbs where removed for the rig move . Continue with high pressure welding on Mud lines. Dig drains to sump. Continue with Santo's equipment inventories. 90% Rig Moved. 40% rigged up No loads Recieved today. |
| PS | P | RM | 1800 | 2400 | 6.00 | 0.0m | Wait on daylight. |

| Operations For Period 0000 Hrs to 0600 Hrs on 17 Jul 2006 | | | | | | | |
|---|-----|----|------|------|------|-------|----------------------|
| Phse | Cls | Op | From | To | Hrs | Depth | Activity Description |
| PS | | RM | 0000 | 0600 | 6.00 | 0.0m | Wait on Daylight. |

| General Comments | |
|---|------------------|
| Comments | Rig Requirements |
| Lease poding water .Dig small drains to remove water. | |

| Bulk Stocks | | | | | | |
|---------------|------|----|------|--------|----------|--|
| Name | Unit | In | Used | Adjust | Balance | |
| KCI | sx | 0 | 0 | 0 | 0.0 | |
| Salt | sx | 0 | 0 | 0 | 0.0 | |
| Potable Water | ltr | 0 | 8000 | 0 | 44,000.0 | |
| Rig Fuel | ltr | 0 | 0 | 0 | 0.0 | |
| Camp Fuel | ltr | 0 | 360 | 0 | 3,980.0 | |

| HSE Summary | | | | |
|-----------------------|--------------|------------|-------------------------|--|
| Events | Date of Last | Days Since | Description | Remarks |
| Pre-Tour Meetings | 16 Jul 2006 | 0 Days | Pre tour safety meeting | Held pre tour safety meeting. Topic discussed. Rigging and slinging, Traffic movement. Third party contractors on site . Rainy cold conditions 4 degrees. care Extraneeded in these hazardous conditions. |
| Weekly Safety Meeting | 16 Jul 2006 | 0 Days | Weekly meeting safety | |

