

10 Aug 2008 From: B Openshaw/R Rossouw

To: R Oliver

DRILLING MORNING REPORT # 10 Longtom-4 H

Well Data							
Country	Australia	MDBRT	4648.0m	Cur. Hole Size	9.500in	AFE Cost	US\$81,987,600
Field	Longtom	TVDBRT	2695.9m	Last Casing OD	10.750in	AFE No.	LSRDV01/6
Drill Co.	Seadrill	Progress	66.0m	Shoe TVDBRT	2337.6m	Daily Cost	US\$677,900
Rig	West Triton	Days from spud	50.94	Shoe MDBRT	2590.8m	Cum Cost	US\$51,647,300
Wtr Dpth (MSL)	56.000m	Days on well	10.00	FIT/LOT:	1.68sg /		
RT-ASL (MSL)	41.100m	Planned TD MD	5822.0m	Current Op @ 0600	POOH at 3	3168m backrea	ming every stand.
RT-ML	97.100m	Planned TD TVDRT	2702.0m	Planned Op	Continue F	POOH and rig ι	up to run 7" liner.

Summary of Period 0000 to 2400 Hrs

Drilled 9.5in hole as per DD requirements from 4582m to 4648m (2695.9m TVD) - final TD of hole. Circulated 5x bottoms up and backreamed all stands from 4648m to 3823m. A leaking washpipe was changed out during this trip period.

HSE Summary				
Events	Num. Events	Days Since	Descr.	Remarks
Abandon Drill		0 Days	Held at 10.30 hours.	Rig alarms activated. Fire and Abandon drill conducted.
BOP Test		19 Days	Pressure test on nipple up	14 Days - 5th August 21 Days - 12th August
Dropped Object		28 Days	Broken bolt on Link Tilt bracket.	When the link Tilt was retracted, the uneven piston movement caused the clamp bolt (on the Bail Arm) to break. The end of the bolt (10mm X 50mm) fell to the rig floor. Clamp remained coupled to the Bail Arm.
Incident		3 Days	Environmental spill	Overflow at mud shaker at start-up of drilling caused 3bbl mud to be lost overboard.
Medical Treatment Case		5 Days	Mud technician cut hand on glass retort.	While trying to push paper towels down a retort tube to dry it, the mud technician used too much force which broke the retort causing his hand to slip down onto the retort thus cutting his hand. He received 3 stitches from the medic and is back at wotk.
PTW issued	8	0 Days		Permit to work issued for the day.
Safety Meeting		1 Day	Weekly Safety Meetings with crews.	Weekly safety meeting held at 1300 Saturday and 0045 on Sunday .
STOP Card	26	0 Days		Stop cards submitted for the day.
Time Out For Safety	2	8 Days		

Operations For Period 0000 Hrs to 2400 Hrs on 10 Aug 2008

Phse	CIs (RC)	Op	From	То	Hrs	Depth	Activity Description
P12	Р	D4	0000	0230	2.50	4648.0m	Continued drilling 9.5in hole as per DD requirements from 4582m to 4648m. (2695.9m TVD). Final depth of well as confirmed by Nexus.
P12	Р	F4	0230	1000	7.50	4648.0m	Circulated hole clean at 760gpm, 150rpm racking back one stand of DP every hour after circulating 1x bottoms up. Repeated above for 5 stands to 4472m.
P12	Р	D6	1000	1300	3.00	4648.0m	Continued POOH backreaming every stand at 150rpm and 760gpm from 4472m to 4354m.
P12	TP (RE)	G11	1300	1700	4.00	4648.0m	Wash pipe leaking. Changed wash pipe - still leaking. Removed new wash pipe, redressed old wash pipe and install same.
P12	Р	D6	1700	2400	7.00	4648.0m	Continued POOH backreaming every stand at 150rpm and 760gpm from 4354m to 3823m. Tight spot at 3810m - worked same and continued.

Operations For Period 0000 Hrs to 0600 Hrs on 11 Aug 2008

Phse	Cls (RC)	Op	From	То	Hrs	Depth	Activity Description
P12	Р	D6	0000	0300	3.00	4648.0m	Continued POOH backreaming every stand at 150rpm and 760gpm from 3823m to 3469m.
P12	TP (RE)	F2	0300	0330	0.50	4648.0m	Leaking valve between pit 3 and pit 6 caused base oil to dilute mud system and reduce the MW. Circulate while weighting up system.
P12	Р	D6	0330	0600	2.50	4648.0m	Continued POOH backreaming every stand at 150rpm and 760gpm from 3469m to 3168m.

Operations For Period Hrs to Hrs on



Phase Data to 2400h	rs, 10 A	lug 2008										
Phase			Phase Hrs	s Start (On	Finish On	Cum H	Irs	Cum Days	Max	Depth	
Production Hole (2)(P12)				240 01 Aug	g 2008	10 Aug 2008	3	240.00	10.00)	4648.0m	
General Comments												
00:00 TO 24:00 Hrs ON 10	Aug 2008	}										
Operational Comme	ents	Adjustments to rotary RT above LAT = 41.0 RT above MSL/AHD	62m.	tion based	on Fugr	o calculations	3;					
		West Triton Rig Equip	ment Conc	erns								
		Top drive rotating h impacting operational					rotate the I	BOP m	ust be operate	d first	. This is	
		2) Compensator for sa	aver sub on	TDS not o	peration	al resulting ir	n excessive	e wear	on saver sub tl	nreads	S.	
		3) CTU control panel	has leaking	valves, pre	essure re	egulator valve	e inoperabl	le. Parts	s on order.			
		4) Link tilt clamps slip	ping on bail	ls - need to	rectify t	his issue.						
		5) Bail retaining plates plates.	s on top driv	ve bent, inc	reasing	time to chan	ge out bails	s by 1/2	hour. Require	new i	retaining	
		6) No spare UpperTop	Drive IBO	P or parts o	on board	l for Upper IB	OP.					
Operational Comme	ents	7 Number 4 main gen	erator dowi	n. Exciter a	nd gene	rator sent asl	hore.					
		8) Emergency genera line).	tor fuel tanl	k requires n	nodificat	ion to drain li	ne (no con	nmunic	ation with tank	throu	gh drain	
		9) Pumping pressure reads 3600psi.	read-out at	Cyber chai	r display	/ not accurate	e. At 2800p	osi pum	p pressure, cy	ber dis	splay	
		10) Remote controller	for Iron Ro	oughneck no	ot opera	tional.						
		11) Automatic drill pip	e elevators	not working	a.							
		12) Auto IBOP on TDS is sticky and does not operate smoothly - linkages distorted?? Drillers are not currently closing the IBOP while making connections as it is very difficult to re-open.										
		13) Pan & tilt action n	ot operating	a on derrick	camera	I.	·					
Operational Comme	ents	Hours on jar ser. No 1				-						
Operational Comme	ents	Magnetic material coll	ected in flo	wline during	g 24hrs:	1.54kg Accu	mulated to	otal: 9.2	1kg			
SBM Data			Cost To	day US\$	<u> </u>							
Mud Type: ACCOLAD	E HTHP-	Temp: 120C°	Ex.Lime:	day ooq	, ,	Solids(%vol)	•	21%	Viscosity		80sec/qt	
Oil Type: ACCOLAD		•	Salinity:	2911	320mg/l	H2O:		20%	YP		37lb/100ft ²	
BAS		·	Elec.Stab.:		400mV	Oil(%):		57%	PV O/W Ratio:		80cp 74/26	
Sample-From: Flowlin			Elec.Stab.	•	4001117	, ,			Gels 10s		15	
Time: 21:4	.0					Sand:		.25	Gels 10m		25	
Weight: 12.10s	.a CaCl m					LGS:		11%	Fann 003 Fann 006		11 14	
Temp: 33C	CaCl V	VP:				Oil On Cut:		11%	Fann 100		53	
Comment 330		entrifuges in Barite recove	ery mode to	reduce LGS	3.				Fann 200 Fann 300		93	
Bit # 11			Wear	ı	01	D	L	В	Fann 600	O2	149 R	
" 11							-	_				
			Bitwear C	omments:							<u> </u>	
Size ("):	9.50in	IADC#	Noz	zles	Drill	ed over last	24 hrs	С	alculated ove	r Bit I	Run	



Mfr:	REED	WOB(avg)	18.00klb	No.	Size	Progress	66.0m	Cum. Progress	1071.0m
Type:	PDC	RPM(avg)	150	6	16/32nd"	On Bottom Hrs	2.1h	Cum. On Btm Hrs	41.1h
Serial No.:	216535	F.Rate	760gpm			IADC Drill Hrs	3.0h	Cum IADC Drill Hrs	62.0h
Bit Model	RSX616M-A4	SPP	4000psi			Total Revs		Cum Total Revs	0
Depth In	3577.0m	HSI				ROP(avg)	31.43 m/hr	ROP(avg)	26.06 m/hr
Depth Out	4648.0m	TFA	1.178						
Bit Comment						I.		1	

BHA # 13							
Weight(Wet)	30.00klb	Length	215.0m	Torque(max)	19000ft-lbs	D.C. (1) Ann Velocity	434fpm
Wt Below Jar(Wet)	14.00klb	String	211.00klb	Torque(Off.Btm)	10000ft-lbs	D.C. (2) Ann Velocity	402fpm
		Pick-Up	280.00klb	Torque(On.Btm)	16000ft-lbs	H.W.D.P. Ann Velocity	310fpm
		Slack-Off	178.00klb			D.P. Ann Velocity	310fpm
BHA Run Description		9.5in PDC bit, HWDP.	PD Xceed 675, Eco so	cope, Tele scope, NM	1 HWDP, X/O, 6x	5.5" HWDP, X/O, Jar, X/C), 12x 5.5"

BHA Run Comment

Equipment	Length	OD	ID	Serial #	Comment
PDC Bit	0.22m	9.50in		216535	
PD Xceed 675	7.66m	6.75in		267	
ECO Scope	8.05m	9.13in		805	
Tele Scope	8.52m	6.88in		FU22	
NM HWDP	9.19m	6.75in		SBD 3170	
X/O	0.91m	7.00in		508A67	
HWDP	56.23m	7.06in			
X/O	0.42m	7.00in		115612	
Jar	9.62m	6.25in		1416-1515	
X/O	1.22m	7.00in		SSD7142	
HWDP	112.76m	7.00in			

Bulk Stocks					
Name	Unit	In	Used	Adjust	Balance
Drill Water	MT	0	0	0	183.0
Rig Fuel	m3	0	23	0	209.0
POTABLE WATER	MT	12	29	0	340.0
Cement class \'G\'	MT	0	0	0	52.0
Bentonite	MT	0	0	0	45.0
Barite	MT	0	0	0	110.0
SOBM	m3	0	0	0	2.0
Brine	m3	0	0	0	192.0

Pu	ımps																
Pump Data - Last 24 Hrs									Slow Pump Data								
No.	Туре	Liner (in)	MW (sg)	Eff (%)	SPM (SPM)	SPP (psi)	Flow (gpm)	Depth (m)	SPM1 (SPM)	SPP1FI (psi)	low1(gpr	n)SPM2 (SPM)			SPM3 (SPM)		Flow3 (gpm)
1	National 14 P-220	6.50	1.44	97	66	4000	386	4558.0	20	400	117	30	550	176	40	720	234
2	National 14 P-220	6.50	1.44	97	66	4000	386	4558.0	20	400	117	30	550	176	40	700	234
3	National 14 P-220	6.50	1.44	97				4558.0	20	380	117	30	525	176	40	700	234

Casing			
OD	LOT / FIT	Csg Shoe (MD/TVD)	Cementing
30 "	/	128.80m / 128.80m	168bbl class G at 15.9ppg, 200% excess.
16 "	/	750.03m / 750.03m	Lead 516 bbls "G" class at 12.5ppg. Tail 229 bbls "G" class at 15.80 ppg
10 3/4"	/ 1.68sg	2590.78m / 2337.57m	200bbl class "G" at 15.8ppg, TOC at 1900m



Personnel On Board							
Company		Pax					
ADA		7					
Seadrill		12					
Seadrill Services.		38					
Catering		9					
Halliburton		2					
Baker Hughes Inteq		8					
Halliburton		1					
Tamboritha		3					
Q Tech		1					
Tasman Oil Tools		2					
Schlumberger		5					
K&M		1					
Reach		1					
Baker Atlas		4					
Weatherford		4					
	Total	98					

Mud Volumes, Mud Losses and Shale Shaker Data				Engineer : Brian Auckram/James Munford					
Available	1968.6bbl	Losses	104.7bbl	Equipment	Description	Mesh Size	Comments		
Active	368.0bbl	Downhole	28.7bbl	Shaker 1	VSM-300	255			
Mixing		Surf+ Equip	69.0bbl	Shaker 1 Shaker 2	VSM-300 VSM-300	255 280			
Hole	1202.6bbl	Dumped		Shaker 2	VSM-300 VSM-300	280			
Slug Reserve	398.0bbl	De-Gasser De-Sander		Shaker 3	VSM-300	280			
	000.0001		Shaker 3	VSM-300	280				
Kill		De-Silter Centrifuge Evaporation	7.0bbl	Shaker 4	VSM-300	280			
		Evaporation	Evaporation 7.0001	Shaker 4	VSM-300	280			

Weather on 10 Aug 2008									
Visibility	Wind Speed	Wind Dir.	Pressure	Air Temp.	Wave Height	Wave Dir.	Wave Period		
10.0nm	12kn	230.0deg	1013.0mbar	9C°	1.3m	160.0deg	4s		
Rig Dir.	Ris. Tension VDL Swell Height Swell Dir. St			Swell Period	Weather Comments				
24.1deg	4.1deg 440.00klb 275		1.7m	160.0deg	9s				
Comments							imates.		

Vessel Name	Arrived (Date/Time)	Departed (Date/Time)	Status		Bulks		
Pacific Battler		16.00	Departed Geelong for	Item	Unit	Used	Quantity
			rig	Rig Fuel	m3		416
				Potable Water	Mt		450
				Drill Water	Mt		150
				CEMENT G	Mt		82
				Barite	Mt		84
				Bentonite	Mt		0
				Base Oil	m3		0
				Brine	m3		118
Pacific Valkyrie			At rig	Item	Unit	Used	Quantity
				Rig Fuel	m3		375.1
				Potable Water	Mt		358
				Drill Water	m3		618
				CEMENT G	Mt		0
				Barite	Mt		105
				Bentonite	Mt		34.8
				SOBM	m3		74
				Base Oil	m3		118
				Brine	m3		119

Marine