

DAILY GEOLOGICAL REPORT

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|--------------------------|-------------------------|----------------------------|----------------------------|
| Date: | 29 November 2008 | Rig: | Ocean Patriot |
| Report Number: | 4 | Bit Diameter: | 406 mm |
| Report Period: | 06:00 - 06:00 Hours | Last Casing: | 762mm Casing @ 460.6 mMDRT |
| Spud Date: | 27-Nov-2008 13:00 Hours | Integrity Test: | N/A |
| Days From Spud: | 1.7 | Mud Weight: | 1.03 sg |
| Depth @ 0600 Hrs: | 1551.0 mMDRT | ECD: | N/A |
| | -1529.5 mTVDAHD | Mud Type: | Seawater with gel sweeps |
| Lag Depth: | N/A | Mud Chlorides: | N/A |
| Last Depth: | 520.0 mMDRT | Est. Pore Pressure: | 1.04 sg |
| Progress: | 1031.0 m | Last Survey: | 1530.13 mMDRT |
| Water Depth: | 392.6 m | Deviation: | Inc. 0.52° |
| RT: | 21.5 m | | Az. 4.62° |

OPERATIONS SUMMARY

24 HOUR SUMMARY: Drilled ahead 406 mm hole riserless from 520.0 m to 1551.0 mMDRT. Swept hole and spotted a hi-vis pill. Completed a 15 stand wiper trip.

NEXT 24 HOURS: Run back in hole and displace to hi-vis mud, pull out of hole and lay down Sperry BHA. Rig up and run 340 mm (13 3/8") casing.

CURRENT OPERATION

@ 06:00 HRS (29-Nov-2008): 15 stand wiper trip to ~1126.0 mMDRT.

GEOLOGICAL SUMMARY

LITHOLOGY

INTERVAL: 520.0 to 1551.0 mMDRT (-498.5 to -1529.5 mTVDAHD)
ROP (Range): 12.0 to 1079.0 m/h
Av. ROP: 140.0 m/h

Returns to Seabed

MUDLOGGING EQUIPMENT / PERSONNEL

All systems operational. Still have virus issues. 2x technicians arriving on Monday to sort out virus issue and to assist with any problems that may occur when the unit is disconnected and rotated 180°.

MWD

Run #2, Bit Run #2: 406 mm LWD Tool offsets to bit:

| Tool | Serial # | Distance to bit (m) |
|---------------------------|----------|---------------------|
| Gamma Ray | DGR LWD | 10.16 |
| Resistivity | EWR LWD | 12.62 |
| Direction and Inclination | PCDC 242 | 17.61 |
| BAT Sonic | BAT LWD | 24.68 |

Gap in realtime data from 450.0 m to 480.0 mMDRT due to insufficient flow rate for detection.
 Gaps in realtime data at 975.0m to 995.0 mMDRT, and from 1140.0 mMDRT onwards due to poor detection attributable to down hole drilling noise.

Anadrill unit on location and will be swapped with the current Sperry unit.

REMARKS

Drilled ahead 406 mm hole riserless from 520.0 m to section TD at 1551.0 mMDRT. At TD, pumped a hi-vis sweep and circulated hole clean. Spotted a hi-vis pill on bottom and completed a 15 stand wiper trip. Ran in hole to bottom.

WELLSITE GEOLOGISTS

Greg Fawns