



27 Feb 2006

From: Simon Rodda/Geoff Webster  
To: John Ah-Cann**DRILLING MORNING REPORT # 3****Basker-5**

| Well Data         |                  |                  |          |                |          |                     |             |
|-------------------|------------------|------------------|----------|----------------|----------|---------------------|-------------|
| Country           | Australia        | MDBRT            | 208.0m   | Cur. Hole Size | 36.000in | AFE Cost            | \$NaN       |
| Field             | Basker and Manta | TVDBRT           | 208.0m   | Last Casing OD | 30.000in | AFE No.             | 3426-1800   |
| Drill Co.         | DOGC             | Progress         | 0.0m     | Shoe TVDBRT    | 207.5m   | Daily Cost          | \$0         |
| Rig               | OCEAN PATRIOT    | Days from spud   | 0.94     | Shoe MDBRT     | 207.5m   | Cum Cost            | \$1,904,912 |
| Wtr Dpth(LAT)     | 153.6m           | Days on well     | 2.00     | FIT/LOT:       | /        | Days Since Last LTI | 1014        |
| RT-ASL(LAT)       | 21.5m            | Planned TD MD    | 3,690.0m |                |          |                     |             |
| RT-ML             | 175.1m           | Planned TD TVDRT | 3,359.0m |                |          |                     |             |
| Current Op @ 0600 |                  |                  |          |                |          |                     |             |
| Planned Op        |                  |                  |          |                |          |                     |             |

**Summary of Period 0000 to 2400 Hrs****Operations For Period 0000 Hrs to 2400 Hrs on 27 Feb 2006**

| Phse | Cls (RC) | Op  | From | To   | Hrs  | Depth  | Activity Description  |
|------|----------|-----|------|------|------|--------|---|
| CC   | P        | CRN | 0000 | 0130 | 1.50 | 208.5m | Attempt to level PGB with 3m casing reciprocation and pump 20 BPM with no success. Adjust guidelines and reposition rig 5m to level PGB with no success.  |
| CC   | P        | CMC | 0130 | 0300 | 1.50 | 208.5m | Hold prejob safety meeting and make up Dowell cementing line and pressure test to 2000psi. Pump 50 bbl dye water ahead. Mix and pump 50 bbl 15.8ppg HTB cement + 1% CaCl2 and 118 bbl 15.8ppg G + 1% CaCl2 cement. Displace with 58 bbls seawater. Monitor returns with ROV, dyed seawater noted just prior to completing displacement. |
| CC   | P        | WOC | 0300 | 0630 | 3.50 | 208.5m | Wait on cement.<br>Pressure test choke manifold valves 250psi/5min and 5000psi/10min  |
| CC   | P        | TO  | 0630 | 0700 | 0.50 | 208.5m | Reposition rig over location. Rig down cement line and release 30" running tool from 30" housing  |
| CC   | P        | WOC | 0700 | 0800 | 1.00 | 208.5m | Pull out with 30" running tool on 5" DP. Release and recover guidelines from PGB while pulling running tool   |

**Phase Data to 2400hrs, 27 Feb 2006**

| Phase                       | Phase Hrs | Start On    | Finish On   | Cum Hrs | Cum Days | Max Depth |
|-----------------------------|-----------|-------------|-------------|---------|----------|-----------|
| RIG MOVE/RIG-UP/PRESPUD(RM) | 2.5       | 25 Feb 2006 | 25 Feb 2006 | 2.50    | 0.104    | 0.0m      |
| ANCHORING(A)                | 14.5      | 25 Feb 2006 | 26 Feb 2006 | 17.00   | 0.708    | 0.0m      |
| PRESPUD(PS)                 | 8.5       | 26 Feb 2006 | 26 Feb 2006 | 25.50   | 1.062    | 0.0m      |
| CONDUCTOR HOLE(CH)          | 2.5       | 26 Feb 2006 | 26 Feb 2006 | 28.00   | 1.167    | 208.5m    |
| CONDUCTOR CASING(CC)        | 20        | 26 Feb 2006 | 27 Feb 2006 | 48.00   | 2.000    | 208.5m    |

**WBM Data Cost Today \$ 8553**

|              |         |              |           |               |           |           |
|--------------|---------|--------------|-----------|---------------|-----------|-----------|
| Mud Type:    | PHG     | API FL:      | Cl:       | Solids(%vol): | Viscosity | 130sec/qt |
| Sample-From: | Pits    | Filter-Cake: | K+C*1000: | H2O:          | PV        |           |
| Time:        | 05:30   | HTHP-FL:     | Hard/Ca:  | Oil(%):       | YP        |           |
| Weight:      | 8.80ppg | HTHP-cake:   | MBT:      | Sand:         | Gels 10s  |           |
| Temp:        |         |              | PM:       | pH:           | Gels 10m  |           |
|              |         |              | PF:       | PHPA:         | Fann 003  |           |
| Comment      |         |              |           |               | Fann 006  |           |
|              |         |              |           |               | Fann 100  |           |
|              |         |              |           |               | Fann 200  |           |
|              |         |              |           |               | Fann 300  |           |
|              |         |              |           |               | Fann 600  |           |

| Bit # 1           | Wear     | I     | O1    | D       | L | B                        | G | O2                      | R  |
|-------------------|----------|-------|-------|---------|---|--------------------------|---|-------------------------|----|
|                   |          | 0     | 0     | NO      | A | E                        | I | NO                      | TD |
| Bitwear Comments: |          |       |       |         |   |                          |   |                         |    |
| Size ("):         | 17.500in | IADC# | 1-1-5 | Nozzles |   | Drilled over last 24 hrs |   | Calculated over Bit Run |    |



|                         |                  |       |               |                     |                         |
|-------------------------|------------------|-------|---------------|---------------------|-------------------------|
| Mfr: HUGHES CHRISTENSEN | WOB(avg) 2.00klb | No. 4 | Size 22/32nd" | Progress 0.0m       | Cum. Progress 34.0m     |
| Type: Rock              | RPM(avg) 85      |       |               | On Bottom Hrs 0.0h  | Cum. On Btm Hrs 1.0h    |
| Serial No.: 6043888     | F.Rate 19.00bpm  |       |               | IADC Drill Hrs 0.0h | Cum IADC Drill Hrs 1.0h |
| Bit Model MXL-1         | SPP 650psi       |       |               | Total Revs 9000     | Cum Total Revs 18000    |
| Depth In 175.0m         | HSI              |       |               | ROP(avg) N/A        | ROP(avg) 34.00 m/hr     |
| Depth Out 208.0m        | TFA 1.485        |       |               |                     |                         |

Bit Comment

**BHA # 1**

|                    |               |                 |                            |
|--------------------|---------------|-----------------|----------------------------|
| Weight(Wet)        | Length 196.4m | Torque(max)     | D.C. (1) Ann Velocity 0fpm |
| Wt Below Jar(Wet)  | String        | Torque(Off.Btm) | D.C. (2) Ann Velocity 0fpm |
| Drilling Jar Hours | Pick-Up       | Torque(On.Btm)  | H.W.D.P. Ann Velocity 0fpm |
|                    | Slack-Off     |                 | D.P. Ann Velocity 0fpm     |

BHA Run Description

BHA Run Comment

| Equipment   | Length  | OD | ID | Top Conn | Serial # | Comment |
|-------------|---------|----|----|----------|----------|---------|
| Bit         | 0.41m   |    |    |          | 6043888  |         |
| Hole Opener | 2.89m   |    |    |          | 221031   |         |
| Float Sub   | 1.03m   |    |    |          | 186-0028 |         |
| Anderdrift  | 3.28m   |    |    |          | ABD 997  |         |
| 9.5in DC    | 27.22m  |    |    |          |          |         |
| X/O         | 1.68m   |    |    |          | 013231   |         |
| 8in DC      | 17.88m  |    |    |          |          |         |
| X/O         | 1.10m   |    |    |          | 13428    |         |
| 5in HWDP    | 141.54m |    |    |          |          |         |

**Bulk Stocks**

| Name               | Unit | In | Used | Adjust | Balance |
|--------------------|------|----|------|--------|---------|
| Barite Bulk        | MT   | 0  |      | 0      | 146.1   |
| Bentonite Bulk     | MT   | 0  | 0    | 0      | 55.3    |
| Diesel             | m3   | 0  | 0    | 0      | 232.7   |
| Fresh Water        | m3   | 0  | 0    | 0      | 123.7   |
| Drill Water        | m3   | 0  | 0    | 0      | 523.0   |
| Cement G           | MT   | 0  | 0    | 0      | 142.6   |
| Cement HT (Silica) | MT   | 0  |      | 0      | 15.3    |

**Pumps**

| Pump Data - Last 24 Hrs |                   |            |          |         |           |           |            | Slow Pump Data |            |            |             |            |            |             |            |            |             |
|-------------------------|-------------------|------------|----------|---------|-----------|-----------|------------|----------------|------------|------------|-------------|------------|------------|-------------|------------|------------|-------------|
| No.                     | Type              | Liner (in) | MW (ppg) | Eff (%) | SPM (SPM) | SPP (psi) | Flow (bpm) | Depth (m)      | SPM1 (SPM) | SPP1 (psi) | Flow1 (bpm) | SPM2 (SPM) | SPP2 (psi) | Flow2 (bpm) | SPM3 (SPM) | SPP3 (psi) | Flow3 (bpm) |
| 1                       | Oilwell 1700PT    | 6.500      |          | 97      |           |           |            |                |            |            |             |            |            |             |            |            |             |
| 2                       | National 12-P-160 | 6.500      |          | 97      |           |           |            |                |            |            |             |            |            |             |            |            |             |
| 3                       | National 12-P-160 | 6.500      |          | 97      |           |           |            |                |            |            |             |            |            |             |            |            |             |

**Casing**

| OD (in) | Csg Shoe MD (m) | Csg Shoe TVD (m) | Csg Landing Depth MD (m) | Csg Landing Depth TVD (m) | LOT/FIT (ppg) |
|---------|-----------------|------------------|--------------------------|---------------------------|---------------|
| 30 "    | 207.50          | 207.50           | 207.50                   | 207.50                    |               |

**Personnel On Board**

| Company                 | Pax | Comment  |
|-------------------------|-----|--|
| ANZON AUSTRALIA LIMITED | 4   | 2 X Drilling Supervisor, 1 X Logistics, 1 X Drilling Eng |
| DOGC                    | 46  |  |
| DOWELL SCHLUMBERGER     | 4   |  |
| FUGRO SURVEY LTD        | 6   |  |



| Personnel On Board                         |    |  |
|--|----|--|
| ESS  | 8  |  |
| CAMERON AUSTRALIA PTY LTD                  | 2  |  |
| MI AUSTRALIA PTY LTD                       | 2  |  |
| HALLIBURTON AUSTRALIA PTY LTD - SPERRY SUN | 4  |  |
| FUGRO SURVEY LTD                           | 2  |  |
| GEOSERVICES OVERSEAS S.A.                  | 2  |  |
| Total                                      | 80 |  |

| HSE Summary         |              |            |  |   |  |
|---------------------|--------------|------------|--|---|--|
| Events              | Date of last | Days Since | Descr.                                     | Remarks                                   |  |
| Abandon Drill       | 26 Feb 2006  | 1 Day      | Drill crew=11, Deck=8,<br>Mech=4, Marine=1 | Hold safety meetings at 1300/1900/0100hrs |  |
| Fire Drill          | 26 Feb 2006  | 1 Day      |  |   |  |
| JSA                 | 27 Feb 2006  | 0 Days     |  |   |  |
| Man Overboard Drill | 17 Feb 2006  | 10 Days    |  |   |  |
| Safety Meeting      | 26 Feb 2006  | 1 Day      | Safe= 3 Un-safe=3                          |   |  |
| STOP Card           | 27 Feb 2006  | 0 Days     |  |   |  |

| Shakers, Volumes and Losses Data |          |        |        |         |         |                  |
|----------------------------------|----------|--------|--------|---------|---------|------------------|
| Available                        | 1,490bbl | Losses | 525bbl | Equip.  | Descr.  | Mesh Size        |
| Hole                             | 130bbl   | Sweeps | 525bbl | Shaker1 | VSM 100 | 4 x 200          |
| Reserve                          | 1,360bbl |        |        | Shaker2 | VSM 100 | 165/180/2x 230   |
|                                  |          |        |        | Shaker3 | VSM 100 | 2 x 200, 2 x 120 |
|                                  |          |        |        | Shaker4 | BEM650  | 4 x 165          |

| Marine                 |              |             |              |            |              |                  |             |         |               |  |
|------------------------|--------------|-------------|--------------|------------|--------------|------------------|-------------|---------|---------------|--|
| Weather on 27 Feb 2006 |              |             |              |            |              |                  | Rig Support |         |               |  |
| Visibility             | Wind Speed   | Wind Dir.   | Pressure     | Air Temp.  | Wave Height  | Wave Dir.        | Wave Period | Anchors | Tension (klb) |  |
| 10.0nm                 | 8kn          | 0.0deg      | 1,027.0mbar  | 22C°       | 0.5m         | 0.0deg           | 2s          | 1       | 205.0         |  |
| Rig Dir.               | Ris. Tension | VDL         | Swell Height | Swell Dir. | Swell Period | Weather Comments |             | 2       | 192.0         |  |
| 253.2deg               | 0.00klb      | 5,026.00klb | 1.5m         | 0.0deg     | 7s           | Comments         |             | 3       | 247.0         |  |
|                        |              |             |              |            |              |                  |             | 4       | 243.0         |  |
|                        |              |             |              |            |              |                  |             | 5       | 271.0         |  |
|                        |              |             |              |            |              |                  |             | 6       | 282.0         |  |
|                        |              |             |              |            |              |                  | 7           | 284.0   |               |  |
|                        |              |             |              |            |              |                  | 8           | 322.0   |               |  |

| Vessel Name      | Arrived (Date/Time) | Departed (Date/Time) | Status      | Bulks              |      |      |          |
|------------------|---------------------|----------------------|-------------|--------------------|------|------|----------|
|                  |                     |                      |             | Item               | Unit | Used | Quantity |
| Far Grip         | 17:00 21 Feb 2006   |                      | On Location | Diesel             | m3   |      | 262      |
|                  |                     |                      |             | Fresh Water        | m3   |      | 600      |
|                  |                     |                      |             | Drill Water        | m3   |      | 110      |
|                  |                     |                      |             | Cement G           | mt   |      |          |
|                  |                     |                      |             | Bentonite Bulk     | mt   |      | 71       |
|                  |                     |                      |             | Cement HT (Silica) | mt   |      | 0        |
|                  |                     |                      |             | Brine              | m3   |      | 0        |
| Pacific Wrangler |                     | 13:20 25 Feb 2006    | Melbourne.  | Diesel             | m3   |      | 453      |
|                  |                     |                      |             | Fresh Water        | m3   |      | 153      |
|                  |                     |                      |             | Drill Water        | m3   |      |          |
|                  |                     |                      |             | Cement G           | mt   |      | 0        |
|                  |                     |                      |             | Cement HT (Silica) | mt   |      | 0        |
|                  |                     |                      |             | Barite Bulk        | mt   |      | 5        |
|                  |                     |                      |             | Bentonite Bulk     | mt   |      | 0        |
| Brine            | m3                  |                      | 0           |                    |      |      |          |

| Helicopter Movement |                                       |               |            |   |
|---------------------|---------------------------------------|---------------|------------|---|
| Flight #            | Company                               | Arr/Dep. Time | Pax In/Out | Comment   |
| 1                   | BRISTOW HELICOPTERS AUSTRALIA PTY LTD | /             | /          | Refuel/Test = 0 litres,<br>Remaining on board = 3894 litres |