

18 Jan 2009

From: Sean De Freitas / Peter Dane To: Paul Barrett

DRILLING MORNING REPORT # 40 Fermat-1

| Well Data | | | | | | | |
|----------------|-------------|------------------|-------|-------------------|---|------------|-----------------|
| Country | Australia | MDBRT | 0.0m | Cur. Hole Size | | AFE Cost | AUD\$48,230,000 |
| Field | Otway | TVDBRT | 0.0m | Last Casing OD | | AFE No. | 07/002 |
| Drill Co. | Seadrill | Progress | 0.0m | Shoe TVDBRT | | Daily Cost | AUD\$312,500 |
| Rig | West Triton | Days from spud | 35.42 | Shoe MDBRT | | Cum Cost | AUD\$39,249,934 |
| Wtr Dpth (MSL) | 39m | Days on well | 39.42 | FIT/LOT: | / | | |
| RT-MSL | 38.00m | Planned TD MD | 3640m | Current Op @ 0600 | | | |
| RT-ML | 77m | Planned TD TVDRT | 3640m | Planned Op | | | |

Summary of Period 0000 to 2400 Hrs

WOW to commence jacking operations.

Jacked rig down, performed water integrity checks and commenced move to Westernport Bay.

Rig off contract to Beach Petroleum at 10:00hrs.

| HSE Summary | | | | |
|------------------|-------------|------------|-----------------------------------|--|
| Events | Num. Events | Days Since | Descr. | Remarks |
| Abandon Drill | 1 | 1 Day | Abandon rig drill. | All personnel mustered at life boats. |
| JSA | 6 | 0 Days | JSA's conducted for the day. | |
| Pre-tour Meeting | 4 | 0 Days | Safety Meeting. | Held Pretour and pre job safety meetings with crews. |
| PTW issued | 11 | 0 Days | PTW issued for the day. | |
| Safety Meeting | 2 | 1 Day | Weekly safety meeting. | |
| STOP Card | 10 | 0 Days | Stop cards submitted for the day. | 5 positive 5 negative |

Operations For Period 0000 Hrs to 2400 Hrs on 18 Jan 2009

| Phse | Cls (RC) | Ор | From | То | Hrs | Depth | Activity Description |
|------|-------------|-----|------|------|------|---------|---|
| P1 | TP (WOW) | G25 | 0000 | 0500 | 5.00 | 3585.0m | Waiting on weather to continue jacking operations. |
| | (- , | | | | | | Weather: 02:00 hrs: Wind 6-8 knots, Swell 2.0m, Combined Seas 2.2m. 04:00 hrs: Wind 8-10 knots, Swell 1.5-2.0m, Combined Seas 1.8-2.2m. |
| P1 | Р | M3 | 0500 | 0600 | 1.00 | 3585.0m | Connected main tow bridle to Pacific Battler and port/bow pennant to Pacific Valkyrie. |
| P1 | Р | М3 | 0600 | 0730 | 1.50 | 3585.0m | Held JSA with all relevant personnel and reviewed jacking procedures. Tested jacks on all legs. Jacked down hull to 2m draft. |
| P1 | Р | M3 | 0730 | 0830 | 1.00 | 3585.0m | Conducted water tight integrity tests on all tanks, mud pits and sand traps. |
| P1 | Ρ | M3 | 0830 | 1000 | 1.50 | 3585.0m | Jacked down hull to 4.5m draft. Rig afloat and all legs clear of seabed at 09:12 hrs. Note: |
| | | | | | | | Rig released 1 nautical mile off Fermat-1 location at 10:00 hrs on 18/10/09. |

Phase Data to 2400hrs, 18 Jan 2009

| Phase | Phase Hrs | Start On | Finish On | Cum Hrs | Cum Days | Max Depth | |
|-----------------------------|-----------|-------------|-------------|---------|----------|-----------|--|
| Conductor Hole(P2) | 41.5 | 13 Dec 2008 | 14 Dec 2008 | 41.50 | 1.729 | 119.0m | |
| Conductor Casing(P3) | 13 | 15 Dec 2008 | 15 Dec 2008 | 54.50 | 2.271 | 119.0m | |
| Surface Hole(P4) | 65 | 15 Dec 2008 | 18 Dec 2008 | 119.50 | 4.979 | 999.0m | |
| Surface Casing(P5) | 19 | 18 Dec 2008 | 19 Dec 2008 | 138.50 | 5.771 | 999.0m | |
| Intermediate Hole (1)(P7) | 243 | 19 Dec 2008 | 29 Dec 2008 | 381.50 | 15.896 | 2807.0m | |
| Intermediate Casing (1)(P9) | 112 | 29 Dec 2008 | 02 Jan 2009 | 493.50 | 20.563 | 2807.0m | |
| Production Hole (1)(P11) | 172 | 02 Jan 2009 | 09 Jan 2009 | 665.50 | 27.729 | 3585.0m | |
| Suspend and Abandon(P21) | 123.5 | 10 Jan 2009 | 15 Jan 2009 | 789.00 | 32.875 | 3585.0m | |
| Mob/Demob(P1) | 157 | 10 Dec 2008 | 18 Jan 2009 | 946.00 | 39.417 | 3585.0m | |

General Comments

00:00 TO 24:00 Hrs ON 18 Jan 2009

West Triton Rig Equipment Concerns

Operational Comments



General Comments

| | Need new BOP test tool mandrel. Ordered on the 24/10/08. TDS IBOP is required to be opened before being able to operate rotating head and link tilt functions. Ongoing intermittent issue. |
|----------------------|---|
| Operational Comments | De-Mob Activities: Stab-master still to be removed. ROV equipment ready for removal. Continued paint repair in pre-load tank #19. Continued to pack up ADA equipment and supplies. |
| Operational Comments | Rig Activities: Continued with general rig maintenance and housekeeping. Continued cleaning out bulk silos. |

Bulk Stocks

| Name | Unit | In | Used | Adjust | Balance |
|----------------|------|----|------|--------|---------|
| Drill Water | MT | 0 | 14 | 0 | 166.0 |
| Rig Fuel | m3 | 0 | 4 | 0 | 116.0 |
| POTABLE WATER | MT | 3 | 22 | 0 | 110.0 |
| Cement class G | MT | 0 | 0 | 0 | 0.0 |
| BLENDED CEMENT | MT | 0 | 0 | 0 | 0.0 |
| Bentonite | MT | 0 | 0 | 0 | 0.0 |
| Barite | MT | 0 | 0 | 0 | 0.0 |
| Brine | m3 | 0 | 0 | 0 | 0.0 |
| Helifuel | ltr | 0 | 0 | 0 | 0.0 |

Casing

| OD | LOT / FIT | Csg Shoe (MD/TVD) | Cementing |
|----|-----------|-------------------|-----------|
| | | | |

| Personnel On Board | | | | | | |
|--------------------|-----|--|--|--|--|--|
| Company | Pax | | | | | |
| ADA | 4 | | | | | |
| Seadrill | 12 | | | | | |
| Seadrill Services | 34 | | | | | |
| Catering | 9 | | | | | |
| Tamboritha | 2 | | | | | |
| OPC | 3 | | | | | |
| Core IRM | 2 | | | | | |
| Fugro Survey | 2 | | | | | |
| Total | 68 | | | | | |

Marine

Weather on 18 Jan 2009

| Visibility | Wind Speed | Wind Dir. | Pressure | Air Temp. | Wave Height | Wave Dir. | Wave Period | |
|------------|--------------|-------------------|--------------|------------|--------------|------------------|-------------|--|
| 1.0nm | 9kn | 210.0deg | 1016.0mbar | 14C° | 1.0m | 240.0deg | 2s | |
| Rig Dir. | Ris. Tension | VDL | Swell Height | Swell Dir. | Swell Period | Weather Comments | | |
| 128.5deg | | 1762.00klb | 2.2m | 240.0deg | 11s | mainly fine | | |
| | | | | | | | | |
| Rig Dir. | - | VDL 1762.00klb | Swell Height | Swell Dir. | Swell Period | Weather (| Comments | |

Vessel Name Arrived (Date/Time) Departed Status Bulks (Date/Time) Used Transfer to Rig Pacific Battler On location Femat - 1 Unit Adjust Quantity Item In Rig Fuel m3 1.9 318.2 Potable Water m3 2 423 Drill Water m3 360 Barite CEMENT G Mt 0 Mt 0 Bentonite Mt 0 Brine m3 0 Pacific Valkyrie On location Fermat-1 Unit In Used Transfer Adjust Quantity Item to Rig 349 Rig Fuel m3 2.8





| | | Item | Unit | In | Used | Transfer to Rig | Adjust | Quantity |
|-------------|---|---------------|------|----|------|--------------------|--------|----------|
| | | Potable Water | Mt | | 0 | | | 403 |
| | | Drill Water | m3 | | | | | 472 |
| | - | Barite | Mt | | | | | 0 |
| | - | Bentonite | Mt | | | | | 0 |
| | | CEMENT G | Mt | | | | | 0 |
| | - | Brine | m3 | | | | | 0 |
| · · · · · · | | | | | | | | |
| | | | | | | | | |