

10 Nov 2009 <u>DRILLING MORNING REPORT # 27</u> Somerset-1

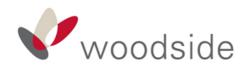
Well Site Manager	: Dennis Bell / Kevin	Monkhouse					OIM: Rod Dotson		
Well Data									
Country	Australia	Total Planned Days	27.60	M. Depth	2912.0m	Current Hole Size	12.250in		
Field	Otway Basin	Actual Days	27.00	TVD	2912.0m	Casing OD	13.375in		
Rig Contractor	DOGC	Planned Days Completed	21.65	Progress	0.0m	Shoe TVD	1278.5m		
Rig	OCEAN PATRIOT	Days +/- Curve	+ 5.35 (Behind)			FIT/LOT	/ 1.70sg		
Water Depth(LAT)	503.0m	Spud Date	19 Oct 2009			Last BOP Test	23 Oct 2009		
RT-ASL(LAT)	21.5m	Operations @ 0600	Jetting well he	ad prior to	recovering w	ear bushing.			
RT-ML	524.5m	Planned Op Recover wear bushing. Pull BOP's.							

Cost Data	ost Data										
			AFE (D&C)	Actu	al Cost to Date (D&C)		EFC (D&C)				
Mob/Demob	\$	3	5,900,000	\$	3,182,286	\$	5,500,000				
Drilling	\$	3	23,100,000	\$	20,603,852	\$	25,100,000				
Completion	\$	3	0	\$	0	\$	0				
Testing	\$	3	0	\$	0	\$	0				
Intervention	\$	3	0	\$	0	\$	0				
Well Total	\$	5	29,000,000	\$	23,786,138	\$	30,600,000				

Summary of Period 0000 to 2400 Hrs

Stripped in hole and tagged cement at 2113m. Stripped back and bullheaded cement across shoe. WOC and tag TOC at 1204m. Pressure tested cement plug in casing to 6210kPa (900psi) - OK. Opened well under controlled conditions and flow checked. Well static. Spotted cement plugs at 1197m and 610m. Circulated at 530m and displaced riser to seawater.

CLS	PHSE	OP	From	То	Hrs	Depth	Activity Description
Р	PA	PNA	0000	0200	2.00	2912.0m	Stripped in hole from 1736m to tag TOC at 2113m (18mT (40klbs) with pumps). SICP 2410kPa (350psi), SIDPP 410kPa (60psi), KLM 1510kPa (220psi).
Р	PA	PNA	0200	0400	2.00	2912.0m	Stripped out of hole from 2113m to 1528m.
Р	PA	PNA	0400	0430	0.50	2912.0m	Pumped to bullhead 15.2m3 (96bbls) 1.7sg (14.2ppg) Hi Vis pill and displaced with 13m3 (82bbls) of 1.7sg (14.2ppg) mud at 1.3m3/min (8bpm).
Р	PA	PNA	0430	0530	1.00	2912.0m	Stripped out of hole from 1528m to 1190m.
Р	PA	PNA	0530	0600	0.50	2912.0m	Laid out 2 singles and picked up cement head single to space out on cementing depth at 1178m.
Р	PA	PNA	0600	0630	0.50	2912.0m	Held pre job JSA on cementing.
Р	PA	PNA	0630	0700	0.50	2912.0m	Dowell pumped 1.6bbls (10bbls) of drill water. Pressure tested surface lines to 27,600kPa (4000psi) - 5mins. Good test.
P	PA	PNA	0700	0800	1.00	2912.0m	Dowell pumped 0.8m3 (5bbls) DW. Dowell mixed and pumped 15.2m3 (96bbls) 1.94sg (16.2ppg) cement slurry (352sx G cement used). Dowell displaced with 0.3m3 (2bbl) drill water followed with 11.7m3 (74bbls) 1.7sg (14.2 ppg) mud at 1.2m3/min (8 bbl/min). During pumping: SICP 2960kPa (430psi), SIDDP 5510kPa (800psi), KLM 22,70kPa (330psi).
Р	PA	PNA	0800	0830	0.50	2912.0m	Laid out cement head single. Stripped out of hole from 1178m to 1103m.
P	PA	PNA	0830	1200	3.50	2912.0m	Waited on cement. Closed LPR and flushed kill and choke lines to seawater. Opened LPR and monitored well pressure (While WOC, laid out 39jts of 127mm (5") DP from derrick).
Р	PA	PNA	1200	1330	1.50	2912.0m	Held JSA. Stripped into well from 1103m to tag TOC at 1204m (74m above the 340mm (13 3/8") shoe).
Р	PA	PNA	1330	1430	1.00	2912.0m	Pressure tested cement plug to 6210kPa (900psi) (4140kPa (600psi) above SICP). Test good. Bled off well through choke.
P	PA	PNA	1430	1530	1.00	2912.0m	Closed LPR. Displaced kill and choke lines to seawater. Closed diverter bag, opened lower annular to U-Tube fluid under annular to kill and choke lines, keeping riser filled with trip tank. Observed zero pressure on well. Opened LPR and diverter. Monitored well on trip tank. Well static.
Р	PA	PNA	1530	1730	2.00	2912.0m	Circulated and conditioned mud at 3m3/min (19 bbl/min) until gas levels reduced.
Р	PA	PNA	1730	1830	1.00	2912.0m	Held JSA. Rigged up cementing single to 1197m.
Р	PA	PNA	1830	1900	0.50	2912.0m	Dowell pumped 1.6m3 (10bbls) drillwater. Pressure tested surface lines to 27,500kPa (4000psi) 5mins. OK. Dowell pumped 0.8m3 (5bbls) drillwater, mixed and pumped 3.8m3



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CLS	PHSE	OP	From	То	Hrs	Depth				Activity Descrip	otion					
							dril		ed by 9.6m3 (60k	ss G cement slurry. bbls) 1.7sg (14.2pp						
Р	PA	PNA	1900	2100	2.00	2912.0m	PC	OH from 119	7m to 710m.							
Р	PA	PNA	2100	2130	0.50	2912.0m	Sp	otted 7.6m3 (48bbl) 1.5sg (12	2.5ppg) Hi Vis pill at	710m.					
Р	PA	PNA	2130	2200	0.50	2912.0m	PC	OH from 710	m and make up	cementing head sir	ngle to s	pace	out to 6	310m.		
Р	PA	PNA	2200	2230	0.50	2912.0m	(20 (24 dril	Dowell pumped 1.6m3 (10bbls) drillwater. Pressure tested surface lines to 13,700kPa (2000psi) 5mins. OK. Dowell pumped 0.8m3 (5bbls) drillwater, mixed and pumped 3.8m3 (24.3bbls) (15.8ppg)1.9sg class G cement slurry. Dowell displaced with 0.3m3 (2bbls) drillwater followed by 4m3 (25bbls) 1.7sg (14.2ppg) mud. Checked no back flow and rigged down surface lines.								
Р	PA	PNA	2230	2300	0.50	2912.0m	Lai	d out cement	head single and	DOOH from 610m	to 530m	n.				
Р	PA	ССМ	2300	2400	1.00	2912.0m		shed drill strir		ser and booster line	to seaw	ater	at 3.1m	3/min (20	bbl/min).	
	Tota	al Durat	ion		24											
Opera	tions	For P	eriod	0000	Hrs to	0600 H	lrs o	n 11 Nov 2	2009							
CLS	PHSE	OP	From	То	Hrs	Depth				Activity Descrip	otion					
Р	PA	CCM	0000	0030	0.50	2912.0m	'									
Р	PA	PUP	0030	0400	3.50	2912.0m										
Р	PA	PUB	0400	0430	0.50	2912.0m	, 5									
Р	PA	RBH	0430	0600	1.50	2912.0m	RII	H with WBRT	and jetting asse	mbly to 501m.						
	Tota	al Durat	ion		6											
Casin	g															
OD	(in)	Csg	Shoe (m)	MD (sg Sho (m		LO	T (ppg)	FIT (ppg)	Weight (lbs/ft)	Gr	ade	k	(PI Score	Top of Liner	
	30	"	56	9.44		569.44				310.0	X	56				
	13 3/8	"	127	8.57	1	1278.51		14.20		72.0	N80	BTC				
WBM	Data									,						
Mud Typ	oe: F	Polymer	Mud	API FL:		4.2cc/30r	min	CI:	33000mg/l	Solids(%vol):	22.7		√iscosity	′	70sec/L	
Sample-	From:			Filter-Ca	ake:	1/32	nd"	K+C*1000:		H2O:	76.0	/0	Þγ		32cp	
Time:		,	11:00	HTHP-F	L:			Hard/Ca:	180mg/l	Oil(%):	0.0	1%	ΥP		38lb/100ft ²	
Weight:				HTHP-c				MBT:		Sand:	Tra	ľ	Gels 10s Gels 10r		70 9	
ŭ			- 3					PM:								
Temp:			490	Glycol:						pH:	9		ann 00		6	
								PF:	0.14	PHPA:			ann 00	-	10	
Comme	nt									gramme. Cut weigh) [.	ann 10	-	31	
						pill pumpe d discharg		I bulk barite a	nd bentonite cha	arged off as produc	ts plann	eu	Fann 20 Fann 30		50 70	
								ers downmanı	ned on the 11th	November.				-		
Dulle C	tock												ann 60	U	102	
Bulk S	TOCK			Uni		In	Used	Balance		Name	Unit		In	Used	Balance	
	NI~						usea	Dalance	. IN	vanit				11500		
	Na	me														
'G' Cmt	Na	me		МТ		0	41	16.0	Drill Water		МЗ		0	97	129.0	
'G' Cmt Fuel Pot Wate		me			•	0						8				

МТ

0

0

60.0

CEMENT HT (SILICA)



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Supply Ves	ssel								
Boats	Status	E	Bulks			Status	Е	Bulks	
Lewek Swift	On Standby at	Item	Unit	Quantity		At Portland	Item	Unit	Quantity
	Ocean Patriot	Fuel	m3	326.3	Emerald		Fuel	m3	435.5
		Pot Water	m3	461			Pot Water	m3	165
		Drill Water	m3	511			Drill Water	m3	256
		CEMENT G	mt	66			CEMENT G	mt	40
		CEMENT HT (SILICA)	mt	0			CEMENT HT (SILICA)	mt	0
		Barite	mt	0			Barite	mt	132
		Bentonite	mt	0			Bentonite	mt	0
		BRINE	bbls	0			BRINE	bbls	424

Personnel On Board			Total: 83
Company	Pax	Company	Pax
Diamond Offshore	52	Dril-Quip	1
ESS	8	MI Australia PTY LTD	2
Woodside	6	Neptune	2
ВНІ	2	Subsea 7	6
Dowell Schlumberger	3	Weatherford	1

Lagging Indica	Lagging Indicators														
	HPI	LTI	RWC	MTC	TROI	FAC	Env Cat C	Env Non Comp	Dropped Objects	HPH	Env Cat D	Env Cat E			
24hr	0	0	0	0	0	0	0	0	0	0	0	0			
Well To Date	0	0	0	0	0	1	0	0	1	0	1	0			
Month To Date	0	0	0	0	0	0	0	0	0	0	0	0			
Year To Date	0	0	0	0	0	1	0	0	1	0	1	0			
Comments/ Findings															

Leading	Indicators
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	GSR Comp Checks	JSA Comp Checks	PTW Audit	Area Inspection	3rd Party Company Check	Mgt Visits	Drills	Number Observe Cards	ER Exercises	Env Insp Check
24hr	0	0	0	0	0	0	0	86	0	0
Well To Date	21	6	12	5	1	1	7	2309	2	4
Planned Targets per month	10/m	4/m	8/m	4/m	1/qtr	1/qtr	8	N/A	1 first month start up, 6 month after	1/m
Month Actual	11	2	4	1	0	0	3	723	1	1
Year To Date	21	6	12	5	1	1	7	2309	2	4

Comments/ Findings Number Observe Cards 86 - Safe/Unsafe: 72/14 (DODI - 51; ESS - 8; TPC - 15; WEL - 12)

Leading Indicators

	H&S INC/NM	Env NM				
24hr	0	0				
Well To Date	1	0				
Month To Date	1	0				
Year To Date	1	0				
Comments / Findings						

General Comments

00:00 to 24:00 Hrs on 10 Nov 2009

CAR: 101/143 items closed (13 critical)

Top Stop Cards: #1 Saw man hitting a hammer union without using PPE. I stopped the job and told the person to put on correct PPE. #2 Dust extractors on the mixing hoppers at the sack room cannot remove the dust during mixing of barite and gel. Men are wearing dust masks but there is always a chance to inhale the dust. The extractors need repair and a dust bag would greatly reduced the quantity of dust.

Operational Comments

Non-compliance trends: Tools and equipment causing trip hazards. Tools found in need of repair or replacement before starting job.

DODI Supervisor audits conducted: 2 DODI Interventions conducted: 4 Woodside Interventions conducted: 3

Daily Environmental Checklist findings: Rig clean and free of debris.

Performance Summary

	Daily										С	umulativ	e Well			
1	U	N	NPT SCC NSC		ı	>	NPT		SCC		NSC		Total			
Hrs	%	Hrs	%	Hrs	%	Hrs	%	Hrs	%	Hrs	%	Hrs	%	Hrs	%	Hours
24	100							318	49.07	328	50.62			2	0.31	648