

DAILY GEOLOGICAL REPORT

Date:11 August 2009Rig:Ocean PatriotReport Number:19Bit Diameter:216 mm

 Report Period:
 00:00 - 24:00 Hours
 Last Casing:
 244 mm @ 2910.9 m MDRT

 Spud Date:
 22-Jul-2009 03:00 Hours
 FIT:
 1.56 sg EMW @ 2910.9 m MDRT

Days From Spud: 20.9 Mud Weight: 1.14 sg

Depth @ 2400 Hrs: 3921 mMDRT **ECD**:

3311.4 mTVDRT **Mud Type:** KCI-KlaStop-Polymer

3289.9 mTVDMSL Mud Chlorides: 43,000 mg/L

Lag Depth: 3921 mMDRT **Est. Pore Pressure:**

Last Depth: 3921 mMDRT DXC:

 Progress:
 Last Survey:
 3921 mMDRT

 Water Depth:
 154.2 m
 Deviation:
 Inc. 25.06°

 RT:
 21.5 m
 Az. 156.25°

OPERATIONS SUMMARY

24 HOUR SUMMARY: Performed MDT logging from 3902 to 3391 mMDRT. Pulled out of hole to 2856

mMDRT to troubleshoot wireline communication problem. Cut out pinch in wireline at side entry sub. Ran in hole with MDT and logged to 2628 mMDRT.

NEXT 24 HOURS: Complete MDT logging. Pull out of hole with MDT on drill pipe and rig down.

Run 178 mm (7") casing.

CURRENT OPERATION @ 06:00 HRS (12-Aug-2009): Pumping out on the last point of the MDT run,

3628.5 mMDRT.

GEOLOGICAL SUMMARY

PROVISIONAL FORMATION TOPS

| Formation | Prognosed Depths | | | Actual Depths | | | Diff. | Picks Based |
|-------------------------------------|------------------|--------|----------|---------------|--------|----------|--------|----------------------------|
| Name | MD | TVDRT | TVDMSL | MD | TVDRT | TVDMSL | TVT | On |
| | (m) | (m) | (m) | (m) | (m) | (m) | (m) | |
| Gippsland Limestone | 176.5 | 176.5 | (155) | 175.7 | 175.7 | (154.2) | 0.8 H | |
| Lakes Entrance Fm | 2094.8 | 1816.4 | (1794.9) | 2100 | 1824.4 | (1802.9) | 8.0 L | Subtle change in lithology |
| Top Latrobe Group | 2501.2 | 2142.3 | (2120.8) | 2495 | 2137.4 | (2115.9) | 4.9 H | Increase in GR & RES |
| Zone 0 | 3545.4 | 2985.4 | (2963.9) | 3528.4 | 2970.1 | (2948.6) | 15.3 H | |
| K2 Sandstone Marker (revised) | 3034 | 2571 | (2549.5) | 3054 | 2588 | (2566.5) | 17.1 L | GR & RES drop |
| Zone 2 | 3658.1 | 3076.3 | (3054.8) | 3640.7 | 3064.1 | (3042.6) | 12.2 H | |
| Zone 6 | 3835.3 | 3219.1 | (3197.6) | 3804.1 | 3206 | (3184.5) | 13.1 H | |
| Top Volcanics | 3901 | 3272 | (3250.5) | 3878.6 | 3273.1 | (3251.6) | 1.1 L | |
| Total Depth | 3951 | 3312.3 | (3290.8) | 3920.9 | 3311.4 | (3289.9) | 0.9 H | |

REMARKS

2 Mudloggers, 1 Sample Catcher, 1 Directional Driller and 3 LWD Engineers to town today.

WELLSITE GEOLOGISTS

Ian Walker / Joann Cooper / Shane Robbie