

26 Dec 2008 From: Rocco Rossouw/ Peter Sheehan

To: Rob Oliver

DRILLING MORNING REPORT #17 Fermat-1

Well Data							
Country	Australia	MDBRT	2396.0m	Cur. Hole Size	12.250in	AFE Cost	AUD\$51,857,377
Field	Otway	TVDBRT	2393.8m	Last Casing OD	13.375in	AFE No.	07/002
Drill Co.	Seadrill	Progress	0.0m	Shoe TVDBRT	987.0m	Daily Cost	AUD\$867,139
Rig	West Triton	Days from spud	13.00	Shoe MDBRT	987.0m	Cum Cost	AUD\$21,684,516
Wtr Dpth (MSL)	39m	Days on well	17.00	FIT/LOT:	/ 1.80sg		
RT-MSL	38.00m	Planned TD MD	3640m	Current Op @ 0600		1/4" directiona	l hole. At 06.00 TD
RT-ML	77m	Planned TD TVDRT	3640m		2402m		
				Planned Op	Continue	to drill 12 1/4" c	correctional hole.

Summary of Period 0000 to 2400 Hrs

POOH, changed out BHA for correction run. RIH to bit depth 1341m.

8 hr's trouble time due to cyber system problem.

HSE Summary				
Events	Num. Events	Days Since	Descr.	Remarks
Abandon Drill	1	5 Days	Abandon rig drill.	All personnel mustered at life boats.
First Aid Case		1 Day	Pinched finger	Finger jammed in door while closing . Minor bruising , first aid applied.
JSA	5	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	4	0 Days	PTW issued for the day.	
Safety Meeting	2	6 Days	Weekly safety meeting.	
STOP Card	21	0 Days	Stop cards submitted for the day.	12 positive 9 negative

Operations For Period 0000 Hrs to 2400 Hrs on 26 Dec 2008

Phse	Cls (RC)	Ор	From	То	Hrs	Depth	Activity Description
P7	Р	D6	0000	0300	3.00	2396.0m	Continued to backream out of hole from 1245m to 987m, casing shoe. At 1038m washpipe seals totally failed. Straight pull from 1038m to 987m 5/10k overpull. Attempted straight pull at 1067m, no success 25/30k overpull.
P7	TP (RE)	G11	0300	0330	0.50	2396.0m	Bit in casing shoe , trouble shot and re calibrated cyber system block height parameters.
P7	TP (RE)	G11	0330	0400	0.50	2396.0m	Replaced TDS wash pipe seal assembly.
P7	TP (RE)	G8	0400	0730	3.50	2396.0m	Pumped slug, continued to POOH 2 stands, re-occuring problem with cyber system/draworks, travelling block speed okay for first 20m of stand then reverts to slow/crawl speed. Continued to trouble shoot problem.
P7	TP (RE)	G8	0730	1030	3.00	2396.0m	Continue to POOH slow/crawl mode from 920m to 409m
P7	Р	G8	1030	1130	1.00	2396.0m	Continue to POOH slow/crawl mode from 409m to 239.91m
P7	TP (RE)	G11	1130	1200	0.50	2396.0m	Trouble shot cyber/draworks slow mode issue in conjuction with live link to NOV Norway. Repair problem.
P7	Р	G6	1200	1400	2.00	2396.0m	POOH from 239m to surface with BHA.
P7	Р	G6	1400	1600	2.00	2396.0m	Broke out and layed out bit, stabiliser, sonic, telescope, ARC, N.B.
P7	Р	G11	1600	1630	0.50	2396.0m	Serviced Rig and TDS
P7	Р	G6	1630	1900	2.50	2396.0m	Picked up and made up BHA for correction run .
P7	Р	G6	1900	2000	1.00	2396.0m	RIH with BHA to 121m , shallow tested MWD,800 GPM , 1050 PSI . Good test.
P7	Р	G8	2000	2400	4.00	2396.0m	RIH from 121m to 1341m.

Operations For Period 0000 Hrs to 0600 Hrs on 27 Dec 2008

Phse	Cls (RC)	Ор	From	То	Hrs	Depth	Activity Description
P7	Р	G8	0000	0300	3.00	2396.0m	Continued to RIH from 1341m to 2346m. Hole good condition .
P7	Р	F1	0300	0330	0.50	2396.0m	Made up TDS , precautionary washed and reamed to bottom from 2346m to 2396m, 800 GPM ,1700 PSI, 80 RPM.
P7	Р	D3	0330	0600	2.50	2422.0m	(IN PROGRESS) Drilled 12 1/4" sliding hole from 2396m to 2422m

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Phse	Cls (RC)	Ор	From	То	Hrs	Depth	Activity Description
							GPM 900 . SPP 2000 OFF BTM .SPP 2400 ON BTM . WOB 7/12K.

Operations	For Period	Hrs to	o Hrs on		GPIVI 90	<i>.</i>	PP 200	JU OFF	BIW .SPF	2400 ON	DIW.W	JB // IZK.			
•	a to 2400hrs														
Phase					Phase Hr	s	Start C	On	Finish O	n Cur	n Hrs	Cum Days		Max I	Depth
Mob/Demob(P	1)					78.5	10 Dec	2008	13 Dec 2	800	78.50	3.	271		0.0r
Conductor Hol	e(P2)					28	13 Dec	2008	14 Dec 2	800	106.50	4.	438		119.0m
Conductor Cas	O. ,				26.5 14				15 Dec 2		133.00		542		119.0m
Surface Hole(F	,						15 Dec		17 Dec 2		184.00		667		999.0m
Surface Casing BOPs/Risers(F							17 Dec		18 Dec 2 19 Dec 2		204.00 217.00		500 042		999.0m 999.0m
Intermediate H	•						19 Dec		26 Dec 2		408.00		000		2396.0m
WBM Data					Cost To										
Mud Type:	KCI / Polymer	API FL	.: 4	.5cc/30min	CI:			500mg/l	Solids(%	vol):	5%	Viscosity			57sec/qt
Sample-From:	6	Filter-C	Cake:	1/32nd"	K+C*1000):		7%	Low-Grav	/ity	3.8%vol	PV YP			14cp 32lb/100ft ²
Time:	15:30	HTHP-	FL: 10	.6cc/30min	Hard/Ca:		2	200mg/l	Solids:	•		Gels 10s			11
Weight:	9.80ppg	HTHP-		2/32nd"	MBT:			3	H2O:		91%	Gels 10m			17
Temp:	25C°		ou.io.	2,02.10	PM:			0.1	Oil(%):			Fann 003 Fann 006			10 13
Tomp.	200				PF:			0.1	Sand:		.5	Fann 100			30
								0.1	pH:		8.5	Fann 200			40
									PHPA:		2ppb	Fann 300 Fann 600			46 60
Comment												<u>I</u>			
Bit # 4					Wear		I	01	D	L	В	G	0	2	R
							5	3	RO	С		1	Ľ	Г	вна
					Bitwear C	omm	nents:								
Size ("):	Size ("): 12.25in IADC# M432					zzles	}	Drill	ed over la	ast 24 hrs		Calculated (over	Bit R	un
Mfr:	REED-HYC	ALOG	WOB(avg)	13.00klb	No.	Size	Progress		ess	0.0	m Cum.	Progress		1	370.5m
Type:		PDC	RPM(avg)	220	3	13	/32nd"	On Bo	ttom Hrs	0.0	h Cum.	On Btm Hrs	i		83.3h
Serial No.:	2	212219	F.Rate	1000gpm	3		/32nd"		Drill Hrs	0.0		ADC Drill H			97.2h
Bit Model	RSR616		SPP	2300psi				Total F		94		Γotal Revs			2034
Depth In)27.0m	HSI	5.26HSI				ROP(a		N,				16	.45 m/hr
								101 (8	avg)	I N/	A 1001 (8	avg)		10.	45 111/111
Depth Out Bit Comment		396.0m	TFA	0.840											
Bit # 5					Wear		ı	01	D	L	В	G	0	2	R
Dit # 3							•	01		_					
					Bitwear C	omm	nents:								
Size ("):	1	12.25in	IADC#	M432	Noz	zzles	;	Drill	ed over la	ast 24 hrs	C	Calculated of	over	Bit R	un
Mfr:	REED-HYC	ALOG	WOB(avg)		No.	Size	е	Progre	ess		Cum.	Progress			0.0m
Type:		PDC	RPM(avg)		3	13	/32nd"	On Bo	ttom Hrs		Cum.	On Btm Hrs	;		0.0h
Serial No.:	2	19736	F.Rate		3	15	/32nd"	IADC	Drill Hrs		Cum I	ADC Drill H	rs		0.0h
Bit Model	RSX616	M-A10	SPP					Total F	Revs		Cum 7	Γotal Revs			0
Depth In	23	396.0m	HSI					ROP(a		N				0.	.00 m/hr
Depth Out			TFA	0.907				(J,	- 4/	(J ,			
Bit Comment			1		1			1							
BHA # 4															
Weight(Wet)	51	1.00klb	Length		151.	.4m	Torque	e(max)		11000ft-lk	os D.C. (1) Ann Velo	city		299fpm
Wt Below Jar(/t Below Jar(Wet) 34.00klb String				238.00	Torque	e(Off.Bt	m)	8000ft-lk	os D.C. (2) Ann Velo	city		0fpm	
·			Pick-Up		255.00	Oklb	-	e(On.Bt		8000ft-lk	s H.W.E			205fpm	
								•					•		



		Slack-Off	2	224.00klb			D.P. A	nn Velocity	205fpm
BHA Run Description		1					•		
BHA Run Comment		Jar hrs 127							
Equ	uipment		Length	OD	ID	Serial #		Comment	
Bit			0.29m	12.25in		212219			
Near Bit Stab			2.08m	12.25in	2.88in	703984			
ARC8			5.92m	9.13in		1957			
Tele Scope			8.97m	11.75in		VR52			
SonicVISION 825			8.19m	11.25in		48648			
String Stabiliser			2.44m	12.19in	2.88in	OSS041163B			
Drill Collar			47.24m	8.25in	2.88in				
Drilling Jars			9.68m	8.00in		1762-1380	Jar hr's 12	7	
Drill Collar			9.46m	8.25in	2.88in	5T8			
X/O			0.93m	8.25in	2.81in	SSSD7132			
HWDP			56.23m	5.50in	3.06in				
BHA # 5									
Weight(Wet)	48.00klb	Length		159.8m	Torque(max))	D.C. (1) Ann Velocity	0fpm
Wt Below Jar(Wet)	28.00klb	String			Torque(Off.B	ßtm)	D.C. (2) Ann Velocity	0fpn
		Pick-Up			Torque(On.B	•	,	P. Ann Velocity	
		Slack-Off				,		nn Velocity	0fpm
BHA Run Description									<u> </u>
BHA Run Comment		Jar hr's 146							
Equ	uipment		Length	OD	ID	Serial #		Comment	
Bit			0.30m	12.25in		219736			
Motor			9.72m	12.13in		1470WO			
Float Sub			0.79m	7.94in		ASQ8038			
ARC8			5.92m	9.13in		1948			
Tele Scope			8.97m	11.75in		VR52			
SonicVISION 825			8.09m	11.13in		41229A			
String Stabiliser			2.44m	12.19in		OSS041163B			
Drill Collar			47.24m	8.25in					
Drilling Jars			9.68m	8.00in		1762-1380	jar hr's 146	5	
Drill Collar			9.46m	8.25in		5TB			
X/O			0.93m	8.25in		SSSD7132			
HWDP			56.23m	5.50in	3.06in				
Bulk Stocks					<u> </u>				
	Name				Unit	ln	Used	Adjust	Balance
Drill Water				MT		300	80	0	450.0
Rig Fuel				m3		0	17	0	207.0

Bulk Stocks											
Name	Unit	In	Used	Adjust	Balance						
Drill Water	MT	300	80	0	450.0						
Rig Fuel	m3	0	17	0	207.0						
POTABLE WATER	MT	12	25	0	300.0						
Cement class G	MT	0	0	0	131.0						
BLENDED CEMENT	MT	0	0	0	0.0						
Bentonite	MT	0	0	0	42.0						
Barite	MT	0	0	0	115.0						
Brine	m3	0	0	0	53.0						
Helifuel	Itr	0	0	0	5,405.0						

Pu	ımps																
Pump Data - Last 24 Hrs								Slow Pump Data									
No.	Туре	Liner (in)	MW (ppg)	Eff (%)	SPM (SPM)	SPP (psi)	Flow (gpm)	Depth (m)	SPM1 (SPM)	SPP1F (psi)	low1(gpr	n)SPM2 (SPM)	SPP2 (psi)		SPM3 (SPM)		Flow3 (gpm)
1	National / 14 P-220	6.50	81.78	97	85	2300	1000	2337.0	30	280	175	40	300	233	50	400	292
2	National / 14 P-220	6.50	81.78	97								40	240	240	50	320	320
3	National / 14	6.50	81.78	97	85	2300	1000	2337.0	30	260	175	40	300	233	50	400	292



Pum	nps																
Pump Data - Last 24 Hrs								Slow Pump Data									
Р	P-220																

Casing			
OD	LOT / FIT	Csg Shoe (MD/TVD)	Cementing
30 "	/	151.00m / 151.00m	
13.38	15.00ppg /	987.00m / 987.00m	

Personnel On Board							
Company	Pax						
ADA	4						
Seadrill	12						
Catering	9						
Seadrill Services	33						
Tamboritha	2						
Halliburton	2						
Halliburton - Cementing	2						
Baker Hughes Inteq	6						
Beach Petroleum Ltd	1						
Schlumberger MWD/LWD	3						
Schlumberger (Wireline)	4						
Dril-Quip	2						
Weatherford	6						
Total	86						

Mud Volui Shaker Da	ud Volumes, Mud Losses and Shale Engineer : naker Data							
Available	2261.0bbl	Losses	42.0bbl	Equipment	Description	Mesh Size	Comments	
Active	416.0bbl	Downhole	0.0bbl					
Mixing		Surf+ Equip	42.0bbl					
Hole	1125.0bbl	Dumped						
Slug	0.0bbl	De-Gasser						
Reserve	720.0bbl	De-Sander						
Kill		De-Silter Centrifuge						

Weather on 26 Dec 2008 Visibility Wind Speed Wind Dir. Wave Period Pressure Air Temp. Wave Height Wave Dir. 14kn 16C° 1.0nm 50.0deg 999.0mbar 13s 0.5m 135.0deg Swell Height Rig Dir. Ris. Tension VDL Swell Dir. Swell Period Weather Comments 190.0deg 128.5deg 4991.00klb 1.0m mainly fine 13s Comments

Vessel Name	Arrived (Date/Time) 18.15 24/12/08	Departed (Date/Time) On location Fermat-1	Status	Bulks						
Pacific Battler			Item	Unit	ln	Used	Transfer to Rig	Adjust	Quantity	
				Rig Fuel	m3		2.72			437.6
				Potable Water	m3		6			356
				Drill Water	m3					122
				Barite	Mt					
				CEMENT G	Mt					
				Bentonite	Mt					17
				Brine	m3					0
Pacific Valkyrie			On location Fermat-1	Item	Unit	ln	Used	Transfer to Rig	Adjust	Quantity
				Rig Fuel	m3		5.13			272.7

Marine



nit I	Item Ur	it In Used	Transfer A to Rig	djust Quantity
Mt	Potable Water	Mt 5	80	341
m3	Drill Water	m3		233
Mt	Barite	Mt		0
Mt	Bentonite	Mt		
Mt	CEMENT G	Mt		