

		From:	Peter Devine	/ Nathan Peri			
		OIM:	Dennis Gore				
Well Data							
Country	Australia	Measured Depth	1685.0m	Current Hole Size	311mm	AFE Cost	\$41,512,831
Field		TVD	1564.0m	Casing OD	340mm	AFE No.	5746043
Drill Contractor	DOGC	Progress	125.0m	Shoe MD	652.0m	Daily Cost	\$867,772
Rig	Ocean Patriot	Days from spud	16.87	Shoe TVD	652.0m	Cum Cost	\$20,559,483
Water Depth (LAT)	66.3m	Days on well	17.58	F.I.T. / L.O.T.	/ 2.20sg	Planned TD	2552.0m
RT-SL(LAT)	21.5m	Current Op @ 0600	Continue d	rilling ahead from 174	7 mRT (1606	mTVD).	
RT-ML	87.8m	Planned Op	Drill to tota	l depth ~1977 mRT.			
Rig Heading	217.0deg						

Summary of Period 0000 to 2400 Hrs

Picked up new bit and RIH to 918m. Washed and reamed from 918m to bottom 1560m. Drilled ahead from 1560m to 1685 mRT.

Formations			
Name	Top (MD)	Top (TVD)	Comment
Massacre Shale	1207.0m	1189.1m	33.3m Low
Timboon Fm	1222.0m	1202.2m	36.4m Low
Paarratte Fm	1443.0m	1382.3m	28.5m Low
Skull Creek Mudstone	1682.0m	1564.0m	19.7m Low

Operations For Period 0000 Hrs to 2400 Hrs on 10 Sep 2008

Phse	Cls (RC)	Ор	From	То	Hrs	Depth	Activity Description
PH	TP (CWR)	TI	0000	0130	1.50	1560.0m	Continued making up the 311mm (12.25") rock bit and FEWD tools. Ran tools down to 80m.
PH	TP (CWR)	ТІ	0130	0200	0.50	1560.0m	Made up TDS, lowered assembly down and observed the bit tag and drop through the XT Bore protector. Continued down and observed the bit tag up at 93 mRT. Rotated the string 1/2 turn, unable to pass. Picked up 5m, rotated and pumped at 10rpm 1500 L/min (400gpm), lowered down past 93m. Observed both Exceed stabilizers tag and drop through. Picked back up and observed the upper stabilizer tag at 93mRT. Made two passing runs through the wellhead while pumping and rotating OK.
PH	TP (CWR)	TI	0200	0230	0.50	1560.0m	Lowered the bit down to 105m. Conducted shallow pulse test for FEWD tools. POH to surface.
PH	TP (CWR)	TI	0230	0300	0.50	1560.0m	Installed the radioactive source. Picked up the remaining BHA and RIH to 90m.
PH	P	НВНА	0300	0330	0.50	1560.0m	Made up TDS, rotated and pumped at 10rpm 1500 L/min (400gpm). Lowered the bit down until it tagged, worked the bit until it passed through. No tag observed with the stabilizers. Continued to RIH to 105m. Shallow pulse tested FEWD tools.
PH	Р	НВНА	0330	0500	1.50	1560.0m	Continued to RIH BHA to 214m.
PH	Р	TI	0500	0630	1.50	1560.0m	Continued to run 311mm (12.25") BHA on 127mm (5") drill pipe from 214m to 652m (casing shoe).
PH	Р	RS	0630	0700	0.50	1560.0m	Serviced the TDS and blocks.
PH	Р	TI	0700	0800	1.00	1560.0m	Continued RIH from 652m to 918 mRT.
PH	P	RW	0800	1430	6.50	1560.0m	Washed and reamed from 918m to 1560 mRT Pumped 630gpm at 10.5 MPa (1500psi),100rpm. Note: Increased mud weight from 1.22 to 1.32sg (10.2ppg to 11ppg) while reaming to bottom.
PH	Р	SCR	1430	1445	0.25	1560.0m	Conduct SCR's.
PH	P	DA	1445	2400	9.25	1685.0m	Drilled ahead 311mm (12.25") hole from 1560m to 1685m RT (1564mTVD). Surveyed and reamed on connections. Parameters: ROP 13 m/hr, WOB 13.6-22.7 t (30-50klbs), 100-150 RPM, Tq 6.8-27 kNm (5-20 kftlbs), SPP 25.5 MPa (3700psi), flow rate 3610 L/min (950gpm).

Operations For Period 0000 Hrs to 0600 Hrs on 11 Sep 2008

Phse	Cls (RC)	Ор	From	То	Hrs	Depth	Activity Description
PH	P	DA	0000	0600	6.00	1747.0m	Drilled ahead 311mm (12.25") hole from 1685m to 1747m RT (1606mTVD). Surveyed and reamed on connections. Parameters: ROP 10 m/hr, WOB 18-22.7 t (40-50klbs), 100-150 RPM, Tq 6.8-27 kNm (5-20 kftlbs), SPP 25.5 MPa (3700psi), flow rate 3610 L/min (950gpm). Last Survey: 1720 mRT, 1587mTVD, 49.5° Incl, 115° Azim Note: Dumped and diluted 63.6m³ (400bbls) to reduce LGS, Gels and MBT. Mud weight maintained at 1.32 sg (11.0ppg).



WBM Data	ì				Cost 1	Γoday	/ \$ 480	000						
Mud Type:	KCL/GLY	API FL:	4cm ³	/30m	KCI:			9%	Solids:		11.6			0sec/L
Sample-From:	Flowline	Filter-Cake:			Hard/Ca			440	H2O:		88%	PV: YP:		0.034Pa/ 0.278MPa
Time:	18:30	HTHP-FL:			MBT:	•		9	Oil:		3373	Gels 10s:		0.278101F
Weight:	1.32sg	HTHP-Cake			PM:			0.1	Sand:		1.3	Gels 10m:		0.13
Temp:	47.0C°	HIHF-Cake			PF:			0.1			8.5			1: 1:
romp.	17.00				PF.			0.1	pH:			Fann 100:		5
									PHPA:		1ppb	Fann 200: Fann 300:		7 ⁻ 9:
												Fann 600:		120
Bit # 5					Wear	I		O1	D	L	В	G	02	R
Size:		311mm IAD		117		ozzles		in .	led over la			Calculated	l over Bi	
Mfr:	Hughes Chris		(0)	L	No.	Size)	Progre				Progress		125.0m
Type:			И(avg)	133	1	14/	/32nd"		ttom Hrs			On Btm H		7.30h
Serial No.:	-	146318 F.R		3lpm	3	20/	/32nd"		Drill Hrs			IADC Drill		9.25h
Bit Model		IXL-1X SPF						Total F				Total Revs		57800
Depth In	15	560.0m TFA	. 1	1.071				ROP(a	avg)	17.12 r	n/hr ROP(avg)		17.12 m/hr
Depth Out														
Daily Comme	nt	Was	shed and rea	amed fr	om 918r	m to bo	ottom 15	60m a	fter bit cha	anged.				
BHA # 5														
Weight(Wet)	1:	9.05mt Len	gth		21	6.5m	Torque	(max)		21760.0	Nm D.C. ((1) Ann Ve	locity	81.25mpm
Wt Below Jar	(Wet) 18	8.14mt Stri	ng		104.	33mt	Torque	(Off.Bt	m)	14960.0	Nm D.C. ((2) Ann Ve	locity	0mpm
		Pick	k-Up		113.	40mt	Torque	(On.Bt	m)	8840.0	Nm H.W.I	D.P. Ann V	elocity	68.07mpm
		Slad	ck-Off		108.	86mt					D.P. /	Ann Veloci	ty	55.91mpm
BHA Run Des	scription	Dire	ectional / FE\	WD										
BHA Run Cor	mment	6" J	ar hours: 60	.0										
	Equipme	nt		Lengt	h	OD	II)	Seria	al#		Com	ment	
Bit				0.33	3m 3	11mm			5146318					
Powerdrive 90	00			8.62	2m 3	08mm	127	7mm	16		Blank float Xceed sur		m from tl	ne bit.
ARC-8				5.90)m 2	:31mm	76	6mm	1871		Resistivity bit.	& Gama =	= 11.36m	from the
In-Line Stabili	iser			0.83	3m 2	91mm	111	1mm	ASQ8062					
Telescope HF	=			8.15	5m 2	13mm	76	6mm	E0005		Powerpuls bit.	se survey =	= 19.25m	from the
In-Line Stabili	iser			0.83	3m 3	08mm	111	1mm	ASQ8-61					
Sonic				7.21	m 2	:31mm	83	3mm	FE75		Sonic = 28	3.89m		
ADN				6.57	'm 2	26mm	213	3mm	43150		Density = Neutron is		om the b	it.
NMDC				8.55	5m 2	13mm	7	1mm	N688					
X/O				1.09		:03mm			GUD123-	1				
HWDP				121.38		75mm		6mm						
6.375in Jars HWDP				9.73 37.30		62mm	70	Omm	DAH0162	8				
Survey				37.30	7111						1			
MD	Incl Deg	Corr. Az	TVD)	'V' Se	ect	Dog	leg	N/S		E/W		Tool Typ	oe
(m)	(deg)	(deg)	(m)		(m)		(deg/	30m)	(m)		(m)		71	
1548.79	38.1	110.3	1462.89									MWD		
1577.82 1606.72	39.5	111.1	1485.52									MWD		
1000.72	41.5	112.4	1507.50									MWD		

113.4

43.8

1528.30

1634.98

MWD



Bulk Stocks						
Name	Unit	ln	Used	Adjust	Balance	Comment
Barite	mT	77	27	0	146.0	Adjusted bulk for missed value on 8th Sept.
Gel	mT	0	0	0	33.0	
Cement	mT	0	0	0	63.0	
Fuel	m3	200	11.2	0	540.6	
Potable Water	m3	30	27	0	345.0	
Drill Water	m3	225	56	0	752.0	

Personnel On Board		
Company	Comment	Pax
Santos		4
DOGC		52
ESS		8
BHI		6
Dowell		2
Rheochem		2
MI Swaco		1
TMT		6
Cameron		2
Schlumberger Drilling & Measurements	MWD / LWD	3
Santos	Geologist	2
Schlumberger Drilling & Measurements	Directional	3
Premium Casing Services		1
	Total	92

Casing			
OD	L.O.T. / F.I.T.	Casing Shoe (MD/TVD)	Cementing
762mm	/	131.70/131.70	Slurry: 30.8m³ (194bbl x 916sxs) of 1.9sg (15.8ppg) class G
340mm	2.20 /	652.00/652.00	Lead: 41m³ (256bbl x 532sx) of 1.5sg (12.5ppg) class G slurry. Tail: 17.8m³ (112bbl x 644sx) 150m of 1.9sg (15.8ppg) class G slurry.



HSE Summary				
Events	Num Events	Date of Last	Days Since	Remarks
Abandon Drill	1	31 Aug 2008	10 Days	Abandon drill completed after the simulated fire was under control. Completed full muster at the forward lifeboats at 10:48hrs.
Environmental Audit	1	03 Sep 2008	7 Days	Rig visit by DPI. Conducted an environmental audit on Santos operation.
Fire Drill	1	07 Sep 2008	3 Days	Simulated a fire in the subsea shop. Emergency alarm sounded at 10:28hrs, emergency under control at 10:39hrs. Full muster complete at 10:38hrs
First Aid	1	06 Sep 2008	4 Days	IP was needle gunning when his right hand slipped off the gun and the right index finger went under the needles of the gun causing a 3cm laceration. The finger was treated and the IP resumed full duties.
JHA	32	10 Sep 2008	0 Days	Drill crew - 9 Deck Crew - 17 Welder - 1 Marine - 2 Mech - 2 Elect - 1
Lost Time Incident	1	30 May 2008	103 Days	Man had his left hand caught between an 8" drill collar and the casing tongs when he was trying to secure the tong. Preliminary checks on the rig deemed only stitches required and the hand was not broken. The person was medivac'd off the rig @ 23:00hrs. Man was released from Royal Hobart hospital with 12 stitches to the hand (no broken bones).
Medical Treatment Incident	1	13 Aug 2008	28 Days	During lifting operations of 3rd party tooling on the pipe deck, IP was assisting the dogman in attaching slings to the whip-line hook. During this process the hook swung and hit the IP in the side of the hardhat resulting in an injury to the IPs neck. The IP was immobilised as a precautionary measure, treated as per symptoms and in readiness for medivac to hospital for further assessment.
Pre-Tour Meeting	4	10 Sep 2008	0 Days	Discussed upcoming operations and associated hazards prior to each shift starting.
PTW Issued	13	10 Sep 2008	0 Days	6 x hot work permits 7 x cold work permits
Safety Audit	1	30 Jul 2008	42 Days	EHSMS audit conducted onboard.
Safety Meeting	3	07 Sep 2008	3 Days	Reviewed stop cards for the week and awarded Santos best stop card to Brendan Haywood. Discussed the fire drill in the subsea shop. Reviewed fire fighting equipment and where to find them on the rig.
Santos Induction	0	10 Sep 2008	0 Days	Conducted Santos induction to new personnel to site after DODI induction.
Stop Observations	60	10 Sep 2008	0 Days	35 - Safe 25- Corrective Actions
STOP Tour	3	10 Sep 2008	0 Days	Submitted Diamond supervisor audits.

Shakers, V	olumes and	d Losses Dat	a	Engineer : Kellie	lericho / Fius Siregar			
Available	403.1m³	Losses	37.2m³	Equip.	Descr.	Mesh Size	Hours	
Active	52.8m³	Downhole		Centrifuge 1	MI SW FVS 518			6
Mixing		Surf+ Equip	29.7m³	Centrifuge 2	MI SW FVS 518			0
wixing		Suri+ Equip	29.71119	Shaker 3	MI SW - BEM 650	10/20/200/200/200/200		24
Hole	137.4m³	Dumped		Shaker 4	MI SW - BEM 650	10/20/200/200/200/200		24
Slug		De-Sander		Shaker 5	MI SW - BEM 650	10/20/200/200/200/200		24
Reserve	103.2m³	De-Silter		Shaker 6	MI SW - BEM 650	10/20/200/200/200/200		24
Kill	0.0m³	Centrifuge	7.5m³					
Brine	109.7m³							

Marine										
Weather ch	eck on 10 Sep	2008 at 24:0	00					Rig Support		
Visibility	Wind Speed	Wind Dir.	Pressure	Air Temp.	Wave Height	Wave Dir.	Wave Period	Anchors	Chain out (m)	Tension (mt)
18.5km	30km/h	15.0deg	1016.00bar	11.0C°	0.5m	15.0deg	4sec	1	1353.0	121.11
Roll	Pitch	Heave	Swell Height	Swell Dir.	Swell Period	Weather	Comments	2	1372.8	125.19
0.3deg	0.3deg	0.80m	1.5m	220.0deg	13sec			3	1386.8	127.01
0.sueg	0.sueg	0.60111	1.5111	220.0deg	13860			4	1414.0	128.82
Rig Dir.	Ris. Tension	VDL		Comments				5	1365.8	126.10
217.0deg	122.47mt	984.30mt						6	1389.9	127.91
baog		5550m						7	1393.9	127.01
								8	1389.9	127.91



DRILLING MORNING REPORT # 18 Henry-2 (10 Sep 2008)

Boats	Arrived (date/time)	Departed (date/time)	Status		Bulks	
Far Grip		17:50 hrs 9/09/08	Transit to Portland for a 08:00hr	Item	Unit	Quantity
			Pilot booking.	Fuel	m3	508
				Potable Water	m3	375
				Drill Water	m3	340
				Gel	mt	59
				Cement	mt	45.5
				Barite	mt	84
				KCI Brine	m3	9
				NaCl Brine	m3	0
					m3	117
				Mud	m3	
Nor Captain	15:47hrs 9/09	9/08	On location Ocean Patriot	Item	Unit	Quantity
			N . T . (1000 3 ((1	Fuel	m3	255
			Note: Transferred 200m³ of fuel,	Potable Water	m3	200
			85m³ pot, 135m³ DW and 82mt barite to the OP.	Drill Water	m3	321
			bante to the OF.	Gel	mt	0
				Cement	mt	0
				Barite	mt	0
				KCI Brine	m3	0
				NaCl Brine	m3	0
				Mud	m3	12
Helicopter	· Movement					
Flight #	Time	Destination	Con	nment		Pax
GYJ	11:10 Ocean Pa	triot				5
GYJ	11:20 Essendon					5