



Report No. 10

REPORT PERIOD: 00:00 – 24:00 hrs, 03/05/2008

WELLSITE GEOLOGISTS: Mel Ngatai, Dennis Archer, Wen-Long Zang

RIG:	West Triton	RT-ML (m):	77.5	DEPTH @ 24:00 HRS:	1392 mMDRT 1280.5 mTVDRT
RIG TYPE:	Jack-up	RT ELEV. (m, AMSL):	38.0	DEPTH LAST REPORT: (@ 24:00 HRS)	1123 mMDRT 1040 mTVDRT
SPUD DATE:	24/04/2008 @ 04:15hrs	LAST CSG/LINER: (mMDRT)	340mm (13 3/8") @ 1117.0	24HR. PROGRESS:	269 m
DAYS FROM SPUD:	9.82	MW (SG):	1.13	LAST SURVEY:	28.20 @ 1362.3 mMDRT, 62.55° Azi 1253.7 mTVDRT
BIT SIZE:	N/A	LAST FIT (SG):	1.64	EST. PORE PRESSURE:	

Operations Summary

24HRS. DRILLING SUMMARY:

Continued to wash and ream through patchy cement inside casing from 468m to top of plugs at 1103m MDRT. Drilled out plugs and float collar from 1103m to 1104m MDRT. Displaced hole to new mud system while drilling on plugs. Drilled out ratty cement inside shoe track. Drilled out casing shoe to 1117m and cleaned out rathole to 1123m MDRT. Drilled 3 metres of new hole to 1126m MDRT. Conducted FIT to 1.64 SG (13.65 ppg) EMW – no leak-off. Directionally drilled ahead in 311mm (12.25") hole section from 1126m to 1392m MDRT.

CURRENT STATUS @ 06:00HRS: (04-05-2008)

Circulating bottoms up at 1559 mMDRT after detecting and investigating possible pit gain.

EXPECTED NEXT ACTIVITY:

Directionally drill ahead in 311 mm (12.25") hole section to well TD.

Cuttings Descriptions

DEPTH (MMDRT)		ROP (M/HR.)	DESCRIPTIONS (LITHOLOGY / SHOWS)	BG GAS (%)	
Top	Btm	Min.-Max. (Ave.)		Ave.	Max.
1123	1230	15.0-91.9 (41.1)	CALCILUTITE: Medium dark grey to olive grey to dark greenish grey, soft to firm to moderately hard, sub-blocky, grading locally silty, trace shell fragments, trace micromicas, trace carbonaceous specks, trace calcareous CLAYSTONE (increasing with depth).	0.0032	0.0057
1230	1380	26.1-73.7 (57.7)	CALCAREOUS CLAYSTONE: Medium grey, olive grey, dark greenish grey, soft to firm, sub-blocky to rarely sub-fissile, 40-20% calcareous clay with depth, nil to trace micromicaceous, trace carbonaceous material, nil to trace very fine grained disseminated pyrite, nil to trace-5% glauconite.	0.0037	0.0113



Gas Data

DEPTH (mMDRT)	TYPE	% Total Gas Min – Max (Avg)	C1	C2	C3	iC4	nC4	iC5	nC5
			ppm	ppm	ppm	ppm	ppm	ppm	ppm
1123-1230	BG	0.0018-0.0057 (0.0032)	21	-	-	-	-	-	-
1230-1380	BG	0.0020-0.0113 (0.0037)	22	-	-	-	-	-	-
1345-1353	P	0.113	41	7	1	-	-	-	-

Type: P-Peak, C-Connection T-Trip, W-Wiper Trip, BG-Background Gas, FC-Flow Check, *P-Pumps off, SWG-Swab Gas

Oil Show

DEPTH (mMDRT)	OIL STAIN	FLUOR%/ COLOUR	FLUOR TYPE	CUT FLUOR	CUT TYPE	RES RING	GAS PEAK	BG
1123-1380		Trace	Mineral only				N/A	0.0035

Calcimetry Data

SAMPLE DEPTH (mMDRT)	CALCITE (%)	DOLOMITE (%)	TOTAL CARBONATE (%)	SAMPLE DEPTH (mMDRT)	CALCITE (%)	DOLOMITE (%)	TOTAL CARBONATE (%)
N/A							

Mud Data

@ 1392 mMDRT

MUD TYPE	MW (SG)	VISCOSITY (SEC/QT)	PV / YP	Cl (mg/l)
KCl/PHPA	1.13	48	11 / 26	41,000

Tracer Data

DEPTH	TYPE	CONCENTRATION	ADDITIONS STARTED (DEPTH/DATE)
N/A			No tracer in use

MWD / LWD Tool Data

Tool Type	RAB8-Telescope		
Sub Type	GR (Gamma)	Resistivity	Survey (D&I)
RT Memory Sample Rate (sec)	1 sec	5 sec	N/A
Bit to Sensor Offset (m)	10.49	10.75 / 10.96 / 11.13 / 11.26	17.32
Flow Rate Range for Pulsar Configuration	600 – 1200 gpm		



Provisional Formation Tops

Formation (Seismic Horizon)	Prognosed* (mMDRT)	Prognosed (mSS)	Actual (mMDRT)	Actual (mSS)	Difference (High/Low) (m)	Based on
Mudline	77.0	39.0	77.5	39.5	0.5 L	Tagged with drill string
Gippsland Limestone	80.0	45.0				
Lakes Entrance Formation	965.9	860.0	960	857.49	2.51 H	Tentative pick based on change lithology and calcimetry results
<i>Top Latrobe Group</i>						
- Gurnard Formation	1516.1	1357.0				
- Top N1	1559.4	1399.5				
- Top N2.3	1628.8	1468.0				
- Top N2.6	1650.0	1489.0				
- Top P1	1681.4	1520.0				
Total Depth	1863.8	1700.0				

*Prognosed depth (MDRT) assumes a RT elevation of 38m above MSL and is based on **Directional Plan West Seahorse-3 Rev 06**.



Comments

Carbide lag check at 1321 mMDRT, hole size 325mm / 12.8" equivalent.

Actual well path is 2.50m to the left of the line, 4.5m below the line. Centre to centre is 5.15m at 1392 mMDRT (1280.5 mTVDRT).

Mud Properties 0416 hrs (Bit at 997 mMDRT)

K	4.4	%	
Rmf	0.0889	@	18.5°C
Rm	0.097	@	19.0°C
Rmc	0.167	@	19.4°C

Mud Properties 1637 hrs (Bit at 1014 mMDRT)

K%	3.9059	%	
Rmf	0.1052	@	19.1°C
Rm	0.1086	@	19.5°C
Rmc	0.1101	@	19.9°C

Wireline crew on board. All tools and back-up tools have been ops checked.

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