

**DRILLING MORNING REPORT # 1****Basker-3****01 Mar 2006**From: Ron King/Geoff Webster
To: John Ah-Cann

Well Data							
Country	Australia	MDBRT	210.0m	Cur. Hole Size	36.000in	AFE Cost	\$24,722,797
Field	Basker and Manta	TVDBRT	210.0m	Last Casing OD	30.000in	AFE No.	3426-1500
Drill Co.	DOGC	Progress	35.6m	Shoe TVDBRT	207.9m	Daily Cost	\$0
Rig	OCEAN PATRIOT	Days from spud	0.81	Shoe MDBRT	207.9m	Cum Cost	\$0
Wtr Dpth(LAT)	152.9m	Days on well	0.92	FIT/LOT:	/	Days Since Last LTI	1015
RT-ASL(LAT)	21.5m	Planned TD MD	4,131.0m				
RT-ML	174.4m	Planned TD TVDRT	3,341.0m				
Current Op @ 0600		Drilling out cement at 210m					
Planned Op		Drill ahead and survey 17 1/2" hole					

Summary of Period 0000 to 2400 Hrs

Move rig to Basker 3. Run in with 36" drilling BHA, spud in, drill and survey 36" hole to 210m MDRT. Pull drilling BHA. Run and cement 20" X 30" conductor casing. WOC and recover 30" running string. Make up 17 1/2" directional drill assembly

Operations For Period 0000 Hrs to 2400 Hrs on 01 Mar 2006

Phse	Cls (RC)	Op	From	To	Hrs	Depth	Activity Description
PS	P	HBHA	0200	0430	2.50	210.0m	Break out and lay down pony DC and upper 36" hole opener. Check MWD tool and run in 36" drilling BHA to tag sea floor
CH	P	DA	0430	0630	2.00	200.0m	Tag sea floor at 174.4m LAT, Water depth = 152.9m LAT Spud in and drill 36" hole with 600 GPM and 50 RPM from 174m to 177m. Survey=0.1 deg. Drill ahead to 186m, increase to 800 GPM and 70 RPM. Survey = 0.3 deg. Increase parameters to 1000GPM and 70 RPM, drill ahead and survey each 10m to 210m MDRT
CH	P	CHC	0630	0730	1.00	210.0m	Cycle pumps and take survey from 209m = 0.11 deg. Pump 100 bbl PHG sweep and displace hole with 200 bbls PHG.
CC	P	TO	0730	0900	1.50	210.0m	Pull out from 210m MDRT with 36" drilling BHA
CH	P	RRC	0900	0930	0.50	210.0m	Hold pre job safety meeting. Rig up to run 30" conductor casing. Move trolley with PGB under rotary table
CC	P	CRN	0930	1030	1.00	210.0m	Pick up 20" X 30" shoe joint and check float with seawater. Make up 30" intermediate and housing joints
CC	P	CRN	1030	1200	1.50	210.0m	Make up 5" DP stinger to 30" running tool and make up running tool to 30" housing. Land out and lock 30" housing in PGB on trolley. Install guidelines and fill 30" casing with seawater. Bullseyes on beam; Aft = 0 deg, Fwd = 1/4 deg aft Bullseyes off beam; Aft = 0 deg, Fwd = 1/4 deg aft
CC	P	CRN	1200	1300	1.00	210.0m	Run in with 30" X 20" conductor casing on 5" DP and land out at 207.08m LAT
CC	P	CIC	1300	1330	0.50	210.0m	Rig up cementing line and break circulation with rig pumps. Circulate casing with 119 bbls at 130 SPM and 200 psi. Monitor bullseyes; Aft = 1/2 deg fwd, Fwd = 1/2 aft
CC	P	CMC	1330	1500	1.50	210.0m	Hold pre job safety meeting with Dowell. With Dowell, pump 10 bbl dyed seawater, pressure test cement line to 2000 psi. Pump 40 bbls dyed seawater. Mix and pump 250 bbls (1183 sx, 50 t) 15.8 ppg G cement with 1/2% CaCl2. Mix water = 150 bbls. Displace with 57.5 bbls seawater.
CC	P	WOC	1500	1730	2.50	210.0m	Wait on cement
CC	P	TO	1730	1900	1.50	210.0m	Check bullseyes and release 30" running tool from housing and pull out. SLM difference = 0.03m
CC	P	HT	1900	2000	1.00	210.0m	Lay out 30" running tool and make up 18 3/4" running tool. Rack back in derrick
CC	P	HT	2000	2100	1.00	210.0m	Lay out 2 X TIW valves and pump in sub from cementing stand. Pick up and make up Deep sea express cementing stand and rack back in derrick
CH	P	HBHA	2100	2300	2.00	210.0m	Break out and lay down 36" drilling BHA
IH	P	HBHA	2300	2400	1.00	210.0m	Pick up and make up 17 1/2" directional drilling BHA

Operations For Period 0000 Hrs to 0600 Hrs on 02 Mar 2006

Phse	Cls (RC)	Op	From	To	Hrs	Depth	Activity Description
IH	P	HBHA	0000	0500	5.00	210.0m	Continue to make up 17 1/2" directional BHA. Make up 6/7 5 stage motor and install motor pad and adjust bent housing to 1.5 degrees. Make up MWD and install pulser



Phse	Cls (RC)	Op	From	To	Hrs	Depth	Activity Description
IH	P	DC	0500	0600	1.00	210.0m	assembly. Run in and tag cement at 203 m Drill out cement and float shoe from 203m to 210m MDRT

Phase Data to 2400hrs, 01 Mar 2006

Phase	Phase Hrs	Start On	Finish On	Cum Hrs	Cum Days	Max Depth
CONDUCTOR HOLE(CH)	5.5	01 Mar 2006	01 Mar 2006	5.50	0.229	210.0m
PRESPUD(PS)	2.5	01 Mar 2006	01 Mar 2006	8.00	0.333	210.0m
CONDUCTOR CASING(CC)	13	01 Mar 2006	01 Mar 2006	21.00	0.875	210.0m
INTERMEDIATE HOLE(IH)	1	01 Mar 2006	01 Mar 2006	22.00	0.917	210.0m

WBM Data**Cost Today \$ 337**

Mud Type:	PHG	API FL:	CI:	Solids(%vol):	Viscosity	130sec/qt
Sample-From:	Pits	Filter-Cake:	K+C*1000:	H2O:	PV	
Time:	08:00	HTHP-FL:	Hard/Ca:	Oil(%):	YP	
Weight:	8.80ppg	HTHP-cake:	MBT:	Sand:	Gels 10s	
Temp:			PM:	pH:	Gels 10m	
			PF:	PHPA:	Fann 003	
					Fann 006	
					Fann 100	
					Fann 200	
					Fann 300	
					Fann 600	
Comment						

Bit # 1RR

Wear	I	O1	D	L	B	G	O2	R	
	1	1	WT	A	E	I	NO	TD	
Bitwear Comments:									
Size ("):	17.500in	IADC#	1-1-5	Nozzles		Drilled over last 24 hrs		Calculated over Bit Run	
Mfr:	HUGHES CHRISTENSEN	WOB(avg)	2.00klb	No.	Size	Progress	35.6m	Cum. Progress	35.6m
Type:	Rock	RPM(avg)	85	4	22/32nd"	On Bottom Hrs	1.5h	Cum. On Btm Hrs	1.5h
Serial No.:	6043888	F.Rate	19.00bpm			IADC Drill Hrs	1.5h	Cum IADC Drill Hrs	1.5h
Bit Model	MXL-1	SPP	650psi			Total Revs	9000	Cum Total Revs	9000
Depth In	174.4m	HSI				ROP(avg)	23.73 m/hr	ROP(avg)	23.73 m/hr
Depth Out	210.0m	TFA	1.485						
Bit Comment									

Bit # 2

Wear	I	O1	D	L	B	G	O2	R	
							NO		
Bitwear Comments:									
Size ("):	17.500in	IADC#	1-1-5	Nozzles		Drilled over last 24 hrs		Calculated over Bit Run	
Mfr:	SMITH BITS	WOB(avg)		No.	Size	Progress	0.0m	Cum. Progress	0.0m
Type:	Rock	RPM(avg)		4	24/32nd"	On Bottom Hrs	0.0h	Cum. On Btm Hrs	0.0h
Serial No.:	MX9366	F.Rate				IADC Drill Hrs	0.0h	Cum IADC Drill Hrs	0.0h
Bit Model	XR4+VC	SPP				Total Revs	303	Cum Total Revs	303
Depth In	210.0m	HSI				ROP(avg)	N/A	ROP(avg)	0.00 m/hr
Depth Out	0.0m	TFA	1.767						
Bit Comment									

BHA # 1

Weight(Wet)	Length	202.8m	Torque(max)	D.C. (1) Ann Velocity	0fpm
Wt Below Jar(Wet)	String		Torque(Off.Btm)	D.C. (2) Ann Velocity	0fpm
Drilling Jar Hours	Pick-Up		Torque(On.Btm)	H.W.D.P. Ann Velocity	0fpm
	Slack-Off			D.P. Ann Velocity	0fpm
BHA Run Description					
BHA Run Comment					



Equipment	Length	OD	ID	Top Conn	Serial #	Comment
Bit	0.41m				6043888	
Hole Opener	2.89m				226630	
Float Sub	1.03m				186-0028	
MWD	9.61m				6811	
9.5in DC	27.22m					
X/O	1.08m				013231	
8in DC	17.88m					
X/O	1.10m				13428	
5in HWDP	141.54m					

BHA # 2

Weight(Wet)		Length	245.9m	Torque(max)	7000ft-lbs	D.C. (1) Ann Velocity	0fpm
Wt Below Jar(Wet)	35.00klb	String	195.00klb	Torque(Off.Btm)	2000ft-lbs	D.C. (2) Ann Velocity	0fpm
Drilling Jar Hours	0	Pick-Up	200.00klb	Torque(On.Btm)	4000ft-lbs	H.W.D.P. Ann Velocity	0fpm
		Slack-Off	195.00klb			D.P. Ann Velocity	0fpm

BHA Run Description

BHA Run Comment

Equipment	Length	OD	ID	Top Conn	Serial #	Comment
Bit	0.42m			7 5/8 Reg	MX9366	6/7 5 stage w/ 1.5 deg bend
Mud Motor	8.90m	17.250in		7 5/8 Reg	963-400	
Float Sub	0.84m	9.500in		7 5/8 Reg	S-18819	
Stab	2.10m	16.250in	3.000in	7 5/8 Reg	47572	
DWD	9.61m	9.688in	3.313in	7 5/8 Reg	46811	
X/O	1.16m			6 5/8 Reg	MSO1903-1	
8in DC	53.76m	7.875in	2.875in	6 5/8 Reg		
Drilling Jars	8.55m	8.250in	3.000in	6 5/8 Reg	MHA00209	
8in DC	17.88m	7.813in	2.875in	6 5/8 Reg		
X/O	1.17m	6.625in	2.750in	4 1/2 IF	MSO 1930-2	
5in HWDP	141.54m	6.250in	3.000in	4 1/2 IF		

Bulk Stocks

Name	Unit	In	Used	Adjust	Balance
Barite Bulk	MT	0		0	146.1
Bentonite Bulk	MT	0	8.6	0	102.3
Diesel	m3		16.2	0	384.2
Fresh Water	m3	29	39.7	0	117.1
Drill Water	m3	0	68.6	0	763.6
Cement G	MT	144.6	63.6	0	221.0
Cement HT (Silica)	MT	0		0	0.0

Pumps

Pump Data - Last 24 Hrs								Slow Pump Data									
No.	Type	Liner (in)	MW (ppg)	Eff (%)	SPM (SPM)	SPP (psi)	Flow (bpm)	Depth (m)	SPM1 (SPM)	SPP1 (psi)	Flow1 (bpm)	SPM2 (SPM)	SPP2 (psi)	Flow2 (bpm)	SPM3 (SPM)	SPP3 (psi)	Flow3 (bpm)
1	Oilwell 1700PT	6.500		97													
2	National 12-P-160	6.500		97													
3	National 12-P-160	6.500		97													

Casing

OD (in)	Csg Shoe MD (m)	Csg Shoe TVD (m)	Csg Landing Depth MD (m)	Csg Landing Depth TVD (m)	LOT/FIT (ppg)
30 "	207.90	207.90	207.90	207.90	



Personnel On Board		
Company	Pax	Comment
ANZON AUSTRALIA LIMITED	3	
DOGC	47	
DOWELL SCHLUMBERGER	4	
FUGRO SURVEY LTD	6	
ESS	7	
CAMERON AUSTRALIA PTY LTD	2	
MI AUSTRALIA PTY LTD	2	
HALLIBURTON AUSTRALIA PTY LTD - SPERRY SUN	4	
FUGRO SURVEY LTD	1	
GEOSERVICES OVERSEAS S.A.	2	
WEATHERFORD AUSTRALIA PTY LTD	3	
Q Tech	1	
Total	82	

HSE Summary					
Events	Date of last	Days Since	Descr.	Remarks	
Abandon Drill	26 Feb 2006	3 Days	Drill crew=7, Deck=8, Mech=6	Hold safety meetings at 1300/1900/0100hrs	
Fire Drill	26 Feb 2006	3 Days			
JSA	01 Mar 2006	0 Days			
Man Overboard Drill	17 Feb 2006	12 Days	Safe= 5 Un-safe=7		
Safety Meeting	26 Feb 2006	3 Days			
STOP Card	01 Mar 2006	0 Days			

Shakers, Volumes and Losses Data						
Available	842.2bbl	Losses	739bbl	Equip.	Descr.	Mesh Size
Hole	144.2bbl	Sweeps	739bbl	Shaker1	VSM 100	4 x 200
Reserve	698bbl			Shaker2	VSM 100	165/180/2x 230
				Shaker3	VSM 100	2 x 200, 2 x 120
				Shaker4	BEM650	4 x 165

Marine									
Weather on 01 Mar 2006							Rig Support		
Visibility	Wind Speed	Wind Dir.	Pressure	Air Temp.	Wave Height	Wave Dir.	Wave Period	Anchors	Tension (klb)
10.0nm	25kn	90.0deg	1,030.0mbar	23C°	1.0m	90.0deg	2s	1	183.0
Rig Dir.	Ris. Tension	VDL	Swell Height	Swell Dir.	Swell Period	Weather Comments		2	176.0
253.2deg	0.00klb	5,190.00klb	2.0m	225.0deg	7s			3	249.0
Comments							4	304.0	
							5	335.0	
							6	313.0	
							7	322.0	
							8	320.0	

Vessel Name	Arrived (Date/Time)	Departed (Date/Time)	Status	Bulks			
Far Grip		20:30 Feb 28 2006	Melbourne	Item	Unit	Used	Quantity
				Diesel	m3		246
Fresh Water	m3		395				
Drill Water	m3		80				
Cement G	mt		0				
Bentonite Bulk	mt		0				
Brine	m3		0				
Cement HT (Silica)	mt		0				
Pacific Wrangler	18:15 28 Feb 2006		On Location	Item	Unit	Used	Quantity
				Diesel	m3		569
				Fresh Water	m3		245
				Drill Water	m3		352
				Cement G	mt		0
				Cement HT (Silica)	mt		0
				Barite Bulk	mt		0
Bentonite Bulk	mt		72				



				Item	Unit	Used	Quantity
				Brine	m3		0

Helicopter Movement				
Flight #	Company	Arr/Dep. Time	Pax In/Out	Comment
1	BRISTOW HELICOPTERS AUSTRALIA PTY LTD	14:36 / 14:47	0 / 6	Refuel/Test = 0 litres, Remaining on board = 3018 litres