



Anzon Australia

LIMITED

Last BOP Test: 03 May 2006

DRILLING MORNING REPORT # 11

07 May 2006

From: Simon Rodda/Geoff Webster
To: John Ah-Cann

Basker-4

Well Data							
Country	Australia	MDBRT	2618.0m	Cur. Hole Size	12.250	AFE Cost	\$19,202,687
Field	Basker and Mante	TVDBRT	2468.0m	Last Casing OD	13 3/8"	AFE No.	3426-1600
Drill Co.	DOGC	Progress	324.0m	Shoe TVDBRT	987.2m	Daily Cost	\$0
Rig	OCEAN PATRIOT	Days from spud	69.50	Shoe MDBRT	998.5m	Cum Cost	\$0
Wtr Dpth(LAT)	154.5m	Days on well	9.44	FIT/LOT:	12 60000	Days Since Last LTI	1084
RT-ASL(LAT)	21.5m	Planned TD MD	3636.0m				
RT-ML	176.0m	Planned TD TVDRT	3366.0m				
Current Op @ 0600	POOH with 12 1/4" BHA						
Planned Op	Lay out: 12 1/4" directional BHA, pick up 12 1/4" rotary steerable BHA and RTH. Drill ahead and survey 311mm (12 1/4") hole						

Summary of Period 0000 to 2400 Hrs

Drill and survey 311mm (12 1/4") hole from 2294m MDRT to 2618m MDRT. Circulate bottoms up and POOH for rotary steerable assembly

FORMATION

Name	Top
Reservoir Zone 8 2 Sand	
Reservoir Zone 7 Sand	
Volcanics (Unit 1)	
Reservoir Zone 8 Sand	
Total Depth	

Operations for Period 0000 Hrs to 2400 Hrs on 07 May 2006

Phase	Cls (RC)	Op	From	To	Hrs	Depth	Activity Description
IH	P	DM	0000	1200	12.00	2459.0m	Drill 311mm (12 1/4") hole from 2294m MDRT to 2459m MDRT with 5-10 klbs. 900-850 GPM, 3400-3900 psi, RPM= 90-110, 15-22,000 ftlbs torque Average ROP = 13.8 m/hr Drillstring stalling with > 10 klbs WOB from 2277m MDRT
IH	P	DM	1200	2130	9.50	2618.0m	Drill 311mm (12 1/4") hole from 2459m MDRT to 2618m MDRT with 5-15 klbs. 900-850 GPM, 3400-3900 psi, RPM= 90-110, 15-22,000 ftlbs torque Average ROP = 16.7 m/hr ROP reduced to 2.5 m/hr from 2613m MDRT
IH	P	CHC	2130	2300	1.50	2618.0m	Circulate hole clean with 850 GPM, 3200 psi. Boost riser while circulating bottoms up
IH	P	TO	2300	2400	1.00	2618.0m	Flow check well and POOH from 2618m MDRT to 2487m MDRT. Hole in good condition. 5-15 klbs overpull

Operations for Period 0000 Hrs to 0600 Hrs on 08 May 2006

Phase	Cls (RC)	Op	From	To	Hrs	Depth	Activity Description
IH	P	TC	0000	0500	5.00	2618.0m	Continue to POOH from 2487m MDRT to 735m MDRT. Hole in good condition. 5-30 klbs maximum overpull. Winds blowing 45-60 knots from 270 degrees. Monitor hoses on travelling block assembly while POOH to prevent hanging up in derrick.
IH	TP (RE)	RR	0500	0600	1.00	2618.0m	Troubleshoot air operated elevators. Change out same

Phase Data to 2400hrs, 07 May 2006

Phase	Phase Hrs	Start On	Finish On	Cum Hrs	Cum Days	Max Depth
CONDUCTOR HOLE(CH)	21.00	27 Feb 2006	28 Feb 2006	21.00	0.875	210.0m
CONDUCTOR CASING(CC)	15.50	28 Feb 2006	05 Mar 2006	36.50	1.521	210.0m
SURFACE CASING(SC)	18.00	05 Mar 2006	07 Mar 2006	54.50	2.27	1010.0m
SURFACE HOLE(SH)	47.00	05 Mar 2006	07 Mar 2006	101.50	4.229	1010.0m
INTERMEDIATE HOLE(IH)	125.00	02 May 2006	07 May 2006	226.50	9.438	2618.0m



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MEMORIAL

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WBM Data		Cost Today \$ 38650																							
Mud Type: PHPA/KGL/Glycol	API FL: 4.4cc/30min	G: 42000mg/l	Solids(%vol): 9%																						
Sample From: Active pit	Filter-Cake: 1/32nd"	K+C*1000: 8%	H2O: 91%																						
Time: 21:15	HTHP-FL: 13.6cc/30min	Hard/Ca: 640mg/l	Oil(%): 0%																						
Weight: 9.50ppg	HTHP-cake: 1/32nd"	MBT: 5	Sand: 1																						
Temp: 48C?		PM: 0.6	pH: 8.8																						
		PF: 0.1	PHPA:																						
Comment: Ditch Magnet recovery 24 hrs = 830g Total = 3220g		<table border="1"> <tr> <td>Viscosity</td> <td>57cc/cg</td> </tr> <tr> <td>PV</td> <td>18cp</td> </tr> <tr> <td>typ</td> <td>24hr/100ft</td> </tr> <tr> <td>Gels 10s</td> <td>7</td> </tr> <tr> <td>Gels 10m</td> <td>12</td> </tr> <tr> <td>Fann 003</td> <td>6</td> </tr> <tr> <td>Fann 008</td> <td>8</td> </tr> <tr> <td>Fann 100</td> <td>24</td> </tr> <tr> <td>Fann 200</td> <td>33</td> </tr> <tr> <td>Fann 300</td> <td>39</td> </tr> <tr> <td>Fann 600</td> <td>54</td> </tr> </table>		Viscosity	57cc/cg	PV	18cp	typ	24hr/100ft	Gels 10s	7	Gels 10m	12	Fann 003	6	Fann 008	8	Fann 100	24	Fann 200	33	Fann 300	39	Fann 600	54
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Bit # 4				Wear	O1	D	L	B	G	O2	R
Bitwear Comments:											
Size ("):	12.250in	IADC#	M422	Nozzles		Drilled over last 24 hrs		Calculated over Bit Run			
Mfr:	REED HYCALOG	WOB(avg)	8.10klb	No.	Size	Progress	324.0m	Cum. Progress		1440.0m	
Type:	PDC	RPM(avg)	70	3	20/32nd"	On Bottom Hrs	14.9h	Cum. On Btm Hrs		44.0h	
Serial No.:	211927	F.Rate	910.00gpm	3	18/32nd"	IADC Drill Hrs	21.5h	Cum IADC Drill Hrs		64.5h	
Bit Model	RSX616M-A3	SPP	3492psi			Total Revs	243000	Cum Total Revs		637000	
Depth In	1178.0m	HSI	1.13=SI			ROP(avg)	21.74 m/hr	ROP(avg)		32.73 m/hr	
Depth Out		TFA	1.67								
Bit Comment:											

BHA # 5							
Weight(Wet)	55.00klb	Length	280.7m	Torque(max)	3500Cft-lbs	D.C. (1) Ann Velocity	286fpm
Wt Below Jar(Wet)	25.00klb	String	290.00klb	Torque(Off.Btm)	1000Cft-lbs	D.C. (2) Ann Velocity	
Drilling Jar Hours	77	Pick-Up	315.00klb	Torque(On.Btm)	1700Cft-lbs	H.W.D.P. Ann Velocity	197fpm
		Slack-Off	270.00klb			D.P. Ann Velocity	197fpm

BHA Run Description
BHA Run Comment

Equipment	Length	OD	ID	Top Conn	Serial #	Comment
Bit	0.25m	12.250in		6 5/8 Reg	211927	RSX616M-A3
X'Dver	0.39m	9.625in	3.000in	7 5/8 Reg	050693	
Down Hole Motor	8.59m	9.625in		7 5/8 Reg	963400	1.15 degree bend c/w 12" stabiliser sleeve.
X'O	1.17m	9.625in	3.000in	6 5/8 Reg	MSO2056-01	
Float Sub	0.68m	8.000in		6 5/8 Reg	DAB011	Ported float
AGS	3.26m	8.000in	3.000in	6 5/8 Reg	613037	12 1/4" full gauge. 11 1/2" under gauge. Bit to blade centre = 12.71m
MWD	2.80m	8.000in	3.500in	6 5/8 Reg	PM10603355	
DGR-EWD-PWD-XHCIM	7.19m	8.000in	1.938in	6 5/8 Reg	DM90099428	
PWD Sub	2.50m	8.000in	1.920in	6 5/8 Reg	DM90101913	
HOC	3.10m	8.262in	1.938in	6 5/8 Reg	108450	
8in DC	26.78m	8.250in	3.000in	6 5/8 Reg		
Drilling Jars	9.88m	8.000in	3.000in	6 5/8 Reg		
8in DC	17.80m	8.000in	3.000in	6 5/8 Reg		
X'O	1.17m	8.375in	2.938in	4 1/2IF	MSO 2056-02	
HWDP	195.13m	5.000in	3.000in	4 1/2IF		


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Survey								
MD (m)	Incl (deg)	Azim (deg)	TVD (m)	Vsec (deg)	N-S (m)	E-W (m)	DLS (deg/30m)	Tool Type
2323.86	26.2	267.7	2207.64	604.1	-48.2	-602.1	0.2	MWD
2352.81	26.5	267.7	2233.40	616.8	-48.7	-614.9	0.3	MWD
2381.90	26.8	267.2	2259.31	629.5	-49.3	-627.9	0.4	MWD
2410.64	26.7	266.5	2285.24	642.9	-50.0	-640.9	0.3	MWD
2439.34	26.9	266.5	2310.86	655.8	-50.8	-653.9	0.2	MWD
2467.89	27.1	266.4	2336.29	668.6	-51.6	-666.8	0.2	MWD
2496.64	27.6	266.0	2361.83	682.0	-52.5	-680.0	0.5	MWD
2525.18	27.7	265.7	2387.09	695.2	-53.4	-693.2	0.2	MWD
2553.57	28.0	265.5	2412.20	708.5	-54.4	-706.4	0.3	MWD
2582.45	28.2	266.2	2437.68	722.1	-55.4	-720.0	0.3	MWD

Bulk Stocks						
Name	Unit	In	Used	Adjust	Balance	
Bante Bulk	MT			0	65.2	
Bentonite Bulk	MT	0	0	0	42.6	
Cement G	MT			0	5.7	
Cement HT (Silica)	MT	0	0	0	165.9	
Diesel	m3		17.1		356.2	
Fresh Water	m3	35	23.9	0	381.4	
Drill Water	m3	550	122.7		664.0	

Pumps																	
Pump Data - Last 24 Hrs										Slow Pump Data							
No.	Type	Liner (in)	MW (ppg)	Eff (%)	SPM (SPM)	SPP (psi)	Flow (bpm)	Depth (m)	SPM (SPM)	SPP1 (psi)	Flow1 (bpm)	SPM2 (SPM)	SPP2 (psi)	Flow2 (bpm)	SPM3 (SPM)	SPP3 (psi)	Flow3 (bpm)
1	A*700PT	6.000	9.40	97	78	3600	7.94	2543.0	30	375	3.05	40	430	4.07	50	500	5.09
2	12P160	6.000	9.40	97	78	3600	7.94	2543.0	30	350	3.05	40	465	4.07	50	560	5.09
3	12P160	6.000	9.40	97	78	3600	7.94	2142.0	30	425	3.05	40	465	4.07	50	550	5.09

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"	208.80	208.60	208.60	208.80		
13 3/8"	998.35	967.20	998.85	987.20		

Personnel On Board		
Company	Pax	Comment
ANZON AUSTRALIA LIMITED	5	
DOGC	48	
ESS	8	
DOWELL SCHLUMBERGER	2	
FUGRO SURVEY LTD	3	
VI AUSTRALIA PTY LTD	2	
HALL BURTON AUSTRALIA PTY LTD - SPERRY SUN	4	
GEOSERVICES OVERSEAS S.A.	6	
Total	78	