



From: Lacy, Kevin
Sent: Tue Jul 14 12:50:36 2009
To: Thierens, Harry H; Frazelle, Andrew E; Little, Ian
Subject: RE: Early Heads Up on the Marianas Situation
Importance: Normal

Andy let me know when you can take a call - either 11:30 or after lunch. I will meet with Ian at 9 for regular 1:1
My thoughts are
Get the CBL run so we know what we are facing
Start getting the rig BOPs repaired (I want to make sure we keep TO on the hook for all of our delays and position ourselves for a potential claim)
Assess the timelines / assess risks / decide on asking for extension of Aug 15
Understand the operations and financial implications of moving early or stacking now

From: Thierens, Harry H
Sent: Tuesday, July 14, 2009 7:13 AM
To: Frazelle, Andrew E; Lacy, Kevin; Little, Ian
Subject: RE: Early Heads Up on the Marianas Situation

Andy

We should at least run a CBL before coming off the well. That will help to plan ahead on remediation.
I spoke with Geir yesterday and he was pretty sure that we could get ready at Macondo. The SIMOPS for Macondo was signed by me yesterday
H

From: Frazelle, Andrew E
Sent: Tuesday, July 14, 2009 6:51 AM
To: Thierens, Harry H; Lacy, Kevin; Little, Ian
Subject: Early Heads Up on the Marianas Situation
Importance: High

The chances of completing the Nakika H-2 well before the August 15 drop dead date is highly unlikely at the present time. We encountered two major obstacles in the past 24 hours.

The first being the Lower Inner Choke valve developed a leak. We already had an issue with the Upper Inner Choke valve and basically no longer have full utilization of the Choke line. We can keep the valves open by pumping through them, however the leak is such that there is a risk that they will wash out and fail in the closed position. We will have to pull and repair the stack prior to continuing with the completion operations.

The second issue is that there was no hard cement in the shoe track, which probably means there is not much chance that we will have adequate cement zonal isolation. The chances were not good to start with and this further diminishes the chances of a bond.

There are numerous issues that we will be chasing this morning:

- Readiness to move to Macondo
- Availability of Anchor Handling Support Vessels
- Boats for handling the riser - we have to lay down riser on boats due to pulling the stack and having all of our completions equipment onboard.
- Geir should have the 6 polyester lines installed at Macondo by the time we are ready, so this should not be

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an issue.

Mannie is currently headed to New Orleans and we will discuss the various options on the way to Houma and forward a recommendation later this morning. This best option may be to temporarily abandon this one and move to Macando to do the open water work.

More to come as this is an early heads up - which may be difficult to read from the morning reports,

Andy

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