



## DAILY GEOLOGICAL REPORT

**WELL:** Shenandoah #1    **REPORT No.:** 40    **DAYS FROM SPUD:** 40    **DATE:** 09/09/07  
**PEL:** EP 98    **00:00 DEPTH:** 1545mKB    **LAST 24hr DEPTH:** 1466mKB    **24 hr Progress:** 79m  
**LOCATION:** Beetaloo Basin    **RIG:** Century Rig 7    **KB:** (Final Survey) 232.55m    **13<sup>3</sup>/<sub>8</sub>" Csg:** 312m  
**GEOLOGIST:** J Hulse    **GL:** (Final Survey) 226.75m    **PTD:** 2,900m

**NEARBY WELLS:** Balmain #1 (Twin)

**06:00 Depth/Operation:** 1555mKB / Clean and condition hole ready to displace to mud.  
**Operations 00:00 to 06:00:** Drill ahead to 12 ¼" hole TD at 1555mKB. Short Wiper trip to last bit mark.  
**Previous 24 Hours Operations:** Ream to bottom, Drill ahead 12 ¼" hole from 06:00hours.

Formation Tops	Actual Depths (m)			Prognosed Depths (m)			Diff to Prog. H/L	Thickness (m)
	MDKB	TVD	TVDSS	MDKB	TVD	TVDSS		
Undifferentiated Tertiary	5.8	5.8	+227	5.8	5.8	+227	-	45.7
Jinduckin Formation	51.5	51.5	+181.3	54.8	54.8	+178	3.3H	32.7
Tindall Limestone	84.2	84.2	+148.6	83.8	83.8	+149	0.4L	178.8
Antrim Volcanics	263.0	263.0	-30.5	265.3	265.3	-32.5	2.0H	85.0
Bukalara Sandstone	348.0	348.0	-115.5	348.3	348.3	-115.5	0.0	58.0
Hayfield Mudstone	406.0	406.0	-173.5	406.3	406.3	-173.5	0.0	375.9
Hayfield Sand	782.5	782.3	-549.7	782.2	782.2	-549.4	0.3L	(10.5)
Jamison Sandstone	855.0	854.8	-622.2	856.3	856.3	-623.5	1.3H	85.0
Kyalla Formation	940.0	939.8	-707.2	940.8	940.8	-708.0	0.8H	
Moroak Sandstone				1551.8	1551.8	-1319		
Velkerri Formation				1641.8	1641.8	-1409		
Bessie Creek Sandstone				2481.8	2481.8	-2249		
Total Depth				2900.0	2900.0	-2667.2		

**Remarks:**

Interval (m) ROP (min/m)	Lithology Description	Gas/B'ground Breakdown C1/C2/C3/C4/C5
-----------------------------	-----------------------	---

**Formation: Kyalla Shale / Sandstone**

1466-1471mKB (18-56min/m)	<b>Mudstone (95-100%):</b> Pale grey green – light grey – dark grey brown, common – abundant micromicaceous, sub blocky, firm – moderately hard, massive – weakly laminar, minor sub fissile, trace pyrite, grading to siltstone and arenaceous siltstone in part. <b>Sandstone (Trace – 5%):</b> Light yellow brown – light grey, very fine, siliceous, grading to siltstone, trace medium bit fractured clear quartz, nil visible porosity, no shows.	<u>1467mKB</u> Tg 6 units Bkg < 1 unit 87/7/3/1/2
<b>Fluorescence</b>	Nil	
<b>Gas Flaring</b>	Nil	
1471-1491mKB (10-20min/m)	<b>Mudstone (60-90%):</b> Pale grey green, minor reddish brown, firm, uniform, massive, minor micromicaceous, trace carbonaceous laminae. Dark brown grey, hard – very hard, micromicaceous, weakly laminar, minor – common carbonaceous fragments and laminae, sub fissile – trace fissile. <b>Sandstone (5-40%):</b> Light translucent grey – white, fine – coarse, predominantly medium, minor very coarse well rounded quartz, poorly consolidated – loose, quartzose, common siliceous cement, common - abundant bit fracture, trace pyrite, trace glauconite?, trace pale yellow – orange quartz, nil – poor visible porosity, nil – fair inferred porosity.	<u>1474.5mKB</u> Tg 12.9 units Bkg 1 unit 75/16/6/2/1
<b>Fluorescence</b>	1482-1485mKB Trace dull yellow fluorescence, no cut	
<b>Gas Flaring</b>	Nil	



## DAILY GEOLOGICAL REPORT

1491-1521mKB (8min/m)	<p><b>Mudstone (95-100%):</b> Pale green, soft – firm, minor micromicaceous, rare micaceous layers. Medium – dark brown, common – abundant carbonaceous fragments, hard, micromicaceous, rare black coaly silt; carbonaceous, abundant vitreous carbonaceous fragments.</p> <p><b>Sandstone (0-5%):</b> White – light grey, fine – coarse, predominantly medium, becoming fine – very fine at base of interval, sub angular - sub round, moderately sorted, abundant siliceous cement, moderately well consolidated, rare loose quartz, nil visible porosity and no shows.</p>	<u>1503mKB</u> Tg 9.2 units Bkg 3 units 77/14/5/2/1
<b>Fluorescence</b>	Nil	
<b>Gas Flaring</b>	Nil	
1521-1555mKB (12min/m)	<p><b>Mudstone (80-100%):</b> Predominantly pale green, soft – firm, sub blocky, massive, minor micromicaceous, minor micaceous layers. Common medium grey brown – dark brown, hard, sub blocky – sub platy, micromicaceous, common – abundant carbonaceous fragments and laminae.</p> <p><b>Siltstone (5-20%):</b> (1) Medium brown, micaceous, sub blocky, moderately hard, common arenaceous, siliceous in part, minor carbonaceous fragments. (2) Dark brown – black, carbonaceous, micaceous, blocky – sub blocky, minor light brown fossil fragments.</p> <p><b>Sandstone (Trace – 3%):</b> Dark – medium grey – light grey, very fine – medium, moderately sorted, siliceous cement, minor calcareous cement, trace argillaceous matrix, trace pyrite, minor - common carbonaceous specks, minor mica, friable – moderately well consolidated, nil – poor visible porosity, no shows..</p>	<u>1531.5mKB</u> Tg 11 units Bkg 3 units 89/6/3/2/1
<b>Fluorescence</b>	Nil	
<b>Gas Flaring</b>	Nil	