



PROJECT NEWSLETTER



Status Summary

As the list of remaining construction activities continues to shorten, so will this newsletter. The Son of Bluto 2 subsea control umbilical will be installed early February. After that, the remaining subsea work will be to tie in and commission the individual wells as they are completed. The attached schedule now includes a more detailed list of tasks to complete the subsea hook up work.

Commissioning of the Delta House FPS is ongoing. An accommodation vessel is now on location to house additional personnel at night. We are now able to work up to 100 personnel on the FPS during daylight hours. Anticipate FPS commissioning will be completed late March/early April. First production from the field will be driven by the well completion work.

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Drilling & Completions



Currently, the Sevan Louisiana is proceeding with drilling operations at the MC 255/256/300 #3 well. The team experienced some delays earlier this month involving the BOP recertification and a shoe squeeze. The Sadrill West Neptune continues completion operations at MC 255/256/300 #2. On a positive note, the rig has performed very well since arriving in the Gulf, including execution of a stack hop that saw the rig travel over 6-miles from the test well to the MC 255/256/300 #2 well, all with the BOP's suspended.

TOPSIDES

VK 817 Topsides

- Completed topsides piping and instrumentation hookup activities and performed leak test. Scheduled to terminate final cable and function test topsides logic in late January.

SUBSEA

Jumpers

- All 16 jumper kits are fabricated and tested. Technip completed installation of three jumpers at MC 255/256/300 South and two jumpers at MC 387/431. The remaining jumpers will be installed pending rig movement. The current schedule shows the next 9 jumpers (and flying leads) being installed in March.

Pipeline & Riser Installation

- Nearly all pipelines have been installed, tied in and hydrotested.
- The 12" Oil pipeline (VK 817 to MP 291) has been hydrotested, but tie-in at the hot tap is not complete.

Umbilical & Subsea Controls Installation

- Fabrication of the MC 387/431 dynamic umbilical fabrication is complete and is loaded onto a barge. Installation is scheduled for early February. Steel, hydraulic, electrical and optical flying leads have been installed at MC 255/256/300 North and South only. All others are pending rig movement or remaining tree installations.



Transfer of pull-in winch from
Delta House to GI200



MP 291 SSVA Installation