July 25, 2014

BAKER HUSLIES

Nuclear Regulatory Commission Region IV 1600 E. Lamar Blvd.

Arlington, Texas 76011-4511

Attn.: Michael Vasquez

Re: NRC License No. 17-27437-01 Source Abandonment Report

- (1) Date Occurrence: Tool stuck in hole on July 1, 2014 @ 23:00 hrs.
- (2) Irretrievable Source Descriptions:

5.0 Ci (185 GBq) Americium-241/Be - Serial Number: SN-87904B

QSA GLOBAL, AMN.CY3

2.5 Ci (92.5 GBq) Cesium-137 -

Serial Number: SN-71901B

QSA GLOBAL, CDC.CY4

(3) Surface Location & Well Identification:

Operator -

Cook Inlet Energy Inc.

Rig -

Patterson 191

Well -Field - West Foreland #3
West Foreland

Rig Surface Location -

N 60° 45' 54.629" and W 151° 43' 53.677"

General Area -

Cook Inlet, Alaska (onshore)

- (4) Results of Efforts Immobilize: Pumped concrete to immobilize and seal hole.
- (5) Recovery Efforts: Please reference the attached document.
- (6) Depth of Source(s):

Americium-241/Be -

11,925 feet Measured Depth (9,747 ft. TVD)

Cesium-137 -

11,933 feet Measured Depth (9,752 ft. TVD)

(7) Top of Cement Plug: Approximately 10,537 feet Measured Depth (8,930 ft. TVD)

Plug Cementing Procedure

Trip in hole to a depth of 10,537 feet MD (8,930 feet TVD). Break circulation, close valve, and test lines to 5,200 psi. Batch the cement to verify density. Mix and pump 2.5 bbl of 11.5 lb/gal spacer. This was followed with 39 sks of 15.8 lb/gal cement. To balance the cement plug, pumped 2.3 bbls of 11.5 lb/gal spacer and then shutdown. The rig took over for displacement.

Client elected to set bridge plug and complete a zone of interest above the top of the fish.

(8) Depth of Well: 12,012 ft. MD (9,800 ft. TVD)

(9) Other Information: N/A

(10) Agencies Notified: **Nuclear Regulatory Commission**

Thank you for your attention to this matter,

John A. Yunker

Sde 4 Yearland

Radiation Safety Officer
E-mail: john.yunker@bakerhughes.com

Cook Inlet Energy

WF-03

West Foreland Cook Inlet, Alaska

Submitted By:

James Cannon

Bryce Grantham

Nathan Leopold

Matt Johanson

Christophe Itjoko

Field Service Engineers

Date: xx July 2014

Disclaimer

Baker Hughes does not guarantee the accuracy or correctness of interpretations provided in or from this report. Since all interpretations are opinions based on measurements, Baker Hughes shall under no circumstances be responsible for consequential damages or any other loss, costs, damages or expenses incurred or sustained in connection with any such interpretations. Baker Hughes disclaims all expressed and implied warranties related to its service which is governed by Baker Hughes' terms and conditions.

Chronological Drilling Summary

28 JUNE 2014

- 0000 Midnight Depth 10729.87 feet Circ Time 15.7 hrs; Drilling Time 10.0 Hrs
- 0237 KD @ 10814.75
- 0240 Slow pump rates
- 0245 Mud Resistivity check at surface

BHCT = 162, Surface temp = 88

Rm = .20 ohm-m, $Rm_{(corr)} = .11 \text{ ohm-m}$

 $Rmf = .25 \text{ ohm-m}, Rmf_{(corr)} = .14 \text{ ohm-m}$

Rmc= .22 ohm-m, Rmc(corr) = .12 ohm-m

- 0306 SURVEY @ 10812.07
- 0412 KD @ 10908.22
- 0426 SURVEY @ 10851.85
- 0445 Checkshot
- 0450 SLIDE FROM 10908 TO 10948
- 0738 Motor stall caused MWD tool to restart 10963
- 0800 KD@11002.96
- 0808 Survey @ 10946.09
- 0828 checkshot
- 0830 Slide from 11020 to 11031
- 0955 KD@11097.36
- 1009 Survey @ 11040.18
- 1050 Checkshot
- 1125 Torqued up and stopped circulating at 11178
- 1130 STUCK IN HOLE
- 1140 JAR
- 1145 JAR
- 1151 JAR
- 1200 JAR

- 1410 Circulate to trip out of hole
- 1636 Stop circulating and trip out of hole.
- 2052 Tool inside casing End AP Run 5

29 JUNE 2014

- 0000 Midnight Depth 11178.81 feet Circ Time 30.4 hrs; Drilling Time 18.2 Hrs
- 0051 Meeting for sources
- 0125 Unload Neutron
- 0130 Unload Gamma
- 0140 Lay down heavy weight
- 0145 Lay down compressive
- 0150 Above rotary End MWD Run 5
- 0220 Plugged in
- 0250 Unplugged
- 0255 Below Rotary Begin MWD Run 6
- 0300 Load
- 0330 TIH
- 1100 Tool outside of casing Begin AP run 6
- 1455 Circulate on last stand before starting to drill.
- 1519 On Bottom Drilling at 11179'
- 1530 Recalibrate hook load
- 1555 KD AT 11193.57
- 1611 Survey at 11137.28
- 1700 Take Gain and stop circulating for flow check
- 1740 Checkshot
- 1843 KD AT 11287.59
- 1900 Survey AT 11230.90
- 2314 KD AT 11381.55
- 2331 Survey at 11325.03

30 JUNE 2014

0000 Midnight Depth 11409.36 feet Circ Time 11.8 hrs; Drilling Time 6.2 Hrs

- 0050 KD AT 11475.57
- 0103 Slow pump rates
- 0115 Switch to pump one only
- 0130 Trouble decoding survey cycle pumps
- 0140 Switch back to pump two only
- 0148 Survey at 11418.10
- 0600 KD@11569.60
- 0615 Survey @ 11513.18
- 0627 Slide from 11586 to 11606
- 0830 KD @ 11663.96
- 0846 Survey @ 11606.71
- 1016 KD @ 11757.90
- 1037 Survey @ 10701.16
- 1239 KD @ 11852.18
- 1305 SURVEY @ 11795.68
- 1540 KD @ 11946.10
- 1605 SURVEY @ 11889.61
- 1720 STOP DRILLING AT 12012 FT
- 1731 SURVEY @ 11955.75
- 2306 Inside the shoe
- 2330 Outside of shoe
- 2335 TIH

1 July 2014

- 0000 Midnight Depth 12012.06 feet Circ Time 32.4 hrs; Drilling Time 19.3 Hrs
- 0100 Circulating tight spot at 9700 MD

0237	Circulating at 11340 MD	
0246	Stopped circulating	
0311	Circulating at 11903 MD	
1140	In casing	
1145	Start second wiper trip to bottom	
1210	200 psi lost while reaming at 8340 MD	
1450	Circulating off bottom at 240 gpm and 2390 psi. Much lower pressure than when circulating on bottom previously. Suspect loss of BHA	
1640	Begin pulling out of hole	
1900	In casing – END OF AP RUN 6	
2100	Lay down and replace one bent joint of drill pipe	
2115	Fishing hand showed up on location	
2200	Counted 7 bent joints of pipe	
2300	Broken end of drill pipe returns to surface without BHA. Appears to be a combination of washout and twisting off	
2 July	2014	
0000	Midnight Depth 12012.06 feet Circ Time 32.4 hrs; Drilling Time 19.3 Hrs. Waiting on barge with fishing tools	
0930	Begin making up fishing BHA	
1030	Run in hole with fishing tools	
3 July	2014	
0000	Midnight Depth 12012.06 feet Circ Time 32.4 hrs; Drilling Time 19.3 Hrs	
0330	Washing and rotating down to locate top of fish	
0430	Pressure increase and torque seen at 10689 MD. Attempt to engage fish	
0900	Start to trip out to inspect BHA and BOP testing	
2000	Fishing tools on surface. Overshot guide rolled in and severely damaged. Lay down fishing tools	
2100	BOP testing	

4 July 2014

2200 Rig maintenance

2300 Making up fishing tool assembly

0000 BOP testing. Depth 12012.06 feet Circ 32.4 hrs; Drilling 19.3 Hrs 0700 Complete BOP test. Begin picking up second fishing assembly 0830 Tripping in hole 1330 Unable to wash and rotate past 8914 MD 1530 Pulling out of hole 1930 Lay down fishing tools 2030 Make up cleanout BHA 2330 Tripping in hole 5 July 2014 0000 Tripping in hole. Depth 12012.06 feet Circ 32.4 hrs; Drilling 19.3 Hrs 0300 Washing down from 8230 MD 0600 Trip in hole, washing through tight spots 0900 Circulate bottoms up at 10681 MD 1200 Pulling out of hole 1830 Lay down cleanout assembly 1930 Picking up fishing tools 2030 Tripping in hole 6 July 2014 0000 Tripping in hole. Depth 12012.06 feet Circ 32.4 hrs; Drilling 19.3 Hrs 0130 Cut and slip drill line 0215 Wash down through 8730 MD 0345 Wash down through 9745 MD 0545 Tag up at 10687 MD 0900 Trying to engage fish 1230 Unable to engage fish. Begin pulling out of hole 2100 Laying down fishing tools

7 July 2014

- 0000 Tripping in hole. Depth 12012.06 feet Circ 32.4 hrs; Drilling 19.3 Hrs
- 0330 Circulate bottoms up at 8260 MD
- 0430 Resume tripping in hole
- 0900 Attempting to engage fish
- 1230 No success engaging fish. Circulating
- 1300 Pulling out of hole
- 2030 Lay down fishing tools
- 2100 Pick up new fishing assembly
- 2130 Tripping in hole

8 July 2014

- 0000 Tripping in hole. Depth 12012.06 feet Circ 32.4 hrs; Drilling 19.3 Hrs
- 0100 Circulating bottoms up
- 0400 Pulling out of hole from 8461 for jars and to inspect overshot
- 0700 Lay down fishing BHA
- 0800 Assemble cleanout assembly
- 1100 Tripping in hole
- 1645 Circulating above top of fish
- 1900 Stop circulating. Begin pulling out
- 2055 Pumping 264 GPM at 8450 ft
- 2200 Back reaming from 8230 f
- 2252 Stop back reaming at 8141 ft
- 2300 Continue pulling out of hole

9 July 2014

- 0000 Pulling out of hole. Depth 12012.06 feet Circ 32.4 hrs; Drilling 19.3 Hrs
- 0215 BHA at surface
- 0245 Making up fishing BHA

-03	
0405	Tripping in
0645	Circulate at casing shoe
0735	Tripping in hole
0800	Trying to work through 8500 MD
1320	Circulate bottoms up at 10300 MD
1535	Working down to top of fish. Attempting to engage fish
1932	Stop fishing. Decision is made to abandon tools in hole
1950	Circulate at bottom
2000	Begin pulling out of hole
2002	NRC duty officer gives approval to cement sources in hole
2150	Begin back reaming from 8226 ft. Pumping 249 GPM
	ly 2014
0000	Pulling out of hole. Depth 12012.06 feet Circ 32.4 hrs; Drilling 19.3 Hrs
0300	Fishing tools on surface
0505	Running in hole with cement stinger
0845	Circulate just inside casing shoe
0950	Tripping to top of fish
1205	At top of fish. Preparing cementing equipment
1210	Attempt to circulate but stinger is plugged
1225	Work pipe and rotate to try and clear stinger
1405	Begin pulling out of hole
1945	Cement stinger out of hole
2120	Trip back in with cement stinger
11 Ju	ly 2014
0000	Tripping in with cement stinger. Depth 12012.06 feet Circ 32.4 hrs; Drilling 19.3 Hrs
0025	Circulate while tripping in from 8220 to 9700 ft
0215	Ream on stand at 9712-9807 ft for two hours
0400	Continue reaming to bottom

0530 At top of fish. Circulate prior to cementing
0915 Pump cement at 10688 ft
10 BBLs 11.5# spacer, 8 BBLs 15.8# cement, 2 BBLs water
237' above fish @ 6 1/8" hole
170'-175' above fish by cementer estimate with washout
10688-237 = 10451 MD / 8881 TVD
10688-170 = 10518 MD / 8919 TVD

0930 Displace cement

1015 Will wait 24 hours for cement to set before running liner

Cook Inlet Energy West Foreland #3 West Forelands Pad

N 60 deg 45' 54.629" & W 151 deg 43' 53.677"



CAUTION



ONE 2.5 CURIE Cs-137 RADIOACTIVE SOURCE ABANDONED July 11, 2014 AT 11,933 FT MD. (9,752 FT TVD) AND ONE 5 CURIE Am-241/Be RADIOACTIVE SOURCE ABANDONED July 11, 2014 AT 10,925 FT. MD (9,747 FT. TVD). TOP OF FISH AT 10,689 FT MD (9,017 FT TVD).

DO NOT RE-ENTER THIS WELL BEFORE CONTACTING

Nuclear Regulatory Commision



GLOBAL RADIATION SAFETY RSF-1667

HOORES					
Radiation Incident Report / LOST IN HOLE Report (Email to the Radiation Safety Officer (Houston) within 24 hours)					
Report Time / Date:	08:54 / 2 July 2014				
Baker Hughes Job Number (If Applicable):	6418997				
Date and Time of Incident:	23:00 / 1 July 2014				
Location of Incident:	West Foreland #3, Patterson 191, Alaska				
Name of Persons Involved in Incident:	Nathan Leopold (RPS), Bryce Grantham				
	Nathan Leopold / James Cannon				
Name of Responsible Engineer:	Porosity Source SN-87904B, Density source SN-71901B				
Equipment Involved in Incident:					
Incident Summary (Facts Only):					
Description of Incident (Facts Only) -> -> -> -> -> (Use additional pages if required)	(For Example - Employee Radiation Exposure, Source Stuck In Hole, etc.) No exposure. Drill string parted above the BHA while circulating just off bottom. Top of fish: 10689' MD / 9017' TVD Surface Location 60 45' 54.629" N / 151 43' 53.677" W				
(For Sources "Stuck in Hole" complete the "Stuck in	Hole Notification Form)				
Actions Taken in Response to the Incident:	Notified company man of fishing policies WRT sources				
Employee (Print Name/ Signature/Date):					
Radiation Protection Supervisor: (Print Name/Signature/Date)	I Naman Leonolo Z.IIIV ZUT4				
Location Manager (Print Name/Signature/Date):					
Contact your Supervisor or a member of the Global Radiation Team for guidance in completing this form					



Radiation Incident Report Source Stuck In Hole Notification RSF-1667

Version A

(scan to PDF and email to the Radiation Safety Officer (Houston) within 24 hours)

Report Time/Date:	08:54	/ 2 July 2014		
	6418997			
Job Number (If Applicable): Gamma Source Serial Number (and	CN 74004D (02 5 CPa)			
activity) or N/A:	SN-71901B (92.5 GBq)			
Neutron Source serial number (and activity) or N/A:	SN-87904B (185 GBq)			
Person Reporting & Contact #:	Nathan Leopold 612-802-2973 / Jam	es Cannon 239-250-9511		
Location / Base Reporting:	West Forelant #3, Patterson 191, Ala	aska		
Rig / Platform (If Applicable):	Patterson 191			
Well Name & Number (If Applicable):	West Foreland #3			
Operator / Customer (If Applicable):	Cook Inlet Energy			
Operator / Customer Contact Information (If Applicable):	CIE Company Man - 907-433-8967			
Name of Regulatory Authority that has juristiction:				
License Reference Number (If Applicable):	17-27437-01			
Radiation Protection Supervisor (RPS):	Nathan Leopold / James Cannon			
Water Depth (If Applicable):	NA			
Total Hole Depth (MD & TVD) (If Applicable):	12012' MD, 9800' TVD			
Bit depth (MD & TVD)(If Applicable):	12012' MD, 9800' TVD			
Gamma Source Location / Depth (If Applicable):	11933' MD, 9752' TVD			
Neutron Source Location / Depth (If Applicable):	11925' MD, 9747' TVD			
Surface Casing information/ Depth & Diameter (If Applicable):	7", 8262' MD, 7546' TVD			
Casing information / : Depth & Diameter (If Applicable)				
Regulatory Authority Contact (Name & Date):	Nuclear Regulatory Commison			
Abandonment Authorized by (Name & Date):	Michael Vasquez / July9, 2014			

^{**}Contact your Supervisor or a member of the Global Radiation Team for guidance in completing this form**