

Paramount Resources
Daily Log for Project # GAV10042
Log Date : March 27, 2011
Created by: Danny Riehl

M-74

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|-------------|---------------------------|------------|--------------------------------|-------------|-----------------------|
| Inspector : | <u>Danny Riehl</u> | Location : | <u>GAV10042 - Associated (</u> | Date : | <u>March 27, 2011</u> |
| Field : | <u>Cameron Hills M-73</u> | A.F.E.# : | <u>10N130004</u> | Project : | <u>GAV10042</u> |
| Weather : | <u>Cloudy</u> | Temp : | <u>-2.00</u> | Man Hours : | <u>288.00</u> |

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| Equipment on Site : | Strike- 1 supervisor truck, 3 welding trucks, 2 small picker, 1 crew truck Vulcan- 1 electrician truck, 1 trailer, 2 instrumentation truck Big Eagle- 1 hydro vac truck Tech Spec- 1 xray truck Paramount- 1 inspector truck |
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| Labour on Site : | Strike- 1 supervisor, 3 welders, 3 helpers, 2 pipefitter, 4 labourers Vulcan- 3 electricians, 3 instrumentation Big Eagle- 2 hydro vac crew Tech Spec- 2 xray crew Paramount- 1 inspector |
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| Activity Summary |
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Strike- Continue installation and bolt up as required at the wellsites. Continue to fab at M-73 for I-73. Install and bolt up the completed spools for the FW's. Continue to weld structural steel as required. Continue to install the threaded piping as required on the FG systems. Install the ESD platform piles at all three sites.
Tech Spec- Xray the completed welds as required.
Vulcan- Continue to cut in cables at M-73 and start to work on terminations. Continue to install the instrumentation as required at M-73 and M-74.
Big Eagle- Continue to hydro vac expose the existing pipelines as required for installing the new 2H-03 pipeline.

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| Committed Costs |
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| <u>Committed Cost Date</u> | <u>Account Code</u> | <u>Account Description</u> | <u>Supplier</u> | <u>Committed Cost Amount</u> |
|----------------------------|---------------------|----------------------------|-----------------------|------------------------------|
| March 27, 2011 | 9220.760 | Instrumentation | Laforce Electric Ltd. | 6,415.08 |
| March 27, 2011 | 9220.785 | Radiography | TechSpec NDT Limited | 2,276.25 |

Paramount Resources
Daily Log for Project # GAV10042
Log Date : March 26, 2011
Created by: Danny Riehl

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|-------------|---------------------------|------------|--------------------------------|-------------|-----------------------|
| Inspector : | <u>Danny Riehl</u> | Location : | <u>GAV10042 - Associated (</u> | Date : | <u>March 26, 2011</u> |
| Field : | <u>Cameron Hills M-73</u> | A.F.E.# : | <u>10N130004</u> | Project : | <u>GAV10042</u> |
| Weather : | <u>Cloudy</u> | Temp : | <u>-1.00</u> | Man Hours : | <u>312.00</u> |

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| Equipment on Site : | Strike- 2 supervisor trucks, 4 welding trucks, 2 small picker, 1 crew truck Vulcan- 1 electrician truck, 1 trailer, 2 instrumentation truck Big Eagle- 1 hydro vac truck Tech Spec- 1 xray truck Paramount- 1 inspector truck |
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| Labour on Site : | Strike- 2 supervisors, 4 welders, 3 helpers, 2 pipefitter, 4 labourers Vulcan- 3 electricians, 3 instrumentation Big Eagle- 2 hydro vac crew Tech Spec- 2 xray crew Paramount- 1 inspector |
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| Activity Summary |
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Strike- Continue installation and bolt up as required at the wellsites. Continue to fab at M-73 for I-73. Install and bolt up the completed spools for the FW's. Continue to weld structural steel as required. Continue to install the threaded piping as required on the FG systems.

Tech Spec- Xray the completed welds as required.

Vulcan- Complete terminations of cables on devices and in the JB's at M-74 as far as they can go until programmers arrive. Continue to install the instrumentation as required at M-73 and M-74.

Big Eagle- Continue to hydro vac expose the existing pipelines as required for installing the new 2H-03 pipeline. Broke down in the middle of the afternoon and had to leave for repairs.

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| Committed Costs |
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| <u>Committed Cost Date</u> | <u>Account Code</u> | <u>Account Description</u> | <u>Supplier</u> | <u>Committed Cost Amount</u> |
|----------------------------|---------------------|----------------------------|-----------------------------|------------------------------|
| March 26, 2011 | 9220.708 | Installation Costs | Strike Energy Services Inc. | 2,160.00 |
| March 26, 2011 | 9220.716 | Supervision | Black Gold Projects | 1,115.00 |
| March 26, 2011 | 9220.785 | Radiography | TechSpec NDT Limited | 1,187.25 |

Paramount Resources
Daily Log for Project # GAV10042
Log Date : March 25, 2011
Created by: Danny Riehl

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|-------------|---------------------------|------------|--------------------------------|-------------|-----------------------|
| Inspector : | <u>Danny Riehl</u> | Location : | <u>GAV10042 - Associated (</u> | Date : | <u>March 25, 2011</u> |
| Field : | <u>Cameron Hills M-73</u> | A.F.E.# : | <u>10N130004</u> | Project : | <u>GAV10042</u> |
| Weather : | <u>Cloudy</u> | Temp : | <u>1.00</u> | Man Hours : | <u>360.00</u> |

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| Equipment on Site : | Strike- 2 supervisor trucks, 4 welding trucks, 2 small picker, 1 crew truck Vulcan- 1 electrician truck, 1 trailer, 2 instrumentation truck Neufeld- 1 propane truck, 3 methanol trucks Big Eagle- 1 hydro vac truck Tech Spec- 1 xray truck Paramount- 1 inspector truck |
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| Labour on Site : | Strike- 2 supervisors, 4 welders, 3 helpers, 2 pipefitter, 4 labourers Vulcan- 3 electricians, 3 instrumentation Neufeld- 4 personnel Big Eagle- 2 hydro vac crew Tech Spec- 2 xray crew Paramount- 1 inspector |
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| Activity Summary |
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Strike- Continue installation and bolt up as required at the wellsites. Continue to fab at M-73 for I-73. Continue to weld structural steel as required. Continue to install the threaded piping as required on the FG systems.
Tech Spec- Xray the completed welds as required.
Neufeld- Complete filling the propane tanks at M-73. Fill the Methanol tanks at M-74, M-73, and I-73.
Vulcan- Continue to pull cables at M-74 and and continue to cut into the devices and JB's for terminations. Continue to install the instrumentation as required at M-73 and M-74.
Big Eagle- Hydro vac expose the existing pipelines as required for installing the new 2H-03 pipeline.

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| Committed Costs |
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| <u>Committed Cost Date</u> | <u>Account Code</u> | <u>Account Description</u> | <u>Supplier</u> | <u>Committed Cost Amount</u> |
|----------------------------|---------------------|----------------------------|----------------------------------|------------------------------|
| March 25, 2011 | 9220.760 | Instrumentation | Laforce Electric Ltd. | 5,127.34 |
| March 25, 2011 | 9220.707 | Fuel | Neufeld Petroleum & Propane Ltd. | 5,911.29 |
| March 25, 2011 | 9220.708 | Installation Costs | Strike Oilfield Services | 480.00 |
| March 25, 2011 | 9220.707 | Fuel | Neufeld Petroleum & Propane Ltd. | 2,184.65 |

Paramount Resources
Daily Log for Project # GAV10042
Log Date : March 24, 2011
Created by: Danny Riehl

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|-------------|---------------------------|------------|--------------------------------|-------------|-----------------------|
| Inspector : | <u>Danny Riehl</u> | Location : | <u>GAV10042 - Associated (</u> | Date : | <u>March 24, 2011</u> |
| Field : | <u>Cameron Hills M-73</u> | A.F.E.# : | <u>10N130004</u> | Project : | <u>GAV10042</u> |
| Weather : | <u>Cloudy</u> | Temp : | <u>2.00</u> | Man Hours : | <u>312.00</u> |

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| Equipment on Site : | Strike- 2 supervisor trucks, 4 welding trucks, 2 small picker, 1 crew truck Vulcan- 1 electrician truck, 1 trailer, 1 instrumentation truck Neufeld- 1 propane truck Big Eagle- 1 hydro vac truck Tech Spec- 1 xray truck Paramount- 1 inspector truck |
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| Labour on Site : | Strike- 2 supervisors, 4 welders, 3 helpers, 2 pipefitter, 4 labourers Vulcan- 3 electricians, 2 instrumentation Neufeld- 1 personnel Big Eagle- 2 hydro vac crew Tech Spec- 2 xray crew Paramount- 1 inspector |
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| Activity Summary |
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Strike- Continue bolt up as required at the wellsites. Continue to fab at M-73 for M-73 and I-73. Continue to weld structural steel as required. Continue to install the threaded piping as required on the propane tanks.
Tech Spec- Xray the completed welds as required.
Neufeld- Continue to fill the propane tanks at M-74, M-73, I-73, and N-06.
Vulcan- Pull cables at M-74 and and start to cut into the devices and JB's for terminations. Continue to install the instrumentation as required at M-73 and M-74.
Big Eagle- Hydro vac expose the existing pipelines as required for installing the new 2H-03 pipeline.

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| Committed Costs |
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| <u>Committed Cost Date</u> | <u>Account Code</u> | <u>Account Description</u> | <u>Supplier</u> | <u>Committed Cost Amount</u> |
|----------------------------|---------------------|----------------------------|----------------------------------|------------------------------|
| March 24, 2011 | 9220.708 | Installation Costs | Strike Energy Services Inc. | 1,680.00 |
| March 24, 2011 | 9220.707 | Fuel | Neufeld Petroleum & Propane Ltd. | 5,383.66 |
| March 24, 2011 | 9220.785 | Radiography | TechSpec NDT Limited | 205.00 |

Paramount Resources
Daily Log for Project # GAV10042
Log Date : March 23, 2011
Created by: Danny Riehl

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|-------------|---------------------------|------------|--------------------------------|-------------|-----------------------|
| Inspector : | <u>Danny Riehl</u> | Location : | <u>GAV10042 - Associated (</u> | Date : | <u>March 23, 2011</u> |
| Field : | <u>Cameron Hills M-73</u> | A.F.E.# : | <u>10N130004</u> | Project : | <u>GAV10042</u> |
| Weather : | <u>Clear</u> | Temp : | <u>4.00</u> | Man Hours : | <u>300.00</u> |

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| Equipment on Site : | Strike- 2 supervisor trucks, 3 welding trucks, 2 small picker, 1 crew truck Vulcan- 1 electrician truck, 1 trailer, 1 instrumentation truck Neufeld- 1 picker truck, 1 propane truck Big Eagle- 1 hydro vac truck Maltais- 1 line locator truck Tech Spec- 1 xray truck Paramount- 1 inspector truck |
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| Labour on Site : | Strike- 2 supervisors, 3 welders, 2 helpers, 1 pipefitter, 3 labourers Vulcan- 3 electricians, 2 instrumentation Neufeld- 2 personnel Big Eagle- 2 hydro vac crew Maltais- 2 line locate crew Tech Spec- 2 xray crew Paramount- 1 inspector |
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| Activity Summary |
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Strike- Continue bolt up as required at the wellsites. Continue to fab at M-73 for M-73 and I-73. Continue to weld structural steel as required. Continue to install the threaded piping as required on the sweetening pots. Receive the small bore pipe and fittings from Midfield to complete the FG lines. Continue to run the threaded FG lines at M-74 and M-73.

Neufeld- Deliver and set propane tanks at N-06 and I-73. Start to fill the tanks at M-74.

Vulcan- Continue to work on the grounding and the cable tray installation at M-73 and M-74. Continue to install the instrumentation as required at M-73 and M-74.

Maltais- Complete the line locating of the U/G facilities in proximity of the new 2H-03 P/L to be installed.

Big Eagle- Hydro vac expose the existing pipelines as required for installing the new 2H-03 pipeline.

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| Committed Costs |
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| <u>Committed Cost Date</u> | <u>Account Code</u> | <u>Account Description</u> | <u>Supplier</u> | <u>Committed Cost Amount</u> |
|----------------------------|---------------------|----------------------------|-----------------------------|------------------------------|
| March 23, 2011 | 9220.785 | Radiography | TechSpec NDT Limited | 830.00 |
| March 23, 2011 | 9220.716 | Supervision | Black Gold Projects | 1,115.00 |
| March 23, 2011 | 9220.708 | Installation Costs | Strike Energy Services Inc. | 3,610.65 |

Paramount Resources
Daily Log for Project # GAV10042
Log Date : March 22, 2011
Created by: Danny Riehl

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|-------------|---------------------------|------------|--------------------------------|-------------|-----------------------|
| Inspector : | <u>Danny Riehl</u> | Location : | <u>GAV10042 - Associated (</u> | Date : | <u>March 22, 2011</u> |
| Field : | <u>Cameron Hills M-73</u> | A.F.E.# : | <u>10N130004</u> | Project : | <u>GAV10042</u> |
| Weather : | <u>Cloudy</u> | Temp : | <u>-1.00</u> | Man Hours : | <u>252.00</u> |

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| Equipment on Site : | Strike- 2 supervisor trucks, 3 welding trucks, 2 small picker, 1 crew truck Vulcan- 1 electrician truck, 1 trailer, 1 instrumentation truck Neufeld- 1 picker truck, 1 transport truck Tech Spec- 1 xray truck Paramount- 1 inspector truck |
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| Labour on Site : | Strike- 2 supervisors, 3 welders, 2 helpers, 1 pipefitter, 3 labourers Vulcan- 3 electricians, 2 instrumentation Neufeld- 2 personnel Tech Spec- 2 xray crew Paramount- 1 inspector |
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| Activity Summary |
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Strike- Continue bolt up as required at the wellsites. Continue to fab for M-73 and I-73. Continue to weld structural steel as required on M-73. Start to install the threaded piping as required on the sweetening pots.
Neufeld- Deliver and set propane tanks at M-74 and M-73.
Vulcan- Start to work on the grounding and the cable tray installation at M-73. Start to install the instrumentation as required at M-73.

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| Committed Costs |
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| <u>Committed Cost Date</u> | <u>Account Code</u> | <u>Account Description</u> | <u>Supplier</u> | <u>Committed Cost Amount</u> |
|----------------------------|---------------------|----------------------------|-----------------------|------------------------------|
| March 22, 2011 | 9220.760 | Instrumentation | Laforce Electric Ltd. | 5,561.59 |

Paramount Resources
Daily Log for Project # GAV10042
Log Date : March 21, 2011
Created by: Danny Riehl

M-74

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|-------------|---------------------------|------------|--------------------------------|-------------|-----------------------|
| Inspector : | <u>Danny Riehl</u> | Location : | <u>GAV10042 - Associated (</u> | Date : | <u>March 21, 2011</u> |
| Field : | <u>Cameron Hills M-73</u> | A.F.E.# : | <u>10N130004</u> | Project : | <u>GAV10042</u> |
| Weather : | <u>Clear</u> | Temp : | <u>-6.00</u> | Man Hours : | <u>204.00</u> |

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| Equipment on Site : | Strike- 2 supervisor trucks, 3 welding trucks, 2 small picker, 1 crew truck Vulcan- 1 electrician truck, 1 trailer, 1 instrumentation truck Paramount- 1 inspector truck |
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| Labour on Site : | Strike- 2 supervisors, 3 welders, 2 helpers, 1 pipefitter, 3 labourers Vulcan- 3 electricians, 2 instrumentation Paramount- 1 inspector |
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| Activity Summary |
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Strike- Continue bolt up as required to prepare for hydrotesting the pipelines. Continue to fab for M-74 and I-73. Install pre-fabbed spools at M-74 and bolt up as required. Continue to weld structural steel as required on M-73. Start to install the threaded piping as required at M-74.

Vulcan- Continue to work on the grounding and the cable tray installation at M-74. Start to install the instrumentation as required at M-74.

We held a formal safety meeting with all the construction personnel attending from Strike and Vulcan.

Paramount Resources
Daily Log for Project # GAV10042
Log Date : March 20, 2011
Created by: Danny Riehl

*Pre-Construction Reports
not entered into EDIMS - CPH*

M-74

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|-----------------------------------|---|------------------------------|
| Inspector : <u>Danny Riehl</u> | Location : <u>GAV10042 - Associated (</u> | Date : <u>March 20, 2011</u> |
| Field : <u>Cameron Hills M-73</u> | A.F.E.# : <u>10N130004</u> | Project : <u>GAV10042</u> |
| Weather : <u>Clear</u> | Temp : <u>-8.00</u> | Man Hours : <u>192.00</u> |

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| Equipment on Site : | Strike- 2 supervisor trucks, 3 welding trucks, 1 operator truck, 2 small picker, 2 crew trucks, 1 track hoe Vulcan- 1 truck, 1 trailer Paramount- 1 inspector truck |
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| Labour on Site : | Strike- 2 supervisors, 3 welders, 2 helpers, 1 operator, 1 pipefitter, 3 labourers Vulcan- 3 electricians Paramount- 1 inspector |
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Activity Summary

Strike- Complete the backfill of the 4" pipeline at M-74. Install additional piles to support the 8" risers at M-74 and weld additional structural steel. Fabricate and install the bollard by the 8" risers at M-74. Bolt up as required to prepare for hydrotesting the pipelines. Continue to fab for M-74. Install pre-fabbed spools at M-74 and bolt up as required. Weld structural steel as required on M-73.
Vulcan- Start to work on the grounding and the cable tray installation at M-74.

Committed Costs

| <u>Committed Cost Date</u> | <u>Account Code</u> | <u>Account Description</u> | <u>Supplier</u> | <u>Committed Cost Amount</u> |
|----------------------------|---------------------|----------------------------|----------------------------|------------------------------|
| March 20, 2011 | 9220.704 | Camp and Crew Travel | Keith's Water Service Ltd. | 4,878.00 |
| March 20, 2011 | 9220.716 | Supervision | Black Gold Projects | 1,115.00 |

Paramount Resources
Daily Log for Project # GAV10042
Log Date : March 19, 2011
Created by: Danny Riehl

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|-------------|---------------------------|------------|--------------------------------|-------------|-----------------------|
| Inspector : | <u>Danny Riehl</u> | Location : | <u>GAV10042 - Associated (</u> | Date : | <u>March 19, 2011</u> |
| Field : | <u>Cameron Hills M-73</u> | A.F.E.# : | <u>10N130004</u> | Project : | <u>GAV10042</u> |
| Weather : | <u>Clear</u> | Temp : | <u>-6.00</u> | Man Hours : | <u>264.00</u> |

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| Equipment on Site : | Strike- 2 supervisor trucks, 3 welding trucks, 2 operator trucks, 2 small picker, 2 crew trucks, 2 track hoes Vulcan- 1 truck, 1 trailer Trojan safety- 1 truck and air trailer Iris- 1 xray truck Paramount- 1 inspector truck |
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| Labour on Site : | Strike- 2 supervisors, 3 welders, 2 helpers, 2 operators, 1 pipefitter, 5 labourers Vulcan- 3 electricians Trojan safety- 1 H2S safety watch Iris- 2 xray crew Paramount- 1 inspector |
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| Activity Summary |
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Strike- Complete the tie ins for the 4" P/L at M-74. Install shrink sleeves, shade in, and backfill the 4" field welds on the pipeline. Bolt up as required to prepare for hydrotesting the pipelines. Continue to fab for M-74. Complete the backfill at the I-73 tie in location. Continue installing structural steel as required at M-73.
Vulcan- Complete terminating cables at I-73. Tie wrap as required.
IRIS- Xray the completed welds.

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| Committed Costs |
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| <u>Committed Cost Date</u> | <u>Account Code</u> | <u>Account Description</u> | <u>Supplier</u> | <u>Committed Cost Amount</u> |
|----------------------------|---------------------|----------------------------|-----------------|------------------------------|
| March 19, 2011 | 9220.785 | Radiography | IRIS NDT | 2,320.75 |

Paramount Resources
Daily Log for Project # GAV10042
Log Date : March 18, 2011
Created by: Danny Riehl

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|-------------|---------------------------|------------|--------------------------------|-------------|-----------------------|
| Inspector : | <u>Danny Riehl</u> | Location : | <u>GAV10042 - Associated (</u> | Date : | <u>March 18, 2011</u> |
| Field : | <u>Cameron Hills M-73</u> | A.F.E.# : | <u>10N130004</u> | Project : | <u>GAV10042</u> |
| Weather : | <u>Snow</u> | Temp : | <u>-9.00</u> | Man Hours : | <u>312.00</u> |

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| Equipment on Site : | Strike- 2 supervisor trucks, 3 welding trucks, 3 operator trucks, 1 small picker, 3 crew trucks, 2 track hoes, 1 sideboom Vulcan- 1 truck, 1 trailer Trojan safety- 1 truck and air trailer Iris- 1 xray truck Paramount- 1 inspector truck |
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| Labour on Site : | Strike- 2 supervisors, 3 welders, 3 helpers, 3 operators, 1 pipefitter, 7 labourers, Vulcan- 3 electricians Trojan safety- 1 H2S safety watch Iris- 2 xray crew Paramount- 1 inspector |
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| Activity Summary |
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Strike- Complete the tie-ins to the existing 8" P/L at I-73. Install shrink sleeves and shade in. Complete the excavation for the 4" P/L at M-74. Continue installing structural steel as required at M-73 and N-06.
Vulcan- Go into High Level to pick up materials. Cut in and terminate cables at I-73. Tie wrap as required.
IRIS- Xray the completed welds.

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| Committed Costs |
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| <u>Committed Cost Date</u> | <u>Account Code</u> | <u>Account Description</u> | <u>Supplier</u> | <u>Committed Cost Amount</u> |
|----------------------------|---------------------|----------------------------|-----------------|------------------------------|
| March 18, 2011 | 9220.724 | Engineering | DJA Engineering | 410.66 |
| March 18, 2011 | 9220.724 | Engineering | DJA Engineering | 6,605.25 |

Paramount Resources
Daily Log for Project # GAV10042
Log Date : March 17, 2011
Created by: Danny Riehl

| | | | | | |
|-------------|---------------------------|------------|--------------------------------|-------------|-----------------------|
| Inspector : | <u>Danny Riehl</u> | Location : | <u>GAV10042 - Associated (</u> | Date : | <u>March 17, 2011</u> |
| Field : | <u>Cameron Hills M-73</u> | A.F.E.# : | <u>10N130004</u> | Project : | <u>GAV10042</u> |
| Weather : | <u>Cloudy</u> | Temp : | <u>-6.00</u> | Man Hours : | <u>300.00</u> |

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|---------------------|---|
| Equipment on Site : | Strike- 2 supervisor trucks, 3 welding trucks, 3 operator trucks, 1 small picker, 3 crew trucks, 2 track hoes, 1 sideboom Vulcan- 1 truck, 1 trailer Iris- 1 xray truck Paramount- 1 inspector truck |
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| Labour on Site : | Strike- 2 supervisors, 3 welders, 3 helpers, 3 operators, 1 pipefitter, 7 labourers, Vulcan- 3 electricians Iris- 2 xray crew Paramount- 1 inspector |
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| Activity Summary |
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Strike- Complete the tie-ins to the existing 8" P/L at M-74. Install shrink sleeves, shade in, and backfill the risers. Complete the bell holes for the tie ins for the I-73 pipeline. Start installing structural steel as required at M-73.
Vulcan- Cut in and terminate cables at I-73. Tie wrap as required.
IRIS- Xray the completed welds.

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| Committed Costs |
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| <u>Committed Cost Date</u> | <u>Account Code</u> | <u>Account Description</u> | <u>Supplier</u> | <u>Committed Cost Amount</u> |
|----------------------------|---------------------|----------------------------|---------------------|------------------------------|
| March 17, 2011 | 9220.716 | Supervision | Black Gold Projects | 1,115.00 |

Paramount Resources
Daily Log for Project # GAV10042
Log Date : March 16, 2011
Created by: Danny Riehl

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|-------------|---------------------------|------------|--------------------------------|-------------|-----------------------|
| Inspector : | <u>Danny Riehl</u> | Location : | <u>GAV10042 - Associated (</u> | Date : | <u>March 16, 2011</u> |
| Field : | <u>Cameron Hills M-73</u> | A.F.E.# : | <u>10N130004</u> | Project : | <u>GAV10042</u> |
| Weather : | <u>Cloudy</u> | Temp : | <u>-18.00</u> | Man Hours : | <u>432.00</u> |

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| Equipment on Site : | Strike- 2 supervisor trucks, 3 welding trucks, 3 operator trucks, 1 small picker, 3 crew trucks, 2 track hoes, 1 sideboom, 1 boring unit, 1 pressure truck Vulcan- 1 truck, 1 trailer Iris- 1 xray truck Big Eagle- 1 Hydro vac truck Paramount- 1 inspector truck NEB- 1 inspector truck INAC- 1 inspector truck |
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| Labour on Site : | Strike- 2 supervisors, 3 welders, 3 helpers, 3 operators, 1 pipefitter, 7 labourers, 2 boring crew, 1 pressure truck operator Vulcan- 3 electricians Iris- 2 xray crew Big Eagle- 2 hydro vac crew Paramount- 1 inspector NEB- 4 inspectors INAC- 2 inspectors |
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| Activity Summary |
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Strike- Set the A/G pig sender and piping c/w 8" risers for the tie-ins at M-74. Hydro test the M-74 risers and A/G piping for the tie ins. Hydro test the I-73 drag section, riser, and tie in piping. Complete the bore for the I-73 P/L tie in to the existing 8" pipeline. Continue to fabricate the facility piping as required. Complete installing structural steel as required at M-74.

Vulcan- Pull cable at I-73. Tie wrap as required.

IRIS- Xray the completed welds.

NEB- Completed a site inspection of all the facility construction locations.

INAC- Completed a tour of all the site locations.

Big Eagle- Hydro vac expose the 8" pipeline at the tie in locations for excavation at I-73.

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| Committed Costs |
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| <u>Committed Cost Date</u> | <u>Account Code</u> | <u>Account Description</u> | <u>Supplier</u> | <u>Committed Cost Amount</u> |
|----------------------------|---------------------|----------------------------|--------------------------|------------------------------|
| March 16, 2011 | 9220.724 | Engineering | Wai Kin Enterprises Ltd. | 564.00 |

Paramount Resources
Daily Log for Project # GAV10042
Log Date : March 15, 2011
Created by: Danny Riehl

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|-------------|---------------------------|------------|--------------------------------|-------------|-----------------------|
| Inspector : | <u>Danny Riehl</u> | Location : | <u>GAV10042 - Associated (</u> | Date : | <u>March 15, 2011</u> |
| Field : | <u>Cameron Hills M-73</u> | A.F.E.# : | <u>10N130004</u> | Project : | <u>GAV10042</u> |
| Weather : | <u>Clear</u> | Temp : | <u>-12.00</u> | Man Hours : | <u>324.00</u> |

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|---------------------|--|
| Equipment on Site : | Strike- 2 supervisor trucks, 3 welding trucks, 3 operator trucks, 1 small picker, 3 crew trucks Vulcan- 1 truck, 1 trailers Iris- 1 xray truck Big Eagle- 1 Hydro vac truck Paramount- 1 inspector truck |
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| Labour on Site : | Strike- 2 supervisors, 3 welders, 3 helpers, 3 operators, 1 pipefitter, 7 labourers Vulcan- 3 electricians Iris- 2 xray crew Big Eagle- 2 hydro vac crew Paramount- 1 inspector |
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| Activity Summary |
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Strike- Continue to excavate the ditchline for the M-74 pipeline tie in to the existing 8" P/L. Continue to fabricate the facility piping as required. Continue to install structural steel as required at M-74.

Vulcan- Complete the install of cable tray at I-73. Tear out the old existing conduit and non-operable heaters in the I-73 separator building. Install the RTU cabinet.

IRIS- Xray the completed welds.

Big Eagle- Hydro vac expose the 8" pipeline at the tie in locations for excavation at M-74 and I-73.

Paramount Resources
Daily Log for Project # GAV10042
Log Date : March 14, 2011
Created by: Danny Riehl

| | | | | | |
|-------------|---------------------------|------------|--------------------------------|-------------|-----------------------|
| Inspector : | <u>Danny Riehl</u> | Location : | <u>GAV10042 - Associated (</u> | Date : | <u>March 14, 2011</u> |
| Field : | <u>Cameron Hills M-73</u> | A.F.E.# : | <u>10N130004</u> | Project : | <u>GAV10042</u> |
| Weather : | <u>Snow</u> | Temp : | <u>-26.00</u> | Man Hours : | <u>324.00</u> |

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| Equipment on Site : | Strike- 2 supervisor trucks, 3 welding trucks, 3 operator trucks, 1 small picker, 3 crew trucks Vulcan- 1 truck, 1 trailers Iris- 1 xray truck Big Eagle- 1 Hydro vac truck Paramount- 1 inspector truck |
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|------------------|---|
| Labour on Site : | Strike- 2 supervisors, 3 welders, 3 helpers, 3 operators, 1 pipefitter, 7 labourers Vulcan- 3 electricians Iris- 2 xray crew Big Eagle- 2 hydro vac crew Paramount- 1 inspector |
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| Activity Summary |
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Strike- Start to excavate the ditchline for the M-74 pipeline tie ins to the existing 8" P/L. Complete the shading in and backfill of the M-74 pipeline to the tie in area. Continue to fabricate the facility piping as required. Continue to install structural steel as required.

Vulcan- Continue to work on grounding at I-73. Continue to install cable tray at I-73.

IRIS- Xray the completed welds.

Big Eagle- Hydro vac expose the 8" pipeline at the tie in locations for excavation at M-74.

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| Committed Costs |
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| <u>Committed Cost Date</u> | <u>Account Code</u> | <u>Account Description</u> | <u>Supplier</u> | <u>Committed Cost Amount</u> |
|----------------------------|---------------------|----------------------------|---------------------|------------------------------|
| March 14, 2011 | 9220.704 | Camp and Crew Travel | Pinnacle Rentals | 270,004.86 |
| March 14, 2011 | 9220.785 | Radiography | IRIS NDT | 283.00 |
| March 14, 2011 | 9220.716 | Supervision | Black Gold Projects | 1,115.00 |

To: M-74

Paramount Resources
Daily Log for Project # GAV10042
Log Date : March 13, 2011
Created by: Danny Riehl

| | | | | | |
|-------------|---------------------------|------------|--------------------------------|-------------|-----------------------|
| Inspector : | <u>Danny Riehl</u> | Location : | <u>GAV10042 - Associated (</u> | Date : | <u>March 13, 2011</u> |
| Field : | <u>Cameron Hills M-73</u> | A.F.E.# : | <u>10N130004</u> | Project : | <u>GAV10042</u> |
| Weather : | <u>Clear</u> | Temp : | <u>-16.00</u> | Man Hours : | <u>336.00</u> |

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| Equipment on Site : | Strike- 2 supervisor trucks, 3 welding trucks, 4 operator trucks, 1 small picker, 3 crew trucks Vulcan- 1 trucks, 1 trailers Iris- 1 xray truck Big Eagle- 1 Hydro vac truck Paramount- 1 inspector truck |
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| Labour on Site : | Strike- 2 supervisors, 3 welders, 3 helpers, 4 operators, 1 pipefitter, 7 labourers Vulcan- 3 electricians Iris- 2 xray crew Big Eagle- 2 hydro vac crew Paramount- 1 inspector |
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Activity Summary

Strike- Continue to excavate the ditchline for the M-74 pipeline. Lower the M-74 line pipe sections into the ditch and complete the field welds. Install shrink sleeves and insulation. Continue to fabricate the facility piping as required. Continue to install structural steel as required.

Vulcan- Continue to work on grounding at I-73. Start to install cable tray at I-73.

IRIS- Xray the completed welds.

Big Eagle- Hydro vac expose the 8" pipeline at the tie in locations for excavation.

Paramount Resources
Daily Log for Project # GAV10042
Log Date : March 12, 2011
Created by: Danny Riehl

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|-------------|---------------------------|------------|--------------------------------|-------------|-----------------------|
| Inspector : | <u>Danny Riehl</u> | Location : | <u>GAV10042 - Associated (</u> | Date : | <u>March 12, 2011</u> |
| Field : | <u>Cameron Hills M-73</u> | A.F.E.# : | <u>10N130004</u> | Project : | <u>GAV10042</u> |
| Weather : | <u>Snow</u> | Temp : | <u>-24.00</u> | Man Hours : | <u>355.00</u> |

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| Equipment on Site : | Strike- 2 supervisor trucks, 3 welding trucks, 4 operator trucks, 1 small picker, 3 crew trucks, 1 big picker truck, 3 transport trucks Vulcan- 2 trucks, 2 trailers DFI- 1 piling truck Paramount- 1 inspector truck |
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| Labour on Site : | Strike- 2 supervisors, 3 welders, 3 helpers, 4 operators, 1 pipefitter, 7 labourers, 1 picker operator, 1 swamper, 3 truck drivers Vulcan- 4 electricians DFI- 2 piling crew Paramount- 1 inspectors |
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| Activity Summary |
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Strike- Continue to cut and cap piles at M-73. Continue to excavate the ditchline for the M-74 pipeline. Continue to fabricate the facility piping as required. Weld the drag section together for the I-73 tie in. Complete structural steel fabrication and continue to install them as required. Receive and set the 3 separator skids and 200 bbl methanol tanks. Stand the flare stacks and bolt to the base plates.

Vulcan- Complete the orientation. Unload materials at the staging area. Tour the sites to assess the work scope and start to work on grounding.

DFI- Install piles as directed by Strike at M-74 and I-73 riser sites.

Paramount Resources
Daily Log for Project # GAV10042
Log Date : March 11, 2011
Created by: Danny Riehl

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|-------------|---------------------------|------------|--------------------------------|-------------|-----------------------|
| Inspector : | <u>Danny Riehl</u> | Location : | <u>GAV10042 - Associated (</u> | Date : | <u>March 11, 2011</u> |
| Field : | <u>Cameron Hills M-73</u> | A.F.E.# : | <u>10N130004</u> | Project : | <u>GAV10042</u> |
| Weather : | <u>Cloudy</u> | Temp : | <u>-23.00</u> | Man Hours : | <u>276.00</u> |

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| Equipment on Site : | Strike- 2 supervisor trucks, 3 welding trucks, 4 operator trucks, 1 small picker, 3 crew trucks DFI- 1 piling truck Paramount- 1 inspector trucks |
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| Labour on Site : | Strike- 2 supervisors, 3 welders, 3 helpers, 4 operators, 1 pipefitter, 7 labourers DFI- 2 piling crew Paramount- 1 inspectors |
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| Activity Summary |
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Strike- Continue to cut and cap piles at M-73. Start to excavate the ditchline for the M-74 pipeline. Continue to fabricate the facility piping as required. Install the base plates c/w gussets for the 3 flare stacks. Bolt up the M-74 above ground spools and valves as required for the tie in. Install the I-73 pig receiver riser and complete the field weld.
DFI- Install piles as directed by Strike at M-73 and N-06.

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| Committed Costs |
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| <u>Committed Cost Date</u> | <u>Account Code</u> | <u>Account Description</u> | <u>Supplier</u> | <u>Committed Cost Amount</u> |
|----------------------------|---------------------|----------------------------|-----------------------------|------------------------------|
| March 11, 2011 | 9220.708 | Installation Costs | Strike Energy Services Inc. | 720.00 |
| March 11, 2011 | 9220.716 | Supervision | Black Gold Projects | 950.00 |

Paramount Resources
Daily Log for Project # GAV10042
Log Date : March 10, 2011
Created by: Danny Riehl

| | | | | | |
|-------------|---------------------------|------------|--------------------------------|-------------|-----------------------|
| Inspector : | <u>Danny Riehl</u> | Location : | <u>GAV10042 - Associated (</u> | Date : | <u>March 10, 2011</u> |
| Field : | <u>Cameron Hills M-73</u> | A.F.E.# : | <u>10N130004</u> | Project : | <u>GAV10042</u> |
| Weather : | <u>Cloudy</u> | Temp : | <u>-25.00</u> | Man Hours : | <u>312.00</u> |

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| Equipment on Site : | Strike- 2 supervisor trucks, 3 welding trucks, 4 operator trucks, 1 small picker, 3 crew trucks DFI- 1 piling truck, 1 mechanic truck Iris- 1 xray truck Paramount- 2 inspector trucks |
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| Labour on Site : | Strike- 2 supervisors, 3 welders, 3 helpers, 4 operators, 1 pipefitter, 7 labourers DFI- 2 piling crew, 1 mechanic Iris- 1 xray technician Paramount- 2 inspectors |
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| Activity Summary |
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Strike- Continue to cut and cap piles at I-73. Continue to excavate ditchline, field weld, xray, install sleeves and insulation, lower in, shade and back fill as required at I-73. Continue to fabricate the risers for the M-74 tie ins. Install sleeves and insulation on the line pipe at M-74. Fabricate the base plates for the 3 flare stacks.
DFI- Mechanic worked on the piling truck all day.
Iris- Xray completed welds.

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| Committed Costs |
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| <u>Committed Cost Date</u> | <u>Account Code</u> | <u>Account Description</u> | <u>Supplier</u> | <u>Committed Cost Amount</u> |
|----------------------------|---------------------|----------------------------|-----------------|------------------------------|
| March 10, 2011 | 9220.785 | Radiography | IRIS NDT | 2,236.50 |

Paramount Resources
Daily Log for Project # GAV10042
Log Date : March 09, 2011
Created by: Brent Hauger

| | | | | | |
|-------------|---------------------------|------------|--------------------------------|-------------|-----------------------|
| Inspector : | <u>M. Dahl</u> | Location : | <u>GAV10042 - Associated (</u> | Date : | <u>March 09, 2011</u> |
| Field : | <u>Cameron Hills M-73</u> | A.F.E.# : | <u>10N130004</u> | Project : | <u>GAV10042</u> |
| Weather : | <u>Haze</u> | Temp : | <u>-21.00</u> | Man Hours : | <u>276.00</u> |

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| Equipment on Site : | Strike- 2 supervisor trucks, 4 crew trucks, 3 operator trucks, 3 welding trucks, 1 sideboom, 2 track hoe, 1 doz DFI- 1 piling truck Service truck Paramount- 1 inspector truck, 1 Heritage monitor truck |
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| Labour on Site : | Strike- 2 supervisors, 3 welders, 4 operators, 8 labourers, 2 pipefitter DFI- 2 piling crew, Paramount- 1 inspector, 1 Heritage monitor |
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| Activity Summary |
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Watering I-73 access for service rig
DFI back driving piles
1welder working on risers & headers
1welder cutting & capping piles on I-73
1welder cutting structural steel
Ditch & lower in to riser on I-73
Pile driver broke down at 11:30 am Parts & Mechanic on way to site
Receive insulation for risers
Receive matrail for base plates on flare stacks
Hold back E & I for 1 day due to pile driver

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| Committed Costs |
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| <u>Committed Cost Date</u> | <u>Account Code</u> | <u>Account Description</u> | <u>Supplier</u> | <u>Committed Cost Amount</u> |
|----------------------------|---------------------|----------------------------|---------------------|------------------------------|
| March 09, 2011 | 9220.716 | Supervision | Black Gold Projects | 1,016.40 |

To: M-74

Paramount Resources
Daily Log for Project # GAV10042
Log Date : March 08, 2011
Created by: Brent Hauger

| | | |
|-----------------------------------|---|------------------------------|
| Inspector : <u>M. Dahl</u> | Location : <u>GAV10042 - Associated (</u> | Date : <u>March 08, 2011</u> |
| Field : <u>Cameron Hills M-73</u> | A.F.E.# : <u>10N130004</u> | Project : <u>GAV10042</u> |
| Weather : <u>overcast</u> | Temp : <u>-13.00</u> | Man Hours : <u>264.00</u> |

| | |
|---------------------|--|
| Equipment on Site : | Strike- 2 supervisor trucks, 3 crew trucks, 3 operator trucks, 2 welding trucks, 1 sideboom, 2 track hoe, 1 doz DFI- 1 piling truck Service truck 1 Xray truck IRIS Paramount- 1 inspector truck, 1 Heritage monitor truck |
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| Labour on Site : | Strike- 2 supervisors, 2 welders, 4 operators, 6 labourers, 1 pipefitter DFI- 2 piling crew, 1 pipe hauler IRIS 2 xray hands Paramount- 1 inspector, 1 Heritage monitor |
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| Activity Summary |
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| <p>Confirm DFI hand from incident will be on light duty</p> <p>Ditch out on M-73Start ditching on I-73</p> <p>REveiw tie ins along north road for aces</p> <p>Tie in Y lat from M-74</p> <p>Fab for all leases appox 50% complete</p> <p>Order short Matrails from Midfeild</p> <p>1 welder working on pipeline tie ins</p> <p>1 welder working on structural steel on I-73 M-74 complete to set equipment</p> <p>3rd welder no show</p> <p>Run final sizing pigs in M-73 line</p> <p>Completed Incident report & reveiw with Don A (Don will be forwarding from Calgary as Phone & internet service very poor)</p> <p>Phone & Internet service need to be improved</p> |
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| Committed Costs |
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| <u>Committed Cost Date</u> | <u>Account Code</u> | <u>Account Description</u> | <u>Supplier</u> | <u>Committed Cost Amount</u> |
|----------------------------|---------------------|----------------------------|-----------------|------------------------------|
| March 08, 2011 | 9220.785 | Radiography | IRIS NDT | 1,648.35 |