UNITED STATES DEPARTMENT OF THE INTERIOR MINERALS MANAGEMENT SERVICE GULF OF MEXICO REGION

ACCIDENT INVESTIGATION REPORT

1. OCCURRED DATE: 24-JUN-2008 TIME: 0800 HOURS 2. OPERATOR: Tana Exploration Company LLC REPRESENTATIVE: James Pritchard TELEPHONE: (713) 395-7759 CONTRACTOR: HERCULES OFFSHORE DRILLING REPRESENTATIVE: Elton Wise TELEPHONE: (713) 350-5100	STRUCTURAL DAMAGE CRANE OTHER LIFTING DEVICE DAMAGED/DISABLED SAFETY SYS. INCIDENT >\$25K H2S/15MIN./20PPM REQUIRED MUSTER SHUTDOWN FROM GAS RELEASE OTHER
3. OPERATOR/CONTRACTOR REPRESENTATIVE/SUPERVISOR ON SITE AT TIME OF INCIDENT:	6. OPERATION:
4. LEASE: G24718 AREA: WC LATITUDE: BLOCK: 202 LONGITUDE: 5. PLATFORM: RIG NAME: HERCULES 253	PRODUCTION X DRILLING WORKOVER COMPLETION HELICOPTER MOTOR VESSEL PIPELINE SEGMENT NO. OTHER
6. ACTIVITY: X EXPLORATION(POE)	8. CAUSE:
DEVELOPMENT/PRODUCTION (DOCD/POD) 7. TYPE: HISTORIC INJURY REQUIRED EVACUATION LTA (1-3 days) LTA (>3 days) RW/JT (1-3 days) RW/JT (>3 days)	X EQUIPMENT FAILURE X HUMAN ERROR EXTERNAL DAMAGE SLIP/TRIP/FALL WEATHER RELATED LEAK UPSET H2O TREATING OVERBOARD DRILLING FLUID OTHER
Other Injury FATALITY	9. WATER DEPTH: 60 FT.
POLLUTION X FIRE	10. DISTANCE FROM SHORE: 36 MI.
LWC HISTORIC BLOWOUT UNDERGROUND	11. WIND DIRECTION: SE SPEED: 5 M.P.H.
SURFACE DEVERTER SURFACE EQUIPMENT FAILURE OR PROCEDURES	12. CURRENT DIRECTION: SPEED: M.P.H.
COLLISION HISTORIC >\$25K <=\$25K	13. SEA STATE: FT.

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17. DESCRIBE IN SEQUENCE HOW ACCIDENT HAPPENED:

According to Hercules personnel, an electrical arc occurred between the main busbars (A, B and C) and ground. Each phase of the 600 VAC, 3 phase, main generator has a separate busbar. Over time, a build up of soot occurred on the busbars and allowed a conductive path to be set up, and the arcing or shorting to occur. This electrical arcing caused severe damage and fire in the SCR bays and in the SCR room.

18. LIST THE PROBABLE CAUSE(S) OF ACCIDENT:

Soot and or other contaminates were allowed to build up on certain electrical components of the Hercules 253 Jackup rig's SCR panel. This buildup of contaminates allowed an electrical arc to occur, causing severe damage and fire in the SCR room.

19. LIST THE CONTRIBUTING CAUSE(S) OF ACCIDENT:

A contributing cause to the incident is the lack of a proper inspection and maintenance program for electrical components in the SCR Room. According to Hercules personnel, a maintenance program that includes the inspection and cleaning of the main busbars on a yearly basis would have prevented the incident.

20. LIST THE ADDITIONAL INFORMATION:

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21. PROPERTY DAMAGED:

NATURE OF DAMAGE:

(1)2000 amp breaker, (6) 900 amp fuses, mud pump #1 cable, Main bus, entire SCR #1 bay, various power cables, varioes fuses, blown cards, blown 15 volt power supply, blown circuit board,

Equipment was melted and or burned.

ESTIMATED AMOUNT (TOTAL):

\$200,000

22. RECOMMENDATIONS TO PREVENT RECURRANCE NARRATIVE:

The Lake Charles District recommends that MMS Office of Safety Management (OSM) issues a Safety Alert with the following information:

The SCR panels on drilling rigs should be inspected on a regular basis and a maintenance program should be developed for these units based on the results of the inspections.

- 23. POSSIBLE OCS VIOLATIONS RELATED TO ACCIDENT: YES
- 24. SPECIFY VIOLATIONS DIRECTLY OR INDIRECTLY CONTRIBUTING. NARRATIVE:

TANA Exploration Company LLC (TANA) did not ensure that electrical equipment in the SCR room of the Hercules 253 was maintained in a safe condition, and therefore is in possible violation of 30 CFR 250. 107 and 30 CFR 250.401.

25. DATE OF ONSITE INVESTIGATION:

24-JUN-2008

26. ONSITE TEAM MEMBERS:

Mark Osterman / Marco Deleon /
Brent Elliot /

29. ACCIDENT INVESTIGATION PANEL FORMED: NO

OCS REPORT:

30. DISTRICT SUPERVISOR:

Larry Williamson

APPROVED

DATE: 02-OCT-2008

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