UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF SAFETY AND ENVIRONMENTAL ENFORCEMENT GULF OF MEXICO REGION

ACCIDENT INVESTIGATION REPORT

For Public Release

| ι. | DATE: 09-OCT-2011 TIME: 1100 HOURS | STRUCTURAL DAMAGE CRANE OTHER LIFTING DEVICE | |
|----|--|--|--|
| 2. | OPERATOR: Black Elk Energy Offshore Operation REPRESENTATIVE: TELEPHONE: CONTRACTOR: REPRESENTATIVE: TELEPHONE: | | |
| 3. | OPERATOR/CONTRACTOR REPRESENTATIVE/SUPERVISOR ON SITE AT TIME OF INCIDENT: | 6. OPERATION: | |
| | LEASE: AREA: HI LATITUDE: BLOCK: A 571 LONGITUDE: | PRODUCTION DRILLING WORKOVER COMPLETION HELICOPTER MOTOR VESSEL | |
| | PLATFORM: RIG NAME: * COIL TUBING UNIT (L.J. DIST) | PIPELINE SEGMENT NO. OTHER | |
| | ACTIVITY: EXPLORATION (POE) DEVELOPMENT/PRODUCTION (DOCD/POD) TYPE: HISTORIC INJURY REQUIRED EVACUATION 6 LTA (1-3 days) LTA (>3 days RW/JT (1-3 days) RW/JT (>3 days) | 8. CAUSE: EQUIPMENT FAILURE HUMAN ERROR EXTERNAL DAMAGE SLIP/TRIP/FALL WEATHER RELATED LEAK UPSET H20 TREATING OVERBOARD DRILLING FLUID OTHER | |
| | Other Injury FATALITY POLLUTION | 9. WATER DEPTH: 283 FT. | |
| | FIRE EXPLOSION | 10. DISTANCE FROM SHORE: 113 MI. | |
| | LWC HISTORIC BLOWOUT UNDERGROUND SURFACE | 11. WIND DIRECTION: SPEED: M.P.H. | |
| | 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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Flowing back Well Al after pumping Weatherford Sand Aid treatment.

Operator pumped/injected 343 bbls of chemical treatment down production tubing utilizing a closed/sealed system.

Chemicals being used were identified to be a hazard to personnel in thier MSDS sheets.

After a few hours of wait time, Operator conducted flow back operations at 2400 hours receiving well fluid into an open air return containment system.

At 0610 hours tower change occured with day crew coming on duty.

At 0620 hours crew rigged up diaphragm pump to filter pod to filter out returns and rerout flow back path sending well fluid returns to platform deck drainage sump system.

At 1130 IPVST Halliburton day crew employees started complaining of headache, nausea, and moved to fresh air.

Team supervisor inspected pump and tank due to strong fumes. Decision was made to continue work.

At 1400 hours cleanFE out 100 bbl tank sending filtered KCL to sump, sucking off Sand Aid and sending to cutting box.

Nausea, headache, eye, throat, and nose irritation HFUUJOH XPSTF followed by vomiting of Halliburton employees.

At 1500 hours KPC shutdown BOE all ill employees TFOU to hospital.

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

Did not flow back into a closed/sealed system.

Additionally operator routed well fluid returns to platform deck drainage sump system.

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

Chemical manufacture recommendations, JSA's and MSDS's were not followed

20. LIST THE ADDITIONAL INFORMATION:

Revise Black Elk policies pertaining to JSA's Follow recommendations of the MSDS Follow written procedures for any task being done.

21. PROPERTY DAMAGED:

NATURE OF DAMAGE:

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N/A N/A

ESTIMATED AMOUNT (TOTAL):

22. RECOMMENDATIONS TO PREVENT RECURRANCE NARRATIVE:

The Lake Jackson District has no recommednations for the Agency.

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

G-110:

a) October 8, 2011, October 9, 2011:

Threat for failure to follow JSA by not utilizing Air Purifying 3espirators to prevent exposures of hazardous chemicals

b) October 9, 2011:

Occurrence of injury to personnel, and failure follow Stop Work Authority procedures.

c) October 10, 2011:

Threat for failure to utilize Air Purifying 3espirators to prevent Exposures during cleanup operations.

G-112:

October 9, 2011:

Threat for failure to take necessary precautions to prevent hazardous accumulation of chemicals in an unapproved manner resulting in toxic fumes in the facility's deck drainage system.

E-100:

October 10, 2011:

Occurrence of unauthorized release of hazardous chemicals into Gulf Water.

25. DATE OF ONSITE INVESTIGATION:

11-OCT-2011

26. ONSITE TEAM MEMBERS:

29. ACCIDENT INVESTIGATION PANEL FORMED: NO

Marco Deleon / Phillip Couvillion / James Holmes /

OCS REPORT:

30. DISTRICT SUPERVISOR:

Stephen Martinez

APPROVED

DATE: 08-JUL-2013

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