

STATEMENT

Neftekamsk

February 7, 1995

We, undersigned the chief of Neftekamsk oilily equipment service base Vasilyev P. K., chief of NGDY "Arlanneft" construction division Osinin E. N., chief of NGDY "Arlanneft" water injection division Gabdullin R. F. , JSC "Bashneft" chief welder Shmulenson A. R. have done this statement, that according to the plan for testing of US company "BUTLER Taper Joint" equipment, approved by JSC "Bashneft" General Director Mr. Syrtlanov A. Sh., the 1679 meters of high pressure water injection pipeline, 114 mm OD x 9 mm wall, from the location BG-2 at BK Pumping Station-8 to the well No. 7242, was constructed.

128 joints were made by US company "BUTLER Taper Joint" equipment in the field (plan is attached).

The construction was executed in three stages:

- 1 stage - The ends of the pipes were belled and tapered by "BUTLER Taper Joint" end prep machines at the pipe yard of Neftekamsk oilily equipment service base.
- 2 stage - The pipes were double joined by "BUTLER Taper Joint" assembly machine and hot tar externally coated at the NGDY "Arlanneft" construction division pipe yard (the location of the joints assembled in the stationary conditions is shown at the plan).
- 3 stage - The pipeline from the location BG-2 at BK Pumping Station-8 to the well No. 7242 was assembled from the double joints using "BUTLER Taper Joint" assembly press machine (the location of the joints assembled in the field is shown at the plan).

After the rest of the pipeline (nipples to the wells) was finished by the manual welding (plan is attached) the pipeline was hydrostatically tested for the test pressure of 230 ATM, in 30 minutes the pressure was decreased down to operation pressure of 150 ATM and hold for 24 hours.

The pipeline passed the test.

This statement is done for commissioning this pipeline and further observation by the customer.

Signed

Vasilyev P. K.
Osinin E. N.
Gabdullin R. F.
Shmulenson A. R.