

May 30, 2007

Bitz Power Tongs Ltd
P.O Box 5270
Edson, Alberta
T7E 1T5

Equipment Certification

Rig:	N/A
Equipment:	BVM Slip Type Elevator
Model:	YC 75 Ton
Serial No.:	N/A
Inspection Report No.:	H-8445
Engineering File No.:	84526-E
APEGGA permit to practice no.:	P07208

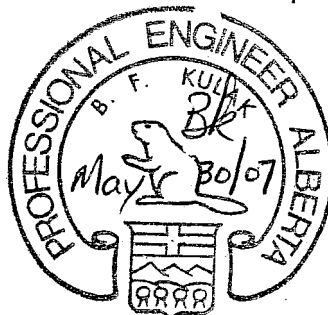
The above-mentioned elevator required a Level IV inspection (as per Canadian Association of Oilwell Drilling Contractors, R.P. 4.0), applicable repairs, and certification for service.

A magnetic particle (MT) inspection was conducted on April 18, 2007 after the elevator was completely disassembled and sandblasted.

Repair procedures were developed based on the MT inspection report as well as a thorough visual examination performed by qualified personnel with Alco Inc.

Based on the final inspection on May 30, 2007 after load testing, it is our opinion that the elevator is a safe operating unit and may be returned to service within the manufacturer's original rating and specification.

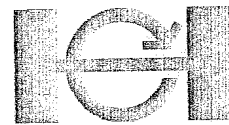
This certification is valid for a period of 6 years, as per the recommendations provided by the Canadian Association of Oilwell Drilling Contractors, or until the elevator has been damaged either as a result of operation, transportation or handling.





ALCO Inc.

5830 - 92 Street, Edmonton, Alberta, T6E 3A6
Phone: (780) 442-3437 - Fax: (780) 436-6264



CERTIFICATE OF INSPECTION

Equipment Owner : **Bitz Power Tongs Ltd.**
P.O. Box 5270
Edson, Alberta
T7E 1T5

Date: **May 30, 2007**

Rig # :

Equipment Description: **YC - 75 Ton**
BVM Slip Type Elevator

Serial Number :

Inspection Report : **H - 8445**

Work Order : **84526**

The undersigned hereby certifies that an inspection has been carried out on the above mentioned equipment in accordance with the applicable standards:

CAODC R.P. 1.0, 1.0A, 2.0, 3.0, 4.0, 5.0

American Petroleum Institute Specification 8C

Inspection Method : ASTM E-709 *Standard Guide for Magnetic Particle Inspection*

Inspection Method : ASTM E-165 *Standard Guide for Liquid Penetrant Inspection*

Inspection Method: ASTM-110 *Standard Guide For Hardness Testing*

Inspection Performed In Accordance With ASME Sec. 8, Div. 1, App. 6

Acceptance Standard: ASTM E-125 *Reference Photographs For Magnetic Particle Indications*

Load Test #: **Body - EDM 0507 10941 84526 LT**

Load Test #: **Slips - EDM 0507 10938 84526 LT**

No Discontinuities Noted At Time Of Final Inspection
After Load Test

Technician: L. Ponech / T. Ponech

C.G.S.B. 10873 / 5703

Signed: 