

May 31, 2007

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

Equipment Certification

Rig:	N/A
Equipment:	AOT Side Door Casing Elevator
Model:	9 5/8" - 90° - SLX 150 Ton
Serial No.:	N/A
Inspection Report No.:	H-10925
Engineering File No.:	84525-E
APEGGA permit to practice no.:	P07208

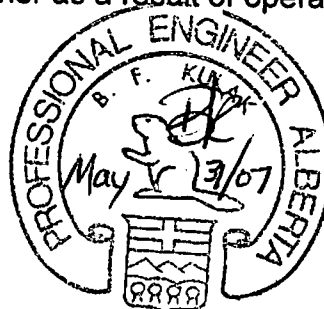
The above-mentioned elevator required a Level IV inspection (as per Canadian Association of Oilwell Drilling Contractors, R.P. 2.0), applicable repairs, and certification for service.

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 31, 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 500 days, 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.



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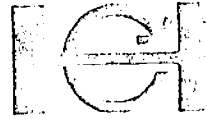
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ALCO Inc.

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 31, 2007**

Rig # :

Equipment Description: **9 5/8" - 90° - SLX 150 Ton**
AOT Side Door Casing Elevator

Serial Number :

Inspection Report : **H - 10925**

Work Order : **84525**

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 #: **EDM 0507 10944 84525 LT**

No Discontinuities Noted At Time Of Final Inspection
After Load Test

Technician: L. Ponech / T. Ponech

C.G.S.B. 10873 / 5703

Signed: 

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ALCO Inc.

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



LOAD TEST CERTIFICATE

DATE: May 30, 2007

CUSTOMER: Bitz Power Tongs Ltd.

ADDRESS: P.O. Box 5270
Edson, AB
T7E 1T5

Serial # :

***THE FOLLOWING EQUIPMENT HAS RECEIVED A LOAD TEST TO 1.5 TIMES
ITS RATED CAPACITY.***

DESCRIPTION: 9 5/8" - 90° - SLX 150 Ton

MANUFACTURE : AOT Side Door Casing Elevator

LOAD TEST NUMBER: EDM 0507 10944 84525 LT

W.O. NUMBER: 84525

LOAD TESTED TO: 225 Ton

INSPECTION # : H - 10925

AUTHORIZED BY : 

**Quality Assurance Department
Hydra Group Ltd. - Edmonton, AB**

Authorized VARCO BJ Repair Center

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