IODP EXP 358 Daily Geomechanics Report Report #083 20190131

RTG Team

| RTG Supervisor(s) | David Castillo / Thomas Finkbeiner / Demian Saffer |
|------------------------------|--|
| RTG Watch Lead (00:00-12:00) | Kan Aoike |
| RTG Watch Lead (12:00-24:00) | |

Well Status

| Site Name: | C0002 | | Hole Name: | R/S | |
|---------------------------------|--|----------------|--------------------|-------------------------|----------------|
| Water Depth: | 1,939.0 | m | RT-MSL: | 28.5 | m |
| 0600h Hole Depth: | 5,052.0 (5049.0) | mBRT (mTVD) | Section TD: | 6,000.0 (6,003.0) | mBRT (mTVD) |
| Section #: | 1 | | CSG Depth/Size: | 4,818.0 11-3/4" ESET | mBRT inches |
| Static MW: | 1.39 | sg | Current ECD: | - | sg |
| FIT/LOT/ XLOT: | N/A Note: 1.46sg FIT @, 4,757mBRT | | | | |
| Current formation/ lithology: | Shale | | | | |
| Sensor Offsets from the Bit: | N/A | | | | |
| Other BHA Offsets from the Bit: | N/A | | | | |
| Current Operations: | Continued RIH Whipstock assembly. Wait on weather from 23:45 due to high heave. Resumed RIH at 05:30. 3567 mBRT as of 06:00 Feb.1. | | | | |

Geomechanics Alert

| GREEN | Green = Projected model remains accurate White = Unanticipated deviation from model which should not affect drilling Yellow = Unanticipated deviation from model which may affect drilling Red = Imminent requirement to stop drillin80 |
|---|---|
| Basis for Alert Level + Recommendations | 1.39 sg remains recommended MW for C2S. However, the kick-off borehole for the planned C2S side-track will occur within several metres of the C2P hole. This is because region around the C2P hole has been severely damaged and could induce significant wellbore instabilities at the window junction and beyond due to the current fragile nature of the rock/structure. If hole collapse were to occur in C2S, it is more likely to occur within a short distance from the C2S window. To help minimize this wellbore instability risk, the continued application of FracSeal in the same amounts as previously used (preferably more FracSeal) could help avoid or minimize drilling fluid invasion into the cracks/fractures. The aperture of these cracks and fractures is not known, which is why additional FracSeal material might help seal these fragile cracks (if not mixed with other mud sealant additives). To further reduce the risk of drilling fluid invasion, the mud weight can be reduced back to 1.37 sg. |

Principal Findings

N/A

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Observations Summary

| Fracture Gradient | N/A |
|----------------------------|-----|
| Pore Pressure | N/A |
| Wellbore Breakout | N/A |
| Tensile Failure | N/A |
| Drilling Parameters | N/A |
| Other | N/A |

Analysis

Drilling Experience Analysis

N/A

Cuttings and Cavings Analysis N/A – Only circulating the riser.

LWD Data Analysis

N/A

SFIB Analysis

No further updates.

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Geomechanical Model Review

No change in the current stress model.

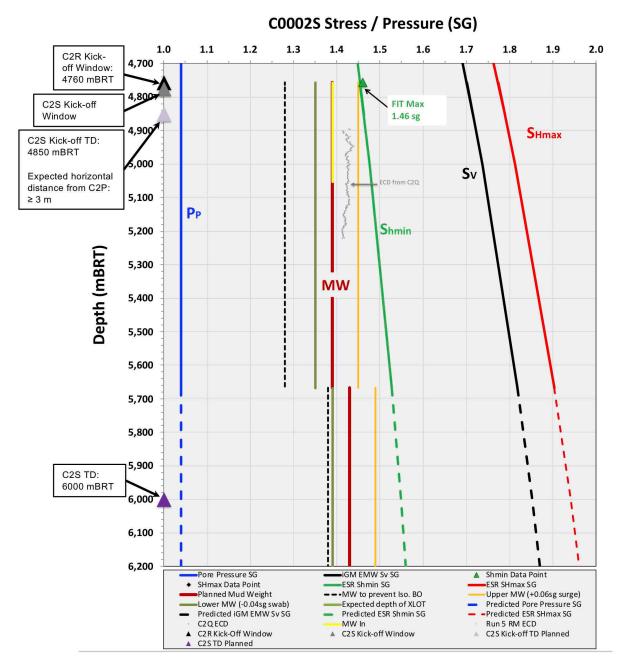


Figure 1 Current stress model for C2S