UNITED STATES DEPARTMENT OF THE INTERIOR
MINERALS MANAGEMENT SERVICE
GULF OF MEXICO REGION
ACCIDENT INVESTIGATION REPORT

1. OCCURRED
   DATE: 31-OCT-2006   TIME: 0920 HOURS

2. OPERATOR: Walter Oil & Gas Corporation
   REPRESENTATIVE: Judy Archer
   TELEPHONE: (713) 659-1222
   CONTRACTOR: ISLAND OPERATORS CO. INC.
   REPRESENTATIVE: Joe Peschier
   TELEPHONE: (337) 769-0240

3. OPERATOR/CONTRACTOR REPRESENTATIVE/SUPERVISOR ON SITE AT TIME OF INCIDENT:

4. LEASE: G22262
   AREA: HI   LATITUDE: 28.04714526
   BLOCK: A 539   LONGITUDE: -93.28520619

5. PLATFORM: A
   RIG NAME:

6. ACTIVITY: [ ] EXPLORATION (POE)
   [X] DEVELOPMENT/PRODUCTION (DOCD/POD)

7. TYPE:
   [ ] HISTORIC INJURY
   [ ] REQUIRED EVACUATION
   [ ] LTA (1-3 days)
   [X] LTA (>3 days) 1
   [ ] RW/JT (1-3 days)
   [ ] RW/JT (>3 days)
   [ ] Other Injury
   [ ] FATALITY
   [ ] POLLUTION
   [ ] FIRE
   [ ] EXPLOSION
   LWC [ ] HISTORIC BLOWOUT
   [ ] UNDERGROUND
   [ ] SURFACE
   [ ] DEVERTER
   [ ] SURFACE EQUIPMENT FAILURE OR PROCEDURES
   [ ] COLLISION
   [ ] HISTORIC
   [ ] >$25K
   [ ] <=$25K

8. CAUSE:
   [X] EQUIPMENT FAILURE
   [ ] HUMAN ERROR
   [ ] EXTERNAL DAMAGE
   [ ] SLIP/TRIP/FALL
   [ ] WEATHER RELATED
   [ ] LEAK
   [ ] UPSET H2O TREATING
   [ ] OVERBOARD DRILLING FLUID
   [ ] OTHER

9. WATER DEPTH: 230 FT.

10. DISTANCE FROM SHORE: 95 MI.

11. WIND DIRECTION: SW
    SPEED: 12 M.P.H.

12. CURRENT DIRECTION: SW
    SPEED: 6 M.P.H.

13. SEA STATE: FT.
17. DESCRIBE IN SEQUENCE HOW ACCIDENT HAPPENED:

The Island Operator's employee was attempting to close the line heater choke. The choke had the proper wheel to close, but the employee used a pipe wrench on the wheel to help him close it. The pipe wrench slipped, causing the employee to fall to the grating. The employee broke his left wrist and cut his right knee. The employee was working alone on an unmanned platform at the time of the accident.

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

Use of an improper tool is considered to be the probable cause of the accident.

19. LIST THE CONTRIBUTING CAUSE(S) OF ACCIDENT:
21. PROPERTY DAMAGED:          NATURE OF DAMAGE:

N/A

ESTIMATED AMOUNT (TOTAL):

22. RECOMMENDATIONS TO PREVENT RECURRANCE NARRATIVE:

The Lake Jackson District has no recommendations.

23. POSSIBLE OCS VIOLATIONS RELATED TO ACCIDENT: NO

24. SPECIFY VIOLATIONS DIRECTLY OR INDIRECTLY CONTRIBUTING. NARRATIVE:

25. DATE OF ONSITE INVESTIGATION:

01-NOV-2006

26. ONSITE TEAM MEMBERS:          29. ACCIDENT INVESTIGATION

Ronald Cook /               PANEL FORMED:    NO

OCS REPORT:

30. DISTRICT SUPERVISOR:

DDykes for Ed Smith

APPROVED

DATE:  29-DEC-2006