

May 31, 2007

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

Equipment Certification

Rig:	N/A
Equipment:	AOT Slip Type Elevator
Model:	HYC 200 Ton
Serial No.:	N/A
Inspection Report No.:	H-20437
Engineering File No.:	84530-E
APEGGA permit to practice no.:	P07208

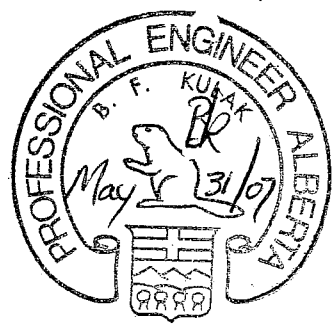
The above-mentioned elevator required a Level IV inspection (as per Canadian Association of Oilwell Drilling Contractors, R.P. 2.0), applicable repairs, and certification for service.

A magnetic particle (MT) inspection was conducted on April 30, 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.





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: **HYC - 200 Ton**
AOT Slip Type Elevator

Serial Number :

Inspection Report : **H - 20437**

Work Order : **84530**

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 10942 84530 LT**

Load Test #: **Slips - EDM 0507 10943 84530 LT**

No Discontinuities Noted At Time Of Final Inspection
After Load Test

Technician: L. Ponech / T. Ponech

C.G.S.B. 10873 / 5703

Signed: 

H-1

CERTIFICATE OF INSPECTION

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

W.O. # : **OT-5806**

M.P.I. # : **H-7964**

EQUIPMENT INSPECTED: 7 5/8" - 200 Ton
AOT HYC Slip Type Elevator

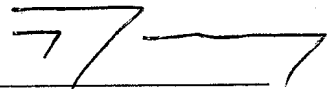
IDENTIFICATION # :

The undersigned hereby certifies that he has carried out an inspection of the above mentioned equipment strictly in accordance with:

NON-DESTRUCTIVE EXAMINATION ASTM-E-709
Magnetic Particle Inspection Standards

and that he meets the minimum qualification standards for inspectors as set forth in the **SNT-TC-1A (1984 Edition)**.

Date: Oct. 10, 2001



Inspector
C.G.S.B./A.S.N.T.

**NON-DESTRUCTIVE
EXAMINATION**

UNIT

H-1



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: HYC - 200 Ton

MANUFACTURE : AOT Slip Type Elevator (Body Only)

LOAD TEST NUMBER: EDM 0507 10942 84530 LT

W.O. NUMBER: 84530

LOAD TESTED TO: 300 Ton

INSPECTION # : H - 20437

AUTHORIZED BY : _____

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

Authorized VARCO BJ Repair Center

H-1