

The Dallas/Fort Worth Driller

The Newsletter of The American Association of Drilling Engineers
Dallas/Fort Worth Chapter

Volume 16 Issue 6

June
2006

The President Speaks

By Mark Prestridge

As summer settles in here in North Texas, everyone has energy prices on their minds. What will prices do, and subsequently, what will the activity level be in relation to those prices?

This month we have Gary Godwin - Halliburton VP- of Marketing & Strategy presenting a talk on "Outlook for Our Industry". He comments, "The industry today is very different than most of us have experienced in our careers. Activity level is at 20 - 30 year highs. If we look at the underlying fundamentals, the outlook for the industry in the foreseeable near term certainly looks promising." However, in the midst of all of this promise, operators and vendors are struggling with finding cost effective ways to drill wells and bring them on line. I heard recently, that "The cure for high prices is high prices." Hopefully we can come to level of activity and price that works for both the operator and the service industries. Should be an interesting talk! See you Wednesday!

Remember – Membership Renewal Time is here!

Making Reservations

New Reservations Policy – We are trying to phase out the call in system, and go to an email system. For reservations, email your reservation to:

<mailto:aadereservations@newtecheng.com>.

When making your reservation by email, give the name/s and company of each attendee. Often times the voice messages are hard to understand. Going digital should help eliminate discrepancies in the spelling of names, and generally aid us in meeting preparation and record keeping. To use the call in number, dial 800-221-4826. When you get the main recording, push *, then 3778, then #...leave your name and company after the AADE announcement.

"OH, CANADA...!" "Canadian Finance Minister Jim Flaherty has rejected a request from environmental groups to end an estimated \$1.4 billion in annual tax breaks to the booming oil industry. In a seven page response to the Sierra Legal Defence Fund, Flaherty defends special tax treatments for the resource sector noting its importance as a source of investment and jobs." (from www.canada.com)



2006-2007 DFW BOARD OF DIRECTORS

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|-----------------|--------------|

NEWSLETTER

| | |
|-----------------|--------------|
| MATT SCOTT..... | 214-561-8708 |
|-----------------|--------------|

<http://www.aade.org/>

IADC Rotary Rig Report

Rotary Rigs Actually Making Hole
As reported by Baker Hughes
For Week Ending June 16, 2006

| Country | This Week | Last Week | Last Month | Last Year |
|---------|-----------|-----------|------------|-----------|
| USA | 1672 | 1661 | 1639 | 1358 |
| Canada | 441 | 443 | 267 | 222 |

International Rotary Rigs Running
Monthly Avg. for May 2006

| Region | Current Month | Change From Previous Month |
|---------------|---------------|----------------------------|
| Europe | 86 | 5 |
| Middle East | 229 | 3 |
| Africa | 50 | -6 |
| Latin America | 333 | 6 |
| Asia Pacific | 222 | 0 |

Upcoming Meetings & Events

June 21 - Outlook For Our Industry
Gary Godwin, Halliburton, VP Mktg. & Strategy

July 19 – U.S. Rig Outlook
Cloyce Talbott, Patterson-UTI, President/CEO

Aug 17-18 – Sporting Clay Tournament @ Dallas Gun Club
(application in this newsletter)

Remember to check out www.aade.org for meeting information and anything AADE related.

MEMBERSHIP RENEWAL For 2006-2007

Renewal time is here! Now is the time to renew your AADE Chapter Membership for **2006-2007**. Feel free to renew during the monthly meeting or by completing the form included in this newsletter and mailing it in with your \$15.00 to the address on the registration form. Please contact June Allen if you have any questions concerning your membership. June can be reached at 817-366-4427 or by e-mail at: mjunebugg@comcast.net.

June Meeting

| | | | |
|---------------|---|-----------------|---|
| Date: | June 21, 2006 | Speaker: | Gary Godwin Halliburton, VP Marketing & Strategy |
| Time: | 4:30PM 5:30pm Social Hour | Topic: | Industry Outlook |
| Place: | Las Colinas Country Club Irving, Texas | Cost: | \$25 with reservations \$30 without reservations |

Where: Las Colinas Country Club – 4400 N. O'Connor Blvd, Irving, Texas. Las Colinas CC is between Highways 114 and 183, near the DFW Airport. Call them at (972) 541-1141 or visit their website at <http://www.lascalinascc.com/> for directions.

Dress Code – Business Casual



AMERICAN ASSOCIATION OF DRILLING ENGINEERS MEMBERSHIP APPLICATION

DATE: _____

Chapter Affiliation *(please check one of the following):*

| | | | | | | | |
|--------------------------|---------|-----------|----------------|---------------|---------|------------------|-------------------|
| Dallas/ Fort Worth | Houston | Lafayette | New Orleans | West Coast | Denver | Permian Basin | Mid- Continent |
| \$15.00 | \$20.00 | \$15.00 | \$10.00 | \$15.00 | \$15.00 | \$15.00 | \$25.00 |

| | | |
|----------------|------------|-----------------------|
| Last Name | First Name | MI |
| Company | Title | Business Phone () |
| Address | | Fax () |
| City | St. | Zip Code |
| E-Mail Address | | |

Business Type: *(Please circle one)*
 (10) Oil and Gas Producer (20) Engineering/Operations Consulting (30) Environmental (40) Equipment/Service Supply Company
 (50) Consumable Product/Service Supply Company (60) Drilling Contractor (70) Governmental or Regulatory Agency (80) Other

Job Function: *(Please circle one)*
 (A) Management (B) Engineering (C) Operations (D) Technical Support/Service (E) Research and Development
 (F) Field Service/Technician (G) Training (H) Purchasing (I) Marketing/Sales (J) Other

**MEMBERSHIP
YEAR**

AADE FORM No. 020(8/94) Rev. 11/2000

Member No.

Mail Form and Payment direct to appropriate Chapter(s).

| | | |
|-------------------|-----------------------|---|
| CHAPTERS: | | |
| NEW ORLEANS: | PO Box 51929 | New Orleans LA 70151 - 1929 |
| LAFAYETTE: | PO Box 80023 | Lafayette LA 70598 - 0023 |
| HOUSTON: | PO Box 877 | Humble TX 77347 |
| | | Dallas TX 75221 - 4322 |
| DALLAS/FT. WORTH: | PO Box 214322 | Bakersfield CA 93389 |
| WEST COAST: | PO Box 9953 | Denver CO 80202 - 4922 |
| DENVER: | 1600 Broadway - #2200 | Midland TX - 79710 |
| PERMIAN BASIN: | POBox 51038 | Attn: Charles Kusiak, Secretary - c/o Newpark Drilling Fluids |
| MID-CONTINENT: | 5560 NW 72nd St | Oklahoma City OK 73132 |

AADE NATIONAL HEADQUARTERS: (Do not mail Dues Payment to this address)
 2301 Belmont Place - Metairie LA 70001 - 1707 504/888-4177 FAX 504/561-6391
bfreeman@smith.com

AADE Thirteenth Annual Sporting Clays Tournament

DALLAS GUN CLUB

August 17th & 18th, 2006

- Shirt Size (Circle)
L XL 2XL 3XL
1. Team Captain: _____
Company: _____
Address: _____
City/St/Zip: _____
E-mail: _____ Fax: _____
2. Name: _____
Company: _____
Address: _____
City/St/Zip: _____
E-mail: _____ Fax: _____
3. Name: _____
Company: _____
Address: _____
City/St/Zip: _____
E-mail: _____ Fax: _____
4. Name: _____
Company: _____
Address: _____
City/St/Zip: _____
E-mail: _____ Fax: _____
5. Name: _____
Company: _____
Address: _____
City/St/Zip: _____
E-mail: _____ Fax: _____

Please check shooting time preference (No Guarantees)
____ Morning ____ Afternoon ____ Midday ____ No Preference

TEAM ENTRY FEE: \$1250
SPONSORSHIP \$500

Entry Deadline: July 25, 2006

Make checks payable to: **D/FW AADE SC Tournament**

Mail to: Baker Hughes INTEQ
1333 Corporate Drive, Suite 300
Irving, TX 75038 Attn: Dede Terveen

Phone: 972-753-0111
Fax: 972-753-0247
E-mail: dedrick.terveen@inteq.com

Enrollment and Sponsorship

1. All participants must be current D/FW AADE members (\$15 annual dues), payment at registration accepted. It is important to complete the entire **entry** form for accurate mailing address and **SHIRT SIZE**.
2. Participation in this event will be limited to 65 registered 5-man teams. **Repeating Team Sponsors** will be able to register early until July 7, 2006 after which time open registration will begin. Enrollment will continue until July 25, 2006 or when 65 teams have registered. Designated "Team Captain" on the entry form will be responsible for the distribution of the follow-up letter detailing "rules and regulations" to his team.
3. **Pre-registration will be held between 12:00 Noon and 5:30 PM on Thursday, August 17 at the Dallas Gun Club. Door prizes will be given away on Thursday evening starting at 6:30 p.m. to encourage pre-registration.**
4. The Dallas Gun Club will be open to participants on Thursday, August 17 between the hours of 12:00 A.M. to 6:00 PM for practice rounds. The cost of the rounds will be at a discounted club rate.
5. Shooters unable to register on Thursday may sign up on Friday. Registration for the morning round will close at **7:30 A.M.** Registration for midday round will close at **9:30 A.M.** Afternoon registration will close at **Noon** and **NO LATER.**
6. A Calcutta auction will be conducted Thursday evening for those interested.
7. Food, drink, ditty bags, door prizes, and trophies are included in the entry fee. Door prizes will be given away following the afternoon rounds on Thursday and Friday, **you must be present to win.**

Sporting Clay Committee:

Gene McLeod – Petro Hunt
John Gault – Baker Hughes Inteq
Don Pearce – Cornerstone Engr.
Joe Segulja- Baker Atlas
Rodney Littleton – Pioneer Natural Res.
Heath Woodrum-Thomas Tool
Dan Lockwood - New Tech Engr.
Rene Hoover – Schlumberger

Donnie Bohmfalk – TIW
Dale Carr - BJ Services
DedeTerveen - Baker Hughes Inteq
Mike Biggs – Hunt Petroleum
Jonn Thompson – Halliburton
Rusty Werline – Devon Energy
Stanley Ferguson - Swaco
Jim Vernor - Consultant

