Selendang Ayu

SMIT SALVAGE - RECOVERED OIL DISPOSAL PLAN 12/26/04

1. Oil and other hydrocarbon products recovered from the Selendang Ayu will be initially pumped into "storage cubes" and transported to the designated approved receiving site referred to as the Unalaska Quarry site.

2. Each storage cube is constructed of steel with square dimensions of 7ft x 7 ft x 7 ft. with a capacity of 2,500 gallons each. A total of 31 cubes will be available throughout the operation. The storage cubes are designed to carry asphalt and are equipped with both forklift access ports on bottom and pad eyes on each top corner. Each cube has an access port with bolted cover on top as well as a 3" drain / valve on the bottom. Each cube has access ports to insert electric probes underneath for heating purposes.

3. Each storage cube will arrive at the quarry site by heavy lift helicopter. An independent gauge reading will be taken by a surveyor provided by the RP (Penco has been appointed.) Magone Diving will provide continuous transport of cubes from quarry to site adjacent container dock. (near Magone office)

4. Once at Magone site, tanks will be heated with electric probes. Once oil reaches sufficient temperature to pump, oil will be transferred into storage containers provided by Magone Diving. (see continued disposal plan from Magone Diving for final storage/disposal details.)

5. Empty cubes will be transported back to quarry site by truck to stand by for next trip to casualty.