

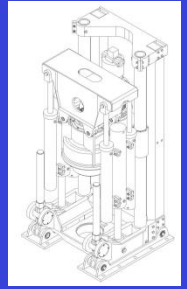


# NEWSLETTER

Stu Blattner Inc.

43rd Edition

January - 2011



## SBI USA

We finished with most of the new batch of 100 cutter housings we started last month. We are diligently working to put together as many cutters to keep up with demand. We are also working on making more shafts, end caps and ball plugs for the cutters.

The container for the parts of the three raisebore machines (SBM-700 x 2 , and SBM-400) Tumi is building will be leaving this month.

The SBM-700 finished the job at Barrick last month and is back in the shop for maintenance. We are working on replacing the pipe positioner actuator with a better heavy duty one. We have installed the new pipe positioner on the SBM-900 and it is working great.

This month, the SBM-900 will be going out to a job in Nevada at a nuclear testing facility. This job is unlike any other we have done, because it involves reaming down with the machine.

We are waiting to hear from Barrick on the status of the 21 holes we bid last month that will keep the SBM-700 busy to the end of the year.

## SBI AUSTRALIA

The **SBM-71R** is in Papua New Guinea doing the first underground hole of 3.1m. We have an advance of 30m piloted.

The **SBM-900** is at Oaky Creek, reaming a 5.5m hole. We have an advance of 91m and is doing well after changing out the 6 gauge cutters at 65m.

About the **SBM-600**, it's in Tasmania waiting for the trucks in order to move the machine to Oaky Creek to do a 1.5m hole, 170m long.

## TUMI

We finished the overhaul of **RAURA'S RB-43** and we sent the machine to the mine. It's in surface waiting for our personnel.

We started moving the **SBM-350** and its accessories for working in the projects of **RAURA'S RB-43**. We started and finished piloting the project No. 44 of 52.20m. We started reaming, having an advance of 13.15m, the mine had delays blasting up the target point.

In **RAURA** with our **SBM-700**, we finished reaming the project No. 3 with 214m., the machine is in surface waiting for the authorization to bring the machine to our shop.

With our **RB-43** in **RAURA**, we finished reaming the project No. 19 with 89.45m. We started piloting the project No. 20 moving the machine and accessories to the new station. We had delays because the new station is far.

In **CONDESTABLE** with the **SBM-300** we finished piloting the project No. 16 with 36.24m. We started and finished reaming the project No. 16 with 37.45m. We sent the machine and accessories to the shop in Lima.

We moved the **SBM-400** to **CONDESTABLE** to start piloting the project No. 17, we started and finished piloting with 46.49m and we started and finished reaming with 46.00 m.

In **CASAPALCA** with our **SBM-400SP** we started piloting the project No. 10, having an advance of 6.00 m. We cemented the pilot hole and then started repiloting, having 124.22m of advance.

In **AGUILAR** with their **SBM-400**, we restarted reaming the project No. 2 and finished with 262.14m. We started reaming the project No. 1 moving the machine and accessories (We only piloted the pilot hole).

## SHOP

This is a summary of what the shop has been doing during this month:

- SBM 400 LP Indonesia ...Fabrication = Done



- SBM 350 Tumi .... Overhaul = Done



- RB 43 Raura.....Overhaul = Done



- SBM 400 LP Tumi...Overhaul = Done



- SBM 600 Tumi...Major maintenance = Done



- Boring Mill Lucas .... Overhaul = Done



- We have also started the fabrication of the 10 ft. head that will go to Casapalca.



- The fabrication of 02 SBM-700 to Mexico.





Ready for stress relief!

- We have added a new machine to our shop. It is a gear generator or splinning machine. It looks great! We are waiting for all the correct cutting tools to arrive in order to begin work doing our own gears!



- Update on the land. It looks that we are almost there on the paper work. We should be getting that land transferred to Tumi by March.

This is all for now, we are going to continue to enjoy the great summer weather!