

METALS INTERNATIONAL LIMITED

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INSPECTION REPORT

Project Name: Lilydale Pipeline

Project, Australia

Issued on: Jun 10th, 2011

Inspection Time: May 20th-Jun 2ed, 2011

Inspection FBE Coated HFI-ERW Line Pipes

Subject:

API 5L X56M PSL 2/AS 2885-1 Specification: Lin Gaojie Inspector: Stamp No: AS 3862

Visit Summary:

Scope of Inspection

- Ultrasonic Testing verification
- Mechanical Testing verification
- Coating verification
- Packaging, marking and storing inspection.
- Part photo service.

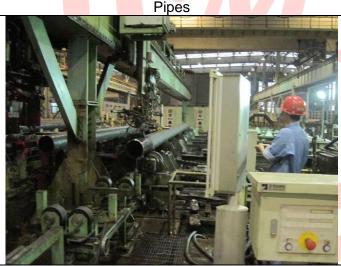
Results of inspection to Lilydale Pipeline Project

Process Verification

Ultrasonic Testing verification

The customer had verified Ultrasonic Testing.

Photo attachment as below





Verifying Ultrasonic Testing

Mechanical Testing verification

The customer had verified Mechanical Testing. And the following is for DWTT. Photo attachment as below

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Samples





Verifying DWTT

3. Coating verification

The customer had verified Coating at coating plant.

Photo attachment as below





Verifying Coating



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Verifying Coating

- 4. Packaging, marking and storing inspection
- 1) The mill had fixed end protectors on both of pipe ends;
- 2) The marking and shipping mark was right;
- 3) The pipes were stored in the stacking which was clean and covered with rubber.

Photo attachment as below





Round Color Band per thickness

Stacking



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Shipping

Review of Documentation:

Raw Material Testing Report UT Test on coils, Welded Seams and Full Body Hydrotest Report Pipe Chemical and Physical Testing Report Mill Test Certificate Cathodic Bonded Test Report Thickness Test Records

Remark

The inspection results shows that the pipes are in full conformity with the specifications and client's technical requirements.