International Association of Drilling Contractors



Supply Chain Committee Meeting

28 January 2016

11:30 am - 2:00 pm

IADC 10370 Richmond Ave., Suite 760 Houston, TX 77042

Minutes

Call to Order: Co-Chairmen, Jorge Lebrija welcomed everyone in attendance at the Supply Chain Meeting, and reviewed agenda for the meeting.

Safety Briefing/ Anti – Trust Guidelines/Administration

John Pertgen (IADC) provided the emergency response information including muster points. He also reviewed the Anti-Trust Guidelines; wherein he emphasized the core of anti-trust law, and refrain from discussing pricing, dividing, allocating or boycotting suppliers or potential suppliers. He mentioned the locations of the restrooms and detailed the use of the restroom tags for the newcomers.

General Introductions

Formal introductions were conducted by all, including new participants and those on the phone.

Presentation of Manufacturer Data Book (MDB) Guidance from Lloyd's Register

The three attendees from Lloyds presented their idea to help establish uniformity, consistency of format and a minimum set of requirements for MDBs.

Document is intended to be used as a guideline for purchasing and suppliers throughout all stages of the supply chain process. Each party can adapt it to meet specific requirements of a particular project

- This is currently being done in the construction industry and other industries
- Allows the purchaser to provide a list of important documentation requirements for the manufacturers to provide and the layout of the databooks
- Lloyds is open to the idea of having a combined task force with ABS, DNV and major OEMs to develop these guidelines and have IADC endorse.

Closed Session to Driller Contractors Only

The group discussed what was presented by Lloyds and agreed on the potential value for the industry to have IADC approved guidelines for MDB.

Jorge Lebrija and John Pertgen will seek approval from IADC to continue this project before contacting other societies and OEMs.

If approved by IADC, project will be managed by the Vendor Performance Subcommittee

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Update from Supply Chain participation in the IADC Maintenance Subcommittee Session

Jorge Lebrija updated the Committee on what was discussed with NOV during the IADC Maintenance

Committee session.

Update of Sub-Committees:

1. Supplier Performance Subcommittee

- a. Chairman, Brad Green went over the status of the Vendor Performance-Metrics and Scorecard
 - i. Has been approved and uploaded onto IADC website
- b. The Subcommittee will now begin to review:
 - i. Manufacturer Data Book Guidance from Lloyd's Register
- c. Committee discussed and decided to table revisiting the Vendor Performance Recognition Program until it is determined that drilling contractors adopt the Vendor Performance Metrics and Scorecard
- d. Chairman asked for additional members to join the Supplier Performance Subcommittee

2. Trade Compliance Subcommittee

- a. Chairman, Boris Kos presented final draft of the Global Supply Chain Rig Entry/Exit Process USA
 - i. Document country specific cargo import/export requirements and addresses three scenarios
 - MODU arrives on location from a foreign port to engage in OCS activities without making a port of call and also moves between fields on the OCS
 - 2. MODU arrives to a US port from a foreign location or from a field on the OCS under its own power or by wet tow
 - MODU arrives to a US port from a foreign location or field on the OSC by dry tow as cargo
 - ii. Document will be sent for IADC approval and posting at website
- b. The intent is now to focus on another country, possible options: Angola, Brazil
- c. A question was made regarding how often these documents will need to be revised or updated. Boris Kos confirmed these need to be looked at on a yearly basis.

Open discussion and comments

Jorge Lebrija and John Pertgen advised that the Committee will vote for a new chairman and subcommittee chairmen at the next meeting. Elected persons will be in position until December 2016. Elections will be conducted again in October 2016 for the 2017 period and will need to be approved by IADC..

Next Meeting Date and Venue:

It was agreed to have the next meeting close to OTC to allow people traveling to Houston to participate. 9:00 AM – 12:00 PM Friday, April 29th 2015, IADC Crown Center 1 & 2 Conference Rooms Lunch Sponsor: Ensco

International Association of Drilling Contractors

Attendance:

Name		Company Name
Bradley	Green	ENSCO PLC
Jorge	Lebrija	ENSCO PLC
Borris	Kos	ENSCO PLC
Tom	Schexnayder	ENSCO PLC
Warren	Rhone	HEERCULES OFFSHORORE
John	Pertgen	IADC
Gary	Eshenroder	LLOYD'S REGISTER ENERGY - DRILLING
Chris	Pfisterer	LLOYD'S REGISTER ENERGY - DRILLING
Anthony	Waller	LLOYD'S REGISTER ENERGY - DRILLING
Andrea	Jones	MAERSK DRILLING
Steve	Sagerian	NOBLE DRILLING SERVICES INC.
James	Upchurch	NOBLE DRILLING SERVICES INC.
Brian	Wolf	NOBLE DRILLING SERVICES INC.
Mark	Morlock	PACIFIC DRILLING
Sheri	Bough	PARKER DRILLING
Esperanza	Reyna	PARKER DRILLING
Cristiano	Azeredo	QUEIROZ GALVÃO ÓLEO GÁS S.A.