International Association of Drilling Contractors



Supply Chain Committee Meeting

27 July 2016

12:30pm – 2:00pm

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

<u>Minutes</u>

Call to Order: Co-Chairman Andy Poosuthasee welcomed everyone in attendance at the Supply Chain Meeting.

Safety Briefing / Anti – Trust Guidelines / Administration

John Pertgen informed the Committee that a fire drill was planned for this morning, but has since been cancelled. He further explained the fire exit locations, and muster points. He mentioned the locations of the restrooms and detailed the use of the restroom tags for the newcomers. Finally, he reviewed the Anti-Trust Guidelines located on the IADC Website specifically focusing on the General Antitrust Guidelines section for IADC Members.

General Introductions & Agenda Review

Formal introductions were conducted including new participants. Agenda for the meeting was shared by Co-Chairman Andy Poosuthasee.

Update from the Sub-Committees:

1) Documentation (Ensco, Noble, Paragon, Pacific, Transocean, Vantage, Maersk)

- Sub-Committee Chairman provided an update
 - a. Mentioned that the following are also involved in the creation of this document: NOV, GE, Cameron, MHWirth, DNV, ABS, and Lloyd's.
 - b. Gave an overview to the group stating they are focused on creating Manufacturer's Record Book guidance. They have been going section by section in their Sub-Committee meetings.
 - c. They have had three meetings thus far. Yesterday's meeting (3rd) was focused on Section 3 which discusses Traceability, ITPs, etc.
 - d. Still on schedule to present this to the Committee by the end of the year.
 - e. Next meeting is scheduled for Wed., Aug 24th (1-3pm).
 - f. Hope to have a draft document prepared for review at the next Supply Chain Committee meeting in October.

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- Questions/Comments:
 - g. One member emphasized to the entire committee to please participate and get involved to ensure the contractors have a voice, and not let the OEMs drive the creation of this document. Ideally, please invite some QA/QC people.
 - h. One member asked the Sub-Committee Chairman when this document will be completed. Sub-Committee Chairman reiterated that they are still on track for the end of the year, and that they should have no problem completing this in time.
 - i. John Pertgen added that if any member would like to see a draft of the current document, please reach out to the Sub-Committee Chairman.
- 2) Logistics & Trade Compliance Subcommittee (Atwood, Ensco, Maersk, Noble, Paragon, Vantage)
 - Sub-Committee Chairman provided an update
 - a. Sub-Committee Chairman provided a summary of what has transpired since the last meeting, as well as the history behind the creation of the GOM and Nigeria documents.
 - b. Stated the committee is 90% complete at the moment.
 - c. Stated we have shared the document with the IADC Nigeria chapter for feedback.
 - d. Next meeting is August 31st with the hope of finalizing the document at that meeting. Intent is to have this completed by November.
 - e. Discussed the importance of why this document is being created.
 - f. Co-Chairman reiterated that this document is not just for the drilling contractors, but for the entire industry. In fact, a supplier this morning asked for rig entry/exit guidance for several countries.
 - Questions/Comments:
 - g. John Pertgen shared with the Committee how to view and obtain not only the Trade Compliance documents, but all documents that the Committee has developed.
 - h. Co-Chairman mentioned (for the new Committee members) that all live documents will be reviewed annually by the Sub-Committees to ensure the documents are still relevant and current.
 - i. Member asked the Sub-Committee Chairman if the creation of the US document helped with the creation of the Nigeria document. Sub-Committee Chairman responded that it did as it provided a template for the creation of the Nigeria document.
 - John Pertgen mentioned to the Committee members that there is an acronym glossary located on the IADC Website (Technical Resources / IADC Lexicon – Drilling Glossary; <u>http://www.iadclexicon.org/</u>).

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k. Sub-Committee Chairman and Andy Poosuthasee gave a brief synopsis on how the US and Nigeria countries were chosen as the first areas of focus.

Final Questions/Comments:

- Member asked the Co-Chairman if there was a way to determine if the drilling contractors are currently using the documents that have already been created. Co-Chairman stated he knows Committee members are utilizing the documents, but not sure as to what magnitude. Co-Chairmen will determine the best way to survey the Committee members either prior to or at the next Committee meeting in October. Member stated that by querying the Committee members, this may encourage more participation.
- Co-Chairman read the Supply Chain Committee Mission Statement to the members, and stated that the documents that have been completed and are currently being worked on are in alignment with the initial mission statement. He also stated his appreciation to those whom have been participating and developing these documents as they are truly working synergistically to help improve the industry. Co-Chairman stated that the Mission Statement may be modified slightly for review/approval at the October Committee meeting.

Next Meeting Date and Venue:

1:00pm-3:00pm; Wednesday, October 26, 2016; IADC Crown Center 1 & 2 Conference Rooms Lunch Sponsor: Not applicable

Attendance:

Name		Company Name
Stacey	Moses	Atwood Oceanics
Jack	Cotton	DIAMOND OFFSHORE
Paul	Warriner	DIAMOND OFFSHORE
Bradley	Green	ENSCO PLC
Boris	Kos	ENSCO PLC
John	Pertgen	IADC
Brian	Wolf	NOBLE DRILLING SERVICES
Steve	Sagerian	NOBLE DRILLING SERVICES
Matt	Morgan	PACIFIC DRILLING
Felix	Delgado	PARAGON OFFSHORE
Andy	Poosuthasee	VANTAGE DRILLING COMPANY