

Supply Chain Committee Meeting

26 October 2016

1:00pm-3:00pm

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

Minutes

Call to Order: Co-Chairman Jorge Lebrija called the meeting to order and welcomed everyone in attendance at this Supply Chain Meeting.

Safety Briefing / Anti – Trust Guidelines / Administration

John Pertgen described the emergency procedures, fire alarms and the evacuation point(s) and process, the restroom access, and reminded everyone to kindly turn off cell phones. 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. The aAgenda for the meeting was reviewed by Co-Chairman Jorge Lebrija.

Update from the Sub-Committees:

1) Documentation

- Brad Green, Sub-Committee Chairman, provided an update as follows:
 - a. Shared the final document to the group that was approved. John Pertgen showed the Committee where the document was posted on the IADC website.
 - b. Brad clarified that this document addresses the format and main content of Manufacturing Record Books (MRB). The Sub-Committee will continue to work on developing guidelines for the content and quality of MRBs. Their next meeting will be November 16th to discuss Inspection Test Plan (ITP). Brad invited the other drilling contractors to provide resources at the next meeting.
 - c. Brad described how the document is to be used, and mentioned that the document is segmented into four sections.
 - d. Co-Chairman Jorge Lebrija stated that we can reference this IADC document through a newly created IADC Supply Chain Committee documentation

- numbering sequence (on the document). He also emphasized that the OEMs involved have committed to following these documentation guidelines.
- e. A Committee Member stated that this is the first time we have gotten these manufacturers, classification societies, and drillers to agree upon something like this. Very good job done by all.
- f. No follow-up questions were asked.

2) Logistics & Trade Compliance Subcommittee (Atwood, Ensco, Maersk, Noble, Paragon, Vantage)

- Co-Chairman Andy Poosuthasee provided an update
 - a. Informed the Committee of the process on how this document was created.
 - b. Informed the Committee that the document has been approved, and is now posted and available on the IADC website.
 - c. Reminded the group on how Nigeria was chosen initially.
 - d. No follow-up questions were asked.

3) Open Actions from previous meeting

- a. Mission Statement Co-Chairman Andy Poosuthasee proposed a revised mission statement. This was approved by the Committee. Andy Poosuthasee will ensure it gets updated on the IADC website.
- b. Effectiveness of previously created documents Co-Chairman Andy Poosuthasee shared the results of the survey that was sent to the drilling contractors on the utilization of the previously created documents. The results came from four (4) offshore drillers, and three (3) land drillers. The results shared were as follows:

	Trade Compliance Guidelines	Supplier Performance Metrics & Scorecard	Rig Entry/Exit Process for USA
3 - Utilized/Implemented.	5	3	3
2 - Aware of the document, and in the process of being utilized/implemented.	1	4	
1 - Aware of the document, but not being utilized.			4^{\star} (*) No active rigs in US at this time
0 - Not aware of this document.	1		

4) Elections

- a. Jorge Lebrija explained the history of the committee
- b. John Pertgen explained the election process, as well as how the meeting minutes work.
- c. Elections were held, and Jorge Lebrija was elected as the Chairman of the Supply Chain Committee for 2017.
- d. Jorge Lebrija asked if anyone was interested in holding the Vice-Chair position. One member asked, "Can we get an idea of the responsibilities of the Vice-Chair position?" Both Co-Chairmen Jorge Lebrija and Andy Poosuthasee explained the requirements.
- e. Another member offered his interest, but would have to confirm his availability. Jorge Lebrija will follow-up with that member directly.
- f. Brad Green was ratified as Chairman of the Documentation Sub-Committee
- g. It was suggested to follow-up with the current Trade Compliance Sub-Committee to see if they see value in continuing this Sub-Committee. Co-Chairman Andy Poosuthasee will follow up.

5) New Items

a. One member suggested that inventory management be considered as a potential initiative. Other drilling contractors expressed interest. A meeting will be held to discuss details of this potential sub-committee on November 16th, 11:30am-1:00pm prior to the next Documentation Sub-Committee meeting. Noble Drilling offered to sponsor lunch.

Final Questions/Comments:

No comments.

Next Meeting Date and Venue:

1:00pm-3:00pm; Wednesday, January 25, 2016; IADC Crown Center 1 & 2 Conference Rooms

Lunch Sponsor: Not applicable

Attendance:

Name		Company Name
Bradley	Green	ENSCO PLC
Jorge	Lebrija	ENSCO PLC
Tom	Schexnayder	ENSCO PLC

John	Pertgen	IADC
Abhishek	Vyas	NABORS DRILLING
Jim	Upchurch	NOBLE DRILLING SERVICES INC.
Brian	Wolf	NOBLE DRILLING SERVICES INC.
Russ	Walker	PACIFIC DRILLING
Jennifer	Marbach	ROWAN COMPANIES
Nicholas	Hoffman	VANTAGE DRILLING
Andy	Poosuthasee	VANTAGE DRILLING