International Association of Drilling Contractors



Supply Chain Committee Meeting

13 November 2019

1.00pm - 3.00pm

IADC 3657 Briarpark Drive, Suite 200 Houston, Texas 77042

Minutes

Call to Order: The Chairman (Tom Steiner) welcomed everyone in attendance to the Supply Chain Meeting.

Safety Briefing/ Anti - Trust Guidelines/Administration

Thad Dunham provided the emergency response information, including muster points.

Tom Steiner reviewed the Anti-Trust Guidelines; wherein he emphasized the core of anti-trust law, and the required refrain from discussing pricing, dividing, allocating, or boycotting suppliers or potential suppliers. Tom Steiner added that there should be no poaching of personnel during the meetings.

General Introductions & Agenda Review

Attendees went around the table and introduced themselves.

Tom Steiner informed the group that he will be leaving the Committee.

Supplier Performance Sub-Committee Update

- Stephen Elliot was not present to provide an update
- The sub-committee did not choose MRO / safety suppliers to engage with on OTD (on-time-delivery), due to lack of participation
- The Committee determined that the supplier scorecard is at an appropriate level of maturity, and universal acceptance of one standard scorecard by all Committee members is not feasible
- The Committee agreed that in order to continue this sub-committee, new goals and objectives should be proposed by Stephen. They should then be discussed and approved by the Committee. If unsuccessful, the sub-committee should not be continued and the Committee should focus efforts elsewhere

Inventory Sub-Committee Update

• Andy Rennie, sub-committee Chair, led the discussion

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- The "Draft Guidelines for Elastomers" document, and its history, was discussed.
- ACTION: All members present committed to provide feedback on the document to Andy within two weeks
- The Committee supported continuing the inventory sharing program, and is seeking a subcommittee vice-chair to further develop it

Proposed Benchmarking Sub-Committee

- Tom Steiner outlined his vision for the benchmarking sub-committee, and led a discussion on its merits
- The Committee approved the formation of this new sub-committee
- Jorge Lebrija was appointed as sub-committee chair. The vice-chair position is vacant, and Jorge will seek candidates (ACTION)
- ACTION: Jorge will hold a call in December to kick-off the sub-committee. He intends to release the first survey by the Q1, 2020 Committee meeting

Elections

- Greg McGavin was elected as 2020 Committee Chair
- The 2020 Committee Vice-Chair position was not filled. Greg McGavin will find and nominate a suitable candidate

Next Meeting Date and Venue: TBA (ACTION: Greg McGavin)

Other Comments

• The Committee agreed that Committee meetings will continue to be closed to suppliers, and will only be attended by representatives employed by drilling contractors. For future meetings, supplier representatives will be politely asked to leave the meeting. Suppliers may be engaged by invitation as necessary at other meetings, including at sub-committee meetings

Attendance:

Name		Company Name
Jason	Matula	SEADRILL
Tom	Steiner	VALARIS
Jorge	Lebrija	VALARIS
Thad	Dunham	IADC
Brian	Wolf	NOBLE DRILLING (U.S.) LLC
Jeremy	Schmidt	PACIFIC DRILLING
Matt	McClellan	SEADRILL
Greg	McGavin	SEADRILL

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Andy	Rennie	TRANSOCEAN