International Association of Drilling Contractors



Supply Chain Committee Meeting

8 May 2015

11:30 am - 2:30 pm

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

Minutes

Call to Order: The Co-Chairman (Andy Poosuthasee) welcomed everyone in attendance at the Supply Chain Meeting and reviewed agenda for the meeting.

Safety Briefing/ Anti – Trust Guidelines

John Pertgen provided the emergency response information. 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.

General Introductions

Formal introductions were conducted including new participants.

Review and approval of minutes from previous meeting

A solicitation for modifications to the previous meeting minutes was presented. No changes were recommended and the minutes were accepted as written.

Presentation

Mr. Poosuthasee gave a Hoshin Kanri presentation, with the goal of getting everyone moving in the same direction and to pinpoint a few of the challenges with the committee for them to and focus on as follows:

- 1. First, He showed the responses received by IADC from the Supply Chain drilling contractors' executives, who listed the challenges that they face in operating their Supply Chains.
- Next, each committee member voted on what they collectively felt was the most important challenge(s). It was determined that Trade Compliance and Supplier Performance had the most votes and were the accepted sub-committees within the SC Committee.
- 3. Lastly, the attendees split up into groups to discuss the two challenges. Each group created a fishbone diagram to come up with 'how' we would tackle these challenges and this was discussed with all attendees.

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Update of Sub-Committees:

- 1. Global Logistics & Trade Subcommittee
 - a. Joe Turner was re-selected as chairman of the Subcommittee
 - b. The Subcommittee will focus on:
 - 1. Developing country specific import/export guidelines
 - 2. Develop rig/cargo, import/export requirements
 - 3. Ensure processes are kept up to date through continuous feedback

2. Supplier Performance Subcommittee

- a. Abhishek Vyas (Pacific) selected as chairman, Brad Green (Ensco) selected as vice-chairman
- b. The Subcommittee will focus on:
 - 1. Creating standard KPIs for vendors
 - 2. Create vendor performance scorecard to be used by each contractor
 - 3. Create guidelines/template for vendor performance review
 - 4. Work towards equipment demographics to assist in spares planning for our suppliers
 - 5. Revisit later in the year at possibly organizing a Supplier Day
- 3. The Co-Chairmen will meet with the IADC Committee Coordinator to present the subcommittee plans and obtain approval.

Open discussion and comments

No additional discussion

Next Meeting Date and Venue:

11:00 AM – 2:00 PM Wednesday, July 22nd 2015, IADC Crown Center 1 & 2 Conference Rooms Lunch Sponsor: Ensco

Attendance:

Name		Company Name
Jorge	Lebrija	ENSCO PLC
John	Pertgen	IADC
Joseph	Turner	MAERSK DRILLING
Jim	Upchurch	NOBLE DRILLING SERVICES INC.

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John	Pons	OCEAN RIG
Abhishek	Vyas	PACIFIC DRILLING SERVICES
Matt	McClellan	PARAGON OFFSHORE
Andy	Poosuthasee	VANTAGE DRILLING COMPANY
Jason	Casper	ROWAN COMPANIES
Brad	Green	ENSCO PLC
Tom	Shexnayder	ENSCO PLC
Boris	Kos	ENSCO PLC
John	Boone	TRANSOCEAN
Stuart	Mackenzie	VANTAGE DRILLING COMPANY
Clement	Tan	VANTAGE DRILLING COMPANY
Jorge	Wallis	PRECISION DRILLING
Mitch	Wallace	VANTAGE DRILLING COMPANY