Direction and Objectives of IADC Global

IADC SEAC AGM Ho Chi Minh City, Vietnam December 8, 2016



Serving the Industry Since 1940



ODC Logo, 1940-1959 American Association of Oilwell Drilling Contractors



AAODC Logo, 1959-1972 American Association of Oilwell Drilling Contractors



IADC Logo, 1972-2014 International Association of Drilling Contractors



IADC Logo, 2014-Present International Association of Drilling Contractors



IADC Overview





Mission

Catalyzing improved performance for the drilling industry.

Vision

For the drilling industry to be recognized for its vital role in the global economy and its high standards of safety, environmental stewardship and operational efficiency.



Strategic Objectives

1 Continuous improvement in *safety*

2 Driving out unnecessary **cost**

3 Sustaining *competency*





Narrow the Focus

- Complete and deliver existing initiatives
- Analysis of new potential projects for fit within strategic objectives

Focus on Member service

- Prioritize and deliver highest value projects



Key Deliverables

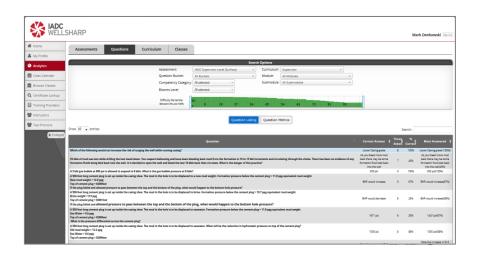
- WellSharp[®] Accreditation Program
- BOP Reliability Database
- Drilling Matters
- Advocacy Efforts Voice of the Drilling Industry
- Briefing Book



WellSharp® Accreditation Program

- Role-specific Training for ALL well control personnel
- Expanded course levels (aligned with OGP 476)
- Centralized electronic testing
- Immediate test results





BOP Reliability Database

Single-source, online database for collecting, analyzing and reporting subsea and surface BOP reliability and performance data.

Collaborative program among IOGP, IADC, Drilling Contractors, Operators, and OEMs.

Participants: 15 Contractors, 11 Operators, 3 OEMs

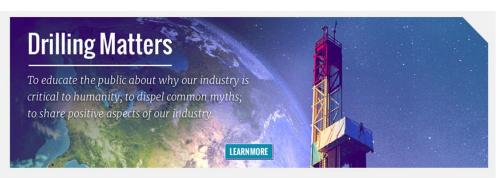
Goal – Safer and more reliable BOPs



Drilling Matters

Web-based, interactive, educational tool for regulators, media, and general public.

Communicates value of hydrocarbons, fundamentals of drilling, and facts about energy supply and demand.



Welcome to **DRILLING MATTERS**, a high-level interactive and multimedia presentation on the value of hydrocarbons to humanity and the fundamentals of drilling operations.



www.drillingmatters.org



Advocacy Efforts

Focused on achieving fair and transparent legislation and regulation:

- Secure policies that enhance efficiency and effectiveness
- Disseminate pertinent information and analysis
- Facilitate the exchange of ideas



Briefing Book

Series of fact-based Issue Briefs covering a variety of topics that include:

- Overview of issue
- Key messages
- Facts
- Resources

IADC Briefing Book Safety

Safety continues to be a top industry priority. Every driller's goal is to have seen fatalities and zero incident that harm personnel, or put facilities or the environment at risk. As a sould of this mindoet, safety performance in the last 10-⁴ years has improved significantly, reflected by a domumand trend in key performance indicators such as lost time incidents and fatilities. However, safety performance in the oil and gas industry will always remain under close sortiup due to the nature of our business. A single significant safety incident, and/or a number of numlated safety issues, or even perceived safety issues, have the potential to severely impact operations and the overall reputation of the industry and our 'social licenses' to drill.

S IADC

Key Messages

- IADC members are committed to reaching and exceeding safety standards
- IADC has maintained a database of incident data since 1962, through the IADC Incident Statistics
 Program. The program measures year-to-year data on deiling industry incidents. Information is
 shared by deiling contractors who opt-in to self-report their lost time incidents, recordable
 incident, and fatalities. Data is broken out into onshore offshore and by geographic region. While
 the information contained in the report is indicative of a selective group, and not exhaustive of
 every deiling contractor, it does provide valuable data that shows a definitive downsward trend for
 lost time incident and industry fatalities.
 - a In 2015, the year for which the latest data is available, 103 contractors participated in the ISP, representing a total of 500,564,926 million man-hours worked. Contractors striving for improvement by participating in the ISP program reported 1,511 ecordable incidents, 431 loss time incidents (LTI) and 5 fatalities. [1]
 - The 2015 lost time incident rate improved to 0.18, a 21.74% improvement over the 2014 report of 0.23. The 2015 recordable incident rate improved to 0.60, a 20% improvement over 2014 report of 0.75. [1]
 - Oil and gas well deiling industry's efforts toward tafety have resulted in the industry's occupational LTI Incidence rate to improve domantically, from more than 14.00 in 1963 to 0.18 in 2015, a 77-fold improvement [1]
- Industry continues to aggressively invest in a culture of safety. IADC members construct safety
 and training program, and require their workforce to complete them, before any person is allowed
 out outo a rig. This commitment to training ensures that personnel have the training they need to
 competently perform their job duties.
- It is imperative that companies are able to demonstrate the ordentials of their personnel. Ensuring
 that every person on a rig has the right education and anothedge to perform their job is a critical
 component toward active/sing the goal of zero incidents and zero fastilises.
- Training programs provide the industry a tangible way to assess the knowledge and abilities of their personnel. IADC's accreditation programs, like WellSharp, RigBars, and Competence Assurance, provide rigorous training and terting standards to the industry, and in many cases are recognized by regulators as the industry standard.

Resources

Purpose: educate external stakeholders and serve as a resource for Members.



IADC – Global Organization

- Conferences
- Committees
- Chapters & Regional Representation
- Accreditation Programs



IADC is its Members.



You are IADC