

Meeting Minutes
IADC Contracts Committee Meeting
14 May 2021 - 0900 – 1110 hours
Video Conference due to COVID-19



In attendance via video conference:

David Odom- Harris – Vice Chair Patterson- UTI Energy Services (DOH)
Ted Gobillot – ARO Drilling (TG)
Michael Ferrier – Parker Drilling
Cary Moomjian – CAM Oilserv Advisors
Mark Spansel – Adams & Reese
Mike Morgan – Cactus Drilling
Towfik Taha
Paul Marshall – Brodies (UK)
Katie Love – Brodies (UK)
Elisa Calderon – Transocean
Mike DuBose – IADC Committee Liaison (MD)

Apologies – Tyler Smith – Nabors (TS) – Chairman
John Kilburn – Transocean (JK) -Vice Chair Offshore
Tom Bowes – Precision Drilling (TB)
David Faure – Transocean

Welcome

David Odom- Harris (DOH), Committee Vice Chair – Patterson Energy Services opened the meeting at 0900, welcomed the group and thanked everyone for being available. DOH explained that due to persisting COVID-19 conditions, this meeting would be conducted via videoconference only.

General Antitrust Guidelines for IADC Members

DOH & Mike DuBose (MD) reminded the attendees of the IADC General Antitrust Guidelines. Reviewed the housekeeping information, protocols for Q&A.

Safety Moment

MD advised the group on an industry offshore incident. The incident resulted in the total loss of the Velesto Naga 7 Jack-up drilling unit offshore Malaysia. The rig suffered a catastrophic punch through while preloading. 101 POB all were evacuated safely, and we are extremely grateful for that. However, this incident emphasized the importance of having

an emergency preparedness plan to ensure safety and minimize losses. We will report further on the incident as the investigations continue.

Approval of the Proposed Meeting Agenda

DOH proposed the members accept the meeting agenda as offered in the pre-read materials, motion seconded by MD. Agenda approved by acclamation.

Approval of the Minutes of the previous committee meeting.

DOH proposed the members accept the minutes of the previous meeting of 26 February 2021, as offered in the pre-read material. Motion was made by MD, seconded by TG, and the minutes approved by acclamation.

Update on Various IADC/Committee Initiatives

MD advised members of the work ongoing to revise the IADC HSE Guidelines for Land Drilling units. He advised that the workgroup chairman Dave Martin of Marriott Drilling (UK) has called several meetings to reconvene the work. MD reported a newly revised draft of Part 4 (Risk Management) has now been circulated for review. Our workgroup consultant Jerrard Winter of Hubtech has now engaged with Grey Wolf Drilling in the Middle East to make a test run of Part 4 against a working unit. The Committee appreciates the efforts of Mr. Winter and the cooperation of Grey Wolf (Precision Drilling) in the matter. Results of the test case will be reported to the committee at its next regularly scheduled meeting. While the test case work is ongoing the committee is now engaged in their initial review of Part 2 (Drilling Contractors Management Systems)

Guest Presentation – Mr. Paul Marshall (Partner) and Ms. Katie Love (Solicitor) of Brodies UK Presentation attached.

Amicus Brief Reports

The Contracts Committee is currently engaged in 1 ongoing Amicus Brief project for IADC Members.

- a) Our Brazilian Chapter has received approval and consent to proceed with an Amicus Brief regarding the reapportionment of royalties from oil & gas offshore resources to inland states vs. current distribution only amongst coastal states. The project lead is our Brazilian Chapter Secretary – Attorney Leandro Luzone. The case has been slowed due to the pandemic. IADC was offered a video conference hearing for the case. After some discussion it was determined that our case could best be made in person, so we declined the video option. MD spoke with Leandro last week, currently the case has been deferred with no firm date fixed for a hearing.

Copyrights on various IADC Model Contracts

Several IADC Model Contracts hold Copyright dates that are over 10 years old. TS has requested that David Odom Harris Vice Chairman – Land, along with MD review those contracts and update the Copyrights, if warranted and within budget considerations.

DOH and MD have engaged an IP attorney in Houston. The issue has been discussed with the IP attorney and he has advised a budgetary pricing and project timeline. The Contracts Committee Officers have agreed to the pricing model and work has begun to update the copyrights. Anticipated timeline of +/- 4 months.

Subcommittees

Subcommittees – MD offered the following update on the IADC Standard Equipment Format list for Floating Units.

- a) “Interim Equipment List” now pending any further final comments. After discussions with the IP attorney as related to the IADC Copyright issue mentioned above, the IP attorney is to review the equipment list to determine if IADC should consider a copyright on this document as well.
- b) IADC has now formed a Directional Drillers Committee. The committee is expected to formally meet to elect officers in early June.
- c) The Executive Committee of IADC has now upgraded the ESG workgroup to IADC Committee level status. The committee will now be called the IADC Sustainability Committee. The committee has elected new officers and will meet again shortly to establish initiatives.
- d) IADC’s Contracts Committee is making steady progress on our 2021 Committee Initiatives as outlined above.

Any Other Business.

1. **MD reminded members of the upcoming IADC Virtual Onshore Drilling Conference scheduled to begin at 0800 on May 20th and we welcome members to attend.**

Meeting was adjourned at 11:20 am.

Date for the next meeting will be Friday Sept. 10, 2021. The meeting is anticipated to be held in person for those who are comfortable to attend at the IADC Offices in Houston.