

MEMBERS ATTENDING

Jesse Hein, Patterson UTI
Sara Castro, Nabors
Jordan Buss, Precision
Sang Karle, Askara
TJ Adeyemo, Nabors
Michael Lawson, Valaris

Neil Forrest, Seadrill
Jatin Sarvaiya, ABS
Pat Garcia, Parker Drilling
Thorkild Jensen, Maersk
Tyson Breedlove, ABS
Nicole Romanow, Ensign

IADC STAFF

Thad Dunham

INTRODUCTION AND HOUSEKEEPING ITEMS

The meeting was called to order at 9 am. Thad Dunham reviewed the IADC Antitrust Guidelines.

ESG GUIDANCE WORKGROUP UPDATE

An update was provided to the group regarding the status of the ESG guidance document. The objective of the document is to find gaps between relevant standards, be as inclusive as possible, and serve as guidelines specific to drilling contractors. The committee held a discussion on the theory of framework vs. guidance. To eliminate any confusion, it was reiterated the document being developed by the workgroup will serve only as guidance for drilling contractors, and not be developed into any type of new framework.

SCOPE 1 EMISSIONS DISCUSSION

The committee held an in-depth discussion on how scope 1 emissions are currently defined and reported. It was determined all offshore contractors in attendance are reporting direct emissions as scope 1. It was noted that in this situation, the operators will report the same emissions as their scope 3. A limited number (1) of onshore contractors in attendance are currently reporting direct emissions as scope 1. The discussion was wide ranging, but a few important takeaways were discussed related to if and when land drillers may be reporting emissions as scope 1 – the term “exclusive use”, and relative to operational boundaries, the terms “financial control” and/or “operational control.” After the discussion, it appears most land drillers are still in the process of defining which of the before mentioned terms will apply to their operations. This discussion will likely resume at the next committee meeting to determine where companies stand, in order to fully and accurately develop the IADC ESG reporting guidance.

EMISSIONS INTENSITY DISCUSSION

Due to time constraints, this discussion was postponed until the next committee meeting.

GUEST SPEAKER

Calum Revfem from The Governance Group spoke on the topic – Drivers, Benefits, & Challenges of Developing an Industry Reporting Guide. <https://www.thegovgroup.org/>

ACTION ITEMS – Sustainability Committee

1. Continue working on ESG reporting guidance via the workgroup
2. Continue reaching out to potential speakers for IADC Annual General Meeting

ACTION ITEMS – IADC Staff

1. Post guidance document on committee webpage

Next Meeting

- The next Sustainability Committee meeting will be held on **10/13/21** from 9-1030 am CST
 - Petronas will be presenting on The Operator’s Perspective
- The next ESG Guidance Workgroup Meetings will be held on **9/30/21 and 10/7/21** from 9-1030 am CST