



Meeting Minutes
IADC Accounting Issues/Procedures Committee
17 June 2025, 9-10 am, Central Daylight Savings Time
International Association of Drilling Contractors
3657 Briarpark Drive, Ste. 200, Houston, TX 77042

Agenda Item: Next meeting & Location

The schedule for the 2025 meeting is as follows (9am to 10am central time via zoom).

- 1st Quarter March 18, 2025
- 2nd Quarter June 17, 2025
- 3rd Quarter August 26, 2025

Note: Anti-Trust Statement

It is the policy of IADC committees that no discussion of any specific proprietary information will be exchanged. It is also strictly forbidden that any promotion of or solicitation for participation in agreements between IADC members be allowed.

Agenda Item: Brief overview of committee growth and future direction.

The Committee would like to increase attendance by marketing to more accounting professionals. An agenda will be sent out a few weeks in advance, including detailed topics. This will allow members the opportunity to review meeting topics and invite colleagues that may have interests.

Agenda Item: Accounting for standby/downtime and deferred revenue.

The discussion included two different scenarios of customer acceptance.

1. The customer accepts the drilling rig before the standby period begins.
 - a. During standby, the customer receives value because the rig is reserved exclusively for their use. Since the customer is receiving a benefit, the revenue is recognized as invoice at standby rates.
2. The customer accepts the drilling rig after the standby period.
 - a. In this scenario, revenue would be treated as a normal contract. The standby revenue would be deferred and recognized over the contract term.

Agenda Item: Automation in Accounting.

Discussion included the impact automation would have on accounting roles. Data security concerns from open platforms pose significant risk, given the sensitive nature of financial information. Contracts review, forecasting/budgeting, and AP automations are where AI can potentially deliver substantial efficiency gains.

After a full discussion of the agenda topics the committee was adjourned.
For further information regarding this committee please contact Josh Sanchez Assistant Finance Director at 713-292-1945, ext. 418.