

In 2010 Maersk Oil changed its Contracting strategy for engineering and support services significantly.

This presentation will outline:

- The impact of the change on the Maersk DCC function
- The shape of the team and its scope of work as it was before the change
- How the team responded to the change
- The journey taken by the team as the demands on it changed and grew
- Where the team is now and...
- Finally... where it plans to be in 3 years time



Maersk Oil Business Background

- Maersk Oil in an international oil and gas company with current operating production of around 625,000 BOE per day. We produce Oil and Gas in Denmark, Qatar, Kazakhstan, Brazil, Algeria and the UK. Maersk Oil is part of the A.P Moller-Maersk Group, which has approx. 120,000 employees in around 130 countries
- The UK Business Unit employs around 1000 staff and contractors, both onshore and offshore. We operate 3 mature installations -Janice, GP3 and Gryphon. We have an ambitious growth target to reach 80-100,000 BOE equivalent in the UK, to be reached by investing around \$1.5billion in 2014.
- Culzean is the UK flagship project, discovered in 2008 with estimated 1st production 2018-2019. This field is projected to make up around 5-10% of total UK gas consumption in 2020



IM Prior to 2010 Change

- DCC only, no data management
- Limited scope of service
- Small team size



Contractor managed full scope

- Design
- **Procurement**
- Construction
- Commissioning
- **Supplier and Design deliverables**
- A 'Black Box' to Maersk

DCC Scope



Business Change

Drivers

- Improve Vendor Management
- Increase visibility of and control of costs
- Improve planning and coordination of activities
- Bring UK business unit in line with other Maersk business units around the world

Solution

 Insource business functions – procurement, construction, engineering assurance, DC function including document standards and systems



Impact of the Change on DCC

- Scope expanded significantly
 - Previously, department had limited scope of work limited to management of the as-built records for the assets & 2-3 Single well tie backs subsea support projects only
- A Maersk way of working was needed
 - Document workflows, standards and procedures needed and supporting systems to be deployed (need to align Corporate demands for standard approaches with local timeline and needs)
- Change affected all activities people, processes and technology - Learning
 - Technology should not be the driver it just has to be right.
 - Concentrate on the People and Processes change.
 - Building a team, getting the right culture and creating and imbedding the appropriate business processes represents the real challenges





Starting to make the change

 Document Control, Document Management and Tag Management insourced

- Existing information had to be checked
 - This was a project in its own right
- Team size and experience was inadequate
 - How was the team to be grown and organised?
- Business processes, procedures and standards needed





Living Through the Change

How did the challenge Feel?



Grasping the opportunity







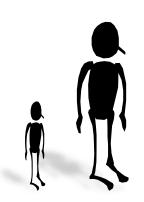
People And Behavioural Change

Personal Growth

- You don't know what you don't know
- The role of the trusted advisor / mentor
- Growing into the job

Building a Stable Team

 Getting the right people in the right roles is the key to success







Business Systems – Processes First

Creating a consistent approach

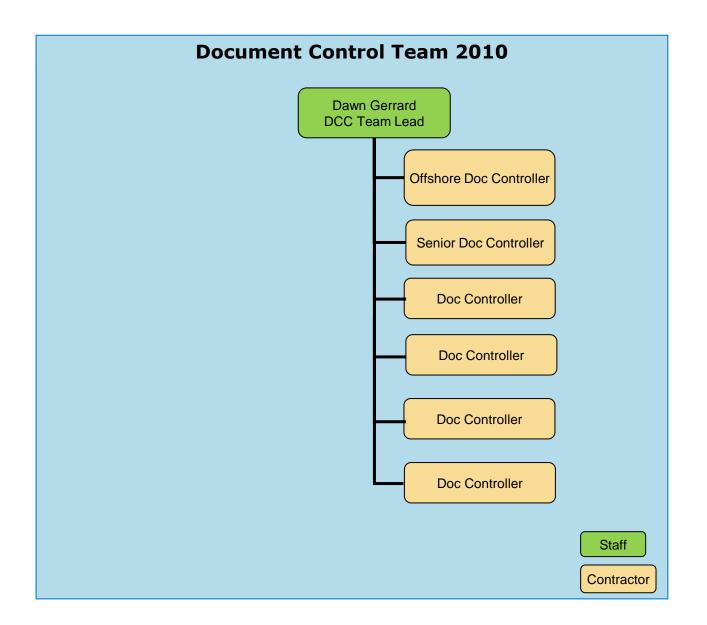
- Defining standards
- Creating workflows
- Generating procedures
- Implementing Specifications

Result

 An agile group able to respond to and deal with the unexpected –another Gryphon

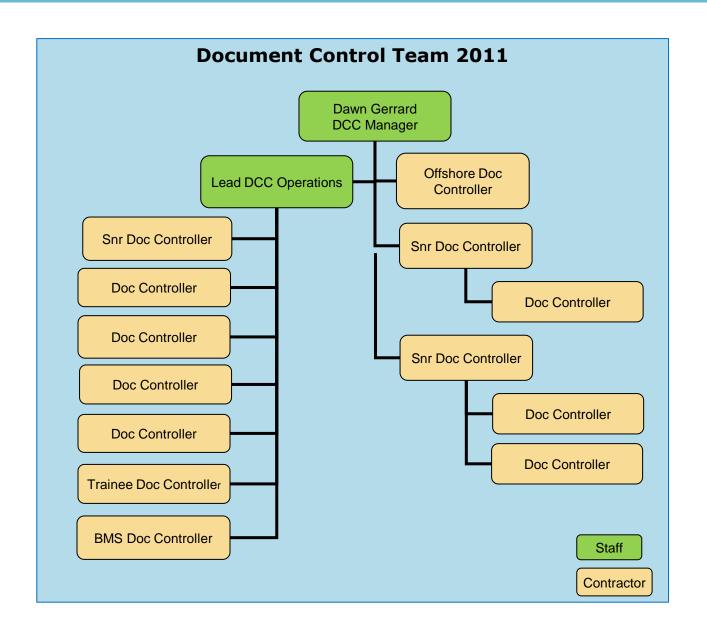






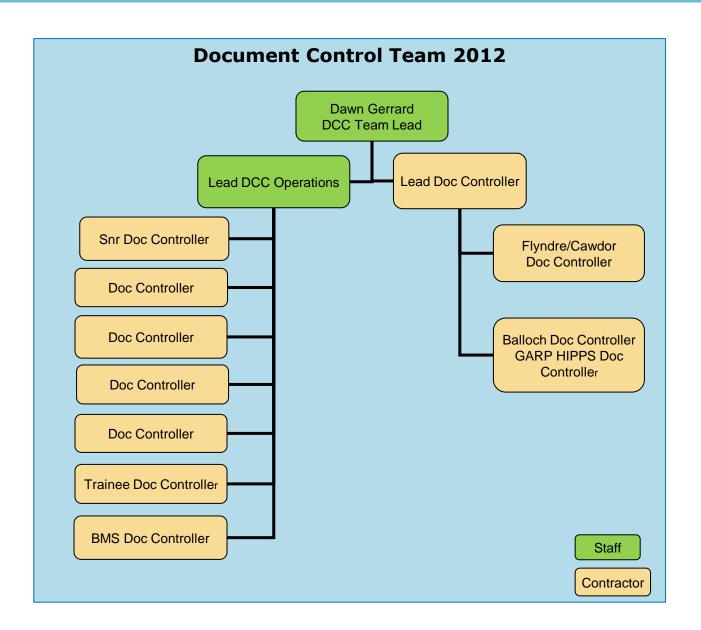


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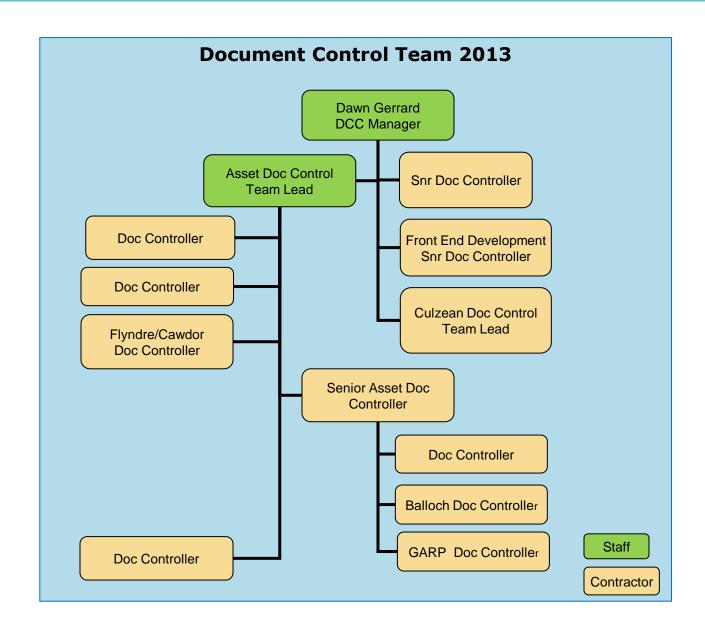


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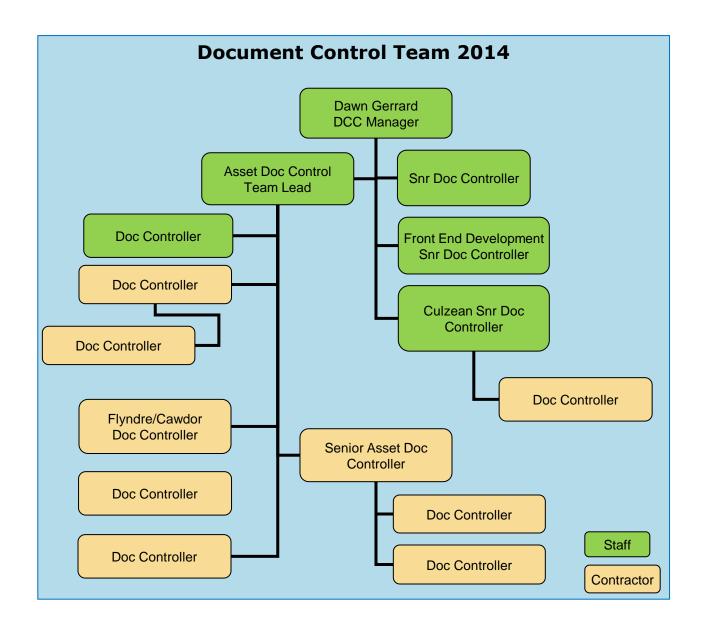


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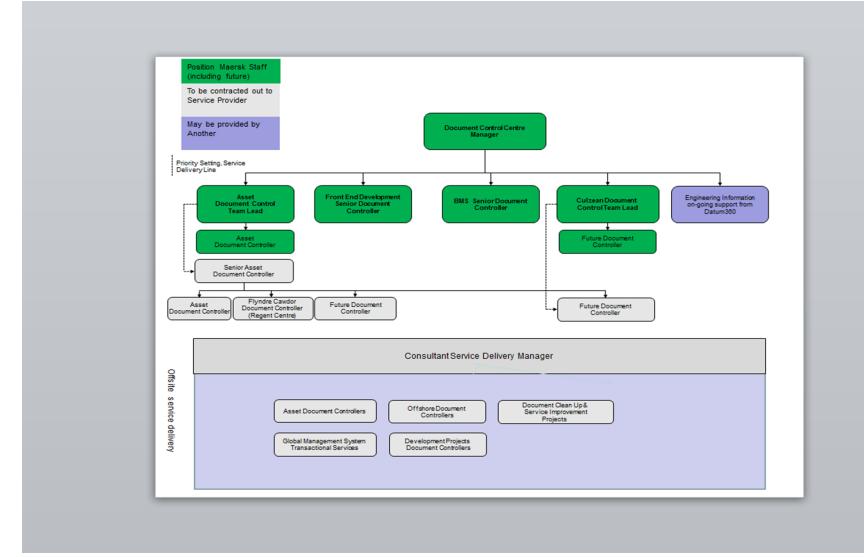


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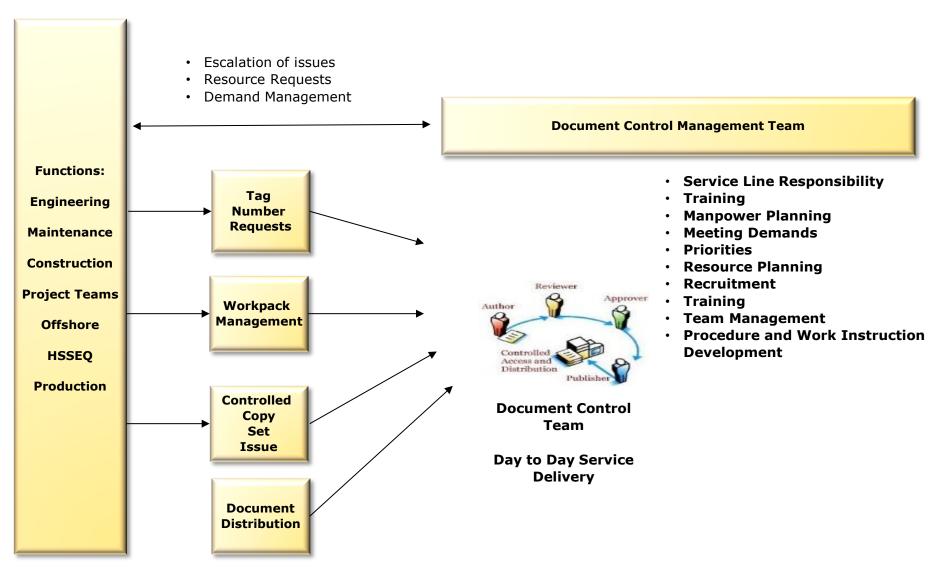
Organisation – Future With Offsite Services





#16

Document Control – Service Provision as was from Jan 2011

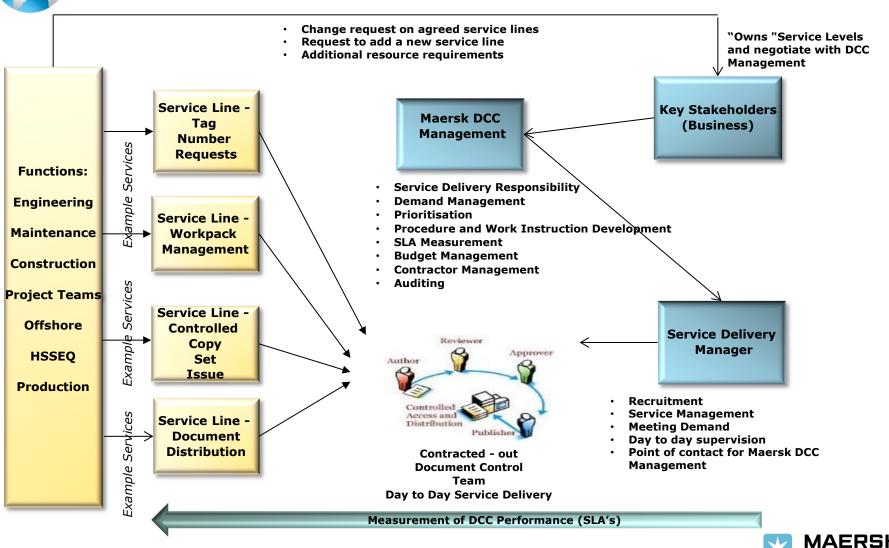




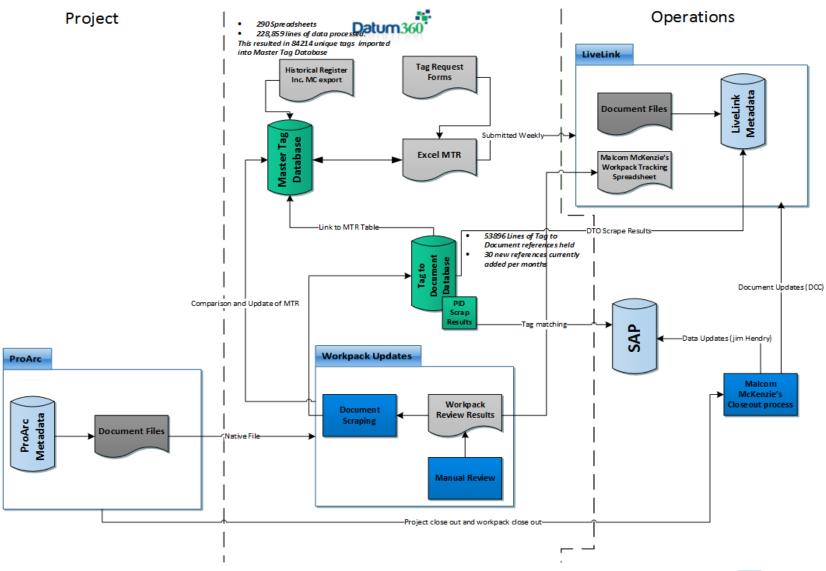
Document Control – Contracted-Out Service Provision from 1st April 2014



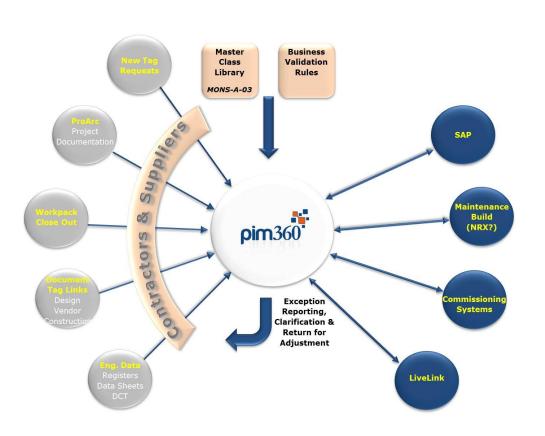
Entire DCC Service - Define and Agree Scope with Key Stakeholders (including service level agreements)



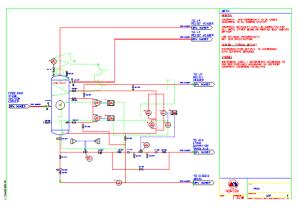
Maersk IM Systems



Date warehousing - Class Library set up and maintenance, Intelligent P&ID's and other technologies









#20 Document Control 05 June 2014

Future Scope for DCC

Management of the content of the document / drawing 'container'

- Step one Centralised Tag Management
 - System to allocate tag numbers and provide classification of tags



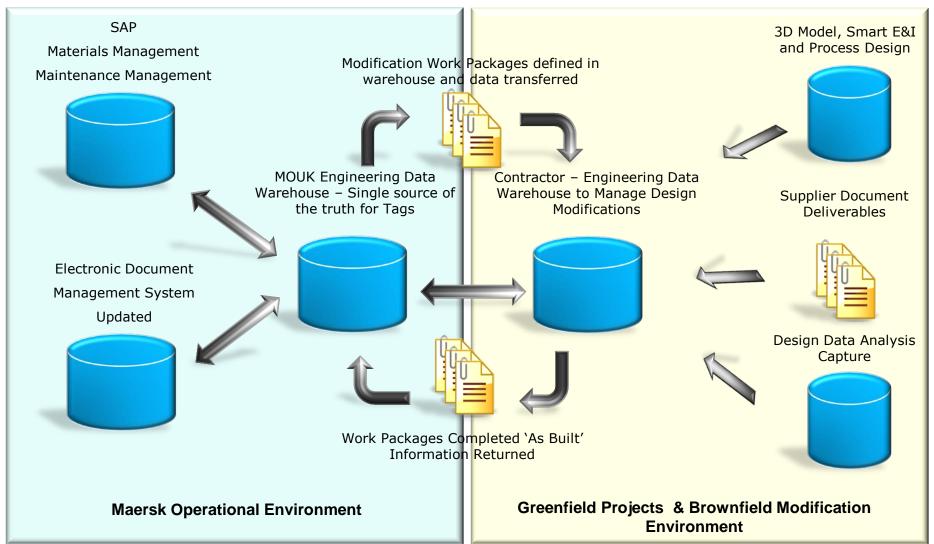


- Step two Tag Scraping
 - Scrape issued documents for tags at project close-out
 - Create Tag to document relationships as an aid to navigation
 - •Future create tag list per document Documents cannot be issued for construction until tag anomalies cleared for new projects
- Step three Collect attributes for Key Engineering Registers
 - Example identify ATEX equipment and collect ATEX data and certificate cross references as first step towards collecting manufacturer and model information.





Future Scope – Integration with Engineering Design Contractors to improve Operational readiness and efficiency





Future Scope for DCC

• Be agile - meet business challenges successfully



• Provide excellent service for our clients



ullet Manage service cost effectively \langle



• Continue to bring in new services for the business where they are of benefit

Develop a successful team





In conclusion

I have tried to outline our journey:

- The impact of the change of contracting strategy had on the Maersk DCC function
- The shape of the team and its scope of work as it was before the change
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