



PURPOSE: To enhance & improve asset stewardship by maximizing value by improving safety & efficiency and reducing cost

REPORTS TO: The MER UK Forum

RELEVANT SUBGROUPS: Production Efficiency Task Force, Subsea Asset Stewardship Work Group

MEMBERS PRESENT:

Gunther Newcombe, (Co-Chair, OGA), Ray Riddoch (Co-Chair Nexen), Scott Robertson (OGA), Bruce Price (BP), Steve Gardyne (Talisman Sinopec), James Crawford (Wood Group), Selma Hunter (Doosan), Eric Henderson (Maersk), Matt Nicol (Centrica), Brian Cowell (EDF Energy), Andrew Ferguson (Petrofac), Andy Leonard (OGUK), Tim Martin (Ramboll), Eric Henderson (Maersk), Hans-Juergen Bister (INEOS). Visitors: Steve Duthie (Technip), Keith Scot (Petrofac)

Apologies: Neil Gordon (Subsea UK), Andrew Hyde (Ineos)

Priority	Actions arising	Who	When
Improving asset management and integrity, Increasing production and reducing costs	Cost Brainstorm output prioritisation for action at next Board meeting, and integration with other MER UK Boards to ensure correct ownership.	Gunther Newcombe	1Q16
	Board members to support OGA during 2Q16 on development of the Stewardship Plan Expectation element of the Enhanced Asset Stewardship Framework.	All	2Q16
	Subgroup of Asset Stewardship Board members to discuss future options for PETF and submit proposal to next board meeting.	Ray Riddoch	1Q16
Delivering projects within schedule and budget	Board familiarisation with ongoing Industry Project Optimisation groups. Gaps being determined in order to focus Board priorities.	Gunther Newcombe	2Q16
Improve recovery factor & deliver EOR reserves	Board Members briefed on OGA EOR strategy which will be issued as a "White Paper".	Scott Richardson	Early 2Q16

ALL OTHER ACTIONS STATUS Not yet commenced / In progress / Complete

Priority	Actions	Progress update/next steps	Who	When
	Members to respond to Board Chairpersons with feedback on Board agenda, format, priorities.		All	end 1Q16

COST IMPROVEMENT IDEAS:

Brainstorm generated 10 areas of focus (the “diamonds”) with member votes for prioritisation/ quick wins in brackets

1. Workforce engagement – more union involvement and/or internationalization (9)
2. Shared aviation logistics (7)
3. Project optimisation (7)
4. Cost focus instead of schedule focus (5)
5. Shared Inventory & “Amazon “ warehousing” (5)
6. Upstream “culture of arrogance” (3)
7. Big Data (1)
8. Offshore rota alignment (1)
9. Risk sharing/ incentivised Contract models (0)
10. Shared Marine logistics (0)

FUTURE MEETINGS:

- 6th May 2016
- 15th September 2016
- 14th November 2016

CONTACT

For more information on all eight MER UK Boards and the MER UK Forum they report to, visit

<https://www.gov.uk/guidance/the-oil-and-gas-mer-uk-forum>

Email: oga.correspondence@oga.gsi.gov.uk