- 11th Aug. 2015) Week 32 (5th

This Week

HIGHLIGHTS HSE

Following up with Infrastructure team to close out outstanding UA/UCs

People/Planning/Integration

- Mid-year GPA review in progress
- Resumption of the 2 staff newly resourced; Cost Ambition Analyst and BIM Onshore.
- CI penetration in PS on stream with the two sub teams' work has reached the VSM development stage. Next step is the improvement workshop and integration.

Cost Reduction Agenda

- Project EBENEZER:
 - Awaiting the decision from corporate project team with reference to the endorsed list of 5 additional service contractor personnel providing HSE support for the Assets proposed to be clawed back.
- Reviewed the deep dive bankable saving with Production Business finance Mngr and all Asset Business finance Advisers and came up with deep dive banked spread as shown below as at 31/07/2015
- Daily Cost Tracking Phase 1 effectiveness review to the Pipeline Team in view. Follow up and monitoring for sustenance in progress with Obigbo FOC.
- Find below the latest PR-PO discrepancies report for offshore Asset, Onshore asset report out will follow soonest. We are seeing significant improvement post: 'Look before your Leap Sessions' and encouraging Asses to attain and sustain zero value erosion

Sea Eagle

PO's issued on average at 52% excess value beyond initial requisition values.

The amounts which went ahead to procurement without approval in August

Week 1 total: \$17,428.25 and N148,395.04

- PO Value > PR value: 22 items PO value < PR estimate: 19 items (no risk)
- PO value = PR estimate: 7 items
- PR Estimate <\$1: NIL

Bonga

No PO was issued above PR estimate! (Excellent)

- PO Value > PR value: NIL
- PO value < PR estimate: 12 items (no risk)
- PO value = PR estimate: 6 items
- PR Estimate <\$1: NIL

ACTIONS:

- PO Value < PR value The Requisitioners here have the action
- PO value = PR estimate There is no issue here
- PR Estimate <\$0.1 The Requisitioners have the action here as well
- PO value > PR estimate the Buyers have the action here

Improvement Projects

- SCIN Fuel value chain Project reconnect meeting held with the newly reconstituted project team. Improvement opportunities worth USD8.91mln to be pursued with 6 work streams with the guidance of DRB to maximise value. DRB constituted and the first set for 20/08/15. Engagement of DRB members in progress
- Held a follow up sessions on Construction Site Safety Standardization (CSSS) and PS Real Time Operations cost efficiency improvement projects, post XPDLT
- Facilitated Smart mobile worker project/CWE connection site visit by Project Engineers to be conducted next week

Onshore - Business Improvement

- The 2015 RPI Health Checks/Verification for PH2 not realistic as a result of high turnover of trained staff. Only Soku facilities will be verified in 3rd
- HR on boarding process Lean Sustaining Assessment (LSA) report out now parked. To be revisited in Sept. 2015.
- Nun River Diebu Creek pipeline optimization improvement project Lean Sustaining Assessment (LSA) report out planned this week could not hold. To be rescheduled with the OM ASAP.
- Firmed up preparation for the capacity building of OI Practitioners to assume roles for RPI assurance process in Health checks and Verifications.
- Revalidation of focal points for ongoing Business Improvement projects and Practices worth Replicating (PWR) is 40% completed.

Offshore - Business Improvement

- Front-end planning for MM/CP charters integration for effective delivery on the Bonga BIP improvement program. Workshop scheduled for 5th
- BBIP DRB session held with clear support for CL strategy in SCiN. Minutes approved by DE and Published on the livelink space.
- Offshore Production Assets CI Journey roadmap implementation plan development in progress.
- PML localization workshop for the remaining PACO, Marine and Safety Strategies commenced.

Competitiveness and Benchmarking

- In preparation for 2016 Onshore Operations Benchmarking survey by Ziff/Solomon. Pre-kick of telecom meeting with Consultants held on 5/8/2015
- Benchmarking of 3 monthly EMSCO pumps maintenance for 2 Land Assets' Data Collation is 65% completed for renewed perspective

Programme Management Office (PMO)

- C&BI web portal is awaiting launch by GMP
- Continued engagement with IT to provide SharePoint access for the Team documents and materials repository

LOWLIGHTS

NTR

Next Week

- Fuels Cost Reduction Project DRB meeting
- Demurrage management Improved Visualization tracker stakeholder review session.
- Progress requested updating of IAPCRET tool IAP for OFFSHORE team to enhance Tool robustness.
- Field visit to the Pipeline Asset to further share learnings and embed DCT usage.