Overview

TENDER OPPORTUNITY FOR PROVISION OF RIGSITE CUTTINGS TREATMENT SERVICES FOR OML 130

(1) INTRODUCTION

Total Upstream Nigeria limited (TUPNI) operator of the OML 130 issues tender opportunity to interested and reputable Contractors with suitable equipment and relevant experience for consideration to tender for the Provision of Rigsite Cuttings Treatment Services for its Deep Offshore OML 130 operations.

(2) BRIEF DESCRIPTION OF WORK SCOPE AND SPECIFICATIONS

The expected duration of this contract is three (3) years plus optional duration of one (1) year each.

The Rigsite Cuttings Treatment SERVICES shall include the provision of personnel, contractor equipment, facilities and materials, consumables and operational support on a mobile drilling unit operating on OML 130 deep offshore development field with deep and long drain Deepwater wells. In addition, SERVICES shall include all required onshore support to ensure the realization of planned scope of operations. All Equipment provided shall include main and backup. In addition, the services shall include:

Provision of PERSONNEL, equipment, products and materials required for

- The maintenance of the drilling fluids' properties by controlling the solids content of the mud.
- The control of oil content on cuttings for overboard discharge, in order to fulfil the DPR (Department of Petroleum Resources) requirements

CONTRACTOR shall perform the following:

- Provide and install all solids control and cutting treatment equipment and associated plumbing.
- Test an equipment before each job.
- Run and maintain all solids control and cutting treatment equipment with respect to COMPANY & local safety and environment policy.
- Daily craning of all equipment area.
- Eliminate undesirable losses to aim at an absolute zero.
- Optimize all discharge at sea.
- Monitor and record the daily discharges.

CONTRACTOR obligations shall include |but not limited to):

- Provide a valid organizational organogram for the onshore support and offshore execution
 of SERVICES with PERSONNEL having the required experience, qualification and valid
 training according to CONTRACTOR qualification and training policies and in accordance
 with COMPANY requirement.
- Ensure that all required equipment is available in a timely manner, fully prepared, tested
 and commissioned as required and in first class condition in accordance with the
 requirements of the applicable operating manuals, operating instructions and of the latest
 regulations.
- Ensure that all equipment and products shipped offshore are packaged and singed in accordance with COMPANY requirements.
- Provision of back up equipment, spare parts and consumables necessary for all operations.
- Providing specialist assistance offshore during drilling/completion or well intervention operations.
- Providing an Engineering follow up during the services analyze the problems encountered in the delivery of SERVICES, propose and implement corrective measures to avoid problem of re-occurrence and propose, when practical, new procedures, tools or equipment that would improve the operational and HSE performance improve the operational and HSE performance
- Providing the SERVICES in a safe and environmentally responsible manner in accordance with CONTRACTOR'S own and COMPANY'S requirements and applicable regulations
- Post-off shore operation support: redress and storage of equipment, post operations review meetings

(3) Mandatory Requirements

- To be eligible for this tender exercise, interested suppliers are required to be prequalified in the 3.04.13 Drilling Fluids/Mud Services Category of the NipeX Joint Qualification System (NJQS)
- All successfully pre-qualified suppliers in this category will receive an Invitation to Technical Tender (ITT).
- To determine if you are pre-qualified and view the product/service category you are listed for; open http://vendors.nipex-ng.com and access NJQS with your log-in details. Click on Products/ Service Status tab to view your status and product codes.
- If you are not listed in the product/service category but you have registered with the
 Department of Petroleum Resources (DPR) to do business in the Nigerian Oil & Gas
 Industry, contact the NipeX administration office at 8 Bayo Kuku Street, Ikoyi Lagos with
 your DPR certificate as evidence for verification and necessary update.
- To initiate the NJQS pre-qualification process, access <u>nipex-ng.com</u> to download the application form, make necessary payments and contact NipeX office for further action.
- To be eligible, all tenders must comply with the Nigerian content requirements in the NipeX system.

(4) Nigerian Content

TUPNI is committed to the development of the Nigerian Oil and gas business in compliance with the Nigerian Content Act 2010 for Nigerian Content Development.

As from the commencement of this Act, the minimum Nigerian Content in any project, service or product specification to be executed in the Nigerian oil and gas industry shall be consistent with the level set in the Schedule of the Act and any other targets as may be directed by the Nigerian Content: Development and Monitoring Board (The Board)

Tenderer(s) shall comply with all the provisions of the Nigerian Content Act that relate to this advert and in particular comply with the minimum Nigerian Content percentage for the scopes which are covered in the Schedule of the Act. This also includes and any other requirement that may arise from time to time not explicitly stated in this advert, but which apply to the services in fulfillment of the Nigerian Content Act, in the submission of their Tender.

Failure to fully comply with the Nigerian Content Act or demonstrate commitment to Nigerian Content Development Policy of the Nigerian government shall result in the disqualification of the tenderer from the bidding process.

As part of their submissions, Tenderer shall:

- (a) Demonstrate that the entity is a Nigerian indigenous company having greater than or equal to 51% Nigerian shareholding in the registered company, by providing details of company ownership and shareholding structure (form C02 and C07). Also provide evidence of registration on NOGICD JQS
- (b) Tenderer shall provide detailed description of the location of in-country committed facilities & infrastructure (assets, equipment, technical office, and administrative space, storage, workshop, assembly areal in Nigeria to support this contract
- (c) Submit Tenderer's corporate organizational and project/contract specific organogram for all key personnel and CVs of all personnel as listed in the project organogram should be submitted. For any position to be occupied by expatriate, tenderer shall provide evidence to obtain expatriate quota approval granted by NCDMB before any expatriate is deployed to execute this work scope.
- (d) Tenderer shall provide evidence (Purchase receipt, Bill of Landing etc.) of at least 50% Nigerian ownership of the equipment.

- (e) Tenderer shall provide evidence of Valid category C NIGERIAN CONTENT EQUIPMENT CERTIFICATE (NCEC) issued by Nigerian Content Development and Monitoring Board in respect of ownership of equipment to be utilized on the project.
- (f) In line with the NCD Human Capacity Development Initiative, Bidder shall commit to providing Project-Specific training, man-hour, budget, skill development and understudy plan for Nigerian personnel utilizing OGTAN registered trainee(s) or other approved NCDMB training institutional(s)
- (g) Tenderer shall provide evidence of Binding MOA with Nigerian companies or procurement items to executing of the work scope

All bidders during tendering shall demonstrate how the NC targets of the NOGICD Act would be achieved in accordance with the services.

NOTE: Failure to comply with the provision of the Nigerian Content Act 2010 or to demonstrate commitment to the development of the Nigerian Content Policy shall result in the disqualification of the tenderer from the bidding process.

(5) Additional Information

- (a) Failure to provide any of the listed documents or information may automatically disqualify the tenderer.
- (b) All costs incurred in registering and prequalifying for this and other service categories in NJQS shall be borne solely by the Contractors/suppliers.
- (c) This advertisement shall neither be construed as an invitation to Tender (ITT) nor a commitment on the part of TUPNI to award a contract to any supplier and/or associated companies, subcontractors or agents, nor shall it entitle pre-qualified companies to make any claims whatsoever, and/or seek any indemnity from TUPNI and/or any of its partners by virtue of such companies having been pre-qualified in NJQS by virtue of such companies having been pre-qualified in NJQS.
- (d) The ITT and any further progression of this tender shall be via NipeX portal, interested bidders are therefore advised to ensure that their profiles in NipeX are active with a valid official email address accessible by their organization as this shall be the only means to transmit the ITT.
- (e) Man hour figures for Capital Project Portfolios are estimates to provide definition to the scope and do not constitute guaranteed quantities.

- (f) TUPNI will only recognize and correspond with duly authorized officers of the prequalified bidders and NOT through individuals or agents acting on their behalf.
- (g) Interested tenderer(s) should note that TUPNI has very cordial relationship with the host communities of the sites where these services will be performed based on existing Memorandum of Understanding (MOU). Prospective tenderer(s) will be required to implement the obligations of the MOU as part of their contract.

(6) Closing Date

Only suppliers, who are pre-qualified and have a "LIVE" status on NJQS category Drilling Fluids / Mud Services (3.04.131 as at **1 December 2020**, being the tender advert closing date, shall be invited to submit technical tender.

NCDMB Certification Authorization number.

ES/NCDMB/TOTAL-ADV/UPD/19/0220/OML 130 DRILLING & COMPLETION - RIGSITE CUTTINGS TREATMENT SERVICES