

### **Worley Parsons**

resources & energy

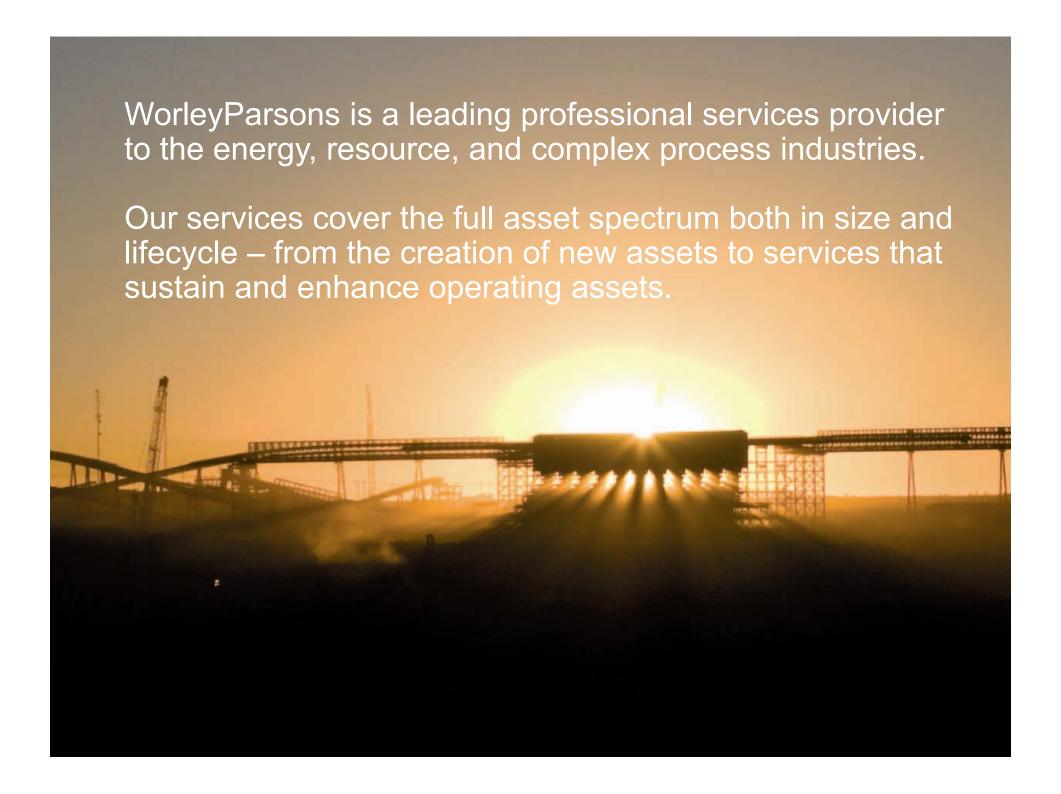


### Supplier Pre-qualification

**ICN** Presentation

Jeff Ward, Location Quality and Inspection Services Manager AEP Southern Operations

Melbourne June 2012



With 37,800 people in 148 offices throughout 44 countries, we provide our customers with a unique combination of extensive global resources, world-recognized technical expertise and deep local knowledge.



# We have seven differentiators which form the strategic focus that drives success in our business and that differentiate us in our markets.



DIFFERENTIATOR 1
Committed, empowered and technically capable people



DIFFERENTIATOR 4
Outstanding operational and corporate performance



DIFFERENTIATOR 2 Industry leadership in health, safety and environmental performance



DIFFERENTIATOR 5
Focus on long-term contracts
and asset-based services



DIFFERENTIATOR 3 EcoNomics<sup>™</sup>- Delivering profitable sustainability



DIFFERENTIATOR 6
Success in project
delivery–large and small



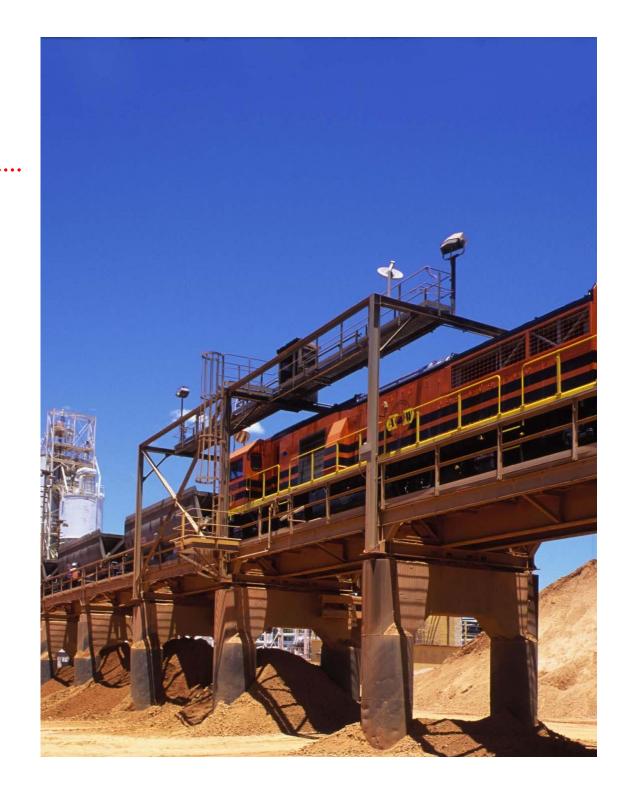
DIFFERENTIATOR 7
Comprehensive
geographic presence



# WorleyParsons services four Customer Sector Groups

## Infrastructure & Environment

Resource Infrastructure
Urban Infrastructure
Ports & Marine Terminals
Water & Wastewater
Transport
Environment



## Minerals & Metals

**Base Metals** 

Coal

Chemicals

**Ferrous Metals** 

Alumina

Aluminium

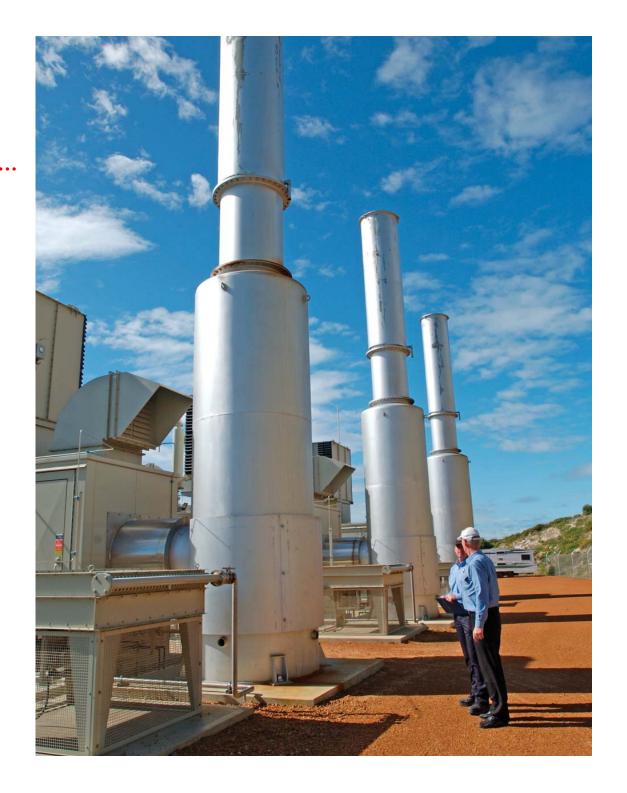
Iron Ore

Gas Cleaning



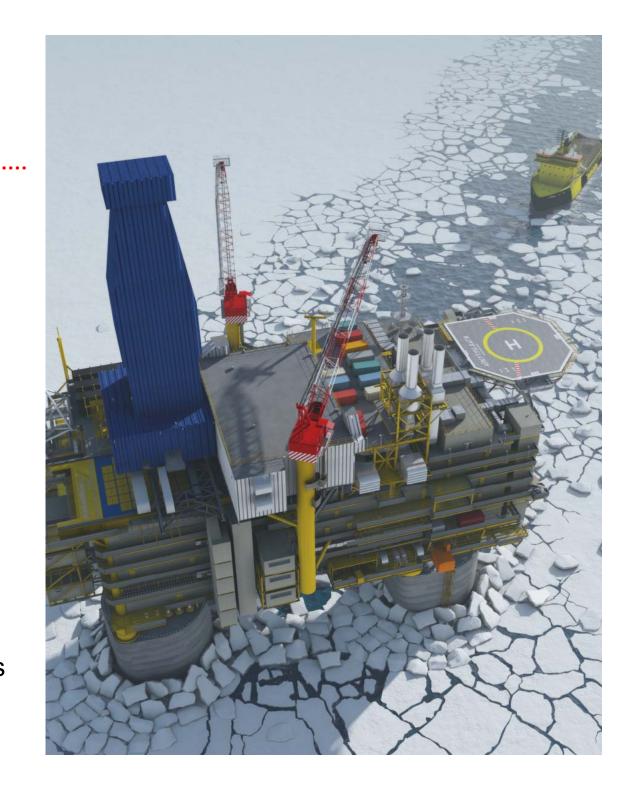
#### Power

Advanced Coal
Coal
Gas Turbine Based Plants
Nuclear
Renewable Energy
Transmission Networks

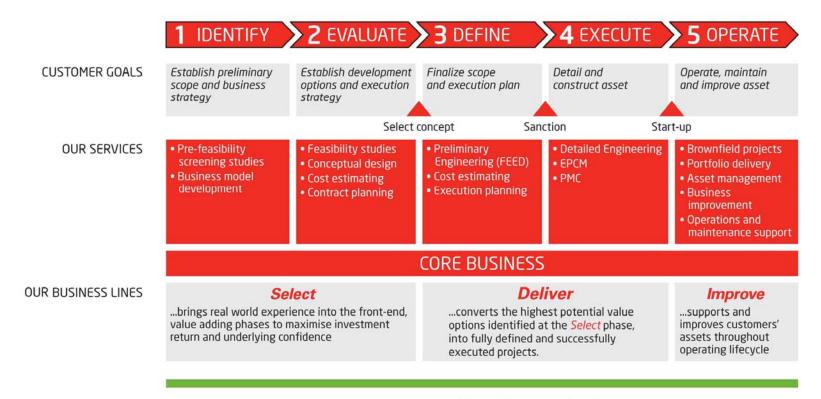


### Hydrocarbons

Arctic **Gas Processing** Heavy Oil & Oil Sands **INTECSEA LNG** Onshore Production & **Enhanced Oil Recovery** Pipeline Systems Offshore Topsides Petrochemicals Refining Sulphur Technology **Unconventional Oil & Gas** 



### Phase Diagram

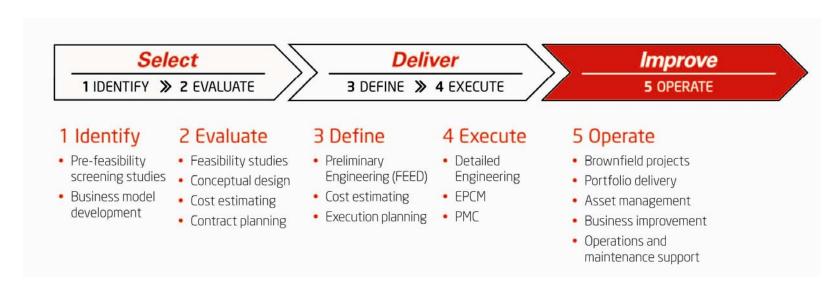




...profitably embeds environmental, social, and financial sustainability into project delivery across the asset lifecycle

### *Improve*

Delivers value, year on year, for our long term customers. Successful *Improve* contracts are based on strong long-term relationships utilizing trust and teamwork. This enables everybody to focus on the critical issues that drive long term contract performance improvement.



### **AEP Southern Operations**

- Australia East and Pacific is one of nine geographic regions.
- Southern Operations comprises six locations;
  - Adelaide
  - Footscray
  - Geelong (incorporating Tasmania)
  - Hunter
  - Melbourne
  - Sydney
- Although all engineers in some way support client procurement efforts, WP only has Procurement staff in Hunter, Sydney and Melbourne.

### Recent EPCM projects

#### Victoria

- CSBP Ammonium Nitrate
- Orica Project Trident Ammonium Nitrate
- Origin Yolla Mid-Life Enhancement
- Origin Thylacine platform modifications
- Longford Gas Conditioning Project
- Ma'aden Phosphate project
- EMAL Emirates Aluminium
- Patricia Balleen Upgrade
- Alcoa Portland projects
- Alcoa Point Henry projects
- Mobil Altona Refinery various projects
- Qenos various projects

### Yolla MLE – project photos

Project: Yolla Mid Life Enhancement

Customer: Origin Energy

Scope: Conceptual Engineering, Pre-FEED

project comprises the following key elements:

Phases: IDENTIFY > EVALUATE > DEFINE > EXECUTE > OPERATE >

Project Start September 2007 - June 2012 Project Location: Bass Strait, Australia

Initially WorleyParsons conducted the feasibility study for the upgrade of the Yolla A gas platform located in Bass Strait, Australia, jointly owned by Origin and AWE in the Bass Gas Joint Venture. After the Identify phase, WorleyParsons executed the front-end engineering design, detail design and procurement for this project, as well as provided support during the fabrication, installation and commissioning phase managed by Origin. The Mid Life Binhancement (MLQ Project aims to maximise the economic recovery of the Yolla gas reserves and improve the safety, operability and reliability of the asset. The

Accommodation - The accommodation is a 600t module cantilevered off the northern face of the platform structure, it is required to support the ongoing maintenance activities and can accommodate up to 37 people.

Gas Compression and Condensate Pumping - This equipment was built as a SOOt and 60t module respectively. It will maintain production rates during the reduction of well pressure later in the life of the Yolla field.

Safety - A number of safety upgrades, including active and passive fire protection systems.

Brownfields - as a consequence of the above project elements, significant brownfield works are required including demolition and relocation of existing facilities and tie-ins to process and utility systems.

The design faced significant challenges due to the weight limitations of the platform and the rough weather conditions in Bass Strait. Extensive structural analysis and modelling was required for the final design of the project.









### Yolla MLE – modules arrive Feb 2012





### OneWay™

WorleyParsons actively works to align our expectations and behaviors to achieve Zero Harm in our dedication to continuous improvement.

These expectations are reflected in our integrity management framework, OneWay™, and linked to our global systems and procedures.



### 12 OneWay™ elements

- Leadership and Governance
- 2. Risk Management
- 3. Caring for Our People and the Environment
- Selection and Competency
- 5. Working with Customers
- 6. Engineering

- Working with Vendors and Contractors
- 8. Field Execution
- 9. Management of Change
- 10. Crisis and Emergency Management
- Incident and Behavior Analysis
- 12. Assessment and Improvement

#### **Element 7 – Working with Vendors and Contractors**

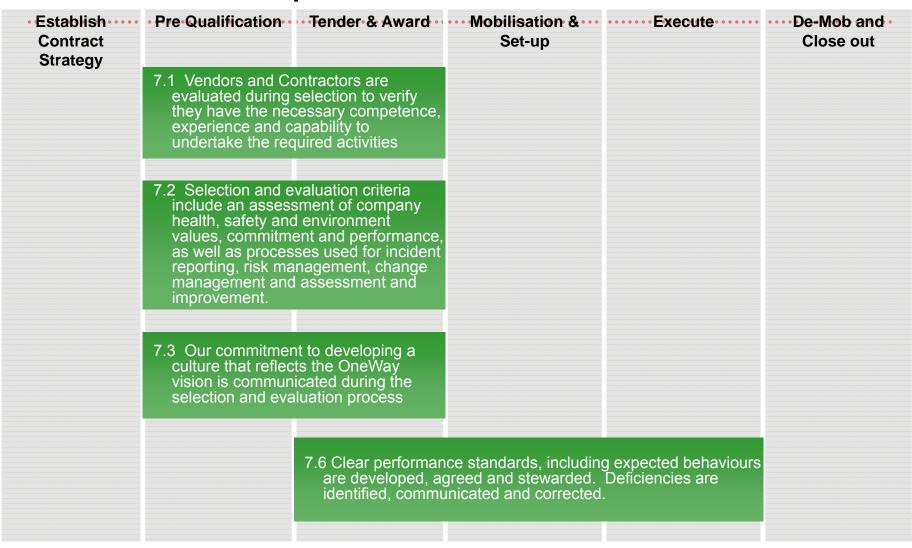
#### Element Intent

- Goods and services provided to us or our customers meet appropriate health, safety and environmental standards.
- Health, safety and environmental aspects are addressed as part of the prequalification, bid evaluation and order performance processes.

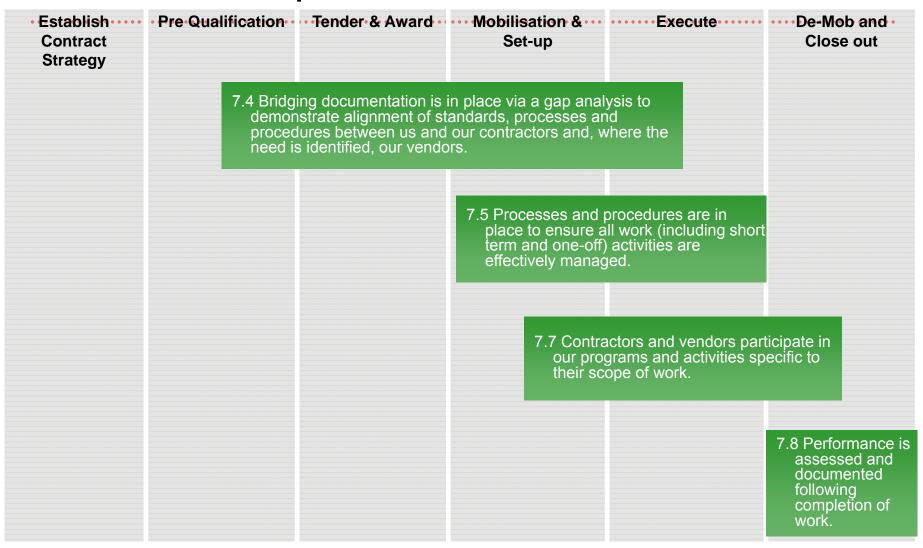
#### ▶ Note Element 6.1 (Engineering) also states;

 New plant, equipment and processes are designed or selected with consideration of known and projected health, safety and environmental requirements, including provision for decommissioning and disposal.

### Element 7 Expectations



### Element 7 Expectations



### "ISO" requirements

.....

#### ISO9001 section 7.4.1

 "The organisation shall evaluate and select suppliers based on their ability to supply product in accordance with the organisations requirements. Criteria for selection, evaluation, and re-evaluation shall be established. Records of the results of evaluations and any necessary actions arising from the evaluation shall be maintained."

#### ► AS4801 section 4.4.6.2

 Hazard identification; the identification process shall also include consideration of... the purchasing of goods and services, and the contracting and subcontracting of plant equipment services and labour including contract specification and responsibilities to and by contractors. Records shall be maintained to demonstrate conformance to the requirements of the standard.

#### ISO14001 section 4.4.6

 "The organisation shall identify and plan... by establishing implementing and maintaining procedures related to the identified significant environmental aspects of goods and services... and communicating applicable procedures and requirements to suppliers including contractors".

### Registering with WorleyParsons

#### Why do I need to register?

Registration allows you to present your company and its services to WorleyParsons. Suppliers (vendors and contractors) are key participants in our quest for high standard of business.

#### What information do I need to provide?

- A Tax Registration Number a Company Tax identification number; and/or a DUNS number from Dun & Bradstreet
- The product and/or services you provide
- Project/competitor information
- Quality and HSE: certification, licenses and registration
- Principal customers
- Financial turnover information

#### Tax Numbers

A Tax Business Number and/or DUNS Number is needed to register your company:

- DUNS Number 9-digit Dun & Bradstreet Universal Number
- Business Number, Tax Registration or Taxpayer Identification Number i.e. your legal business tax identification number

#### How long does registration take?

You will have 30 minutes to complete your registration. After this time the system will time-out, so please make sure you have all of your information ready before you start.

### Web portal

### How do I find the Supplier portal?

Go to:

http://www.worleyparsons.com/AboutU s/Opportunities/Suppliers/Pages/Defaul t.aspx

or

- Visit www.worleyparsons.com
- Go to About Us > Business Opportunities
- On the Business Opportunity page click the Suppliers link.





Suppliers link -----

Suppliers

Register your company as a Supplier with WorleyParsons.

### Welcome page

#### Welcome Page

WorleyParsons.com > About Us > Business Opportunities > Suppliers

#### Suppliers

#### Welcome to the WorleyParsons Suppliers Site

WorleyParsons, a global company that provides technical, project and operational support services to customers in four customer sector groups: Hydrocarbons, Power, Minerals & Metals and Infrastructure & Environment.

Our project execution includes the provision of procurement services. Procurement professionals operate across the globe and provide project support anywhere in the world.

WorleyParsons welcomes Vendors and Contractors to its online registration module.

Registration: any supplier can register. Registration will ensure that all WorleyParsons procurement professionals will have access to your information.

To assist with the registration process, the full questionnaire can be downloaded here.

Please note that registration in itself does not guarantee inclusion in a bidding process. Further information may be required to assess a supplier's capability for a specific requirement.



Click here for the pre-registration page where you will need to accept the Code of Conduct and HSE policies before proceeding

HELP

Registration How To

. Service Desk

Click here for detailed instructions on how to complete the registration

### **Sharing our Vision**

#### Policy Acceptance

Registration

#### Code of Conduct

WorleyParsons is committed to, and expects from its employees and suppliers, the highest ethical standards of business conduct. In maintaining these standards all suppliers are required to:

- 1. behave with integrity in all of its dealings,
- 2. ensure all of its actions comply with applicable laws and regulations,
- maintain policies that will enable the suppliers employees to avoid situations of conflict of interest.
- 4. not engage in any activity that could be construed as an improper inducement,
- maintain a working environment where equal opportunity is practiced; harassment
  and other offensive behaviour is not tolerated; the confidentiality of commercially
  sensitive information is protected; and employees are encouraged to discuss
  concerns about ethical behaviour with their supervisor.

To continue with your registration
you are required to accept and
comply with our Code of Conduct
and HSE policies by selecting 'yes'

Accept O yes 💿 no

Link to Code of Conduct

------ Allows you to download a PDF version of the WorleyParsons Code of Conduct

#### OneWay

WorleyParsons is committed to, and expects from its employees and suppliers the highest standards in Health, Safety and the Environment (HSE). In maintaining these standards all suppliers are required to:

- comply with all applicable regulatory requirements and performance expectations specified.
- understand the HSE risks of their own business and manage these effectively to protect people and the environment
- participate in self-assessments and/or on-site audits administered by WorleyParsons
- provide clear and accurate responses to requests from WorleyParsons regarding HSE expectations.

To continue with your registration you are required to accept and comply with our Code of Conduct and HSE policies by selecting 'yes'

Accept O yes 1 no

Link to Element 7 OneWay

Allows you to download a PDF version of Element 7: Working with Vendors and Contractors"



### Entry form

#### Sample Supplier Registration Form

Supplier Registration	omnany and then prope Desigter to	a submit your request. At least or	e tax id is required to complete the registra	Minn	Registe
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* Trading Name					
	Enter short name if name longer than 39 cl	haracters, Use Legal name to enter full r	ame		
Taxpayer ID					
Tax Registration Number					
DUNS Number					
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Place			State/Region		
			Province		
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■ Date Establish	CITIE CONTRACTOR OF THE CONTRA	ir Legai name is different from Supplier	Website		
Contact Name		-	2.		
		-	Fax		
* Company Phone Num		104 (an 104 0 0000 0000)		Enter Fax number with area code (eg. +B1	8 9999 9999)
Parent Company Na	Enter Telephone number with area of	ann (e.ge.; e. anna nans)			

### Entry form (cont)

* Compa	my Type	OPublic		O Private	Other	Others Describe		
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	Services	☐ Engineering 8	k Design	Construction and Fabrication	Logistics	Others Describe		1
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(Consider local Chamber of Commerce registration, end-user approved vendors listing(e.g. Shell, Exxon, Petronas, etc.), and similar license)

### Entry – last one!

Key Financial Data									
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#### Useful information to include / attach

- Anything that helps us identify whether you can do the job in the time we need it, in a safe way! Assurance!
  - People
    - Structure of company
    - Experience / how long have your people worked for you?
    - CV's of key people; safety, quality, construction, etc.

#### Premises

- Crane capacity
- What thickness plate can you cut, press, roll, etc.
- Size of workshop. Is the floor concrete, clean and level?
- Painting inside a shop or in open air?
- Are you adjacent to a wharf? Are you surrounded by low bridges?!
- Do you have segregated facilities for stainless steels?

### Useful information (continued)

#### > Schedule

- What is your shop availability when we'll need it?
- Production scheduling capabilities
- Do you use other suppliers for key components?
- Are there any IR issues that could affect schedule?

#### Subcontractors

- Which other companies do you regularly use?
- How do you assess their work before you use them?
- Does your ITP include their work? Will you inspect?
- Where are they based?
- What will they be used for?

Remember – YOU ARE YOUR SUPPLIER IN OUR EYES

### Useful information (continued)

#### Procedures and systems

- Do you have third party certification to ISO9001? AS4801?
   ISO14001? Product certification standards?
- Do you hold ASME stamping privileges or similar?
- Are you familiar with safety systems that will be used on client sites? Stepback, Take Two, JSA's, work permits?
- Evidence of client or government approval and familiarity.
- Evidence of Management Review of your systems.
- Lean Manufacturing or Six Sigma approaches?
- Company Quality Manual / Project Quality Plan
- Company HSE Manual / Project HSE Plan
- Company policies Quality, HSE, Drug and Alcohol, etc.
- Example of your Manufacturer's Data Record (MDR)
- Example Inspection and Test Plan (ITP)

### Useful information (continued)

#### Financial Capabilities

- Assure us that we are not going to have equipment trapped in your shop by receivers!
- Provide company performance data
- Evidence of approval by third parties, e.g. Dunn and Bradstreet etc.
- Details of similar projects.
  - Name of customer, location and your scope pick ones in our industries
  - When did your involvement start and end? Hint we're not that interested in old projects (e.g. greater than three years).

#### What next?

#### EPCM organisations go through the following process;

- Draw up bidders list from prequalified organisations, both from our list and the client list.
- QA and/or HSE might need to come and audit you!
- WP send out Invitation to Tender / Request For Quotation which includes Engineering Requisition, Specifications, Datasheets, Drawings, etc.
- Commercial short-listing between Procurement and Customer occurs
- Technical Bid Evaluation by Engineering, clarifications
- Commercial Bid Evaluation of technically accepted bidders
- Issue Purchase Order

### Summary

- Prequalifying with WorleyParsons or other EPCM requires a bit of time and effort the first time.
- There are sound reasons why you should be putting these documents together and stepping back and looking at your business anyway!
- ▶ Being registered does not guarantee that you'll get the work, however not being registered will virtually guarantee you won't get the work!
- Registering interest with WorleyParsons is easy through our Web Portal.

### Any questions?



Thank-you



### **Worley Parsons**

resources & energy