

JOINT RIG COMMITTEE



Berkley
Offshore™
| a Berkley Company

Chris Walker

TOPICS COVERED

- The future
- Engineering
- Trading Process
- Wordings
- Other JRC agenda items

What Does The Future Look Like?

What Is The Role Of The JRC?

1. Promote the best principles and practice of marine energy and related insurance,
2. Communicate regularly with the marine energy market on pertinent issues

Engineering

Standing Sub-committee members:

- James Miller Chubb
- David Watson Starstone
- Philippe Bara Partner Re
- James Flude Lancashire
- Athithan Gnanendran Chaucer
- Caroline Haquet SCOR
- Adrian Mccourt MRS
- Jon Munnings-Tomes Navigators
- Sebastian Weaver QBE
- Paul Millen WRB

Engineering

1. Layup and reactivation of mobile units
2. Rig moves
3. Construction
4. Well design
5. Decommissioning
6. FUMA – Floating Unit Mooring Assessment

Engineering

Society Of Marine Warranty Surveyors
(SOMWS)

SOMWS is a body that aims to set some minimum standards. For example :

- Master Mariners should have previously held foreign going tickets and had command experience.
- Naval Architects should be qualified to an appropriate professional qualification commensurate with the work they are performing e.g. Chartered Engineer, Professional Engineer or equivalent, with 5 years relevant industry experience.
- Structural Engineers, geotechnical and meteorological specialists should be similarly qualified to an appropriate professional level e.g. Chartered Engineer, Professional Engineer, or equivalent.
- Licensed marine professional with relevant military, industry or seagoing experience including, for engineers a relevant university degree may also be considered.

Wordings

- Cyber
- Loss of Production

Wordings - Cyber

- Understand vulnerability = Series of workshops and reports
- Manage aggregations = new wording to match the findings of the workshops.

Wordings - LOPI

- Sub-committee
 - Paul Bates
Warwick Lloyd
 - Paul Dawson
NOA
 - Nick Drury
Berkley
 - Joe McMahon
Lloyd Warwick
 - Pat Milner
Navigators
 - Melanie Raven
ARK
 - James Straker- Nesbit
LMA

Wordings - LOPI

- Adjusted Production and Measure of Recovery – specifically, under declaration of Volume.
- Adjusted Volume capped at 110% Daily Unit Volume
- Introduction of Qualifying Loss of Production within Waiting Period.
- Creates franchise amount before Waiting Period gets eroded.
- Scheduling – now a policy Declaration.
- Daily Value – provision for daily value deleted from Declarations (Schedule) – now volume only
- Application of Waiting Period – what is it worth in time and volume ?
- Application of Recovery Period – anchoring to a date of first shortfall.
- Workover & Drilling wells now included
- Some general tidying up.

Trading Process

- TOM = Target Operating Model
- PPL = Placement Platform Limited
- SCAP

Trading Process - PPL

1. Brokers can request quotes from multiple carriers more efficiently, saving time to focus on more complex negotiations and sourcing new business.
2. Risks can be accessed online with opportunities to accelerate turnaround time for quotes, firm orders and endorsements.
3. Clear audit trails can be created for internal compliance.
4. The speed of producing and managing documentation will be improved.
5. There will be opportunities for integration to back-office systems.
6. There will be opportunities for support teams to become up-skilled.
7. Underwriters can plan work more efficiently through the PPL dashboard and prioritise more complex negotiations.
8. ***In the event of a claim, the entire risk negotiation information can be produced at the touch of a button.***

Trading Process - SCAP

Single Claims Agreement Party

The SCAP threshold is to be fixed initially at GBP 250,000 (or currency equivalent).

Other JRC Agenda Items

- Anadarko amicus brief
- Non-Disclosure Agreement endorsement
- New Zealand Marine Transport Act
- OPOL update
- CCC- endorsement
- Joint Energy Claims Group
- UK and US Legal
- Under 35s

JRC Committee Members

- Legal
 - Tim Taylor UK Clyde & Co
 - Claude Stuart US Hall Maines Lugin
- Claims

Chairman and deputy chair of Joint Energy Claims Group

 - Paul Stratton Munich Re syndicate
 - Nick Drury Berkley Offshore
- Technical and Secretarial
 - James straker – Nesbitt LMA

Thank You



“It’s isn’t always necessary to imagine the world ending in fire and ice. There are two other possibilities: one is paperwork and the other is nostalgia”.

Quote : Frank Zappa