



«Standardisation in the Petroleum Sector»

«International ISO standardization seminar for the reliability technology and cost area»

ISO/TC67/WG4

Statoil Business Centre, Stavanger, Norway, April 26th 2016

Aud Nistov, Technical director HSE and Standardisation Norwegian Oil and Gas



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Strategy Chart – Norwegian Oil and Gas 2015 - 2017

Ambition 2015 - 2017	The Norwegian oil and gas sector is recognized as the key driver for value creation and innovation - and as an industry that actively addresses the global climate change issues						
Strategic Areas	Strategic Goals						
Climate	1.1. Achieve society's acceptance of gas as part of the solution for tackling climate change 1.2. Support industry's efforts to reduce emissions to air 1.3. Work actively together with the industry on CCS as a measure for tackling climate change						
Northern Areas	2.1. Achieve society's support for further oil and gas development in the Northern Areas 2.2. Work for opening of the waters off Lofoten, Vesterålen, Senja and Barents Sea North-East 2.3. Contribute to enhancing educational opportunities and to attract people to the industry						
Industry Growth and Cost	3.1. Communicate the value creation and innovation by the industry 3.2. Work for sustainable and competitive wages and salaries in the industry 3.3. Work for competitive and predictable fiscal conditions						
Safety and Regulations	4.1. Improve learning and experience transfer to reduce major accident risk 4.2. Achieve cost-effective standards and increased use of international standards 4.3. Work for cost-effective and predictable regulations						



Norwegian Oil and Gas Position Standardisation

Ambition	 Stimulate competitiveness through standards which help to make the NCS competitive – ie, attractive for investment – and encourage exports by the Norwegian oil supplies industry 							
Strategic goals	1. Increased use of international standards 2. Contribute to more cost-effective standards Key Strategic elements							
International standards	1. New standards proposed as international standards Proposals for new standards should be aimed primarily at the international level. 2. Industry involvement in the ISO Industry involvement is a prerequisite for improving and strengthening international standardisation work.							
Cost-effective standards	3. Management Ensure effective processes and quality assurance of NORSOK standards. Standards referenced in the regulations must be formulated to avoid unnecessary tightening of the rules or adverse cost increases. 5. Study – NORSOK standards Perform a study on existing NORSOK standards to determine whether these should be withdrawn, maintained unchanged, revised or proposed as international standards.							



NORSOK standards 1994 - 2016

NORSOK = Norsk sokkels konkurranseposisjon

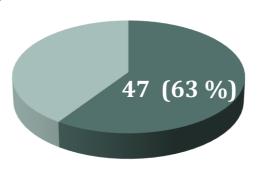
NORSOK project 1994:

- NORSOK aims to cut the investment cost of future North Sea projects by 50 per cent and operating costs by 25 per cent, by various actions, including development of common standards to replace individual company specifications
- 88 NORSOK standards were developed

NORSOK – intentions:

- Interim standardisation solution
- To be replaced by international standards

Status 2016: 75 NORSOK standards



Referred to by the PSA



NORSOK Standards for use in the oil and gas industry



M-001 Materials selection

M-101 Structural steel fabrication

M-120 Material data sheets for structural steel

M-121 Aluminium structural material

M-122 Cast structural steel

M-123 Forged structural steel

M-501 Surface preparation and protective coating

M-503 Cathodic protection

M-506 CO2 corrosion rate calculation model

M-601 Welding and inspection of piping

M-622 Fabrication and installation of GRP piping systems

M-630 Material data sheets and element data sheets for piping

N-001 Integrity of offshore structures

N-002 Collection of metocean data

N-003 Actions and action effects

N-004 Design of steel structures

U-001 Subsea production systems U-009 Life extention for subsea systems U-100 Manned underwater operations U-101 Diving respiratory equipment

operations inshore

U-102 Remotely operated vehicle (ROV) services U-103 Petroleum related manned underwater

N-005 Condition monitoring of loadbearing structures N-006 Assessment of structural integrity for existing offshore load-bearing structures

L-002 Piping system layout, design and structural analysis L-004 Piping fabrication, installation, flushing and testing

L-005 Compact flanged connections

P-002 Process system design

R-001 Mechanical equipment

I-001 Field instrumentation

L-001 Piping and valves

L-CR-003 Piping details

I-005 System control diagram

R-003 Safe use of lifting equipment

R-004 Piping and equipment insulation

I-002 Safety and automation system (SAS)

R-002 Lifting equipment

H-003 Heating, ventilation and air conditioning (HVAC) and sanitary systems

Y-002 Life extension for transportation systems

S-001 Technical safety S-002 Working environment

S-003 Environmental care

S-005 Machinery - working environment analyses and documentation

T-001 Telecom systems

I-106 Fiscal metering systems for hydrocarbon liquid and gas

T-003 Telecommunication and IT systems for drilling units

T-100 Telecom subsystems

E-001 Electrical systems

C-001 Living quarters area

C-002 Arcitectural components and equipment

C-004 Helicopter deck on offshore installations

M-650 Qualification of manufacturers of special materials M-710 Qualification of non-metallic sealing materials and manufacturers S-006 HSE-evaluation of contractors S-011 Safety equipment data sheets S-012 Health, safety and environment (HSE) in construction-related activities R-005 Safe use of lifting and transport equipment in onshore petroleum plants Z-001 Documentation for operation (DFO) Z-CR-002 Component identification system Z-DP-002 Coding system Z-003 Technical information flow requirements Z-004 CAD symbol libraries Z-005 2D-CAD drawing standard Z-006 Preservation Z-007 Mechanical completion and commissioning Z-008 Risk based maintenance and consequence classification Z-013 Risk and emergency preparedness assessment Z-014 Standard cost coding system (SCCS) Z-015 Temporary equipment Z-018 Supplier's documentation of equipment

D-001 Drilling facilities D-002 Well intervention equipment D-SR-007 Well testing systems D-010 Well integrity in drilling and well operations

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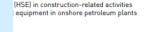
S-005 Machinery - working environment analyses and documentation

NORSOK Analysis

NORSOK owners will conduct a review of all NORSOK standards according to the following criteria:

- Are NORSOK standards cost-effective?
- How may NORSOK standards contribute to improved competitiveness for Norwegian petroleum industry?
- How may NORSOK standards contribute to ensure a satisfactory level of safety on the NCS?
- Are there international standards that can replace NORSOK standards, or alternatively; Can NORSOK standards become "internationalized"?

of special materials aling materials and manufacturers



for operation (DFO) identification system nation flow requirements

a standard

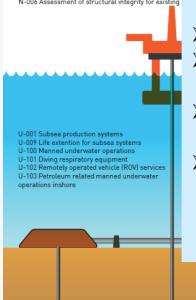
ntenance and consequence classification

Z-013 Risk and emergency preparedness assessment

Z-014 Standard cost coding system (SCCS)

Z-015 Temporary equipment

Z-018 Supplier's documentation of equipment



I-106 Fiscal metering systems for hydrocarbon liquid and gas

D-001 Drilling facilities

D-002 Well intervention equipment

D-SR-007 Well testing systems

D-010 Well integrity in drilling and well operations

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Petroleum Standardisation – Expert Groups

Updated 2014-05-14

NORSOK Expert Groups, ISO and CEN Mirror Committees Standards Norway Sector Board Petroleum Industry

> Project Manager Roar Heum



	Drilling, Subsea Underwater	Structures, Geotech, Marine, Pipeline	Equipment, Piping	Electrical, Instr. Telecom, Temp.Eq.	Material	HMS, Regularity, Civil, HVAC	ISO / CEN / IEC Supervision / Coordination
NORSOK Expert Groups	ISO/TC 67/SC 3/4	ISO/TC 67/SC 2/7	ISO/TC 67/SC 6 EG L Piping Sigve Eikeland Aker Solutions	EG E Electrical Victor Poruncia Alser Solutions	ISO/TC 67/SC 5	ISO/TC 67/SC 6	ISO/TC 67&CEN/TC 12
	EG D Drilling Arild Thorsrud Rocksource	EG G Geotechnology Viggo Karlsen Statoil	EG P Process Clive Wilson ConocoPhillips EG R Mechanical	EG I Instrumentation Oystein Fosså ConocoPhillips	EG M Material Mons Hauge Statoil	EG C Civil / Architect Sven-Arne Aronsson Markhus AS	EG A Administration Roar Heum Standards Norway
	EG U Subsea Torolf Hæhre Shell		Tore Olav Pettersen ConocoPhillips EG RL Lifting	EG IM Metering Endre Jacobsen Statoil		EG H HVAC Stein Erik Uldalen Statoil	EG Z CCS Cost Coding System Rune Hellem Statoil
	EG UB Underwater Cato Hordnes Statoil	EGN Structural Lars Gunnar Karlsen Statoil	Stein Ove Dyngeland Statoil EG Z MC&P Halvdan Holter	EGT Telecom Jan Robert Moen Statoil		EGS HMS Arne Haugan Statoil	EG I SCD System Control Diagrams Idar Pe Ingebrigtsen Statoil
	EG WF Well fluids Arne Torsvoll Statoil	EGY Pipeline Svein Harald Såtendal Statoil	Statoil K 117 Offsh. Containers Dag Steensen, DNV GL	EGZTE Temporary Equipment Ove Jan Hana ConocoPhillips		EG Z R Reliability Engineering and Technology Sture Angelsen DNV GL	EGZTI Technical Info TBN
				Coordination with: NEK (The Norwegian Electrotechnical Committee)			

ISO Standards for use in the oil & gas industry



Subsection better product Subsec production controls 150 13678-6 Completion/workover riser system 150 13678-7 150 13678-8 ROT and interfaces

ISO/TR 10400 Calculations for OCTG performance properties. Care/use of extino/tobino Dell den deign Inspection and desaffection of drill stem elements Find tection of water-board fluids

Rield tecting of oil-based drilling fluids Drilling fluids - lob testing Subsurfess sofety volve systems Rotory drill stem elements ISO 10434-2 Threading and gauging of connections ISO 10426-1 Well concenting ISO 10426-2 Testing of well company. Testing of decoyater well coment ISO 10426-4 Preporation and testing of atmesoheric foamed cament slurries ISO 10476-5 Shrinkope and expansion of well cornect ISO 10476-6 State oil strength of coment formulations. ISO 10427-1 Bow spring cosing controlizers

ISO 10427-2 Centralizer placement and stop-collar testing ISO 10427-3 Performance testing of coment floot equipment

Subsurface safety valves Cosing and tubing Dell pipe labing eleminism alby pipes (New) Drilling fluids - processing systems evolution Measurement of viscous properties of completion fluids Measurement of preparties of prospents 150 13503-3 Testing of heavy brings Meccurement of simulation & provolency fluid behalf 150 13500.4 Measurement of long term conductivity of propports 80 13503-6 Heracins lask off at consisting fluids under cheeric condition (flux) Thread compounds Cosing and tubing connections testing OTA searcless takes for casing & taking Packers and bridge plugs

Accessary completion equipment (New) Progressing cavity pump systems Progressing contry pump systems - drive heads Field impaction of new cooling, tubing and plain and drill pipe Gauging and inspection of threads Autonomaley dell size 150 15546 Lock mandrals and landing missles ISO 17078-1 Side-coduct mondrels (Amil) Flow metrol devices for side period mandral Side-codiet mandrels and related equipment Sond control screens Design of duminium drill string

Letcher, E. seek for side and at mandrals E. flow control devices Aluminium drill pion flywol gauging (New)

Subsurface tubing mounted formation barriers





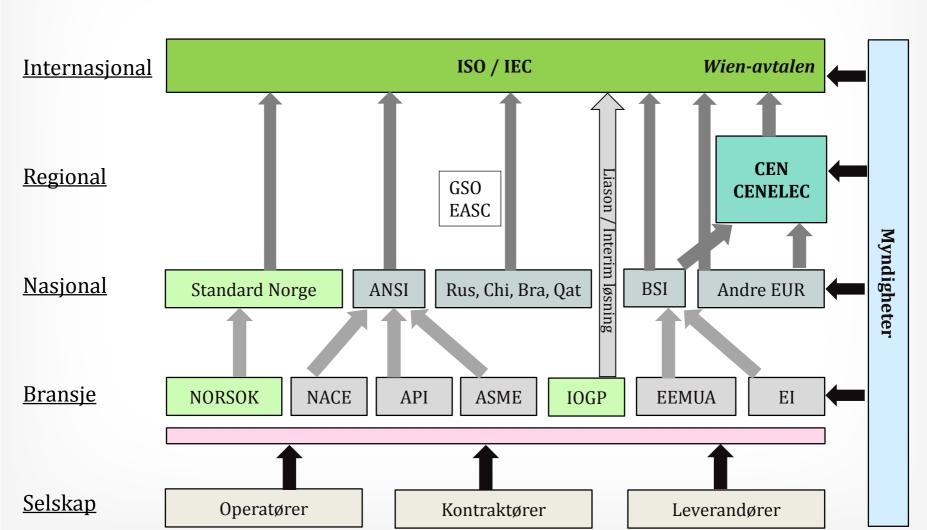
Standards in brown issued in 2012

Standards in green are a priority for 2013 issue

These ISO standards are only a core collection of several hundreds of International Standards available for the oil & ags industry



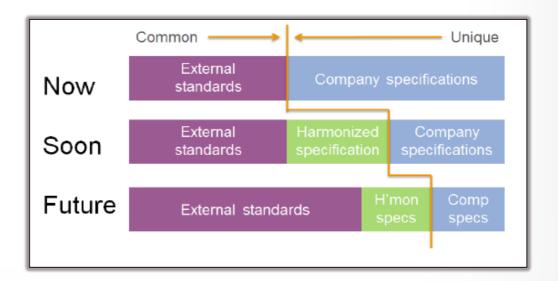
International Petroleum Standardisation





Harmonizing Company Specifications







Identifying Cost Driving Factors

Identifying cost driving factors related to drilling and well area

Goal and deliverables

A task force is to investigate and identify cost driving factors related to the drilling and well area. The supplier companies are to discuss and identify different segments within the drilling and well area where company specific specifications might represent cost driving factors. The supplier companies' experiences of operator specific requirements may be related to drilling and well segments such as equipment specifications, mud recipes, coating specifications, cement requirements, specifications for valves, crane issues etc.

A **Task force** has been established.



Prerequisite:

The <u>task force shall not</u> investigate, elaborate upon and demonstrate the specific company requirements, which are the operators "know how" and encumbered with duty of confidentiality. However, the task force is asked to identify the areas and the segments where such company specific requirements, based on the participating supplier companies' experience, may be found to represent cost driving factors.

Other initiatives







Energy: Oil & Gas









The way forward

- High-quality industry standards
- Standards should contribute to good technical and cost-effective solutions
- Ensure good resource utilisation and the most acceptable possible petroleum management
- In a global market, the industry will first and foremost work actively for the development and use of international standards
- Furthermore, national industry standards such as NORSOK must close identified gaps between international norms and Norwegian requirements
- Industry standards could contribute to developing and maintaining Norway's national and international competitiveness
- Use of industry standards can help to encourage increased exports by Norway's oil and gas supplies industry and contribute to making the NCS attractive for investment



Thank you!