



Find Herebelow Bases Of Prequalification Of Companies
Manufacturing Bits:

First Tricone Bits;

First Stage:

- 1- Company should submit detailed documents showing their technical and financial situation.
- 2- Company should submit Valid API and ISO certificates, the Company will be rejected incase of not submitting these certificates.
- 3- Volume of Company international sales and relevant geographical areas with names of customers. Company will be rejected if they donot have sales outside manufacturer Country.
- 4- SPC may contact customers purchased and used the manufacturer bits to identify their performance.

In case bits performance purchased by such customers proved to be negative offers of such bits manufacturers will be rejected.

Second Stage:

- 1- Incase Company is accepted according to requirements mentioned in the first stage then field trials will start as follows:

Size "in"	Code No.	Qty
17 1/2	135	2
17 1/2	215	2
17 1/2	437	2
12 1/4	437	2
12 1/4	517	2
12 1/4	537	1
8 1/2	437	2
8 1/2	537	2

- 2- Field trials of A/M bits will be carried out in the presence of manufacturers representatives on their accounts.
- 3- Incase of break of any of trial bits the trials will stop and the manufacturer will be considered un qualified.
- 4- Bits performance will be evaluated according the following equation:
Cost/m = rig cost per hour X (Drilling Hours + Trip hours) + Bit Cost

Drilling meters

- 5- Manufacturer Company should submit price lists for the bits for which field trials will be carried out to define their economic performance as per A/M equation.
- 6- Trials will be considered succeeded in case trial results proved to be successful for both Jbesseh and Hassake Oil Fields i.e. costs of drilling 1 meter using trial bit according A/M equation is less or equal to costs of drilling 1 meter using comparator bits.
- 7- In case Bits results are proved to be successful SPC will pay 50% of each bit cost approved to be successful. But in case of Bit performance does not approved to be successful then the Bit will be considered as submitted free of charge and SPC will not pay any costs for Bit manufacturer Company pointing out that trial Bits (15 Bits) should be delivered duly at Jbesseh and Hassake Oil Fields Warehouses.
- 8- Payment will be against official minute issued by committee organized under resolution no. 674 and approved by the General Manager.
- 9- SPC will not bear any costs or taxes and duties resulting from trails of A/M bits . manufacturer Company will carry out Customes clearance of Bits subject these trials and their transportation and delivery at fields warehouses on manufacturer accounts.
- 10- SPC have the right to send technical group of their engineers to visit manufacturer factory to be familiar physically with their situation and capability, manufacturer Company should bear all relevant costs of delegation.

Second : PDC Bits;

First Stage:

- 1- Company should submit detailed documents showing their technical and financial situation.
- 2- Company should submit Valid API and ISO certificates, the Company will be rejected incase of not submitting these certificates.
- 3- Volume of Company international sales and relevant geographical areas with names of customers. Company will be rejected if they donot have sales outside manufacturer Country.
- 4- SPC may contact customers purchased and used the manufacturer bits to identify their performance.

In case bits performance purchased by such customers proved to be negative offers of such bits manufacturers will be rejected.

Second Stage:

Incase Company is accepted according to requirements mentioned in the first stage then field trials will start as follows:

- 1- The manufacturer Company will submit the following Bits to carry out field trials at Jbesseh and Hassake Oil Field Directorates as follows:

Size" in"	Formation Hardness	Qty	Body metal
17 1/2	Soft medium	1	SB
12 1/4	medium	1	SB
8 1/2	medium	1	SB
6	medium	1	SB

- 2- Field trials of A/M bits will be carried out in the presence of manufacturers representatives on their accounts.
- 3- Incase of break of any of trial bits the trials will stop and the manufacturer will be considered un qualified.
- 4- Bits performance will be evaluated according the following equation:

$$\text{Cost/m} = \frac{\text{rig cost per hour} \times (\text{Drilling hours} + \text{Trip hours}) + \text{Bit Cost}}{\text{Drilling meters}}$$

- 5- Manufacturer Company should submit price lists for the bits for which field trials will be carried out to define their economic performance as per A/M equation.
- 6- Trials will be considered succeeded in case trial results proved to be successful for both Jbesseh and Hassake Oil Fields i.e. costs of drilling 1 meter using trial bit according A/M equation is less or equal to costs of drilling 1 meter using comparator bits.
- 7- In case Bits results are proved to be successful SPC will pay 50% of each bit cost approved to be successful. But in case of Bit performance does not approved to be successful then the Bit will be considered as submitted free of charge and SPC will not pay any costs for Bit manufacturer Company pointing out that trial Bits (4 Bits) should be delivered duly at Jbesseh and Hassake Oil Fields Warehouses.
- 8- Payment will be against official minute issued by committee organized under resolution no. 674 and approved by the General Manager.
- 9- SPC will not bear any costs or taxes and duties resulting from trails of A/M bits . manufacturer Company will carry out Customes clearance of Bits subject these trials and their transportation and delivery at fields warehouses on manufacturer accounts.
- 10- SPC have the right to send technical group of their engineers to visit manufacturer factory to be familiar physically with their situation and capability, manufacturer Company should bear all relevant costs of delegation.

Thanks for your cooperation.

B. Regards,

FOR / GENERAL DIRECTOR

Commercial Manager