

Mobil Producing Nigeria Unlimited

An **ExxonMobil** Subsidiary

Operator of the NNPC/MPN Joint Venture



Tender Opportunity: Machine Shop Services

NipeX Tender Number: MPN 0000157

1.0 INTRODUCTION

Mobil Producing Nigeria Unlimited (MPN) operator of the NNPC/MPN Joint Venture (JV) plans to engage competent and qualified Companies to provide Machine Shop for its 2020 to 2023 development Drilling and Work over Program operations on its offshore location(s) in NNPC/MPN JV acreages. Anticipated contract term is two (2) years with an additional one (1) year optional period.

An open competitive tendering process through the NipeX portal will be adopted and a contract will be awarded to more than one bidder at the lowest responsive evaluated price/rates.

2.0 SCOPE OF WORK

Contractor shall have an established manufacturing operation in Port Harcourt or Onne Port, Nigeria, and shall provide full service machine shop services including, but not limited to, trained personnel, CNC and manual lathes (vertical and horizontal), boring and milling centers, tooling and fixtures, and consumables associated with the new manufacture and rework of OCTG threads, connectors, flanges, casing heads, spools, unions, and associated oilfield equipment to be utilized on a periodic callout basis. The machine shop shall be API licensed with one or more of the following proprietary connections (Grant-Prideco, Atlas-Bradford, VAM, Hunting, TMK and Tenaris-Hydril), ISO 9000, 9001 and 9002 certified, and have certified technicians and active Quality Management System. The scope of work includes, but is not limited to, manufacture of API / Premium flanges and fittings up to 10,000 PSI working pressure, re-threading of drill pipe, casing and tubing from 4.5" to 36" diameter, in lengths up to 45 feet. For pre-qualification consideration, the Bidders application for this service must include the following technical information and the general information:

1. Provide a complete list of machine tools currently owned and operated by Bidder including physical limitations of each piece of equipment.
2. Provide documentation of license(s) to machine and/or repair API and proprietary (premium) threads.

Specific Bidder Documentation

For pre-qualification consideration, application for this service must include the following technical information

1. Bidder shall provide evidence of providing scope of work capabilities listed above
2. Demonstrate a history of safe, well-managed operations under similar conditions and work requirements over the previous 5 years. Provide details of Safety, Health and Environment Policy and Program.
3. Provide comprehensive functional specifications and capacities of machine shop equipment to be proposed.
4. Documentation that demonstrates equipment availability to commence operations in the 1st quarter of 2020. Availability of machine shop equipment required for program. Bidder minimum requirement for pre-qualification is to confirm availability of equipment in Port Harcourt or Onne with specifications meeting minimum requirements stated.
5. Comprehensive listing of bidder's rental tools located in Port Harcourt or Onne showing quantities typically in stock.
6. Documentation showing qualifications, licenses, certificates and training of bidder's personnel demonstrating experience supporting shallow water completion activities.

General Bidder Documentation

In addition to the Specific Contractor Documentation specified above, the following general documentation must be provided:

1. Current relevant registration with Nigeria Department of Petroleum Resources (DPR).
2. Details of Contractor's project management practices, including organizational structure indicating key professional staff and their resumes, with details of any formal technical support agreements with foreign contractors.
3. Company profile including Nigerian Shareholding and Certificate of Incorporation.
4. Contractor's financial details and audited accounts for the last three (3) years.
5. Evidence of Financial Capability.
6. Evidence of Current Tax Clearance Certificate.
7. Details of Safety, Health and Environment Policy and Program.
8. Safety Records for preceding three (3) years.
9. Details of local content inclusion/plan.
10. Details of quality control and quality assurance procedure.
11. Documentation of key performance indicators tracked and reported and examples of Contractor's failure reporting system.
12. Details of community relation's policy and strategy to assure smooth operations.

3.0 MANDATORY REQUIREMENT

- (a) To be eligible for this tender exercise, interested Tenderers are required to be prequalified in the 2.11.01 (Workshop Equipment and Hand Tools) category in NipeX Joint Qualification Scheme (NJQS) database. All successfully pre-qualified suppliers in this category will receive Invitation to Technical Tender (ITT).
- (b) To determine if you are prequalified and view the product/service category you are listed for: Open <http://vendorsjq.com> and access NJQS with your log in details, click on continue Joint Qualification scheme tool, click check "my supplier status" and then click supplier product group.
- (c) If you are not listed in this product/service category and you are registered with DPR, please contact NipeX office at 8/10 Bayo Kuku Road, Ikoyi Lagos with your DPR certificate as evidence for verification and necessary update.
- (d) To initiate the JQS pre-qualification process, access www.nipex-ng.com to download application form, make necessary payments and contact NipeX office for further action.
- (e) To be eligible, all tenders must comply with the Nigeria Content requirements in the NipeX system.

4.0 NIGERIAN CONTENT

Company is committed to the development of the Nigerian Oil and Gas business in compliance with the Nigerian Oil and Gas Industry Content Development Act 2010 (NOGICD Act) enacted by the Federal Government of Nigeria in April 2010.

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 to the Act and any other targets as may be directed by the Nigerian Content Development and Monitoring Board (NCDMB).

MPNU requires their Contractors to comply with the Act, its attached Schedule and any applicable regulation developed by the NCDMB.

Nigerian Content (NC) in the Nigerian oil and gas industry is defined as:

"The quantum of composite value added to or created in the Nigerian economy by a systematic development of capacity and capabilities through the deliberate utilization of Nigerian human, material resources and services in the Nigerian oil and gas industry."

"Nigerian company" is a company formed and registered in Nigeria in accordance with the provisions of Companies and Allied Matters Act with not less than 51% equity shares by Nigerians

Tenderers shall consider Nigerian content as an important element of their overall project development and management philosophy for project execution.

As part of their technical tender submissions, Tenderers shall:

- (a) Provide a description of its committed infrastructure (Machine shop) fully certified to API license, ISO 9000, 9001 and 9002 in Port Harcourt or Onne to support this contract. Multinational or international companies tendering through their Nigerian subsidiary must demonstrate evidence that a minimum of 50% of all equipment deployed to work are owned by the Nigerian subsidiary. contract award
- (b) Submit API certificate /permit for In-country capacity to carry out Machine Shop Services.
- (c) Provide project specific organogram showing names and nationalities of key personnel. Tenderer must commit to obtaining expatriate quota approval from NCDMB, prior to engaging such expat on the execution of the work scope.
- (d) Demonstrate that its entity is a Nigerian registered company, defined as a company formed and registered in Nigeria in accordance with the provision of Company and Allied Matters Act. Provide details of its Ownership Structure. Submit certified true copies of CAC form (C02 and C07) including Memorandum and Article of Association. For Nigerian company in alliance with a foreign company or multinational, submit evidence of binding agreement of the alliance duly signed by the CEO's of both parties.
- (e) Submit a plan on how it intends to give first consideration to goods and services provided from within Nigeria, to meet 95% man-hours NC targets for OCTS Services in line with the requirements of the Act.
- (f) Demonstrate key Management positions that are Nigerian Nationals and the percentage of the Company total workforce (direct and in-direct employees) that are Nigerians

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 trainer(s) or other approved NCDMB training institution(s). 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 used on the project.

Tenderer's failure to comply with the NOGICD Act or demonstrate commitment to Nigerian Content development will result in Tenderer's disqualification.

5.0 CLOSE DATE

Only prequalified and LIVE suppliers under the stated product code 2.11.01 (Workshop Equipment and Hand Tools) category in NipeX Joint Qualification Scheme (NJQS) database as at **Thursday, December 12, 2019**, being the advert closing date shall be invited to submit Technical Bids.

6.0 ADDITIONAL INFORMATION

- (a) Interested suppliers must be prequalified for this product/service category in NJQS
- (b) Full tendering procedure will be provided only to contractors that have been successfully prequalified in NJQS
- (c) This advertisement shall neither be construed as an Invitation to Tender (ITT) nor a commitment on the part of MPN to award a contract to any supplier and/or associated companies, sub-contractors or agents
- (d) This advertisement shall not entitle prequalified companies to make any claims whatsoever, and/or seek any indemnity from MPN and/or its partners by virtue of such companies having been prequalified in NJQS
- (e) All costs incurred in registering and prequalifying for this and other product/service categories in NJQS shall be borne solely by suppliers
- (f) Suppliers that are prequalified for this product/service category in NJQS must ensure that their names and contact details (physical address, email address and telephone number) of their company and authorized/responsible personnel is up-to-date in their company profile in the NJQS database
- (g) MPN shall communicate only with the authorized/responsible personnel of prequalified companies and not through unauthorized individuals or agents.

NCDMB Certification: ES/NCDMB/MPN- ADVERT/1710/19/UPD/MACHINE SHOP SERVICES

- Please visit the NipeX Portal at www.nipex-ng.com for this Advert and other information