



DESIGNATED PERSON ASHORE (DPA) AND COMPANY SECURITY OFFICER (CSO)

X-DRILL is required by the Flag State Administration to appoint a Designated Person Ashore (DPA) and a Company Security Officer (CSO) in compliance with the International Safety Management Code (ISM Code).

In the absence of the DPA/CSO, an Alternate Designated Person (ADPA) and Alternate Company Security Officer (ACSO) has been appointed.

TBA
DPA & CSO
E-mail: TBA
(W) TBA
(C) TBA

TBA
ADPA & ACSO
E-mail: TBA
(W) TBA
(C)TBA

The DPA/CSO must monitor the safety, security and pollution aspects of each rig/vessel, and the Regional or Houston HQ Management Team relative to the safe operation of each rig/vessel. The DPA has the authority to correct deficiencies/safety concerns, and has the responsibility to report them to the highest level of management if they are not resolved through the normal chain of command and Management System process.

Under normal operations, health, safety, and environmental hazards are controlled by the Company's Management System; following the normal chain of command on board the rig/vessel, up through shore-based management, through regional management, and finally up to Houston HQ management if the problems cannot be resolved at the local or regional level.

The DPA should only be contacted directly under the following circumstances:

- A serious failure or major non-conformance in the Management System is identified.
- The PIC decides to exercise his overriding authority and responsibility to take actions outside of the normal Management System in order to protect personnel, the vessel/rig and its equipment or to protect the environment.
- It is believed that a potentially serious safety and/or pollution risk exists.

Steve Meheen
CEO June • 2015