

IADC COMPETENCE ASSURANCE ACCREDITATION PROGRAM

ACCREDITATION/AUDIT POLICY AGREEMENT

Contingent on receipt of accreditation by the International Association of Drilling Contractors ("IADC"), the Program submitting this application ("Program"), through the undersigned, as authorized representative of the Program, hereby agree to the following conditions:

1. PROGRAM'S ACCREDITATION DUTIES

The Program voluntarily agrees to accept IADC's accreditation standards and to submit necessary information for participation as an accredited program in accordance with procedures set forth in the Overview and Accreditation Procedures (Form CAA-01). Failure to submit necessary supporting information and to abide by accreditation standards shall be due cause for revoking this agreement and any accreditation which has been granted to the Program.

2. ACCREDITATION DETERMINATION

The Program shall be deemed "accredited" when the Accreditation Panel has determined that the applicant meets Program standards and has issued a formal certificate to applicant enabling applicant to publicly stipulate the Program's compliance with accreditation procedures and standards. Program may publicly display said certificate only during such period as the Program is in compliance with the accreditation procedures and standards. Program shall not display the certificate when the necessary Panel's finding of compliance has been withheld or withdrawn. Subject to the right of due process appeal defined in the accreditation Procedures, Program shall abide by the decision of the Panel as to the compliance or noncompliance of Program with applicable accreditation standards. Program shall not permit the display or use of the certificate other than as permitted by the Panel and the terms of this agreement and the Accreditation Procedures. Use of the certificate in contravention of this agreement will be due cause for IADC to revoke this Agreement and to issue a public announcement to this effect in accordance with the provisions of the Overview and Accreditation Procedures.

3. DIRECTORY OF ACCREDITED PROGRAMS

IADC shall prepare and publish periodically, as it deems appropriate, a Directory of Accredited Programs containing a list of all, which are accredited at the time of each publication. IADC shall publish periodic bulletins to include any additions to or deletions from the Directory.

4. PROGRAM ACCREDITATION PROCEDURES

Both IADC and the Program shall follow and be controlled by the procedures and rules regarding the formulation of standards, reporting of information, complaints, representation of program status, display of formal certificates of participation in the Program, and due process appeals from decisions of the Panel and other matters to which this Agreement refers, as set forth in the Accreditation Procedures developed and periodically reviewed and updated by IADC.

5. PROGRAM'S GOOD FAITH COMPLIANCE

Program shall use all practical means at its disposal continuously to assure that the services it provides fully comply with the applicable accreditation standards at all times.

6. RIGHT TO AUDIT

When a site visit to audit a Program is required, requested, or otherwise deemed necessary or desirable by IADC, the IADC notifies the Program of the approximate dates of a site visit. If a site visit is declined and cannot be rescheduled to the mutual agreement of the Panel and the Program, the school will be placed on probation, notwithstanding the provisions of appeal in the Accreditation Procedures. Upon scheduling a site visit, the IADC selects, from a list of names it has approved, the site visitor(s). Detailed arrangements for the visit are made through direct contact between the program and the site visitor(s).

