AVEVA Contract Risk Management

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Root causes of cost and schedule overruns

Contract teams working in isolation

Contract teams suffer from being disconnected from adjacent functions and systems.

Critical information is scattered across systems.

Contract Risk and Obligation Management

No visibility of early warning indicators to flag and mitigate commercial risk.

Poor enforcement of contractual obligations leading to disputes.

Financial Control

Cost and schedule over-runs and capital leakage on complex projects.

Zero visibility of potential change prior to the event.

Claims & Disputes

Projects are subject to high-value contractor or sub-contractor claims.

Organizations with best-in-breed tools and processes have the best claims defence capability.

Poor Control over Change

High cost of change due to a lack of best practice processes.

When justified change takes place, cost recovery from partners is critical.

EARLY WARNING INDICATORS

CLAIMS

CONTRACT AUDITABILITY

OBLIGATIONS

PAYMENT VERIFICATION

CHANGE CONTROL

COMPLETE CONTRACT CONTROL

EFFECTIVE
CHANGE CONTROL

MITIGATE
CONTRACTOR CLAIMS

ENHANCED
FINANCIAL CONTROL

BEST PRACTICE
GOVERNANCE

IMPROVED
CONTRACT DELIVERY

PROJECT PROFESSIONALS

CONTRACT PROFESSIONALS

CONTRACTORS

STAKEHOLDERS

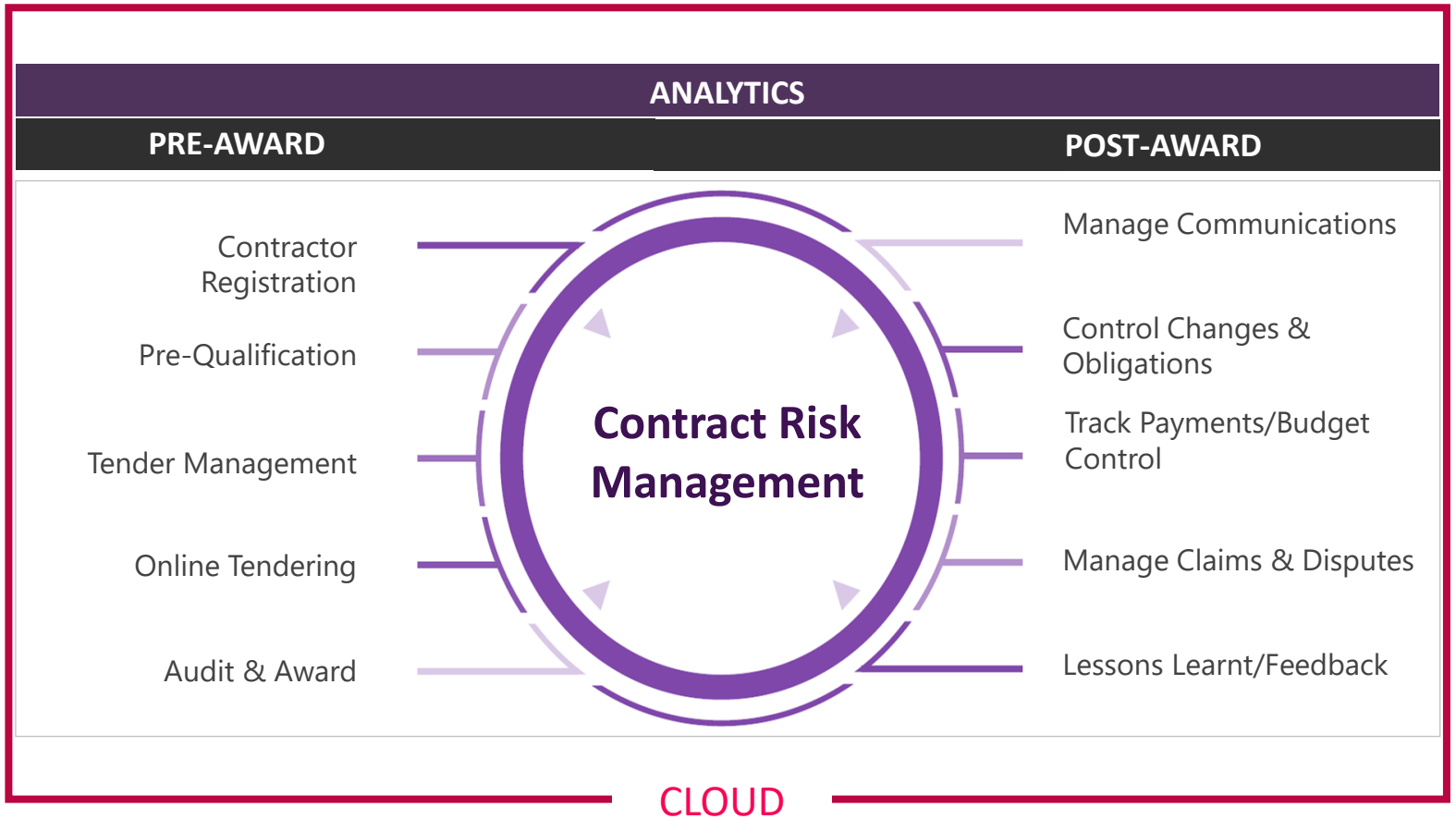
BUSINESS IMPROVEMENT & GOVERNANCE

AVEVA™

Part of a Project Tool Suite

Solution Suite

What does Contract Risk Management Include?



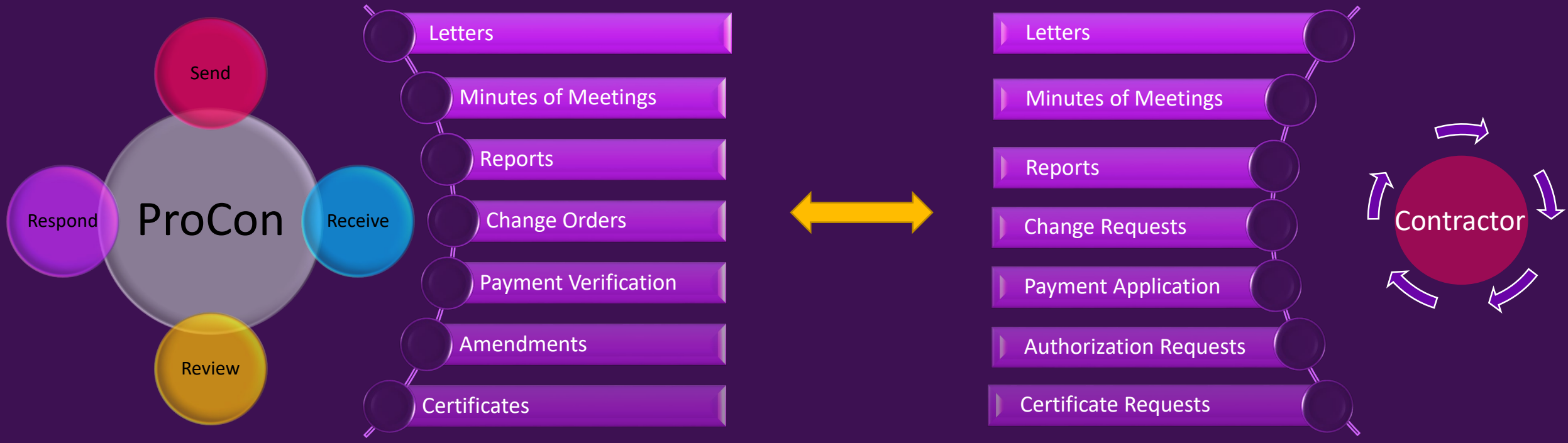
A part in Transactional Management but is NOT an ERP system

Stores active Contractual Documents but is NOT an EDMS

Captures financial exposure but is NOT a Cost Controls system

IS a Advanced Communication & Contractual Risk Management System

Post Award Communications



Separate ProCon portals for Company and Contractors.

Communications Templates: Pre-designed and configured.

Change Control

- Preapproved Process Chain

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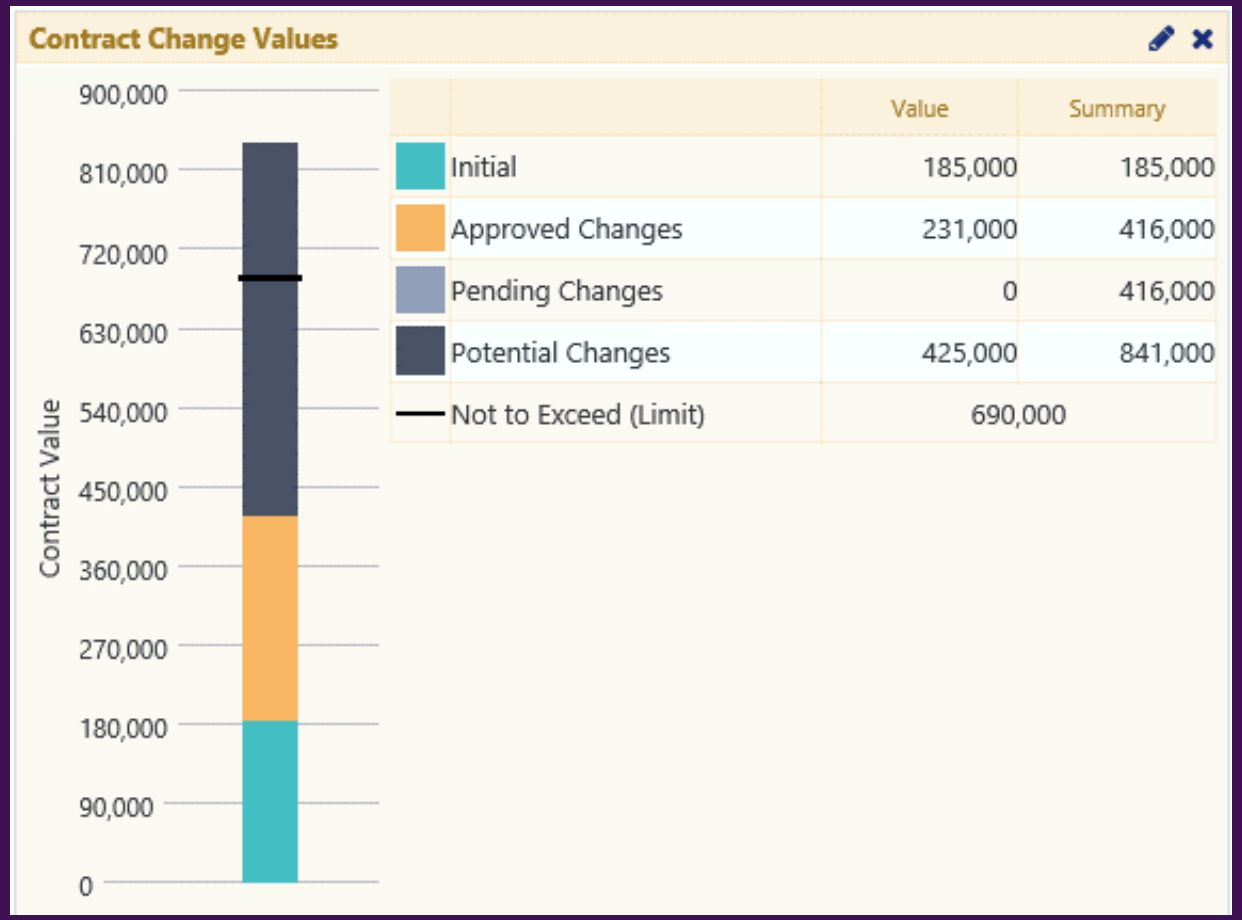
Change Control

- Identifying the Impact



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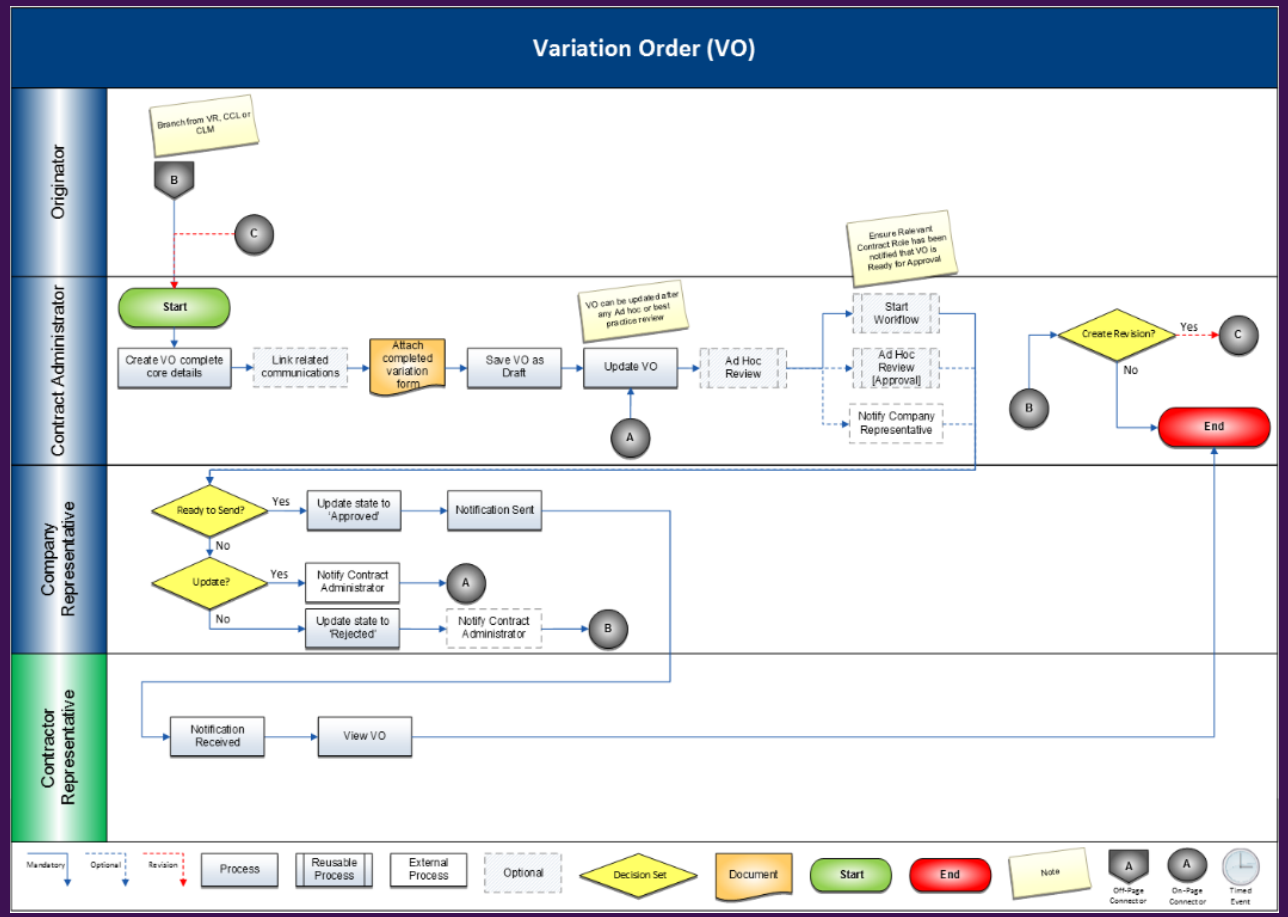
Change Control

- Dynamic Workflow



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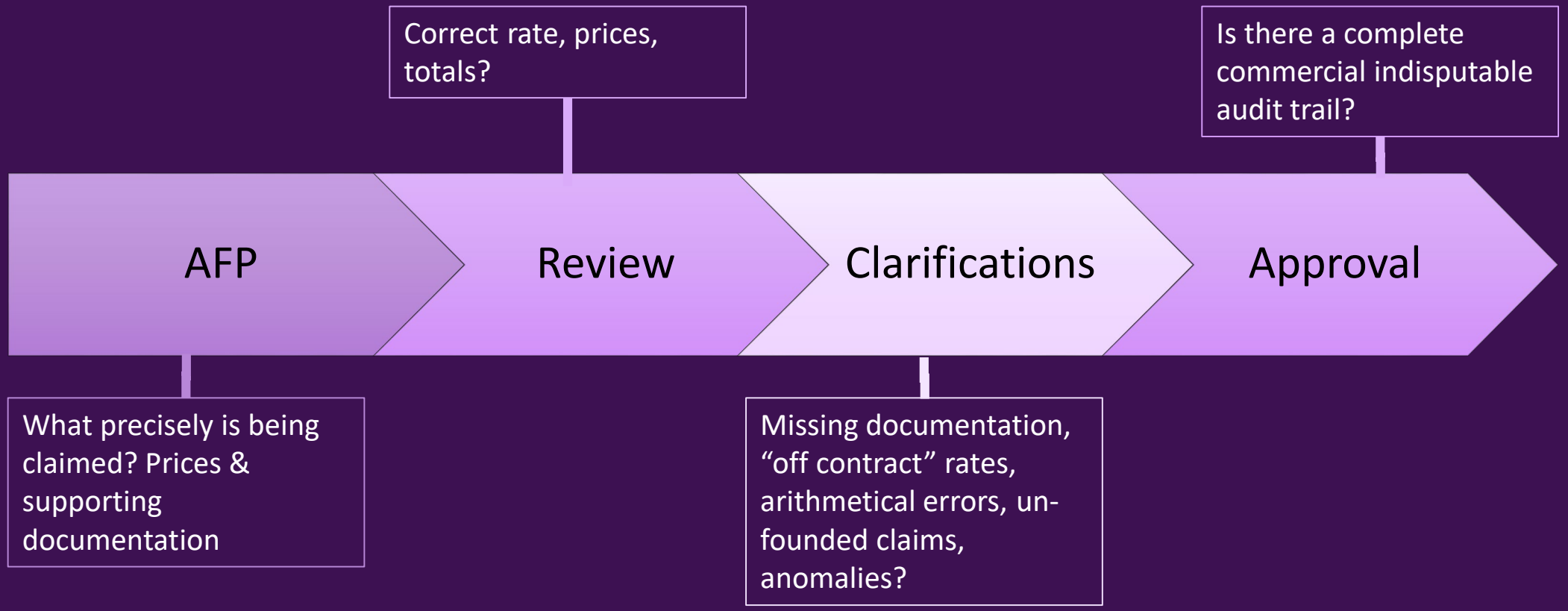
Payment Verification



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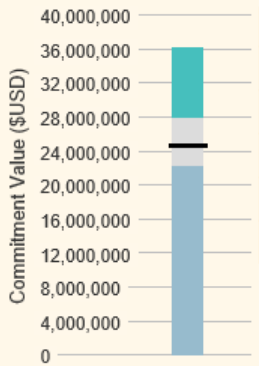
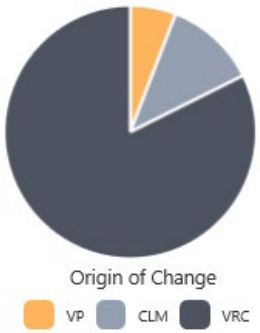
Data Driven Analytic Insight

Contract Commitment Values



	Value	Summary
Initial	22,189,030	22,189,030
Approved Changes	5,684,156	27,873,186
Pending	0	27,873,186
Potential	8,247,519	36,120,705
Not to Exceed (Limit)	25,000,000	

Contract Changes

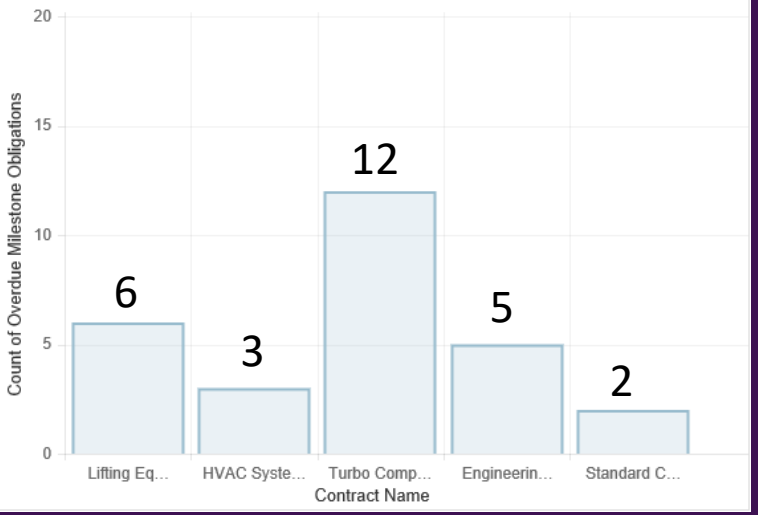


Claims

ContractReference	Contract	Title	Value
Additional Lifting Equipment and Manpower on Block 40	Lifting Equipment & Supply	Additional Lifting Equipment and Manpower on Block 40	50,000
Disputed Payment for Completion of Section 2A per Contract	Lifting Equipment and Supply	Disputed Payment for Completion of Section 2A per Contract	5,000,000
Claim for undefined scope	Site Prep	Claim for undefined scope	1,010,500
Claim for work outside of scope	EPC - Facility Package	Claim for work outside of scope	8,247,519

4 of 4

Contracts with overdue Milestone Obligations



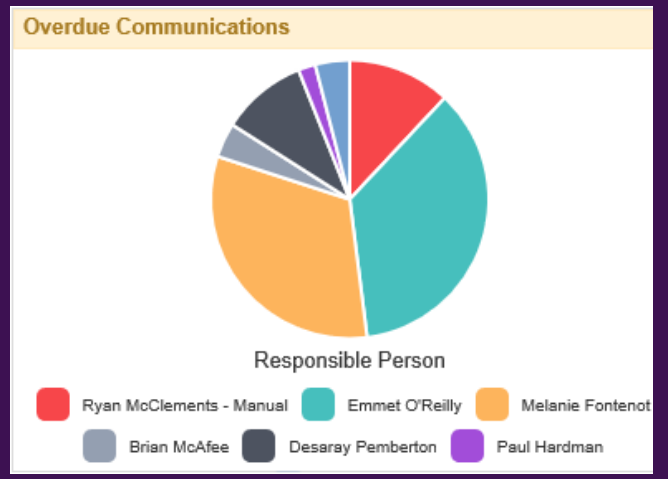
Response Type Filter

Response Type	# Communications	Time Limit	Average Response Time
Agreement Only	3	10	46
Agreement and Reply	2	8	1

Contract Obligations In Progress	Overview Communication Reviews
46	32

Contract Obligations Not Started	Communication Reviews in Progress
27	17

Overdue Communications



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Q&A

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Would you like to know more?

AVEVA IS AVAILABLE JULY 14-15,
2020 FOR DEMONSTRATIONS

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