

Offshore Oil and Gas Safety and Security in the Asia Pacific

Lee Cordner

ARF ISM Maritime Security, Seoul, South Korea 18-19 April, 2013



References

Key Reference:

Council for Security Cooperation in the Asia Pacific (CSCAP) http://www.cscap.org/

Safety and Security of Offshore Oil and Gas Installations CSCAP MEMORANDUM NO. 16 January 2011

http://www.cscap.org/uploads/docs/Memorandums/CSCAP%20Memorandum%20No%2016%20--%20Safety%20and%20Security%20of%20Offshore%20Oil%20and%20Gas%20Installations.pdf

For Information:

Offshore Oil and Gas Safety and Security in the Asia Pacific: The Need for Regional Approaches to Managing Risks, RSIS Monograph No. 26, March 2013 http://www.rsis.edu.sg/publications/monographs/Monograph26.pdf

<u>Contact Details</u>: Lee Cordner <u>lee.cordner@adelaide.edu.au</u> +61 (0) 427 333 034 Indo-Pacific Governance Research Centre (IPGRC), University of Adelaide, Australia



Background

- Massive expansion offshore oil & gas activity
- 440 new oil & gas fields contracted
- Thousands exploratory wells
- •> \$US 90 billion 2011-15 55% increase



t China Sea Mumba South Chin Basin Bay of Bengal **NW Australia/ Timor** US Dept of State Geographer © 2013 Google Google earth © 2013 Cnes/Spot Image Data SIO, NOAA, U.S. Navy, NGA, GEBCO

Major Risks

- Increasing likelihood of major offshore incidents
- •Consequences:
 - Economic Financial
 - Security
 - Environmental
 - Food security
 - Human security
 - Energy security



Hazards

- Human, technical & regulatory failures
 - •Deepwater Horizon, USA & West Atlas Montara, Australia
- Security Incidents terrorism, law & order at sea
- Maritime User Intensity shipping, fishing & tourism
- Natural Hazards
 - Weather typhoons & cyclones
 - Seismic events earthquakes & tsunami
- Decommissioned installations



Issues

- Rights & Responsibilities of states
- Regulation government & industry partnerships
- Lack of regional cooperative arrangements
- Uneven adoption of international conventions
- Semi-enclosed seas
- Boundary delimitation & jurisdictional uncertainty



- Establish ARF Working Group on OOG Safety and Security
 - Risk Management
 - Best practice government & industry
 - Maritime safety & security
 - Disaster response & emergency management
 - Search & rescue



- 2. Understand RISKS & vulnerabilities
 - ISO 31000:2009 Risk Management
 - Consistent Approach
 - Regional Assessment Establish Baseline
 - Risk treatment, prevention, response & recovery, plans & arrangements



- 3. ARF Working Group
 - Environmental protection
 - Share scientific information
 - Decommissioned installations
 - Develop regional marine pollution & environmental agreements
 - UNCLOS articles 122 & 123
 - Mediterranean, Persian Gulf, Baltic, North Sea etc



- 4. Encourage regional governments
 - Embrace international conventions, protocols, codes, resolutions
 - Cooperative arrangements
 - Consistent approaches
- 5. Encourage regional, government & industry cooperation partnerships
 - Understand responsibilities
 - Establish codes of conduct





Deepwater Horizon National Commission report to US President: "With the benefit of hindsight, the only question had become not whether an accident would happen, but when."

Montara Commissioner, report to Australian Government: "What happened ... was an accident waiting to happen"

"an uncomfortable conclusion...offshore oil & gas disasters in the Asia Pacific are inevitable. The only questions that remain to be answered are where, when &what the scale of the disasters will be, & how effective response and recovery arrangements will prove to be."



Offshore Oil and Gas Safety and Security in the Asia Pacific

- Urgent cooperative action needed
- ARF can play a leading role
- Regional governments responsible

Questions & Comments?

