APPENDIX A (SCOPIC)

1. PERSONNEL

(a) The daily tariff rate, or pro rata for part thereof, for personnel reasonably engaged on the contract, including any necessary time in proceeding to and returning from the casualty, shall be as follows:

| Office administration, including communications Salvage Master | US\$1,784 US\$2.659 |
|--|------------------------|
| Naval Architect or Salvage Officer/Engineer | US\$2,218 |
| Assistant Salvage Officer/Engineer | US\$1,777 |
| Diving Supervisor | US\$1,777 |
| HSE qualified diver or an equivalent but excluding saturation or mixed gas drivers | US\$1,595 |
| (whose rate should be agreed with the SCR or determined by the Arbitrator) | |
| Salvage Foreman | US\$1,329 |
| Riggers, Fitters, Equipment Operators | US\$1,064 |
| Specialist Advisors – Fire Fighters, Chemicals, Pollution Control | US\$1,784 |

- (b) The crews of tugs, and other craft, normally aboard that tug or craft for the purpose of its customary work are included in the tariff rate for that tug or craft but when because of the nature and/or location of the services to be rendered, it is a legal requirement for an additional crew member or members to be aboard the tug or craft, the cost of such additional crew will be paid.
- (c) The rates for any personnel not set out above shall be agreed with the SCR or, failing agreement, be determined by the Arbitrator.
- (d) For the avoidance of doubt, personnel are "reasonably engaged on the contract" within the meaning of Appendix A sub-clause 1(a) hereof if, in addition to working, they are eating, sleeping or otherwise resting on site or travelling to or from the site; personnel who fall ill or are injured while reasonably engaged on the contract shall be charged for at the appropriate daily tariff rate until they are demobilised but only if it was reasonable to mobilise them in the first place.
- (e) SCOPIC remuneration shall cease to accrue in respect of personnel who die on site from the date of death.

2. TUGS AND OTHER CRAFT

(a) (i) Tugs, which shall include salvage tugs, harbour tugs, anchor handling tugs, coastal/ocean towing tugs, off-shore support craft, and any other work boat in excess of 500 b.h.p., shall be charged at the following rates, exclusive of fuel or lubricating oil, for each day, or pro rata for part thereof, that they are reasonably engaged in the services, including proceeding towards the casualty from the tugs location when SCOPIC is invoked or when the tugs are mobilised (whichever is the later) and from the tugs position when their involvement in the services terminates to a reasonable location having due regard to their employment immediately prior to their involvement in the services and standing by on the basis of their certificated b.h.p.:

| For each b.h.p. up to 5,000 b.h.p. | US\$4.00 |
|--|----------|
| For each b.h.p. between 5,001 & 12,000 b.h.p. | US\$3.00 |
| For each b.h.p. between 12,001 & 20,000 b.h.p. | US\$2.00 |
| For each b.h.p. over 20,000 b.h.p. | US\$1.00 |

(ii) Any tug which has aboard certified fire fighting equipment shall, in addition to the above rates, be paid:

US\$965 per day, or pro rata for part thereof, if equipped with Fi Fi 0.5 US\$1,925 per day, or pro rata for part thereof, if equipped with Fi Fi 1.0

for that period in which the tug is engaged in fire fighting necessitating the use of the certified fire fighting equipment.

- (iii) Any tug which is certified as "Ice Class" shall, in addition to the above, be paid US\$1,925 per day, or pro rata for part thereof, when forcing or breaking ice during the course of services including proceeding to and returning from the casualty.
- (iv) For the purposes of paragraph 2(a)(i) hereof tugs shall be remunerated for any reasonable delay or deviation for the purposes of taking on board essential salvage equipment, provisions or personnel which the Contractor reasonably anticipates they shall require in rendering the services which would not normally be found on vessels of the tugs size and type.
- (b) Any launch or work boat of less than 500 b.h.p. shall, exclusive of fuel and lubricating oil, be charged at a rate of US\$6.00 for each b.h.p.
- (c) Any other craft, not falling within the above definitions, shall be charged out at a market rate for that craft, exclusive of fuel and lubricating oil, such rate to be agreed with the SCR or, failing agreement, determined by the Arbitrator.
- (d) All fuel and lubricating oil consumed during the services shall be paid at cost of replacement and shall be treated as an out of pocket expense.
- (e) For the avoidance of doubt, the above rates shall not include any portable salvage equipment normally aboard the tug or craft and such equipment shall be treated in the same manner as portable salvage equipment and the Contractors shall be reimbursed in respect thereof in accordance with Appendix A paragraphs 3 and 4(i) and (ii) hereof.
- (f) SCOPIC remuneration shall cease to accrue in respect of tugs and other craft which become a commercial total loss from the date they stop being engaged in the services plus a reasonable period for demobilisation (if appropriate) PROVIDED that such SCOPIC remuneration in respect of demobilisation shall only be payable if the commercial total loss arises whilst engaged in the services and through no fault of the Contractors, their servants, agents or sub-contractors.

3. PORTABLE SALVAGE EQUIPMENT

(a) The daily tariff, or pro rata for part thereof, for all portable salvage equipment reasonably engaged during the services, including any time necessary for mobilisation and demobilisation, shall be as follows:

| Equipment | Rate – US\$ | Equipment | Rate – US\$ |
|--|----------------------------------|---|-------------------------|
| <u>Generators</u> | | Protective Clothing/Safety Equipment | |
| Up to 50 kW 51 to 120 kW 121 to 300 kW Over 301 kW | 105 222 354 619 | Breathing Gear Hazardous Environment Suit Cooler; Evaporative; 36", 9800 Cfm, 110v Heater 55,000/110,000 Btu | 89 176 141 350 |
| <u>Compressors</u> | | Gas Monitor; Four Gas Types Nitrogen Generator – 1500 SCFH @ 96%, 220v PPE; Ascending/Descending package: 4 Man | 245 3,429 490 |
| 185 Cfm 600 Cfm 1200 Cfm Air Manifold Blower; 1,500m³/min. | 266 444 709 18 1,506 | PPE; Bunker Gear Pkg: 1 Man PPE; Chemical Suit Pkg: Class A: 1 Man PPE; Chemical Suit Pkg: Class B: 1 Man PPE; Cold Weather 1st Response Kit PPE; Confined Space Entry 2 Man package, with Communications | 175 202 36 49 |
| <u>Distribution Boards</u> | | PPE; Survival Suit, Immersion Ventilation Pkg: Vane Axial: 1,500 Cfm | 14 141 |
| Up to 50 kW 51 to 120 kW 121 to 300 kW Over 301 kW | 105 222 354 619 | Ventilation Pkg: Venturi Type: 4,000 Cfm Pollution Control Equipment | 161 |
| Hoses: Per 6 Metres or 20 Feet | | Hot Tap Machine, including support equipment Oil Boom, 24", per 10 metres | 1,770 55 |
| Air Hose | | Oil Boom, 36", per 10 metres Oil Boom, 48", per 10 metres | 176 344 |
| 3/4" 2" | 7 14 | Ballast/Fuel storage Bins upto 10,000 litres Ballast/Fuel storage Bins 10,000 to 25,000 litres | 105 141 |
| Layflat 2" | | Ballast/Fuel storage Bins 25,000 to 50,000 litres | 176 |
| 4" | 19 26 | Pumping Equipment | |
| 6" <u>Rigid</u> | 36 | Air | |
| 2" 3" | 26 30 | 1" 2" | 91 133 |
| 4" | 36 | 3" | 155 |
| 6" 8" | 44 54 | <u>Diesel</u> 2" | 89 |
| | 34 | 4" | 160 |
| Miscellaneous Equipment | | 6" Electrical Submersible | 212 |
| Air Bags, less than 5 tons lift | 69 | 2" 4" | 89 |
| Air Bags 5 to 15 tons lift Air Lift 4" | 354 176 | 4 6" | 266 1,061 |
| Air Lift 6" | 354 | <u>Hydraulic</u> 3" | 000 |
| Air Lift 8" Air Tugger, up to 3 tons | 530 133 | 3 6" | 699 1,061 |
| Chain Saw | 36 | 8" | 1,770 |
| Container handling package Communications package | 280 280 | Lighting Systems | |
| Damage Stability Computer and Software | 441 | | |
| Echo Sounder, portable Extension Ladder | 44 36 | Halogen system Lighting String, per 50 feet | 141 44 |
| Hydraulic Jack, up to 50 tons | 69 | Light Tower | 89 |
| Hydraulic Jack, up to 120 tons Hydraulic Powerpack up to 40kW | 133 83 | Underwater Lighting System, 1,000 watts | 133 |
| Hydraulic Powerpack 75kW | 133 | Winches | |
| Pressure washer, water Pressure washer, steam | 443 797 | Up to 5 tons, including 50 metres of wire | 210 |
| Rigging Package, heavy | 709 | Up to 10 tons, including 50 metres of wire | 245 |
| Rigging Package, light Steel band Saw | 354 36 | Up to 20 tons, including 50 metres of wire | 350 |
| Tirfors, up to 5 tonnes | 19 | <u>Fenders</u> | |
| Thermal Imaging Camera Tool Package, per set | 443 307 | Yokohama | |
| Ventilation Package | 36 | 1.00m. x 2.00m. | 133 |
| VHF Radio Z Boat, including outboard up to 14 feet | 19 354 | 2.50m. x 5.50m. 3.50m. x 6.50m. | 266 444 |
| Z Boat, including outboard over 14 feet | 619 | | |
| | | Low Pressure Inflatable 3 metres | 124 |
| Diving Equipment | | 6 metres | 124 |
| High Pressure Compressor 3500 psi/17 Cfm | 280 | 9 metres 12 metres | 266 443 |
| High Pressure Compressor 5500 psi/5 Cfm | 161 | 16 metres | 443 |
| Decompression Chamber with Medical Lock Decompression Chamber: Two Man, including compre | 454 ssor 884 | Shackles | |
| Decompression Chamber: Four Man, including compre | ssor 1,239 | | |
| Hot Water Diving Assembly Underwater Magnets | 443 36 | Up to 50 tonnes 51 to 120 tonnes | 18 36 |
| Underwater Magnets Underwater Drill | 36 | 121 to 200 tonnes | 55 |
| Shallow Water Dive Spread | 399 | Over 200 tonnes | 89 |

| <u>Equipment</u> | Rate - US\$ | <u>Equipment</u> | Rate - US\$ |
|------------------------------------|-------------|-------------------|-------------|
| Welding & Cutting Equipment | | Storage Equipment | |
| Bolt Gun | 531 | 12' Container | 44 |
| Oxy-acetylene Surface Cutting Gear | 44 | 20' Container | 69 |
| Underwater Cutting Gear | 89 | | |
| Underwater Welding Kit | 89 | | |
| 250 Amp Welder | 266 | | |
| 400 Amp Welder | 354 | | |

- (b) Any portable salvage equipment engaged but not set out above shall be charged at a rate to be agreed with the SCR or, failing agreement, determined by the Arbitrator.
- (c) The total charge (before bonus) for each item of portable salvage equipment, owned by the contractor, shall not exceed the manufacturer's recommended retail price on the last day of the services multiplied by 2.0.
- (d) Compensation for any portable salvage equipment lost or destroyed during the services shall be paid at the replacement cost. (Provided that the total of such compensation and the daily tariff rate (before bonus) in respect of that item does not exceed the actual cost of replacing the item at the Contractor's base with the most similar equivalent new item multiplied by 2.5.)
- (e) All consumables such as welding rods, boiler suits, small ropes etc. shall be charged at cost and shall be treated as an out of pocket expense.
- (f) The Contractor shall be entitled to remuneration at a stand-by rate of 50% of the full tariff rate plus bonus for any portable salvage equipment reasonably mobilised but not used during the salvage operation provided
 - (i) It has been mobilised with the prior agreement of the owner of the vessel or its mobilisation was reasonable in the circumstances of the casualty, or
 - (ii) It comprises portable salvage equipment normally aboard the tug or craft that would have been reasonably mobilised had it not already been aboard the tug or craft.
- (g) SCOPIC remuneration shall cease to accrue in respect of portable salvage equipment which becomes a commercial total loss from the date it ceases to be useable plus a reasonable period for demobilisation (if appropriate) PROVIDED that such SCOPIC remuneration in respect of demobilisation shall only be payable if the commercial total loss arises while it is engaged in the services and through no fault of the Contractors, their servants, agents or sub-contractors.

4. <u>DOWNTIME</u>

If a tug or piece of portable salvage equipment breaks down or is damaged without fault on the part of the Contractor, their servants, agents or sub-contractors and as a direct result of performing the services it should be paid for during the repair while on site at the stand-by rate of 50% of the tariff rate plus uplift pursuant to sub-clause 5(iv) of the SCOPIC clause.

If a tug or piece of portable salvage equipment breaks down or otherwise becomes inoperable without fault on the part of the Contractor,

If a tug or piece of portable salvage equipment breaks down or otherwise becomes inoperable without fault on the part of the Contractor their servants, agents or sub-contractors and as a direct result of performing the services and cannot be repaired on site then:

- (a) If it is not used thereafter but remains on site then no SCOPIC remuneration is payable in respect of that tug or piece of portable salvage equipment from the time of the breakdown.
- (b) If it is removed from site, repaired and reasonably returned to the site for use SCOPIC remuneration at the standby rate of 50% of the tariff rate plus bonus pursuant to sub-clause 5(iv) of the SCOPIC clause shall be payable from the breakdown to the date it is returned to the site.
- (c) If it is removed from the site and not returned SCOPIC remuneration ceases from the breakdown but is, in addition, payable for the period that it takes to return it directly to base at the stand-by rate of 50% of the tariff rate plus bonus pursuant to subclause 5(iv) of the SCOPIC clause.