ANZAC WARSHIP ASSET MANAGEMENT AGREEMENT

PUBLIC AIC PLAN

Company Details

Company name: Naval Ship Management (Australia) Pty Ltd
Location: 27 Quill Way Henderson WA 6166
Contact Details: supplychain@nsm-aust.com.au

Project Location/s: Rockingham and HMAS Stirling (FBW), WA and FBE, Garden Island, NSW
Project Number:

Executive Summary

Naval Ship Management (Australia) Pty Ltd (NSM), is an incorporated joint venture between Babcock Australia and United Group Infrastructure. NSM (Aust) will provide ship repair and maintenance services for the eight Royal Australian Navy ANZAC Class frigates over the next 5 Years under the Warship Asset Management Agreement (WAMA)

The Australian Industry Capability activities that relate to the WAMA contract are:

- Program Management*
  - Maintenance Management Services
  - Reports
  - Contract Management
  - Management of Facilities
  - Verification and Validation
  - Quality Management

- Maintenance Support*
  - Plan Maintenance Periods
  - Provide Shore Services
  - Support and Test Equipment
  - Safety systems
  - Docking
  - Labour
  - Services and Repairs
  - Rigging and welding; and

- Supply Support*
- Management of Government Furnished Material
- Obsolescence Management
- Management of Returns and Disposals
- Provision of Supply Chain Support
- Supply Support Management Planning

- Conduct of Maintenance Tasks
  - Air Gas and Miscellaneous Fluid Systems
  - Air Reducing Stations and Valves
  - Anchor Capstan Assemblies
  - Boat Crane System Mk2
  - Breathing (Divers) Air System
  - Communications System
  - Degaussing System
  - Diesel Propulsion Systems
  - Electrical Systems
  - Fire Control System (Fcs)
  - Fresh Water Generator System
  - Fuel Oil Fill and Transfer System
  - Gas Systems
  - Heating, Ventilation and Cooling Systems
  - Helicopter Refuelling Systems
  - Propulsion Transmission Systems
  - Rast System
  - Sewage Collection and Treatment System

*This is not an exhaustive list but an indication of the activities to be undertaken. Although work and supplies are delivered nationally the majority of the work is split between Fleet Base West and Fleet Base East.

The approximate value of the WAMA contract is $340 million, incorporating an approximate Australian Contract Expenditure of $273,159,000 and a Local Industry Activity value of approximately $248,479,500

### Australian Industry Participation

<table>
<thead>
<tr>
<th>Local Industry Activity</th>
<th>Company Name</th>
<th>Activity Location</th>
</tr>
</thead>
<tbody>
<tr>
<td>Program Management</td>
<td>NSM (Aust)</td>
<td>Various delivery sites in Australia</td>
</tr>
<tr>
<td>Maintenance Support</td>
<td>NSM (Aust)</td>
<td>Various delivery sites in Australia</td>
</tr>
<tr>
<td>Supply Support</td>
<td>NSM (Aust)</td>
<td>Various delivery sites in Australia</td>
</tr>
<tr>
<td>Conduct of Maintenance Tasks</td>
<td>Baker &amp; Provan Pty Ltd</td>
<td>Various delivery sites in Australia</td>
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<tr>
<td></td>
<td>(Lift Repair, Crane Repair, Hydraulic Repair, Load Testing, Non-Destructive Testing, Pressure Testing, Survey.)</td>
<td>WA and NSW</td>
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<tr>
<td>Local Industry Activity</td>
<td>Company Name</td>
<td>Activity Location</td>
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<tr>
<td>GA Glanville &amp; Co (Naval Architects) Pty Ltd (Electrical Repair, electronic repair, hull surveying, naval architecture, NDT, surveying, weapon systems repair)</td>
<td>Various delivery sites in Australia WA and NSW</td>
<td></td>
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<tr>
<td>Noske-Kaeser New Zealand Limited (Air and gas systems repair, cleaning, piping, pressure testing, refrigeration, ventilation repairs.)</td>
<td>Various delivery sites in Australia WA and NSW</td>
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<tr>
<td>Pall Australia Pty Ltd (Reverse Osmosis System maintenance and repair.)</td>
<td>Various delivery sites in Australia WA and NSW</td>
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<tr>
<td>Rolls-Royce Marine Australia Pty. Ltd. (Fin stabiliser repair, fitting, propeller repair)</td>
<td>Various delivery sites in Australia WA and NSW</td>
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<tr>
<td>Saab Systems Pty Ltd (Alignment services, antenna repair and ranging, electronics repair, radar repair, weapon systems repair.)</td>
<td>Various delivery sites in Australia WA and NSW</td>
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<tr>
<td>Stace Pty Ltd (Air and gas systems repair, firefighting systems repair, halon system repair, hoses, hydraulic repair, hyperbaric, instrument testing, pressure testing, pressure vessel repair,)</td>
<td>Various delivery sites in Australia WA and NSW</td>
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<tr>
<td>Thales Pty Ltd Communication equipment repair, electronics repair, weapon systems repair.</td>
<td>Various delivery sites in Australia WA and NSW</td>
<td></td>
</tr>
<tr>
<td>UGL Pty Ltd (Lift repair, antenna repair, communications equipment repair, electrical repair, electronics repair, instrument testing, radar repair)</td>
<td>Various delivery sites in Australia WA and NSW</td>
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</tbody>
</table>

Those Australian companies involved in the WAMA contract are given the opportunity to register for NSM (Aust) supply chain, the Technical Support Network (TSN).

The benefits of being registered with the TSN are:
- opportunities to access national and global supply chains through the NSM (Aust) parent organisations
- Participation and mentoring in a Supply Chain Improvement Program support by NSM (Aust) parent organisations.
NSM (Aust) Supply Chain Manager will also be responsible for the Management of AIC within the contract and:

- ensuring AIC targets are communicated to the project team, and incorporated into the detailed project planning process and supply chain activities;
- optimising the use of cost effective Australian industry options and investigating opportunities to increase AIC; and
- undertaking and managing continuous improvement activities relating to AIC.

**Scope of Future Work Opportunities**

Although involvement of Australian industry within the WAMA contract is 98%, there may be further opportunities for Australian Industry to be involved in the following areas:

- **Maintenance Support**
  - Provide Shore Services
  - Safety Systems
  - Services and Repairs

- **Supply Support**
  - Management of Government Furnished Material
  - Obsolescence Management

**Industry Engagement**

NSM acknowledges that our capabilities are built upon a strong and diverse supply chain and intend to maximise Australian Industry’s ability to participate in the Warship Asset Management Agreement through coordinated road shows and industry briefings promoting any future work opportunities.

Should you be interested in becoming part of NSM (Aust) Technical Supplier Network please contact us by emailing supplychain@nsm-aust.com.au with any enquiries.

**NSM (Aust) Contact Officer**

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Email: supplychain@nsm-aust.com.au

Approved by:  

Brett Peek  
Supply Chain Manager