

STATEMENT OF QUALIFICATIONS

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COMPANY PROFILE

DDI International, Inc. is a multi-level, full service inspection company incorporated in the State of Texas. We are fully insured to provide onshore and offshore services for our clients both domestically and internationally.

MISSION STATEMENT

DDI International, Inc. an integrity based full service Inspection Company strives to become the premier provider of global inspection services relies on innovation and the integration of advances in technology to exceed the expectations of our clients.

Our commitment to quality, safety, and unparalleled expediency will continue to provide DDI with a competitive advantage throughout our industry.

MANAGEMENT TEAM

Drago Daic Chairman of the Board



Michael Barsi President / Chief Financial Officer

Dan Lichau Vice President / General Manager

Angelina Treadway Secretary Treasurer

Robert B. Higgs Counsel Attorney at Law

Drago Daic

Chairman / President

Involved with various overseas ventures in Saudi Arabia, Abudabi, Dubai, Philippines, Malaysia and Hong Kong in the following areas:

- Commercial Buildings
- Production Facilities
- Refinery
- Port Terminal
- Dry-dock
- Petrochemical
- Communication

Residential Master Plan Communities & Commercial Development – Over 40 years

Owned and developed the following property:

- Houston Intercontinental Trade Center (Commercial)
- Bentwood Subdivision and Golf Club
- Newport Subdivision and Golf Club
- Carriage Hills Subdivision (Residential & Commercial)
- Rankin Park (Commercial)
- Lake Creek Ranchettes Subdivision
- Briar Tree Subdivision
- Summer Hills Subdivision
- Lake Conroe Hills
- Oak Forest Subdivision
- Ravenwood Subdivision
- Cimmaron Country Subdivision
- Woodlane Forest Subdivision
- Parkway (Residential & Commercial)

Owned, Renovated, Built-out and managed the following Commercial Property:

Commercial Buildings



- Owned Asset Partners Management Company, Inc. from 1988 to 1998.
- Houston Based Apartment Projects

MEMBERSHIP AND CERTIFICATION

- ISNETWORLD
- PEC Premier
- Germanischer Lloyd
- CCR

WHY USE DDI INTERNATIONAL, INC. FOR INSPECTION SERVICES

We sincerely believe that DDI International, Inc. provides a quality of services that exceeds the capabilities of our competitors, and the expectations of our clientele through the abilities of our development team to continually engage in the invention of new technology, and the integration of advancements and improvements in existing technology.

DEVELOPMENT OF CUTTING EDGE TECHNOLOGY

DDI strives to provide efficient cost saving solutions for all of your inspection needs with unparalleled expediency, accuracy and reliability. Our inspection protocol demands that in order to provide the highest quality of inspection services we allow only properly trained, highly qualified inspectors to participate in our projects at any level.

We are confident that our strict training regimen and company policies ensure that our personnel will perform their tasks in a professional, courteous and confident manner, and will work with you to achieve results that will consistently exceed your expectations for all of your projects.

In order to ensure that our inspection protocol, company policies and procedures keep in pace with the march of technology, our development and management team will continually upgrade our inspection protocol, improve our procedures and techniques, and expand our abilities by embracing new technological advances as they becomes available and subsequently incorporate them into our company programs.

Additionally, to ensure that we stay in tune with the unique and changing inspection needs of our clientele, DDI will always welcome input and critique from our clients, and field personnel to ensure that our clients receive the highest quality of reporting and inspection services consistently, regardless of the complexity of the project.

Through extensive and diligent research, the DDI development team has designed, validated, and deployed our web based software program that we have named the *GLMS* (*Global Logistics Management System*). The GLMS consists of two primary components; a *static* component that serves as a data repository and control panel for a wide variety of unique



features, and a mobile **component** which we have named the **IDPS** (Inspection Data **Processing System**).

The IDPS is designed to allow **expedited entry** of extremely accurate inspection data into the system, to **high speed** delivery of inspection reports and critical findings during an inspection project, in addition to providing a real time portal from shore based personnel to the actual inspection site through which data flows, real time communications can be maintained, and when requested, through which live inspection video can be streamed. Actual 10-15 second video clips are provided as part of our inspection protocol whenever damage and or anomalous conditions are found during an inspection. The IDPS allows the inspector to attach these video clips to electronic reports, and stores this information in the overall database repository of the GLMS. The IDPS allow technicians to enter inspection data as it becomes available during the execution phase of an inspection project.

Both components are synchronized to work in tandem to seamlessly transmit data from the work site into the data repository so that inspection data is available to the client and project personnel at all times during the project life cycle. The GLMS is designed to accommodate up to 70,000 simultaneous users therefore eliminating the issues commonly associated with scalability. Our servers are located at several different centers throughout the United States. All inspection data is secured and protected through a series of redundant servers that virtually guarantee unrestricted access to data by authorized users. All authorized users can interact with data management, perform informational and trend queries and updating features interactive with unrestricted client access that is maintained long term or indefinitely by DDI International, Inc.

Although the GLMS is a **web based** program, our development team has designed unique features into the system that allow the IDPS to operate with or without internet access at the work site. DDI inspection protocol requires that a technician trained in the use of the GLMS accompany each of our inspection crews whenever the client has requested continuous access to inspection data. This policy allows our inspection technicians performing specialized testing, such as advanced NDT and or Rope Access projects, to concentrate on the critical testing rather than being distracted by collecting the data associated with each test.

During the development of the GLMS, our main objective was to develop a state of the art program that would simultaneously 100% provide accessibility and transparency during the planning and execution of an inspection project to the clients, engineers and managers, and enable DDI inspection personnel to provide 100% documentation of each test, and or survey that might occur during an inspection project by building the tools and features necessary to perform this service.

DDI is dedicated to providing cost savings to the bottom line costs of their daily operations, and logical, efficient, and realistic solutions through the application and integration of cutting edge technology and advances in testing techniques into our inspection protocol and procedures. The unique problems and situations that confront our clients, and for which there is no ready solution, serve as a guide for the DDI development team in the design and development of new programs that integrate known solutions with technology to accommodate the evolving needs of our clientele.



Of the many unique features of the **Global Logistics Management System** (GLMS) is the specialized ability to custom design inspection projects, and data collection templates to fit the individual needs of our clients. When a contract is initiated with DDI by a client to provide our inspection services utilizing the GLMS, the program generates a unique web page for that client that not only provides access to all inspection data, but also allows the client to utilize many other features and capabilities of the dashboard control panel. This includes access to the blogging features, establishing alerts for critical information and or situations that can be delivered via email or SMS text messages to the cell phones of recipients authorized to receive such information.

The GLMS is the <u>ONLY</u> inspection software program available on the market today with the capability to provide 100% access, communications, and instantaneous reporting from any location worldwide, in any language that can be applied to any inspection project. It is also the only program that allows and encourages interactivity between all participants in an inspection project from conception to execution, and allows the client to dictate the manner that data will be collected, organized and presented in the final report.

DDI inspection services are offered and provided in accordance with and in observance of the laws, rules, regulations and recommended procedures as established by the *ABS* (American Bureau of Shipping), *ASNT* (American Society for Non-Destructive Testing), *ASME* (American Society of Mechanical Engineers), *B.O.E.M.R.E.* (Bureau of Ocean Energy Management, Regulation and Enforcement), *NACE* (National Association of Corrosion Engineers), *PHMSA* (Pipeline & Hazardous Material Administration), *API* (American Petroleum Institute) and Military Specifications as applicable.

QUALITY

DDI International, Inc. will always provide the most complete, highest quality inspection report possible with existing technology. Our reports are organized in such a manner as to allow you to review the most critical information obtained during the inspection at the front of the report.

Our technicians are trained to completely document all damage and or anomalous conditions discovered during any inspection survey in the following manner;

- Accurate and precise dimensional measurements are taken of the damage, and or damage area.
- A 2 or 3 dimensional drawing is created by the technician that accurately portrays the location of the damage, and or damage area in relation to the structure and or components, the extent and nature of the damage, and the exact location of the damage on the structure, member and or component.
- Photographs are taken of the damage, and or damage area that accurately portrays the photo subject.
- A short 10-15 second video clip of the damage and or damage area is extracted from the inspection recording.



 An entry is made stating the start and stop time for the inspection of the damage, and or damage area.

This critical data, in addition to all of the other information obtained during the inspection is entered into the GLMS database, and is presented in the final report. Additionally, all video clips, drawings, and photographs related to each entry in the report are presented in the final reports, and are subsequently permanently stored in the historical database and available at all times to authorized users. Active video clips are only available in electronic reports. (PDF)

Draft inspection reports are available at any time during an inspection, with a complete draft inspection report delivered to all authorized recipients at the conclusion of an inspection or inspection project. However, if a draft report is requested during the inspection, that report will only contain the information that has been obtained to that point in the inspection, blank pages are not included. With each successive request, the inspection reports are automatically updated to include additional information that may have been entered during the interim between report requests.

The final inspection reports are delivered to authorized recipients upon; client approval of the draft report content and after the report has been subjected to DDI quality control processes, normally within 24 hrs from completion of the project.

Copies of DDI inspection personnel certifications assigned to a project are available upon request by the client or authorized client representatives prior to mobilization.

Calibration and Quality assurance information regarding NDT and Rope Access equipment will also be provided to the client, and or client authorized representatives upon request prior to mobilization.

All DDI NDT equipment is current with contemporary standards and calibrated annually according to manufacturers recommendations; ASME section 5/ASNT-TC-1A. All Rope Access equipment is inspected at regular intervals during storage, prior to, and after each use for serviceability and functionality without exception.

DDI International, Inc. inspection company policy mandates that all inspector certifications are kept current, and are in compliance with industry rules, regulations, and standards.

SAFETY

DDI International, Inc. enforces a **ZERO** Tolerance Policy that states in part that; "**Safety should never be sacrificed for production**". Safety is an integral part of our quality control program, provides cost reduction through awareness of inherent safety hazards, and increases job efficiency by working intelligently and safely.

DDI strictly enforces a **ZERO** Tolerance Policy regarding substance abuse, and extends this policy to include the use and possession of controlled substances and or illegal drugs on company property, at the work site or during travel to and from the work site or point of deployment.



DDI International, Inc. has developed a written safety, and safety training program. All inspection personnel are required to read and enforce all safety procedures developed by the company. Additionally, all inspection personnel are mandated by the company to obey all safety rules, regulations, and directives issued by our clients at the worksite.

Regular safety site visits and training by the safety personnel are mandatory for all inspection personnel at regular and random intervals.

EXPEDIENCY

DDI has developed our company policies, procedures, and inspection protocol around the concept of expediently delivering inspection results and reports upon completion of each inspection, and or inspection project.

Our inspection protocol consistently produces high quality results, because we allow only properly trained, professional technicians equipped with reliable high tech testing instruments to participate in our inspection projects.

We believe that it is our responsibility to mitigate project costs to the extent possible through the expedient delivery our inspection reports to our clients. The sooner that our clients are able to analyze inspection results, the sooner that their experts can address potential problems, prepare remedial work plans, and or address minor issues and repairs while inspection assets are in place. Expediency provides cost savings for our clients.

OFFSHORE INSPECTION PERSONNEL QUALIFICATION

In order for DDI offshore inspection to be qualified to work offshore, Inspection personnel are required to hold the following certifications at a minimum:

- TWIC- Transportation Workers Identification Card
- **HUET** Helicopter Underwater Egress survival Training (AKA-HEWT)
- **SafeGulf**—Safe Gulf training to inform personnel of inherent safety hazards in the offshore environment.
- **GLMS**–Global Logistics Management System 40hr certification and training course to collect and process inspection information.

NDT INSPECTOR QUALIFICATION

DDI certifies all NDT inspectors to Level I or II in the NDT discipline they will perform prior to assignment to any project pursuant to the requirements of SNT-TC-1A. All prospective NDT technicians must be qualified for DDI certification by our Level III NDT specialist.

The qualification process includes an in-house demonstration of basic skills in specific NDT disciplines, a general knowledge test as part of the employment interview. Upon satisfactory



performance during this initial process, the applicant will then be interviewed and given practical application classroom tests by our Level III specialist. Upon satisfactory performance at this stage, and the recommendation of the Level III, the applicant will then be considered for certification as a DDI NDT technician to perform specified testing disciplines, and will be eligible for assignment to inspection and testing projects.

DDI will provide a copy of the certifications and testing qualifications of technicians assigned to a project via e-mail or fax to the client and or client authorized representatives upon request. All inspectors are required to review the work scope and all codes and standards that apply prior to mobilization to the project.

ROPE ACCESS PERSONNEL QUALIFICATION

DDI Rope Access Crews are composed of technicians with the following certifications at a minimum:

- **SPRAT and IRATA** (Three man crew) (one Level III, one Level II and or one Level I or II) at a minimum. Crews may include additional technicians depending on work scope.
- TWIC- Transportation Workers Identification Card
- HUET- Helicopter Underwater Egress survival Training (AKA-HEWT)
- SafeGulf-Safe Gulf training to inform personnel of inherent safety hazards in the offshore environment.

DATA PROCESSING SERVICES UTILIZING GLMS

DDI International, Inc. offers data recording services as an important component of our Inspection protocol. We only provide qualified inspectors to accurately and expediently collect critical and or mandated data for all levels of inspection, whether underwater or above water, in the offshore or onshore environments.

DDI data recording services cover a broad spectrum of inspection disciplines throughout a variety of industries. These include but are not limited to NDT, Level II, III, and IV Underwater Inspections that utilize either divers, or ROV's, or a combination of both methods, Pipeline, Refinery, Rope Access visual inspections, Water treatment and processing plants, Bridges, Vessel Hull inspections, Storage vessels, and Topside Level I inspections.

- API-RP-2A Level I, II, III and IV Inspections
- Consulting & Training
 - Inspection Diver training for API-RP-2A inspections
 - Data Recording Procedures & Techniques
 - NDT-All disciplines
 - Topside Level I training
- Data Recording and Data Processing for Specialized inspections
- Deepwater Umbilical Inspections



- Production Umbilical Inspections
- Derricks and Drilling Rigs (Onshore)
 - Pumping stations
 - Wellheads
 - Pipelines

• Marine Vessel Inspections

- Cathodic Protection
- Corrosion
- Damage
- Hull Thickness Gauging

• Mining Facility Inspections

- Slurry lines
- Gas & Water Pipeline
- Corrosion & Erosion
- Processing Equipment
- MLO (Magnetic Lift Off)

Project Management

- Offshore & Onshore inspection projects
- Fabrication, Installation & Maintenance projects
- Construction & Repair projects
- NDT projects

MODU and Jack-Up Drilling Rigs (Offshore)

- Corrosion Inspection & Monitoring
- Drill String inspections
- Lattice Leg inspections
- ISO 19905 Inspections
- NDT Services
- N.O.R.M. Technician (Naturally Occurring Radioactive Material)
 - Offshore Drilling operations
 - Offshore P & A operations for structures and Pipelines
 - Onshore Drilling operations
- **BOP** API-RP-92U Inspections

NDT Inspections

Pressure Vessel and Pressure Piping

- High Energy Pipelines
- Flow lines
- CWI- Weld Inspection
 - Structural
 - Tanks
 - Components
 - Pipeline

NDT Traditional Disciplines

- M/T Magnetic Particle
- P/T Penetrant Inspection
- U/T Ultra Sonic Testing
 - ET- Eddy Current
 - SWT- Shear Wave



- Crack Sizing
- UTT Thickness testing
- V/T Visual Inspection
- All NDT inspections performed pursuant to AWS D1.1, API, ABS and ASME Codes and Standards, or other standards as necessary.
- NDT Advanced Disciplines
 - ACFM Alternating Current Field Measurement
 - Underwater support structures (Nodes, Members, Piling)
 - Plate Steel Surfaces
 - Above water Ferrous structures & Components
 - Pipelines
 - Subsea Manifolds
 - Wellheads
 - AUT (Automated Ultra Sonic Testing)
 - Pipelines
 - Storage Tanks
 - GWT- Guided Wave Ultrasonic Testing
 - Offshore Risers
 - Conductors
 - Pipeline (Buried and Exposed)
 - IRIS- Internal Rotary Inspection System
 - Heat Exchangers
 - Boiler Tubes
 - Pipelines
 - Carbon Steel Tubing
 - RFET- Remote Field Electromagnetic Technique
 - Internal inspection of Pipes & Tubes
 - Flaw detection (verified with IRIS)
- P & A (Plug and Abandonment)
 - Decommissioning planning
 - Pre-removal Inspection documentation
 - Data Recording
 - Debris removal documentation
 - Plugged well documentation
- Pipeline Inspections
 - C-Scan
 - GWT
 - Corrosion & Erosion Inspection and Monitoring
 - Coating, & Cathodic Protection
 - UTT
- Power Plant inspections
 - Hydrocarbon fueled Plants
 - Hydroelectric Facilities
 - Geothermal Facilities
 - Nuclear Plants



Refinery Inspections

- On-stream
- PMI- Positive Metal Identification
- Pipeline Inspections
- Storage and production Vessels
- Tank Farm

• Offshore Crane Operations & inspections

- API-RP-2D inspections
- · Crane Load Testing
- Class A Crane Operators
- Routine Maintenance, Crane and Cantilever Inspection

• Rope Access Services

- ABS Surveys
- Anchor & Mooring Chain
- MODU and Jack-Up Drilling Rigs
- Oil Platform Construction, Inspection and Maintenance
 - Offshore Fixed Structures
 - TLP (Tension Leg Platforms)
 - SPAR's
 - Semi-Submersibles
- PMI
- Tower Inspections
 - Communication
 - Transmission
- Windmill Inspections
 - Installation, Inspection, and maintenance

Storage, Fuel & Water Tank Inspections

- API-653 Tank Inspection,
- SPCC Tank Inspection
- Acoustic Floor Scan
- Vent Cap Vacuum Testing
- UTT

CLIENTS

- Arena Offshore
- Atwood Oceanics
- Blackwater Diving
- Black Elk Energy
- BhP Billiton
- CalDive
- Chet Morrison Contractors
- Crossmar / Cross Group
- DeepQuest Diving
- Dynafab Corporation



- Epic Diving and Marine
- Fairway Resources
- Fairwinds
- Germanischer Lloyd
- G & G Diving
- Global Divers & Marine
- Helis Oil and Gas
- Hess Corporation
- Houston Ship Repair
- Hunt Oil & Gas
- Legacy Offshore LLC
- LeTourneau Technologies, Rowan Companies
- LOD (Louisiana Oilfield Divers)
- Maritech
- Marlin Oilfield Divers
- Merit Energy Company
- McMoran Exploration Company
- Motiva Refinery, Baton Rouge, LA
- Nabors Drilling
- NCA
- Nippon Oil & Gas Exploration
- Noble Drilling
- O & K Inspection
- Phoenix International Divers
- Plains Pipeline
- Premier Consulting
- Power Performance
- Proserv International
- PT Welding
- Rooster Petroleum
- Seamar Divers
- Shell Pipeline
- · Specialty Offshore Diving
- Stone Energy
- Surf Subsea
- Tetra Companies
- Transocean
- Triton Divers
- Veolia Environmental Services
- W & T Offshore
- Yuma Companies

NDT RESOURCES



DDI has contracted Paul T. Marks, NDT Training and Testing Center to handle our Level III needs; i.e., write procedures according to SNTC-1A and also test and certify all of our Level II inspectors.

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CONSULTING AND TRAINING

- NDT All methods
- Diving and/or Data Recording Procedures

LOCATION AND CONTACT

DDI International, Inc. 14405 Walters Rd., Suite 800 Houston, Texas, Office: 281-444-3617.

Fax: 281-444-6146

Website: www.ddiinternational.com

Please contact any of the following personnel to assist with any aspect of your job:

Dan Lichau, Vice President / General Manager

Cell: 281-687-5718

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Cell: 281-236-5639

Mustafa (Oz) Oszoy, Offshore Operations Manager

Kelly Kastens, Director of Business Development

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