

NANA's Subsidiaries: How they're doing

NANA OILFIELD SERVICES

There was a change in management at the NANA Camp last spring, which we failed to mention in our last newsletter. Upon the resignation of Jim Banks, Bob Jenkins assumed the role of Operations Manager and Len Kelly was hired as Assistant Manager. Prior to his promotion, Bob worked at the NANA Camp as Assistant Manager for the past 4 years and Len Kelly worked for various Prudhoe Bay operations before joining NANA.

The hotel in Prudhoe has maintained a good occupancy level, although there was a slight drop off during Christmas (which was expected) and the level of occupancy is expected to increase shortly after the Holidays.

During the past summer, the remodeling of the kitchen was completed, cable T.V. installed, and the buildings repainted by a

crew of painters, from the Region (Homer Russell, Fred Jackson, Lee Barr, Sr., and Chuck Schaeffer).

On the financial scene, Arctic Utilities is having another good year. The changes in activity level on the Slope have not hurt AUI and NOSI is doing better than expected, although there have been no major new contracts.

NANA/MANNINGS

NANA/Mannings was recently awarded a 2-year contract to provide food service at the new Sohio Building in Anchorage. They also bid on and were awarded a one year contract for food service at Alaska Pacific University and received a one year extension on the Base Operations Camp (B.O.C.) contract for Sohio at Prudhoe Bay.

NANA/Mannings has also assumed a consulting manage-

ment role at the Nul-luk-vik Hotel in Kotzebue. This has involved rewriting the menu, featuring a wider selection of foods, extending the hours for the restaurant and going from buffet service to a table service arrangement. Business has picked up and they have been very pleased at the positive feedback received.

PURCELL SERVICES

We are very pleased to learn that Purcell Services, NANA's security division, was recently awarded a 3-year contract to continue to provide security services to Sohio at Prudhoe Bay. During the past summer, a number of positions were cut back under the contract with Sohio and under the new contract, the number of positions will be further reduced by three (involving 6 employees). This reduction in positions is not expected to take place until the closed circuit T.V. system is in-

stalled at Sohio's facility at Prudhoe Bay, which will eliminate the need for the positions.

Purcell Services was also awarded another contract on the Slope to provide security to the Kuparuk Industrial Center (KIC). This is a 7-month contract with Piquini Management Center, involving 2 positions (4 rotating employees).

On the Anchorage scene, Purcell Services has obtained a couple of contracts with property management groups for patrol services--namely, Jack White and Teal Management. They also perform patrol services for Sohio in town; however, that job has been substantially cut back since Sohio went from five buildings to one.

So, all things considered, it looks pretty good for our security division this year.

ALASKA UNITED DRILLING AND AFFILIATES

Three out of our four drilling rigs are working. Rig #3, which was idle last spring, was put back to work the end of November. Rig #3 is under a 6 to 9 month contract with Conoco and is cur-

rently working at Milne Point in Prudhoe. Rig #2, on a contract with Sohio in Prudhoe, will continue through June 1986. WSR 1 (the workover rig) is under a 5-year contract with ARCO in Kuparuk and will continue to operate through April 1988.

Due to the competition on the Slope to put rigs to work, the operating rate per day for new contracts is not as high as it has been in the past. With two rigs down all spring and summer and Rig #3 coming back to work at a reduced rate the profits from the rigs have been less than in the prior year.

The WSR1 Rig has helped to mitigate the profit squeeze as it is under a five-year contract with a better rate and it has enhanced its profits by being ahead of schedule. The companies have also been reducing expenses through some belt-tightening measures.

We see a little brighter picture for the future, with several projects starting to contract for their drilling requirements and unless there is an significant world oil price reduction, these projects should result in good activity for our rigs.