Senate Finance and Public Administration Legislation Committee ANSWERS TO QUESTIONS ON NOTICE ADDITIONAL ESTIMATES 2016-17

Finance Portfolio 28 February 2017

Department/Agency: ASC Pty Ltd **Outcome/Program:** General

Topic: Offshore Patrol Vessel Program

Senator: Xenophon

Question reference number: F121

Type of question: Written

Date set by the committee for the return of answer: Thursday, 13 April 2017

Number of pages: 1

Question:

With respect to the Offshore Patrol Vessel program:

- 1. What additional infrastructure is being procured (or planned for)?
- 2. What has/will this infrastructure cost?
- 3. How is ASC positioning itself for this task? (ASC)

Answer:

Questions relating to infrastructure requirements and the anticipated infrastructure costs of the Offshore Patrol Vessel (OPV) program should be directed to the Department of Defence, given that the Department of Defence is managing the procurement process for the OPV program.

ASC Shipbuilding has signed a memorandum of understanding with Forgacs Marine & Defence Pty Ltd, a wholly owned subsidiary of Civmec Pty Ltd, to establish a Joint Venture (JV) company to construct OPVs in both South Australia (SA) and Western Australia (WA) should it be successful in securing OPV ship construction work.

ASC Shipbuilding has secured Teaming Agreements with two of the three shortlisted OPV designers (Damen and Lürssen) to support their OPV tenders, in conjunction with Civmec/Forgacs.

The Agreements provide for the proposed JV and the designer to enter into a subcontract to build all 12 OPVs, should the designer's tender be successful.