

UNITED STATES OF AMERICA
NATIONAL TRANSPORTATION SAFETY BOARD

In the Matter of:)
)
)
SS NORWAY) DCA 03 MM 032
)

Miami, Florida
Wednesday,
June 11, 2003

The above-entitled matter came on for the
Interview of Francois Teissier, pursuant to Notice,
at 2:58 p.m.

APPEARANCES:

For the National Transportation Safety Board:

TOM ROTH-ROFFY
BRIAN CURTIS

For the United States Coast Guard:

CARLOS PAILLACAR
KEN OLSEN
CHRIS OELSCHLEGEL

For the Bureau of Veritas:

MICHEL LAMBERT

For Norwegian Cruise Lines:

JOHN RILEY

For Bahamas Authority:

KEVIN HISLOP

Also Present:

RICHARD LEHRER
NICK SWERDLOFF

I N D E X

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P R O C E E D I N G S

2:58 p.m.

1
2
3 Whereupon,

4 FRANCOIS TEISSIER

5 having been first duly sworn, was called as a witness
6 herein and was examined and testified as follows:

7 MR. ROTH-ROFFY: Good afternoon. The time is
8 almost about 3:00 in the afternoon and the date is the
9 11th of June 2003. We are here to interview Mr.
10 Francois Teissier of Bureau Veritas. Good afternoon,
11 sir.

12 THE WITNESS: Good afternoon everybody.

13 MR. ROTH-ROFFY: Sir, you've been through
14 this already I know with some of the other surveyors,
15 but I'll just do it for the record.

16 My name is Tom Roth-Roffy and I'm an
17 investigator with the National Transportation Safety
18 Board. We are conducting an investigation of the
19 accident that occurred aboard the SS Norway on May 25,
20 2003.

21 Our investigation is strictly a safety
22 investigation, not a legal investigation. Our aim is
23 to determine the cause of the accident and to make
24 recommendations aimed at preventing similar future
25 accidents.

26 The reason we've asked you to come here is we
27 believe that you may have some information that may
28 assist us in our investigation. What I'd like now is
29 for each person in the room to please identify
30 themselves.

31 MR. CURTIS: Brian Curtis, National
32 Transportation Safety Board, engineering accident
33 investigator.

34 MR. LAMBERT: Michel Lambert from Bureau
35 Veritas.

36 MR. OLSEN: Ken Olsen, Coast Guard
37 Headquarters.

38 THE WITNESS: I'm Francois Teissier, Bureau
39 Veritas Miami.

40 MR. PAILLACAR: Carlos Paillacar, U.S. Coast
41 Guard Miami Investigation.

42 MR. OELSCHLEGEL: Chris Oelschlegel, Coast
43 Guard Headquarters.

44 MR. SWERDLOFF: Nick Swerdloff, counsel for
45 Bureau Veritas and Mr. Teissier.

46 MR. LEHRER: Richard Lehrer with NCL.

47 MR. HISLOP: Kevin Hislop representing the
48 Bahamas Maritime Authority.

1 MR. RILEY: John Riley, independent surveyor
2 for NCL.

3 MR. ROTH-ROFFY: Thank you. That's everybody
4 in the room.

5 EXAMINATION

6 BY MR. ROTH-ROFFY:

7 Q Sir, I'd like to maybe just start with a
8 little background information on you, your background,
9 how long you've been with BV and what your current
10 position is.

11 A Okay. I have a general technical education,
12 what we call in France an engineer. I specialize in
13 hydrodynamics and sea keeping calculations.

14 I joined Bureau Veritas in 1981 and ever --
15 always worked with BV, first in the R&D Department,
16 then in the commercial team, then in the quality
17 department for compliance in 1982/19983.

18 I also worked with the house structural
19 department for a little while, it was more training
20 than real operation. That has been just how to use the
21 rules for (inaudible). And also -- so I've been in
22 charge for the last three years of the Bureau Veritas
23 North America Marine Division.

24 My job is I would say to run the general
25 office and operation. I'm not technically involved in
26 the surveys, this is left to the chief surveyors. I'm
27 here to make sure we have the resources to do our job
28 and to try to development business activity and to
29 manage relations with the clients and the authorities.

30 Q You said your specialty was hydrodynamics
31 and?

32 A Sea keeping.

33 Q Sea keeping, I'm sorry.

34 A Simulation of moorings we have at sea and so
35 on.

36 Q You said you're not technically involved in
37 the survey of the boilers, that it's the responsibility
38 of the surveyors?

39 A I'm not involved in the survey at all,
40 whether it's machinery or the system. For each region,
41 the chief surveyors, which we call SSOM, Ship in
42 Service Operation Manager, and he is supervising a
43 network of surveyors and every request for surveys goes
44 directly to him, not to me.

45 He then assesses the surveyor who should be
46 assigned for this job, briefs him as necessary and then
47 validates -- check his reports and validates the
48 survey. But I'm not involved in this operation.

49 Of course, I have meeting with him to know

1 what are his problems, what difficulties there might be
2 in terms of the job. But it's more I would say on a
3 global point of view than on one specific issue.

4 Q You called that title SSOP?

5 A SSOM. This is what you will find in the
6 definitions of the Bureau Veritas organization, Ship in
7 Service Operation Manager. We have about 130, 150 --
8 over 100 SSOM in the world and each of them manage an
9 area.

10 Q In the United States, is that Mr. McBride?

11 A That is Mr. McBride, yes. And he manage USA
12 and Canada.

13 Q Who provides technical oversight for Mr.
14 McBride, the SSOM?

15 A The head office. Mr. McBride is, I would say
16 -- there is a monitoring of his job in head office and
17 also by the -- what we call the Marine Center, the
18 administrative entity in some location of BV. There
19 are 10 in the world. They do render monitoring of the
20 reports, I think goal is maybe 2 percent of the
21 reports, and also on a regular basis, I think it's
22 every three years, one person from head office, there
23 are four departments, each department is in charge of a
24 region and of course, monitoring all sorts of activity
25 in this region.

26 So one person for the America region would
27 come here and audit Mr. McBride's work. This has been
28 done I think quite recently, the beginning of this year
29 or the end of 2002. It is done every three years.

30 Additionally, every year all the SSOM meet in
31 France for a two or three days meeting and training and
32 information about the new rules and new regulations.

33 Q Did you say that was every year?

34 A Every year, yes. In September.
35 Traditionally it does meet in September.

36 Q Who is responsible for inspecting or
37 surveying -- correction. Who in your opinion is
38 responsible for insuring the safety of boilers on board
39 the Norway? Is it the owner, is the Bureau Veritas?

40 A I think in my opinion it is the owners.
41 Classification. I don't know if I should elaborate on
42 the role of classification.

43 Q Please do, sir.

44 A Classification is an assessment of the ship
45 that you need to (inaudible) at a certain date, the
46 date of the survey. The surveys are done as per the
47 rules and as per the general condition of Bureau
48 Veritas.

49 The rules are not a guide for maintenance,

1 they are not a guide for constriction, is it a standard
2 which is accepted by the industry and the role of the
3 surveyor is to take a picture of the ship, compare it
4 to the standard and say it is okay or you have to do
5 these repairs before we will issue a certificate.

6 Q But the rules are designed to provide for
7 safe operation of marine equipment; is that correct?

8 A No. No, it's not the purpose of the rules.
9 We put in the rules of course as much as possible the
10 technical knowledge of the industry and we design the
11 rules with the contribution of knowledgeable people of
12 the industry, but the purpose of the rules of course is
13 to set the standard, which we hope is recognized as a
14 good standard, otherwise we won't have any clients, we
15 won't have any flag recognition.

16 But the safe operation of the ship is the
17 ultimate responsibility of the operator.

18 Q The BV rules are intended -- are they
19 technical rules or performance standard so that you
20 obtain efficient operation of equipment or are they
21 rules to insure that the equipment is safe? Could you
22 elaborate on what your understanding of the purpose of
23 the rules is?

24 A The rules do not guaranty any performance.
25 It specifically says that. Maybe I should give you a
26 copy of this page which summarizes the principle of the
27 rules.

28 Q Okay.

29 A Certainly we do not guaranty any performance.
30 Maybe I should quote you, because I want to be very
31 precise.

32 Q Please.

33 A Let me find the correct part of the document.
34 (Reviewing document.)

35 Q Sir, could you just describe what you're
36 reading from?

37 A I'm reading the first page of the rules,
38 which is called "Marine General Conditions." This
39 document is sent to all the clients every year.

40 MR. SWERDLOFF: It was probably on the disk
41 we provided to you.

42 THE WITNESS: Yes, it is. "The rules,
43 procedures and instructions of the Society take into
44 account at the date of the preparation the state of the
45 currently available and proven technical knowledge of
46 the industry. They are not a code of constriction,
47 neither a guide for maintenance or (inaudible)."

48 Then "The Society in providing its services
49 --" which means the surveys -- "makes use of random

1 inspections and are absolutely exclusive of any
2 monitoring and thorough verifications." Which means we
3 do random inspection to assess that the ship is in
4 compliance with the rules. We do not inspect every
5 inch of the ship every year, or every five years. It's
6 not particular.

7 I don't know if I answered your questions
8 concerning the maintenance. You were saying the
9 safety. I'm trying to find what is the best.
10 (Reviewing document.) "Classification is the
11 appraisal given by the Society for its clients as to
12 a certain date following surveys by its surveyors along
13 the lines specified in the following article.

14 "On the level of compliance are unique to
15 each rule and all part of them. This appraisal is
16 represented by the class entered on the certificate and
17 priority transcribed in the Society's register."

18 Basically, we say nothing more, that's it.
19 Your ship is in compliance with this chapter of the
20 rules, if it is a oil tanker, is this chapter of the
21 rules, if it is a gas carrier and so on. We do not
22 pretend to be the ultimate reference. We believe we
23 work because the standard is recognized, but we do not
24 pretend to be the only ultimate reference.

25 And regarding maintenance, general
26 maintenance, you asked me the question at the
27 beginning, "It is incumbent upon the client to maintain
28 the condition of the unit after surveys, to present the
29 need for surveys and to inform the Society without
30 delay of circumstances which may affect the given
31 (inaudible) to modify this code."

32 Which means any -- when we go on board to do
33 a survey, the first thing the client should tell to
34 Bureau Veritas is to describe what are the current
35 problems on the ship or what have been the problems
36 that have linked with the compliance of the ship with
37 the standards.

38 And if between two surveys, for example, I'll
39 take an example, the ship has grounded, it affects the
40 class because it can deform the structure and so on.
41 The owner have to report this grounding, even if it is
42 two years before the next dry dock.

43 If they don't and if the next dry dock we
44 observe there are some damages, they have to be
45 repaired. Where does it come from? Oh, we had a
46 grounding. And if then for insurance purpose, the
47 insurance ask us the classification at the time of the
48 grounding, we will refuse it because the rules have not
49 been met.

1 It is really a continuous exchange of
2 information, but the one who is on board (inaudible)
3 with information coming from the ship and at the time
4 of the survey, we do our inspection. If we have
5 information that there is a problem here, there is a
6 problem there, of course we will focus on these points.
7 If we have no reason, they say that everything is
8 okay, we do the inspection as per the rules.

9 BY MR. ROTH-ROFFY:

10 Q In insuring that the vessel is operated or
11 maintained in a condition that meets the requirements
12 of the rules, is it incumbent upon BV to provide a
13 complete survey to insure that the rules are being met,
14 the class rules? How does BV --

15 A For every type of survey there are
16 guidelines. You got the example of boilers. There are
17 guidelines for hull annual surveys, hull class renewal
18 surveys. There are guidelines for machinery diesel
19 engine inspection. This is I would say a basic check
20 list, because on the report it is printed out in check
21 list form for the surveyor when he goes on board.

22 He is not requested to go further if he has
23 no reason to doubt or if he has not been informed that
24 yes, on this engine we have a temperature problem or we
25 have burns or we have been through bearings. In that
26 case, of course he will go beyond the basic survey.

27 But there is not -- you said "complete,"
28 complete is a bad word. As I do for certain providers,
29 we explain it was an adjective to -- like special
30 surveys, which there has nothing special. It was just
31 a name for the annual survey, which is now named class
32 renewal survey.

33 Q I believe it's a TNS document that you
34 provided for boiler surveys. You say they are
35 guidelines. These guidelines are for the surveyor's
36 use in conducting a survey, correct?

37 A Yes.

38 Q Are these guidelines rules or requirements
39 that the surveyor must follow in conducting the survey
40 or is it a recommendation?

41 A I think we have tried, because in this TNS I
42 think we have to put both what is the minimum the
43 surveyor has to do and a little bit of our experience
44 to guide the surveyor in the surveys.

45 I know when we were working on the quality
46 system of the -- in '93, we tried to formalize that
47 saying which reports, one page what are the
48 instructions to the surveyor to do this, this, this and
49 this and then advices and guidelines when you do this,

1 you should take into consideration this and this and
2 that.

3 But it is very difficult to do, so in fact it
4 is a mix of both and this is why the report are
5 prepared in the form of check list, which really lists
6 all the key points of the survey and if a surveyor
7 wants to refer to the guidelines to get more
8 information, he refers to this TNS. There is a draft
9 of the check list of the survey report. It's
10 essentially the minimum instruction and the TNS
11 includes the instruction and the guidelines together.

12 Q So there are some parts of the TNS that are
13 merely guidance and not actually a requirement for the
14 survey?

15 A Yes. If you read through all the TNS, some
16 paragraphs are more advice than instruction, yes. Just
17 to maintain the experience that we documented.

18 Our instructions, specifically the flag
19 requirements in the TNS, we say okay, the Bahamas flag
20 will need this, this and this and you cannot escape
21 from that.

22 Q Okay. That brings a new interest, your
23 relationship with the flag, in this case Bahamas. Do
24 the BV rules serve as the flag state regulations?

25 A No. When we represent the flag, we represent
26 the flag for the content of the delegation, which may
27 mean through the IMO conventions, and in addition,
28 Bahamas can issue specific requirements for the safety
29 surveys or the (inaudible) surveys, which will be used
30 by the surveyor when he does his survey on the Bahamas
31 flagship.

32 But classification is really also weighed
33 against BV rules, which shall we say are a private
34 standard and (inaudible) because if there are the
35 surveys on behalf of the flag to check compliance with
36 the international conventions.

37 Q So BV checks compliance of the flag of the
38 vessel with international conventions. Does Bahamas
39 also have its own regulations for safety of boilers and
40 other machinery?

41 A I don't know. If they have, they would be in
42 our TNS dedicated to Bahamas flag, but I don't know by
43 heart.

44 MR. ROTH-ROFFY: I'm going to go ahead and
45 pass to Brian.

46 MR. CURTIS: Brian Curtis.

47 EXAMINATION

48 BY MR. CURTIS:

49 Q Just have some questions regarding surveys

1 but I'm not sure whereas you don't technically do the
2 technical surveys, if you have the answers.

3 If you're checking a header, if you can't
4 physically enter that header because of say you're too
5 large, are there other requirements that you need to
6 carry out, such as a hydro of that boiler to verify the
7 integrity of the vessel?

8 A I cannot be 100 percent sure, because as I
9 said, I don't practice these rules, but I doubt there
10 is anything written like that in the rules or in the
11 guidelines.

12 MR. CURTIS: I'm going to pass right now.
13 Thank you.

14 MR. OLSEN: I've got a few questions. Ken
15 Olsen, Coast Guard.

16 EXAMINATION

17 BY MR. OLSEN:

18 Q I am referring to a Babcock report,
19 inspection report, September 18, 1985, Job Number
20 188702999. I don't expect you to be familiar with
21 this, I'm going to just ask you some general questions
22 regarding it.

23 Although it does mention Bureau Veritas, it
24 indicates a previous history for all the boilers from
25 '68 to 1974, detailed in a summary report by Bureau
26 Veritas Paris. It notes that small blisters in
27 fittings and pittings were found in weld seams in the
28 upper drums in December of 1970.

29 In 1973 cracks were found in the lower drum
30 of Boiler 24, they fixed them by grinding. February
31 '74 corrosion blisters again discovered in longitudinal
32 welds of lower drums. June '82 -- it jumps up to June
33 of '82 to discovering corrosion cracks in longitudinal
34 and circumference welds of all the boilers. This was
35 discovered by Magna Flux.

36 My question for you is once a class society
37 becomes aware of an issue or a problem, how do they
38 track that problem throughout the history of the
39 vessel? That's the first question.

40 A When there's a problem, in general there are
41 two -- I would say three possibilities. First, wait
42 and see. If there is a problem that doesn't seem too
43 serious, but we want to monitor it, so we would enter a
44 recommendation or a note in the certificate saying this
45 we want to reinspect every year or every two years to
46 monitor the evolution of the problem. It can be a
47 boiler, it can be corrosion in a tank, it can be
48 anything on the ship.

49 The second possibility, provisional repairs

1 are made immediately or maybe any time. Provisional
2 repairs means it's not permanent repairs. Is there is
3 a provisional repair, there will be at the same time a
4 note or recommendation saying provisional repairs to be
5 -- definitive repairs to be provided by such date.
6 Could be the next technical stop, the next dry dock,
7 you know.

8 The third step, definitely repairs.
9 Definitely repairs is done with specialists where
10 either the equipment is replaced or it is repaired in
11 such a way that it is considered as final. It is
12 tested after repairs. If specific competency, such as
13 (inaudible) are requested, specialists will come to
14 attend and check the repairs and once it is declared
15 final, it is final. We don't track it anymore.

16 Q You don't track it anymore?

17 A No. We will track it if the specialist doing
18 the repairs say we recommend that this being reassessed
19 every two years, five years, ten years. But if the
20 repairs is considered as good enough by the specialist
21 and by the controls which have been done on the
22 repairs, there is no reason to put a recommendation to
23 be reinspected five years later.

24 Q Later on when we're looking at this issue,
25 though, if there is anything written, we should be able
26 to find it on one of the certificates for the boilers.

27 Is that --

28 A Yeah. If at any point repairs have been --
29 if a recommendation has been added to a repair, it will
30 appear on the certificate.

31 Q Okay. This corporate history that you just
32 mentioned of an issue, is that tracked anywhere? Is
33 that available for the new surveyor to read up? Other
34 than looking at certificates, do you have a database or
35 do you have files on ships that can tell us about these
36 histories?

37 A The history of anything open.

38 Q Just open?

39 A Yeah.

40 Q But how about things that were closed, is
41 that kept anywhere?

42 A It is in the ship's file, but it is not
43 accessible for preview before a survey. When the
44 surveyor prepares a survey, he looks at the ship file
45 with two objectives, meaning one to check the class
46 status, what is due, what are the surveys which are due
47 so he really can prepare himself. Two, are there any
48 recommendations, which means are there repairs due also
49 at the same time of the survey.

1 Q Does the ship operator, the engineers or
2 whomever, have a responsibility to keep that ship file
3 complete? For instance, this is an old BV report.

4 A Sir, I'm missing your question.

5 Q Does the ship operator have a responsibility
6 to maintain a complete file for the BV inspector when
7 he comes on board?

8 A They have the responsibility to inform the BV
9 class of anything which will affect the class. They
10 can organize themselves as they want.

11 Q I understand that. There's the theoretical
12 and then what happens in real life. For the record,
13 I'm looking at a BV Marine Department report, 1984,
14 either September or March, there's several dates, I'm
15 not sure which date of the report it is. The
16 inspection occurred in September 1984.

17 The report details an inspection of the
18 various boilers, for instance Boiler 21 indicates
19 cracks were found in the inner and outer longitudinal
20 weld and seams, in the circumference seam, the upper
21 drum.

22 Lower small drum Boiler 23 cracks in inner
23 and outer longitudinal seams, all cracks grinded off
24 and so on.

25 A Yes.

26 Q My question is should this document have been
27 available to any inspectors when they come on board and
28 review the history of the vessel?

29 A No. If there is nothing outstanding. If
30 there is a (inaudible) with a remark pending, it will
31 be on the certificate.

32 Q So once an issue is resolved --

33 A For example, here (inaudible) thickness after
34 grinding, no comment, so when the standard has been --
35 there is no request for further inspection.

36 Q Do you think it would be a good idea for
37 inspectors, I'm just speaking generally, not
38 necessarily just for the Norway, but do you think it
39 would be a good idea for inspectors to have this type
40 of knowledge when they come on board the vessels?

41 A (No response.)

42 Q You have a new inspector in Miami. He
43 doesn't know all the issues. Is this a good thing to
44 share with him?

45 A He will have to look at everything which is
46 pending. The inspector going on board for an annual
47 survey is not requested to check the whole history of
48 all the problems which happened in the past and which
49 have been solved in the past.

1 Q Okay.

2 A He will be made aware of problem which happen
3 in the past and have not yet been solved.

4 Q Let's move up a few years. I'm looking at
5 one of your documents, the 1987 request. It's to BV
6 from the shipyard, detailing welding procedures to
7 correct --

8 A That's a document I brought today.

9 Q Yes. To correct cracks in drums. Should we
10 expect to find a document like this for every occasion
11 in which repairs were made to different drums?

12 A If other procedures have been used, they
13 should have been also approved. If the same procedure
14 has been used many times, the reports will refer to the
15 process.

16 Q So then is it correct for me to think that BV
17 may not be notified of all repairs that may have taken
18 place within a boiler?

19 A This we'll know.

20 Q I'm trying to find out if there's a
21 responsibility for them to inform you of such repairs.

22 A Yes. I mentioned that when I presented the
23 basic philosophy of the rules. First the client, as I
24 said before, the client has to maintain the condition
25 of the unit after surveys and to inform the society
26 without delay of circumstances which may affect the
27 appraisal, which means if you have a defect and you
28 repair it, it affects compliance with the rules and it
29 is repeated here.

30 "The client is to inform the society without
31 delay of circumstances which may cause date or the
32 extent of the surveys to be changed." When the
33 surveyor arrives on board, if repairs have been done
34 between the survey to come and the previous survey, he
35 has to be made aware.

36 Q Are you aware of any communications from
37 Norwegian Cruise Lines to BV regarding additional
38 problems with the boilers, other than what was
39 indicated in this repair request?

40 A Personally I'm not, but we might find a trace
41 in the report stating that they have been other repairs
42 carried out.

43 Q That documentation might be available at the
44 office?

45 A Yes. I can say without being exhaustive, I
46 looked through some of the files and the reports.
47 There is trace of additional repairs, maybe not
48 welding, but after that date.

49 Q For the record, I'm looking at a certificate,

1 I guess this is your boiler certificate?

2 A Mm-hmm.

3 Q And it states a working pressure of 71.5
4 kilograms per centimeter square, which I think is an
5 equivalent of 70 bar?

6 A Yes. More or less.

7 Q Where can we find documents indicating that
8 the operating pressure of the boiler has been changed
9 to 60 bar and if that's available? Is that something
10 that you would know, if they did that?

11 A They can operate at the pressure they want
12 without -- below this pressure of course, not above
13 that, without giving official notice to BV.

14 Now, if they want to de-rate officially the
15 boiler and have us issue a certificate not at 70 but at
16 65, then it has to be an official notification. But
17 they can have a certificate saying 70, which is the
18 maximum pressure, and they can operate at 65 if they
19 want.

20 Q Right.

21 A This is upper limit.

22 Q I understand. Can you recall any other
23 documents that might have shown a different working
24 pressure?

25 A It can be recorded in a survey report. It's
26 a principle of declaration. If the owner had said -- I
27 don't know if we have the documents from NCL saying we
28 operate at 65, but it is possible.

29 Q As a marine engineer, what would be a reason
30 to lower the operating pressure?

31 A I'm really not conversant on boilers.

32 Q How about pressure vessels in general?

33 A I don't know if it's a question of economy or
34 -- if you want to reduce the pressure of a boiler, I'm
35 not the chief engineer.

36 Q Okay. If I was concerned about the strength
37 of a boiler, I might lower the working pressure. Does
38 that make sense a little bit?

39 A It is one possibility, yes.

40 Q I know as we say in the U.S., we beat this
41 horse to death, the idea of the term "complete survey."
42 We've talked about that over and over again.

43 A That's right.

44 Q I guess what we need to know without a doubt
45 is that does complete mean a visual inspection inside
46 the drums or a hydro at one and a half times the
47 operating pressure? If I can't visually inspect the
48 drum, am I required to hydro it to a higher pressure as
49 an alternative?

1 A I think the question should be asked to the
2 chief surveyor, not to me, because I'm not involved in
3 the surveys myself. What "complete" means, reference
4 to the paragraph of the rules which describe what was
5 called a complete survey and I think we can provide you
6 with these rules.

7 Q Okay.

8 A I think this is already done. But the
9 wording itself is not definition.

10 Q I think I've asked this already, but if a
11 report came along, and I'm looking at a 1993 report
12 regarding corrosion, pittings and remaining material
13 thickness measurements of a boiler, in this case Boiler
14 24. It's by some German firm I think, it's unknown.

15 If a report like this had interesting
16 measurements of the circumference welds which were
17 previously noticed in a BV report like the one I
18 showed, would you expect this type of information to be
19 communicated with BV?

20 A Yes. If it affects the class.

21 Q If it affected the class?

22 A Yes.

23 Q Do you believe that the shipping company has
24 enough information to make that determination as to an
25 affect of class? I mean we're getting down to very
26 technical detail in terms of thicknesses of materials
27 and such. How do we know that they have enough
28 technical knowledge that they need to refer this
29 information to the class society?

30 A They can ask us if they are in doubt.

31 Q If they're in doubt. Is that an expectation,
32 that they ask you?

33 A Yeah. It is their role.

34 Q It is their role?

35 A Their role.

36 MR. OLSEN: Thank you. I have no further
37 questions.

38 MR. PAILLACAR: Carlos Paillacar, Coast Guard
39 Miami.

40 EXAMINATION

41 BY MR. PAILLACAR:

42 Q You're going to have to (inaudible)?

43 A In french, yes.

44 Q Those would be the headers then?

45 A You have to ask Michel for that.

46 MR. PAILLACAR: Would those be the headers?

47 MR. LAMBERT: It is a generator. It means
48 superior when it's (inaudible) lateral when it's
49 (inaudible). According to where you see --

1 MR. PAILLACAR: Right.
2 BY MR. PAILLACAR:
3 Q Those would be the drums, because in this
4 survey that I have here, Bureau Veritas report of
5 service dated 20th of December 1966, there's a report
6 from Mr. J. Patel that states that he visually
7 inspected from the inside the drums and he actually
8 took pictures of corrosion and blisters along the welds
9 inside specifically Boiler 23. Is there any way we can
10 find out where these pictures are?
11 A From 1966? We can try. We'll do our best.
12 Q Right. Also, I notice that --
13 A You will have to give me the reference later.
14 Q It's right there. This says that they were
15 photographed to monitor the evolution of this corrosion
16 pits in the weld. Is there any reason why -- this is a
17 1966 report, why the safety valves might have been
18 tested that year and then again for Boiler 23 were
19 tested the following year in the survey of machinery?
20 Because that's the only boiler that was tested twice,
21 actually, in two consecutive machinery surveys.
22 A They are always free to ask for pressure test
23 whenever he wants. I cannot answer more than that.
24 Q In '67 23 is the only boiler that was
25 retested twice, as far as the pressure.
26 A Is the same report?
27 Q No, it's a different report. This is 1967,
28 this is November 22, 1967. Actually, no, is December
29 15 '67.
30 A November or December, yes.
31 Q It just caught my attention that that was the
32 only pressure vessel that the safety valves were tested
33 twice.
34 A Where is the reference to the pictures?
35 Q Right there. For the future evolution of the
36 corrosion.
37 MR. LAMBERT: You have (inaudible) or you
38 need something?
39 MR. PAILLACAR: I just want to know if
40 there's any way that we can get those pictures.
41 MR. LAMBERT: Okay.
42 THE WITNESS: I will try.
43 MR. PAILLACAR: Okay. Thank you.
44 MR. ROTH-ROFFY: For the record, the previous
45 discussion related to survey reports dated December 20,
46 1966 in Lahar, France.
47 MR. OELSCHLEGEL: Chris Oelschlegel, Coast
48 Guard.
49

EXAMINATION

1 BY MR. OELSCHLEGEL:

2 Q It's time to beat the dead horse some more.
3 The BV rules describe a complete boiler survey as
4 basically examining the fire sides and the water sides
5 of a boiler and they also describe -- the complete
6 boiler survey also describes the fire side and the
7 water side as opening up the drums for inspection as
8 well. In other words, opening up the steam drum,
9 opening up the water wall. I read that in the rules.

10 The rules also provide for or they
11 specifically state that if the boiler has not been
12 fully surveyed internally that you can do a hydro
13 examination in lieu of an internal examination of key
14 boiler components, including drums.

15 My question is would there be some point over
16 the life of the boilers, let's say that the surveyor
17 had decided to substitute a hydro instead of an
18 internal examination of the drums. Would there be some
19 point at in the life of the boilers that it would be
20 time to say hey, it would be time to do an internal
21 examination of the drums? Or would it be acceptable to
22 substitute hydro for the life of the boiler?

23 MR. ROTH-ROFFY: I'm sorry, this tape is
24 about to run out. If your answer is more than one word
25 or two words, then we probably need to switch the tape,
26 so we'll take a pause now.

27 (Off the record discussion.)

28 MR. ROTH-ROFFY: Okay. It's about five
29 minutes of 4:00. We've turned over the tape and are
30 resuming our interview of Mr. Francois Teissier. Chris
31 Oelschlegel was asking his question.

32 BY MR. OELSCHLEGEL:

33 Q The rules describe a complete boiler survey
34 as doing fire sides and water sides, which includes
35 internal examinations of the drums. The rules also
36 allow for a hydro if the boiler internals haven't been
37 examined.

38 Would you expect at some point over the life
39 of the boiler that an internal examination would be
40 performed or would it be acceptable to have a hydro
41 examination substituted for the life of the boiler?

42 A To my knowledge, and I repeat I am not a
43 surveyor so I'm not 100 percent familiar with all the
44 rules, to my knowledge, there is no such requirements
45 in the rules today, which means the surveyor is free to
46 interpret the rules as he wants, as he feels good for
47 the boiler.

48 Q Thank you. I have one other question. Do
49 the rules allow for what we would call or what I've

1 heard other classification societies call continuous
2 surveys of boilers?

3 In other words, if I start a complete boiler
4 survey on a particular boiler on a ship, can I do a
5 partial of the boiler and come back and finish it at a
6 later time or do I need to do it all at one time?

7 A Also to my knowledge the boilers are not cut
8 in small pieces for continuous survey. It doesn't
9 exclude that if the surveyor needed to make a test of
10 the safety valves three months before the survey, he
11 can say I recommend to validate this test for the next
12 survey, which would be not continuous but just say
13 partial survey. It is not really organized like that
14 for boiler survey.

15 MR. OELSCHLEGEL: That's all I have for now.
16 Thank you.

17 MR. HISLOP: Kevin Hislop.

18 EXAMINATION

19 BY MR. HISLOP:

20 Q My first question, Francois, is would you
21 call yourself a naval architect?

22 A Unfortunately, not. It was my dream when I
23 was young, but I did not attend a good school.

24 Q I personally give you an update.

25 A My education was oriented towards naval
26 architecture, but it was not formally as complete as
27 architecture and was more oriented to sea keeping and
28 hydrodynamic studies.

29 Q So if you're not a marine engineer and not a
30 naval architect, how would you describe yourself?

31 A Well, what we call in France engineer, which
32 means master level in technologies of different kinds,
33 general education technology.

34 Q Okay. I understand. Just for your
35 information, during the period of 1996 to the year 2000
36 I myself was a class surveyor and during that period I
37 did not survey main boilers because of my experience
38 record and you understand "experience record," because
39 you described it.

40 I'd like to, just for your information, just
41 take the liberty of quoting from a document I have here
42 entitled "Marine Division Survey Procedures Manual."

43 I don't want any emphasis to be placed upon
44 this document as such, because I'm not longer an
45 employee with this classification society and it's
46 dated July 1997. But it was in fact in effect when I
47 was working for the classification society. I just
48 wanted to quote something from here, just to get your
49 comment.

1 This is a section entitled "Main and
2 Auxiliary Machinery." The section is also subtitled
3 "Survey of Boilers, Thermal Oil Heaters and Hot Water
4 Heaters."

5 The paragraph here I want to refer to is
6 specifically "Examination of Boilers, Thermal Oil
7 Heaters and Hot Water Heaters."

8 It says, and I'll just quote here, "Where the
9 construction of a boiler does not allow direct visual
10 internal examination of the shell, drums or headers,
11 the surveyor should be satisfied that the boiler is in
12 a safe working condition by resorting to remote viewing
13 instruments, ultrasonic examination or hydraulic
14 testing at 1.4 times the working pressure."

15 Would you say that this is condense with
16 the requirements of BV?

17 A From what I just discussed with the first
18 question and from what I know of the guidelines for
19 conducting surveys of boilers, it seems quite
20 equivalent.

21 Q It seems quite equivalent. Thank you.

22 MR. ROTH-ROFFY: Ken, just make a note unless
23 you feel it's essential to interrupt. Go ahead, Ken.

24 MR. OLSEN: It should be noted that the
25 document that you were referring to, the class society,
26 was that Lloyds of London?

27 MR. HISLOP: I did actually say Lloyds
28 Register.

29 MR. OLSEN: You did say it?

30 MR. HISLOP: Yes.

31 MR. OLSEN: I'm sorry.

32 MR. RILEY: John Riley. Oh, I'm sorry.

33 BY MR. HISLOP:

34 Q Does BV have planned maintenance scheme
35 approvals?

36 A I believe the regions, yes.

37 Q Does BV to your knowledge do audits of these
38 planned maintenance schemes?

39 A I don't know how it works, because I'm not
40 involved directly in that.

41 Q Are you aware of any bulletins issued by
42 headquarters to BV offices about experience with
43 certain pieces of equipment?

44 A No. The quality system of BV for the
45 information provided to the surveyors is (inaudible)
46 which has some procedures (inaudible) instructions for
47 surveys and guidelines for the surveyors which are
48 amended as necessary. It can be every year, it can be
49 more or less, depending on the topics.

1 When some information has to be quickly
2 circulated to the network and we cannot wait for the
3 next revision of the guidelines, we issue a circular
4 letter and it can be a new regulation, it can be an
5 interpretation of a regulation, it can be anything.

6 Q Finally, the SSOM is --

7 A McBride.

8 Q McBride?

9 A Correct.

10 MR. RILEY: Please arrange for the
11 opportunity this week to interview Mr. McBride.

12 THE WITNESS: Within the scope of the
13 investigation?

14 MR. ROTH-ROFFY: We're going to have to talk
15 about this off the record.

16 MR. RILEY: Okay.

17 (Off the record discussion.)

18 MR. ROTH-ROFFY: Okay. Tom Roth-Roffy here.
19 We had a little glitch with the tape. It stopped for
20 no reason. Kevin, you're finished?

21 MR. HISLOP: Yes.

22 MR. ROTH-ROFFY: John Riley?

23 MR. RILEY: John Riley.

24 EXAMINATION

25 BY MR. RILEY:

26 Q Can I confirm that Bureau Veritas is a member
27 of IAX (phonetic)?

28 A Yes, it is.

29 Q Thank you. Are you aware of any deviations
30 in the BV rules from the general IAX rules regarding
31 boilers?

32 A I'm not aware.

33 Q You're not aware. Who would know, please, if
34 there were any deviations between BV and IAX on main
35 boilers?

36 A The head office, I think the department in
37 charge of the implementation of the rules.

38 Q Thank you. We were talking with your
39 colleagues the other day that a chief engineer with
40 suitable experience and qualifications is permitted to
41 do classification type surveys within fairly strict
42 guidelines.

43 For example, if the chief engineer on a ship
44 does certain units on a diesel engine, the guidelines
45 of the class to my knowledge would say for example that
46 the chief engineer could go 50 percent of the units,
47 but a class surveyor would have to do the inspection of
48 the other 50 percent of the units of that engine.

49 I'm giving you that as a reference of the

1 sort of --

2 A Are you talking about BV guidelines?

3 Q I'm talking about BV, yes.

4 A Okay.

5 Q But I'm talking generally from my knowledge
6 and experience as a non-exclusive classification
7 surveyor for other societies, I've never worked for BV.

8 I refer to this for reference as an example
9 of some of the controls that are in the classification
10 system. I remind you that I've not been allowed to see
11 the TNS document that's been referred to in these
12 interviews, so I do not know the contents of the
13 guidelines of BV for their boilers.

14 With that as background, my question is
15 whether the reporting of the individual surveyors over
16 the months and years as previously referred to gives BV
17 any control or knowledge as to when any particular drum
18 or header has been internally thoroughly examined by a
19 surveyor?

20 A Repeat, please? I'm sorry, it was quite a
21 long question.

22 Q Yes, I apologize, but I had to set the
23 setting, because I have not seen the TNS, so I'm
24 unaware of your guidelines. I have not worked for BV.

25 I gave an example of the type of control to
26 insure that BV, when for example they delegate surveys
27 to a chief engineer, there is some control in the
28 system by an exclusive surveyor having to see some
29 parts of the engine and then that leads on to with that
30 type of control in the administration of classification
31 surveys, does BV have a way of noting or recording or
32 guidelines to a surveyor so that there is an accurate
33 record of when internal, close up, thorough surveys
34 have been carried out in a stream drum, a water drum or
35 a wall header?

36 A I'm try to answer point-by-point. This is
37 delegation to chief engineer, first it does not apply
38 to everything on the ship. I'll have to check, but I'm
39 not sure that the boiler can be delegated to the chief
40 engineer.

41 Q Sorry to interrupt you. I merely gave that
42 example of diesel engines. It's not a question, it's
43 an example of the type of control that is exercised by
44 a class society.

45 A Okay. As far as I remember, the delegation
46 to the chief is such that if a chief inspection during
47 one class cycle, the next cycle he cannot inspect.

48 Q Right.

49 A So a BV surveyor would inspect the next

1 cycle. But of course when the chief inspect an item,
2 he has to supply the documentation explaining what has
3 been done, measurements, pictures, spare parts used,
4 whatever he wants. He has to explain to the surveyor
5 what has been done. As a control, he cannot do two
6 consecutive survey on the same item.

7 Q Right. Recognizing that control, how does BV
8 know when a surveyor who has, from what you've said
9 previously, a lot of discretion, how do you know when a
10 steam drum is being adequately surveyed or tested or a
11 water drum or a header?

12 A I come back to my first answer. I don't
13 think that the steam drum can be delegated to the chief
14 engineer.

15 Q No, no. I'm not suggesting that they can be.
16 How do you know when your exclusive surveyors -- the
17 chief engineer cannot survey a boiler in any
18 classification side, to the best of my knowledge.

19 I'm trying to find out how the control of BV
20 of their surveyors is so that you know the thoroughness
21 and adequacy of the examinations of main boilers by BV
22 year-to-year, recognizing that you give some discretion
23 to your surveyors?

24 A Look at the reports.

25 Q Do your reports indicate when there's been an
26 internal examination of a steam drum?

27 A If there is something to notice, to
28 highlight, there will be a comment --

29 Q But if the surveyor hasn't been in --
30 MR. SWERDLOFF: Let him finish.

31 MR. RILEY: Sorry. My apologies.

32 THE WITNESS: The scope of the report is not
33 to write everything which has been done, it is to check
34 -- to confirm that the scope of -- that the condition
35 of the equipment meets the requirements of the rules.

36 So if you see something that is good, maybe
37 you can write it is good or you can write nothing and
38 just validate the certificate again. That what is --
39 even (inaudible) is not public, the form of the report
40 is available to NCL and so you can see -- NCL can see
41 what has been done on the boiler at each survey.

42 You will see report where it is written that
43 the drums have been inspected and some reports will say
44 there was a hydro test.

45 BY MR. RILEY:

46 Q Thank you. Again, I repeat that I've not had
47 the benefit of seeing the TNS guidelines. When a
48 surveyor goes on board a ship to do a boiler survey, do
49 you expect him to review the maintenance records on the

1 boiler since the prior survey?

2 A No. I expect the chief engineer or the
3 owner's representative to explain to the surveyor what
4 has been significant in the operation and the
5 maintenance of the boilers since the last survey.

6 The surveyor can ask to look at the
7 documents, but the duty of the chief or the person
8 representing the owner is to inform the surveyor of
9 anything which could have happened since the last
10 survey.

11 Q Thank you. Would you expect the surveyor to
12 examine the boiler water test records and chemical
13 treatment of the boilers --

14 A He may.

15 Q -- as part of his survey?

16 A He may, but the same thing, if there is
17 something abnormal, he should be told right away,
18 before he even look at the documents.

19 Q Thank you. With the main boilers of a ship
20 such as the Norway, are all of the boiler surveys and
21 inspections classification items or are there any
22 aspects of those surveys and inspections which are
23 statutory surveys on behalf the government of the
24 Bahamas?

25 A My first answer would be that for me it's
26 only classification, but I think maybe I should check
27 the convention to see what does the safety certificate
28 include and whether or not there is a link with the
29 boiler. But I cannot answer 100 percent sure right
30 now.

31 Q That's fine. That's something we can review.
32 Thank you very much. Excuse me while I just look at
33 my notes.

34 A Okay.

35 Q Thank you. (Reviewing document.) When Mr.
36 Olsen asked you about once you become aware of a
37 problem how you track this through the history of the
38 vessel, you gave us three examples and then you made a
39 comment about if the specialist recommends reassessment
40 after a certain time BV will then make a recommendation
41 to the owner.

42 Does this mean then that Bureau Veritas does
43 not make recommendations from their surveyors
44 independently, but rely on specialist contractors to
45 make the recommendations for you?

46 A On some issue, yes. Flux control for example
47 would be not done by BV surveyor, it will be done by
48 company hired specializing and we would rely on their
49 report to validate welding after repairs, for example.

1 Q But aren't any repair procedures, selection
2 of materials, pre-heating, post heating, isn't the
3 contractor relying on the technical resources and
4 R&D of the classification societies to come up with an
5 optimum repair on behalf of the owner in the first
6 place? In other words, looking to you for your
7 expertise?

8 A No, is not the rules. We are not consultant,
9 we are not technical advisor.

10 Q Why should an owner class his ships with BV
11 then?

12 A As I told you, because having a certificate
13 which says that the ship complies with the BV rules
14 gives some value to the ship and gives access to some
15 insurance and flag recognition, but we do not advise
16 the owners on how to maintain, what they should do, how
17 they should do it. We observe the ship and we compare
18 it to the rules.

19 Q But you agree though that an owner has an
20 obligation to get BV approval and guidance on repair
21 procedures before carrying out significant repairs on a
22 main boiler? In other words, looking to the authority
23 of the BV?

24 A No. If the owner does something, in order to
25 compare this repair to our rules, we want to know how
26 he does it. That's the only reason for what we ask for
27 for these repair procedures, for example.

28 Q Thank you.

29 A I think I will make copies of these general
30 conditions for everybody, because there are a few
31 sentences which really defines the scope of the class
32 society and the role.

33 Q Yes.

34 A We could have a separate contract with an
35 owner on a ship we don't class asking for providing
36 technical assistance, but this is not classification.

37 Q Similar to Kevin Hislop, Mr. Hislop, my
38 background was originally in England and the
39 classification societies were originally formed to act
40 as sort of an independent agency on behalf of the
41 underwriters insuring risks regarding all aspects of
42 the design, construction and ongoing fit condition of a
43 vessel for operation.

44 So what you're saying about the role of BV is
45 unusual to me and I apologize.

46 A I guess if you look at other class societies,
47 they have exactly the same philosophy. I don't know
48 the (inaudible) but we all do the same job.

49 Q Can I please ask one more question? As a

1 surveyor mainly involved with accidents and casualties
2 or machinery break downs, whatever, normally as part of
3 the process I would automatically ask for a copy of the
4 current classification society status printout, which
5 would give the status, of course, of all the
6 fundamental certificates, statutory certificates and
7 class certificates, dry docking, tail shaft, et cetera.

8 It would normally list overdue surveys,
9 outstanding recommendations, conditions of class and
10 then for example with NKK or DNV or with Lloyds
11 Registry of Shipping there would be special memoranda
12 where things which -- such as fractures that have been
13 referred to or cracks referred to by Mr. Olsen in some
14 of these documents that I have not yet seen, I would
15 normally expect those to become a special memoranda
16 because of the importance of the item.

17 Does Bureau Veritas have such a similar
18 guideline for people reviewing the class records of a
19 vessel class with BV and if so, where would we find it?

20 A On the certificate you will find the
21 (inaudible) which is a simple description of which
22 survey, occasional survey or annual survey. You will
23 have the recommendations where most of the time it is a
24 request for repairs before a date and then you have
25 what we call the memorandum, which are a remark which
26 has to be permanent, which request repairs.

27 For example, for a diesel engine typically
28 it's avoid RPM between 65 and 75. That would be on the
29 memorandum on the machinery certificate.

30 Q Right.

31 A As I explained before, if there is no history
32 of all the repairs which have been existing in the
33 past, the problems, once they have been solved and
34 considered final repairs do not appear anymore on the
35 certificate.

36 Q If on a diesel engine ship for example you
37 had a major casualty and you ground one of the crank
38 pin one millimeter, two millimeters under size, would
39 Bureau Veritas make that a special memorandum for the
40 surveyors to know?

41 A If you are to repair a bearing?

42 Q If you had to grind undersize a journal on a
43 main engine crank shaft, for example, if you know, I'm
44 sorry, I'm forgetting you're not an engineer, but would
45 that become -- that sort of item of that importance be
46 in the memoranda?

47 A I don't know how it will be reported.

48 Q I'm just trying to get a feel for whether you
49 leave boiler cracks and similar important data you see.

1 A I don't know how this will be reported.
2 Either it is -- you mean so the pin will be below?

3 Q Yes. Defects will be machined off, but it
4 would be a permanent note for any surveyor to know.

5 A Do you mean are we going to be below the
6 minimum diameter?

7 Q No, no. But is there an alert of a special
8 situation to an attending surveyor?

9 A I think if the machining is accepted and the
10 result is in conformity with the class, once it is
11 done, it is done. I don't think it will be in the
12 certificate. You will see a result where it has been
13 done, but --

14 Q I see. I'm just trying to get a feel for how
15 BV operates as compared with the other IAX members.
16 Your surveyors such as Mr. McBride and Mr. Hofseth,
17 when they are asked to go to a vessel to do a survey,
18 can they access the up-to-date class records over the
19 internet and have an immediate picture of what may be
20 outstanding or a problem prior to going to a vessel as
21 opposed to relying on talking to the chief engineer
22 when they get to the ship?

23 A They check on the internet. They check
24 everything which is recorded as due surveys and
25 outstanding recommendations.

26 Q Has anybody involved in this investigation
27 asked for the printouts on the Norway in all of these
28 aspects?

29 A To my knowledge, no.

30 MR. LAMBERT: I not understood your question.
31 Please repeat.

32 THE WITNESS: The position of the survey
33 which have been done and next year review and
34 continuous survey items. I think you didn't ask for
35 that.

36 MR. ROTH-ROFFY: Tom Roth-Roffy. Actually, I
37 think we've been provided a copy from the operator,
38 from the ship's documents of the current status of the
39 survey.

40 MR. RILEY: Thank you. I've not seen it.
41 Thank you very much. That's it, thank you.

42 FURTHER EXAMINATION

43 BY MR. ROTH-ROFFY:

44 Q Sir, if we wanted to talk with Mr. McBride's
45 technical supervisor, who would we talk to? At the
46 headquarters or you said the region?

47 A Yes, it will be either Mr. Ersin Eren. E-r-
48 s-i-n, last name Eren -- E-r-e-n. Or the director of
49 Ships in Service Division, who is the head of Mr. Eren,

1 Mr. Claude -- C-l-a-u-d-e Maillot -- M-i-l-l-o-t.

2 Q Mr. Eren, what is his title?

3 A Well, as I told you, we have four department,
4 MO-1, MO-2, MO-3, MO-4 because that was the name, each
5 of them dealing with a specific geographical area,
6 supervising this area, so he's the head of Department
7 MO-3, Marine Operation 3, which includes USA.

8 And Mr. Millot is director of DNS. DNS is
9 Division Ships in Service, a position to the new
10 building division.

11 Q Would both of these gentlemen be located
12 it --

13 A Head office in Paris.

14 MR. ROTH-ROFFY: In Paris, okay. I think
15 that's all I have. Brian, anything?

16 MR. CURTIS: I've got a few questions.

17 FURTHER EXAMINATION

18 BY MR. CURTIS:

19 Q Could you describe for us how the rates are
20 established for a classification society to perform
21 services on a vessel?

22 A The rates?

23 Q Yeah. The fees.

24 A It's based -- for machinery, it's based on
25 the power, the scale. The bigger the ship is, the
26 highest the fees are.

27 Annual it is this much for a ship which has a
28 LBC of so much, the annual would be -- annual survey
29 would be that much, the class renewal would be that
30 much. For a diesel it would be according to the power,
31 shaft power. For boiler, I think it's to the -- I
32 don't know, power or --

33 Q If you had a freight ship with the same
34 machinery arrangement, would the rates be less or more
35 or are there other things to consider?

36 A No. For the -- repeat the question, because
37 I'm confusing new building and ships in service. I
38 think there is a -- yes, there is a classification by
39 type of ship. Cargo could be 1, tanker will be 1.2,
40 passenger ship would be .16, all depending on the type
41 of the ship. Is both for new construction and ships in
42 service.

43 Q Are cruise ships, liner type ships, do they
44 generate more revenue for the classification society
45 than freight ships in general?

46 A Well, we haven't completely (inaudible), but
47 of course the value is higher, but we spend much more
48 time, so in term of ratio, fees compared to the number
49 of hours, I guess it is -- this is how the scale has

1 been built, to give approximately the same fee because
2 of number of hours.

3 Q Could you tell us if you're aware of any
4 instances where BV has dropped a customer because of
5 conditions on board the vessel?

6 A Mm-hmm.

7 Q What type of conditions were present that
8 would cause a class society to drop a customer?

9 A I think either a ship doesn't comply with
10 recommendation. It's not -- you cannot go on board a
11 ship, look at the ship and say I don't want it. If the
12 surveyor is not satisfied with the ship, he will put
13 recommendation for repairs. If the owner doesn't
14 comply, if he chooses not to do the repairs, then the
15 class is automatically suspended the day the repairs
16 become overdue.

17 Q Okay.

18 A Then the owner has a chance. He might want
19 to catch up, do the repair, then we can come on board
20 and we will reinstate class. But if he does nothing,
21 the class remains suspended and after a while it is
22 completely withdrawn, which means he cannot come back.

23 Q Does BV at their headquarters level have risk
24 management tools or risk management methodologies that
25 are used to determine risks, whether in machinery space
26 or other shipboard operations?

27 A Yes. We have an optional class notation that
28 there is some machinery which is becoming more and more
29 popular. The concept of this class notation is to
30 start from the risk analysis of the machinery systems,
31 taking into account of course the arrangement, but also
32 the type of equipment, the reliability of the equipment
33 from the comments we get or from the manufacturers of
34 the equipment and from that risk analysis -- and also
35 because there is reliability of this equipment, the
36 arrangement of this equipment, the consequences of any
37 failure and we compare that to planned maintenance
38 system provided by the operator and we discuss with the
39 operator that you optimize this system according to the
40 results of the risk analysis, which means we could
41 increase some surveys and decrease other items because
42 the risk of failure or the consequences of a failure or
43 more or less --

44 Q Could you take an older operating vessel like
45 the Norway and plug it into that system to do an
46 evaluation?

47 A Nothing is impossible, it's a question of
48 time. Because it's a time consuming process which
49 usually is done over several weeks on a classic

1 operation.

2 Q If the shaft alley flooded, say one of their
3 propeller glands failed and they couldn't keep up with
4 the pumping and they had to secure the shaft alley
5 door, would that be something that your organization
6 would be interested in, in terms of the company
7 reporting to you?

8 A Certainly.

9 Q Certainly. If a safety system developed
10 extensive leaks throughout it, like a fire main for
11 instance, would that be something that you'd be
12 interested in?

13 A We would be.

14 Q And they should in affect contact you when
15 these conditions exist?

16 A Yes. All depends on the seriousness of the
17 defects, of course. But when you say the safety system
18 is failing, it means it will fail. If safety alarm is
19 not ringing and somebody says --

20 Q Major issues.

21 A Yes.

22 Q If the water in the bilges came up to the
23 deck plates, that would be a condition that may require
24 notification?

25 A Yes. But don't forget also there is now the
26 ISM and there is on the ship's system supposed to use
27 or implement the ISM system to report this.

28 Q That brings up another question. Since the
29 implementation of ISM on board cruise vessels,
30 passenger ships, has the level of intensity of
31 classification inspection decreased or has it stayed
32 the same?

33 A That's difficult for me to answer. I don't
34 have any analogies for you. What means "level of
35 intensity"?

36 Q Since ISM is supposed to catch, identify,
37 report and correct problematic conditions throughout
38 the operation of the vessel, is now the role of the
39 inspector reduced?

40 A I don't think so. We can look at the
41 statistics and for example, class statistics and we
42 have discussed with U.S. Coast Guard in Washington,
43 there seems to be a trend that class related attention
44 are much lower today than they were ten years ago.

45 Q Okay.

46 A Is it due only to ISM? I don't know. Is it
47 due to the implement of the work of the class societies
48 or improvement of the operator and the maintenance,
49 maybe a little bit of each, but is difficult to

1 identify the exact weight of ISM in this thing.
2 MR. CURTIS: Okay. No further questions.
3 MR. HISLOP: I have just one.
4 MR. ROTH-ROFFY: Just to advise you, Kevin,
5 we're getting close to the end of the tape.
6 MR. HISLOP: This is a very quick one. Just
7 very quick.
8 MR. ROTH-ROFFY: Okay.
9 FURTHER EXAMINATION
10 BY MR. HISLOP:
11 Q When BV goes on board the Norway to do the
12 passenger ship safety renewal survey, how long does it
13 take them to do it and how many surveyors go on board?
14 A Several days. It can be one surveyor is on
15 board for one or two weeks, he can do that in two
16 cruises, or it can be two supervisors during a week, it
17 depends, but it's a long process.
18 MR. HISLOP: Thank you.
19 MR. RILEY: John Riley.
20 FURTHER EXAMINATION
21 BY MR. RILEY:
22 Q Are chief engineers qualified and entitled to
23 carry out any surveys on any main boilers or components
24 thereof?
25 A I think we discussed that. I would like to
26 check, but I think not. I think the boilers are not
27 delegated, but we should check by the rules.
28 Q So they have to rely on the BV surveyor. Do
29 Bureau Veritas keep the records of a ship such as the
30 Norway from the initial design approval throughout the
31 life of the ship?
32 A Yes.
33 Q So all of these records, from 1958
34 approximately, will be available somewhere at BV?
35 A The part before the ship came here is not
36 here.
37 Q But in Paris then?
38 A It will be in Paris.
39 Q Thank you. Are you aware of any other
40 classification societies approving this type and model
41 of boiler?
42 A The ship was built as a dual class, so ABS
43 has also approved the boilers and I think their rules
44 have those reference at that time. You can check that
45 from the drawings.
46 Q Do you mean by that that the ABS rules were
47 the governing criteria --
48 (Off the record discussion.)
49 MR. ROTH-ROFFY: Okay. It's about 20 minutes

1 of 5:00 and we're on tape three, side three of our
2 interview with Mr. Teissier. John Riley was asking his
3 question.

4 MR. RILEY: John Riley.

5 BY MR. RILEY:

6 Q You just informed us, Mr. Teissier, that the
7 vessel was built to dual classification, BV and ABS.
8 Did I then understand you correctly that the acceptance
9 or the approval of the design and manufacture of the
10 boiler was primarily in accordance with the rules of
11 American Bureau of Shipping?

12 A This is what I have seen on one drawing
13 brought by Michel Lambert, so I think we can check on
14 his drawing, but I know that the reference of the ABS
15 rules is made on this drawing.

16 Q Does that mean then that the design approval
17 was initially by ABS and then by Bureau Veritas, with
18 the American technology taking the lead, shall we say?

19 A No, it's difficult to say, because in case of
20 dual classification, it's a case-by-case basis and we
21 could say there must have been some arrangement to say
22 okay, you approve this first, we approve this first and
23 then we cross-check. I don't know exactly, we will
24 have to look at the correspondence of '58, something
25 like that, to check exactly in which order the process
26 has been made.

27 Q Thank you. If I may, please, can I just
28 finish off with -- because of this information
29 regarding the involvement of the American Bureau of
30 Shipping, may I please ask you whether the design
31 modifications which were contemplated and drawings
32 prepared for the sliding feet of Boiler 14,
33 approximately in 1966 I have seen and I think the
34 drawings are out for copying, a three sliding foot
35 arrangement for the header where the center -- sorry,
36 the center foot is fixed and the fore and aft feet are
37 sliding or appear to be so and I've also seen a
38 variation on that arrangement involving five feet.

39 Do you know please whether the American
40 Bureau of Shipping was involved in that design
41 modification and investigation and presumably, the
42 identification of the cause of why those modifications
43 were contemplated and needed?

44 A I think it is on the report which I have
45 brought today. Sagging was noticed on Boiler 14 a few
46 years after the ship was in service and the first
47 reaction was to prepare an additional support in the
48 middle of the header.

49 Then further surveys confirmed that the

1 sagging was steady and was not increasing and the
2 shipyard confirmed also at a later stage that this
3 deformation was from origin.

4 At that point it was -- I think this was
5 discussed with the owners and the shipyard and it was
6 decided that the additional support was not necessary.

7 Concerning ABS, I don't know if they were
8 involved at that time and I don't know if the class, if
9 the dual class had been maintained up to that date. It
10 is possible that the ship had been built under dual
11 class and then the owners can choose not to maintain
12 both class. Am I clear on this last point?

13 Q Yes. Thank you. I'm aware that for
14 commercial reasons and insurance coverage reasons in
15 some cases insurance underwriters will require a dual
16 classification, recognizing the difference in the scope
17 of technical expertise and support by the different
18 classification societies.

19 A final question, please. Can I please again
20 request for us to have access and a copy of the TNS
21 guidelines for surveyors, if you could please consider
22 that, reconsider it?

23 MR. ROTH-ROFFY: We will reconsider it. I've
24 been talking to counsel about it.

25 MR. RILEY: Thank you.

26 MR. OLSEN: Ken Olsen. I'll try to make this
27 my last.

28 FURTHER EXAMINATION

29 BY MR. OLSEN:

30 Q If you have a boiler that's certificated for
31 70 bar maximum operating pressure and the pressure is
32 lowered by the ship's crew to 60 bar for whatever
33 reason, when hydrostatic tests are done because of
34 internal repairs, should that pressure be 1.5 times the
35 approved working pressure, certificated working
36 pressure, or 1.5 times the pressure that the crew is
37 now working with?

38 A I think it is 1.5 of the official.

39 Q That would be 1.5 of the 70?

40 A No. I think 50 percent additional pressure
41 is applied only once. If is not then in service, I
42 want to check the rules, but I think it will be 1.1.

43 Q 1.1 of the approved pressure or the reduced
44 pressure?

45 A If we have no official statement, it will be
46 of the official pressure. If there is a declaration
47 that the ship is operated at 60, we will use 1.1 of 60.

48 Q And if there was a declaration, an official
49 declaration of operating at 60 bar, there should be

1 some paperwork?

2 A There should be a declaration from the owner
3 saying we operate at this pressure.

4 Q Okay. So we can conclude that it's 70 times
5 1.1 for internal repairs as an approved hydro pressure;
6 is that correct? It's 70 times 1.1 or 77 bar?

7 A If nothing has been changed.

8 MR. OLSEN: Okay. Good. Thank you.

9 MR. RILEY: John Riley.

10 FURTHER EXAMINATION

11 BY MR. RILEY:

12 Q May I just clarify one point, please? So the
13 1.5 test pressure condition applied by Bureau Veritas
14 is only on the initial production of the boiler prior
15 to delivery to the vessel and then from then on it's
16 never tested more than 1.1, according to your rules?

17 A I repeat this is from my discussion this last
18 day with the surveyors. My memory is it is what has
19 been explained to me. I suggest we go by the rules and
20 check exactly the figures, but this is my best
21 remembering of the discussions with the surveyors.

22 Q And this will be clearly defined in the
23 rules?

24 A It will be.

25 MR. RILEY: Thank you.

26 MR. ROTH-ROFFY: Okay. I think we're
27 finished now. It's about 10 minutes to 5:00 and we
28 really appreciate you coming down and talking to us,
29 sir.

30 THE WITNESS: No problem.

31 MR. ROTH-ROFFY: Thank you very much. That
32 includes our interview of Mr. Francois Teissier. Thank
33 you very much.

34 (Whereupon, at 4:50 p.m. the interview was
35 concluded.)