# A Hybrid Swing-xTOPSIS: An Application of Ranking the Vendors at Iranian Offshore Engineering and Construction Company (IOEC)

# Mohammad Ali Hatefi<sup>a</sup>\*, Naser Mozhdekanloo<sup>b</sup>

<sup>a</sup> Assistant Professor, Energy Economics & Management Department, Petroleum Faculty of Tehran, Petroleum University of Technology, Tehran, Iran, Email: hatefi@put.ac.ir

<sup>b</sup>Project Management Office, Iranian Offshore Engineering and Construction Company (IOEC), Tehran, Iran, Email: Mojdkanloo@ioec.com

# **ARTICLE INFO**

Keywords: SUPPLIER SELECTION, MULTI ATTRIBUTE DECISION MAKING (MADM), OIL AND GAS, IOEC, SWING, TECHNIQUE FOR ORDER PREFERENCE BY SIMILARITY TO IDEAL SOLUTION (TOPSIS), FUZZY, PIPELINES

Received: 8 Jun. 2018 Revised: 29 Jul. 2018 Accepted: 16 Aug. 2018

## **1. Introduction**

#### ABSTRACT

Abstract: Since a large number of the oil and gas projects are related to the supply chain, the selection of contractors and suppliers is very important. In projects, a contractor is obliged to supply the goods from suppliers and manufacturers approved by the clients, while most companies in Iran, including the company surveyed in this research, i.e. Iranian Offshore Engineering and Construction Company (IOEC, do not have a scientific approach to this issue. The main objective of this research is providing a scientific and practical approach to ranking suppliers and contractors at IOEC and selecting the best ones. In order to achieve such an objective, an integrated model of Swing and TOPSIS methods with fuzzy approach has been designed and applied to a real case. The actual data used are obtained from the post-lay survey of the exports and infield pipelines of South Pars development phases 13, 14, and 22.

In the past decade, managers have realized the important role of supply chain in value creation in companies. Rapid variations happening throughout all markets have fundamentally changed the managers' look to their environment. One of the areas the company leaders have paid more attention to is managing the purchasing and sourcing. In the past decade, purchasing management has become a competitive worldwide issue. In most industries, the cost of raw materials is the original cost of the final product, and this amount reaches approximately 19% of the final product price in production industries (Razmi et al., 2009). Therefore, the purchasing department can play a key role in the effectiveness and efficiency of a company because it can directly affect the cost reduction, flexibility, and profitability of the company. Doubtlessly, the most critical stage in the purchase

\*Corresponding Author

process of any company is the evaluation, assessment, and selection of suppliers or vendors. Over the years, many approaches have been presented for evaluating and selecting contractors/vendors. Experts believe that, in reality, there is no unique optimal method for the evaluation and selection of contractors/vendors. Therefore, companies, based on their specific conditions, have different methods for solving this problem. The importance of the evaluation and selection of vendors/suppliers comes from the reality that materials and resources impact on activities such as production planning and control, inventory management, and production quality simultaneously. Purchase decisions are more important as companies increasingly become more dependent on their suppliers, and direct and indirect consequences of poor decision-making in this area becomes clearer (De Boer et al., 2001). An effective and efficient purchase is one of the

activities which is important for the success in the supply chain of an engineering and construction company such as IOEC Company. The important activity of practice of buying is selecting an appropriate vendor/supplier since the selection of vendors/suppliers brings significant savings to the organization (Boran et al., 2009). IOEC, which is surveyed in this study, works in the field of offshore platform construction and oil and gas production jackets in their yards located in Khorramshahr, province of Khuzestan. Moreover, the company's major projects are related to the Iranian South Pars phases. IOEC Company should choose the ideal vendor because the vendor list provided by the employer includes many retailers having a wide range of activities; as a result, a specific model or procedure is required to evaluate and select an ideal supplier. In the current work, owing to the lack of a guide direction in this context, a scientific and applicable model and procedure for ranking vendors will be proposed.

This research aims at developing a framework for the contractor/vendor selection with the use of a multi attribute decision making (MADM) method. A case is considered to implement the framework, to choose the most suitable criteria, and to rank contractor/vendor indicators in the offshore platform construction of oil and gas industry.

#### 2. Literature Review

In the case of decision-making evaluation models, research has been carried out to select the best contractor, and various parameters and decision-making methods have been employed. A number of previous studies in MADM and weighting methods are presented in Table 1 (Razmi et al., 2008).

In the work of Razmi et al. (2008), a basic multi-criteria model was developed which can select the best contractor for the implementation of a project by taking into account all the qualitative and quantitative factors affecting the contractor's assessment. In this model, six general criteria, some of which include their own specific sub-criteria, are presented as the effective measure to choose a contractor in a tender (Razmi et al., 2008). In this study, a hybrid multi-criteria method by the fuzzy approach is used to express variables for ranking and selecting the best contractor in the tender. Nieto-Morote and Ruz-Vila (2012) provided systematic qualification based on the fuzzy set theory. Compared to other models, the use of an algorithm for managing contradictions in relation to fuzzy preferences when using pairwise comparison judgments and the use of linguistic and accurate evaluation of the performance of contractors by quantitative and qualitative criteria are the main advantages of this model. In a study by Plebankiewicz (2012), a plan for qualifying contractors is

introduced, which includes two steps: 1) in the rank and 2) in each project. Fuzzy set theory has been used to evaluate "per project" in the qualification model. Then, using a numerical example, the model performance and qualification procedures are described. Dickson's (1996) work can be considered as the pioneer of supplier assessment. In a review, he considered 23 different criteria for assessing supplier performance. Quality, delivery time, and performance history were introduced as three important criteria for this assessment. In another paper presented by Khorshid and his colleagues (2004), the evaluation and selection of suppliers in the supply chain were studied in the case of single sourcing and fuzzy approach. In the current work, linguistic terminology has been used to evaluate the performance of each supplier with respect to each criterion and to determine the weight of the criteria; the technique employed herein is ranking by fuzzy TOPSIS. Due to exploiting fuzzy TOPSIS technique, it is possible to apply quantitative and qualitative criteria simultaneously. To illustrate the validity and effectiveness of the proposed method, a numerical example, in which three decision makers (DM) pay five suppliers through the five criteria of the supplier's profitability, facilities, technological capabilities, quality, and delivery time, is also presented, and the suppliers' ratings are ultimately based on their scores.

With respect to the theoretical weakness of past researches, it should be noted that there are a variety of MADM techniques to assign weights to the criteria, but the application of several techniques to vendor selection problem has not been reported in the literature yet; Some of these technique, among others, are step-wise weight assessment ratio analysis (SWARA) (Kersuliene et al., 2010), best worst method (BWM) (Rezaei, 2015), generalized rank sum (GRS) (Wang and Zionts, 2015), correlation coefficient and standard deviation (CCSD) (Wang and Lou, 2010), and indifference threshold-based attribute ratio analysis (ITART) (Hatefi, 2019). Moreover, considering the practical vacuum of previous studies in Iran, the literature review (Safarani et al., 2017; Toosi and Samani, 2012; Afshar et al., 2011) states that there are a few organizations which have really employed the scientific models to resolve their problems of supplier selection.

#### **3. Proposed Model**

The contractor selection method proposed herein consists of three phases:

- A. Determining the criteria;
- B. Assigning the weights to the criteria by Swing method;
- C. Contractor selection process by performing a fuzzy TOPSIS (called xTOPSIS).

Both phases B and C are performed by MADM models,

Reference	MADM Method	Weighting Method	Area of Research	Country
Assellaou et al. (2018)	DEMATEL (Decision Making Trial and Evalua- tion) (Fontela and Gabus, 1976)TOPSIS (Tech- nique for Order Preference by Similarity to Ideal Solution) (Hwang and Yoon, 1981)	ANP (Analytic Network Process) (Saaty and Takizawa, 1986)	Refining company	Morocco
Safarani, el. al. (2017)	TOPSIS ELECTRE (Elimination and Choice Translating Real- ity) (Roy, 1968),VIKOR (Vlse Kriterijumsk Optimizacija Kompromisno Resenje)- (Opricović et al., 1979)	Pairwise comparison (Thurstone, 1927)	Medical equipment	Iran
Wang Chen et al. (2016)	Fuzzy TOPSIS (Chen, 2000)	Fuzzy AHP (Analytic Hierarchy Process) (Van Laarhoven and Pedrycz, 1983)	Green supplier selection	Vietnam Taiwa
Kaur et al. (2016)	Linear programming model (Schrijver, 1998) Fuzzy AHP (Chen, 2000), Fuzzy TOPSIS	Weighted IRP (Interpretive Ranking Process) (Kumar and Singh, 2015)	Industry	Switzerland Ind
Karsak and Dur- sun (2014)	QFD (Quality Function Deployment) (Akao et al., 1996), DEA (Data Envelopment Analysis) (Kretter, 1957)	Fuzzy weighted average	Private hospital	Turkey
oosi and Samani (2012)	ANP (Saaty and Takizawa, 1986)	Pairwise comparison, SAW	Water pollu- tion control	Iran
Eskandari et al. (2012)	SAW (Simple Additive Weighting) (Churchman and Ackoff, 1954)	Pairwise comparison (Thurstone, 1927), ROC (Rank Order Cen- troid) (Barron, 1992)	Landfill siting	Iran
Edwards, W. and Bar- ron, F. H., (1994)	SMARTER (Simple Multi-attribute Rating Technique Exploiting Ranks) (Edwards and Barron, 1994)	Revised SIMOS procedure (Figueira and Roy, 2002)	Urban water conservation	Brazil
Machiwal et al. (2011)	AHP (Saaty, 1980)	Pairwise comparison (Thurstone, 1927), Eigenvector (Saaty, 1977)	Ground water potential zones	India
Ozcan et al. (2011)	TOPSIS (Hwang and Yoon ,1981), ELECTRE,Grey Theory (Deng, 1982)	SIMOS procedure (Simos, 1990)	Ware house selection	Turkey
Afshar et al. (2011)	FMCDM based on TOPSIS (Hwang and Yoon, 1981)	Fuzzy UNEP (The United Nation En Pairwise comparison (Thurstone, 1927) vironmental Program) (UNEP, 1987)	River basin	Iran
Aalianvari et al. (2012)	AHP (Saaty, 1980), Fuzzy Delphi method (Linstone, 1975)	Delphi method. pairwise comparison (Thurstone, 1927), Fuzzy weights	Potential of ground water flow	Iran
(Alipour et al. (2010)	FMCDM	Fuzzy weights	Water diversion	Iran
Chen et al. (2010)	TOPSIS (Hwang and Yoon, 1981)	Pairwise comparison (Thurstone, 1927)	Performance evaluation	China
Calizaya et al. (2010)	AHP (Saaty, 1980)	Pairwise comparison (Thurstone, 1927)	Integrated water resources management	Bolivia
Kodikara et al. (2010)	PROMETHEE (Preference Ranking Organization Method for Enrichment Evaluations) (Brans, 1982)	SIMOS procedure (Simos, 1990)	Urban water supply	Australia
Vincent and Hu (2010)	Fuzzy TOPSIS	Voting method (Williams, 1780), Rating method	Evaluation of man- ufacturing plants	Taiwan
Garcia et al. (2010)	GP (Goal Programming) (Charnes and Cooper, 1977), TOPSIS (Hwang and Yoon, 1981)	CRITIC (Criteria Importance Through Inter-criteria Correla- tion) (Diakoulaki et al., 1995)	Ranking of firms	Spain
Tervonen et al. (2009)	ELECTRE Tri (Yu 1992) SMART (Edwards, 1977)	SIMOS procedure (Simos, 1990)	Sorting problems	Portugal, Finlar
Shanian et al. (2008)	ELECTRE Tri (Yu, 1992)	Pairwise comparison, Eigen- vector (Saaty, 1977)	Material selection	Canada, USA
Yang et al. (2008)	ANP (Saaty and Takizawa, 1986), TOPSIS (Hwang and Yoon, 1981)	Pairwise comparison (Thurstone, 1927)	Vendor selection	India
Balasubramaniam et al. (2007)	ELECTRE III (Roy, 1968) Weighted Summation	Swing (Von-Winterfeldt and Edwards, 1986)	Selection of reme- diation techniques for petroleum	UK

Volume 2, Issue 3 September 2018

which are widely utilized in complex decision-making, especially when there are many, and sometimes conflicting, criteria. Additionally, this research includes a real-world case study which uses interview and questionnaire techniques for collecting the required data. To present the research methodology more clearly, first of all, the literature and background of the research should be studied in order to determine the criteria, indicators, and methods of decision making. Then, for finding the useful criteria, a survey of the opinion of the IOEC experts should be carried out. After identifying the criteria and methods that can conform to the particular company circumstances in the field of offshore oil and gas industry, the questionnaires should be prepared regarding the initial investigations revealing that the combination of multi criteria decision methods is better. Also, the viewpoints of the related experts about the ranking should be asked and taken into account for ratings. Finally, the practical procedure should be submitted to the company. The above descriptions are schematically displayed in Figure 1 as the proposed process of contractors' selection.

#### 3.1. Phase A: Determining the criteria

This phase was conducted in two stages. Stage (I): reviewing the respected state-of-the-art to create a list of any criteria reported in the literature. Stage (II): eliciting the experts' judgments to select the final criteria. With regard to stage (I), many researchers have reviewed criteria used in contractor/vendor selection and have collected them at various time intervals. The most mentioned criteria surveys are tabulated in Table 2.

Owing to stage (II), using the combination of both literature and company knowledge works in multiple ways, the company's experts and DM's can indicate which criteria should be used in the industry. For this purpose, 12 experts are selected from experienced staffers with a combination of managerial and executive positions, including project management office (PMO) manager, project managers, and operational personnel. They have about 14 to 20 years of experience in the oil and gas industry, and they are from 34 to 55 years old. The experts of IOEC are asked to select the criteria they find important in the contractor selection process with the use of a questionnaire prior to presenting the criteria from the literature in order to insure that the respondents' replies are not influenced by this information. The selected criteria are listed in Table 3. The number of times the criteria are indicated by the respondents is displayed in the right column. The criteria which are referred more than 6 time (by more than 50%) of the experts) will be selected to evaluate the contractors. Interestingly, a top-ten list is obtained.

To determine the screening criteria, same as the above rule, the criteria which are selected by more than half of the experts, are selected as the screening filters of the contractors. In this case, "Price" and "Quality" were chosen as the screening criteria with being referred eight and seven times respectively.

#### 3.2. Phase B: Criteria weight assignment

In this phase, the Swing method is used, including three stages. Stage (I): Ranking the criteria from the most important (i.e. the

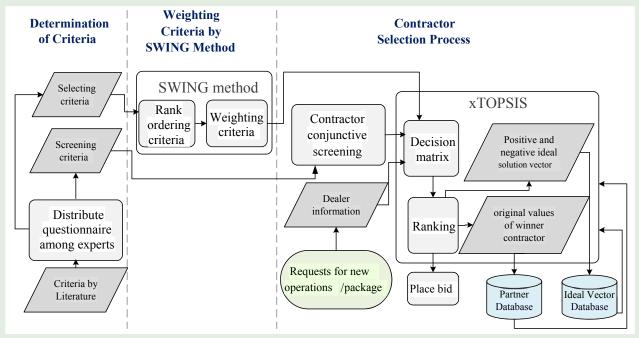


Figure 1: The proposed process of contractor selection (Ref.: this work)

highest level) to the least important one (i.e. the lowest level). Stage (II): Assigning the numerical rates to the criteria. Stage (III): Normalizing the assigned rates to get the final weights.

At stage (I), the DM is asked to consider a given option with the lowest levels of criteria. Assuming that all the criteria are at

their lowest level, the DM is asked to promote one of the criteria to the highest level. This is done one after another and is repeated each time for one of the criteria. DM's preference for the sequence of the criteria is shown in the upper box of Figure 2. At stage (II), a rate of 100 is assigned to the criterion at the highest level, and

Table 2- The criteria for the supplier selection reported in the respected literature (Ref.: this work)

Criteria Name	References
Quality	Erdem and Gocen (2012), Ku et al. (2010), Doloi et al. (2011), Kibria et al. (2010), Zavadskas et al. (2008), Bendana et al. (2008), Abdel-Tawwab et al. (2008), Phillips and Dudik (2008), Singh and Tiong (2006), Gary Teng and Jaramillo (2005), Birgün Barla (2003), Palaneeswaran and Kumaraswamy (2001), Min (1994).
Price (unit cost)	Watt et al. (2009), Abdel-Tawwab et al. (2008), El-Sayegh (2009), Birgün Barla (2003), Aung et al. (2000), Masterman and Duff (1994), Singh and Murphy (1990), Skitmore and Marsden (1988).
Technical Capability	Erdem and Gocen (2012), Doloi et al. (2011), El-Sayegh (2009), Watt et al. (2009), Phillips and Dudik (2008), Abdel-Tawwab et al. (2008), Singh and Tiong (2006).
Service	Doloi et al. (2011), Ku et al. (2010), Zavadskas et al. (2008), Bendana et al. (2008), Singh and Tiong (2006), Birgün Barla (2003), Min (1994).
Production Facilities and Capacity	Watt et al. (2009), Bendana et al. (2008), Zavadskas et al. (2008), Singh and Tiong (2006), Bir- gün Barla (2003), Aung et al. (2000).
Delivery	Aung et al. (2000).
Financial Position	El-Sayegh (2009), Watt et al. (2009), Abdel-Tawwab et al. (2008), Bendana et al. (2008), Birgün Barla (2003), Aung et al. (2000), Min (1994).
Flexibility	Doloi et al. (2011), El-Sayegh (2009), Zavadskas et al. (2008), Abdel-Tawwab et al. (2008), Singh and Tiong (2006), Gary Teng and Jaramillo (2005), Singh and Murphy (1990), Skitmore and Marsden (1988).
Costs (ordering, transporta- tion, etc.)	Erdem and Gocen (2012), Ku et al. (2010), Doloi et al. (2011), Abdel-Tawwab et al. (2008), Bendana et al. (2008), Phillips and Dudik (2008), Gary Teng and Jaramillo (2005), Aung et al. (2000), Min (1994).
Performance History	Doloi et al. (2011), Watt et al. (2009), El-Sayegh (2009), Phillips and Dudik (2008), Abdel-Tawwab et al. (2008), Bendana et al. (2008), Singh and Tiong (2006), Almossawi (2001), Aung et al. (2000).
Desire for Business	Palaneeswaran and Kumaraswamy (2001), Min (1994).
Trade Restrictions	Min (1994).
Labor Relation Record	Aung et al. (2000).
Geographical Location	Watt et al. (2009).
Political Situation	Bendana et al. (2008), Singh and Tiong (2006), Aung et al. (2000).
Reliability	Gary Teng and Jaramillo (2005), Birgün Barla (2003).
Reputation and Position in Industry	Watt et al. (2009), El-Sayegh (2009), Singh and Tiong (2006), Doloi et al. (2011).
Communication System	Aung et al. (2000).
Relationship	Watt et al. (2009), Bendana et al. (2008), Singh and Tiong (2006), Singh and Tiong (2006), Aung et al. (2000).
Warranty and Claim Policies	Doloi et al. (2011), Zavadskas et al. (2008), Bendana et al. (2008), Singh and Tiong (2006).
Capabilities and Standards	Erdem and Gocen (2012), Ku et al. (2010).

the DM is then asked to assign a number which matches the rest proportional to 100. The rates allocated to the criteria are shown in the middle box of Figure 2. Finally, at stage (III), the rates will be normalized to obtain the normalized weights, as the sum of the weights is equal to one. In the bottom box of Figure 2, the normalized weights are drawn.

## **3.3. Phase C: Contractor selection process**

This phase includes two stages. Stage (I) screening the contractors/vendors with the use of conjunctive screening. Stage (II) applying an extended fuzzy-TOPSIS (called xTOPSIS) to rank the contractors.

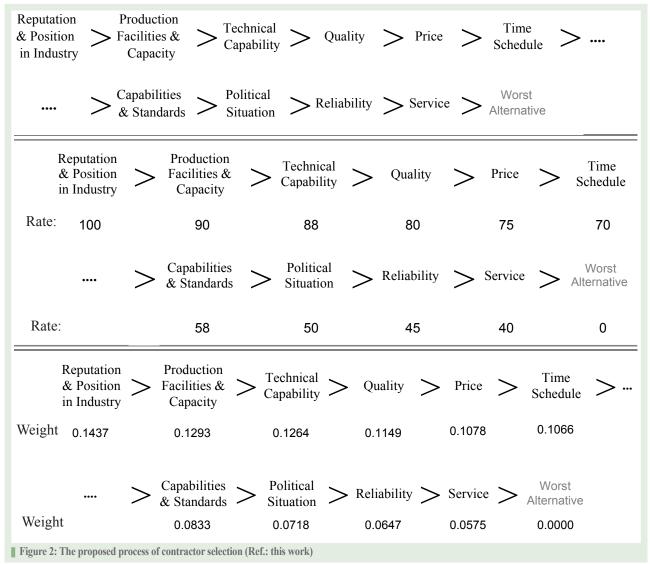
### 3.3.1. Stage one: Screening vendors

The questionnaire asks the respondents (in question number 4) to state their opinion on the criterion/criteria that should be used as a minimum requirement. These are used for the conjunctive screening of the vendors (see Table 4). A screening criterion needs to be indicated by at least more than half of the experts (i.e. more than six times) in order to be incorporated in this research. The screening criteria are presented in Table 4.

According to Table 4, the fourth contractor (Dana Niroo Company) is eliminated at this stage because this vendor does not have the minimum requirement of the screening criteria.

# 3.3.2. Stage two: Performing xTOPSIS

In this subsection, the data gained by questionnaire is processed by xTOPSIS, and, at the end of each round, a contractor is selected and presented to the relevant units of the company. Let us, first, have some explanations of the classical TOPSIS method. TOPSIS is one of the important methods in dealing with MADM problems. It considers both the smallest distance from the positive-ideal solution and the largest distance from the negative-ideal solution. According to Kim et al. (1997), four TOPSIS advantages are as follows: (I) a sound logic that represents the rationale of human choice, (II) a scalar value that accounts for both the best and the



31

Table	Table 3- The summary result of questionnaire (Ref.: this work)						
No.	Criteria	Indication					
1	Reputation and Position in Industry	12					
2	Quality	11					
3	Production Facilities and Capacity	11					
4	Technical Capability	9					
5	Capabilities and Standards	9					
6	Price	9					
7	Time Schedule	8					
8	Service	7					
9	Reliability	7					
10	Political Situation	6					

Table 4- T work)

Code	Contractor Names of First Round	Screening Criteria			
Coue		Price	Quality		
C1	Akam Industry	$\checkmark$	$\checkmark$		
C2	DANIEL Survey	$\checkmark$	✓		
C3	Deep Sea Offshore International	$\checkmark$	$\checkmark$		
C4	Dana Niroo	×	✓		
C5	Horizon Survey Company	$\checkmark$	$\checkmark$		
C6	FUGRO	$\checkmark$	✓		

The screening contractors/vendors by scr	he screening contractors/vendors by screening criteria (Ref.: this								
ontractor Names of First Round	Screening	g Criteria	setting up						
ontractor realies of r list Kound	Price	Quality	be formed						
Akam Industry	$\checkmark$	$\checkmark$	project. Th						
DANIEL Survey	✓	✓	The lir were adju						
Deep Sea Offshore International	$\checkmark$	✓	These equi						
Dana Niroo	×	$\checkmark$	By usin						

worst alternatives simultaneously, (III) a simple computation process which can be easily programmed into a spreadsheet, and (IV) the performance measures of all the alternatives of the attributes, which can be visualized on a polyhedron, at least for any two dimensions.

Human judgment and preference are often ambiguous and cannot be estimated with exact numeric values; thus, a set of crisp values is not suitable to model real-world situations (Rashid and Husnine, 2014). Probability theory, fuzzy theory, utility theory, and the models with interval or incomplete data are disciplines which aim at coping with such uncertainties. In the current paper, fuzzy theory is used to handle any imprecision in decision-making problems and the ambiguities in information (Bellman and Zadeh, 1970). Frank Schneider (2008) deduced an approach called xTOPSIS from the prerequisites of the tested and elaborated ns and presented a numerical example to illustrate ss (Schneider, 2008). To start the first round of xTOPSIS, considering the elimination of the fourth r in the screening step, a decision fuzzy matrix will l by the representative of the respective pipe-laying his matrix is given in Table 5.

nguistic variables used in the decision fuzzy matrix sted and equivalent to triangular fuzzy numbers. ivalent triangular fuzzy numbers are listed in Table 6.

ing triangular fuzzy numbers equivalent to linguistic variables in Table 9, Table 5 (decision fuzzy matrix with linguistic variables) should be converted from triangular numbers to fuzzy numbers as it is presented in Table 7.

Tal	ble 5- Deci	sion fuzzy m	atrix with ling	iistic variables	(Ref.: this wor	·k)					
	Criteria	Reputation & Position in Industry	Quality	Production Facilities & Capacity	Technical Capability	Capabilities & Standards	Price	Time Schedule	Service	Reliability	Political Situation
	Weight	0.143	0.114	0.129	0.126	0.083	0.107	0.106	0.057	0.064	0.071
	aspect	(+)	(+)	(+)	(+)	(+)	(-)	(+)	(+)	(+)	(+)
	C1	Medium	Low	Extremely Low	Low	Low	Extremely High	High	High	Low	Extremely High
	C2	Medium	Medium	Extremely High	High	Medium	Medium	High	Medium	Low	Medium
	C3	High	Medium	High	Medium	Extremely High	Medium	Low	Low	Medium	Low
actors	C5	Low	Extremely Low	Low	High	High	Low	Medium	Medium	High	Medium
Contractors	C6	Medium	High	Medium	Medium	Extremely High	Extremely High	Low	Low	Extremely High	Extremely Low



 Table 6- Triangular fuzzy numbers equivalent to linguistic variables (Ref.: this work)

 Triangular fuzzy number

ube	Linquistia	Triangu	lar fuzzy	number
Numbe	Linguistic	1	m	u
1	Extremely Low	0.25	0.33	0.5
2	Low	0.33	0.5	1
3	Medium	0.5	1	2
4	High	1	2	3
5	Extremely High	2	3	4

In the second step, the decision fuzzy matrix should be normalized by employing Equations 1-4.

$$\mathbf{r}_{ij} = \begin{bmatrix} \frac{\mathbf{a}_{ij}}{\mathbf{C}_{j}^{+}} & \frac{\mathbf{b}_{ij}}{\mathbf{C}_{j}^{+}} & \frac{\mathbf{c}_{ij}}{\mathbf{C}_{j}^{+}} \end{bmatrix}$$

$$\mathbf{C}_{i}^{+} = \max \mathbf{C}_{ij}$$
(1)

$$\mathbf{r}_{ij} = \begin{bmatrix} \mathbf{a}_{j}^{-} & \mathbf{a}_{j}^{-} & \mathbf{a}_{j}^{-} \\ \mathbf{c}_{ij} & \mathbf{b}_{ij} & \mathbf{a}_{ij} \end{bmatrix}$$

$$\mathbf{a}_{j}^{-} = \min_{i} a_{ij}$$
(2)

According to Equations 3 and 4 and the weight of criteria, the normalized balanced matrix (normalized weighted decision matrix) is formed, and FPIS and FNIS are specified

	Criteria Reputation & Position in Industry		Quality	Production Facilities & Capacity	Technical Capability	Capabilities & Standards	Price	Time Schedule	Service	Reliability	<b>Political</b> Situation
	Weight	0.143	0.114	0.129	0.126	0.083	0.107	0.106	0.057	0.064	0.071
	aspect	(+)	(+)	(+)	(+)	(+)	(-)	(+)	(+)	(+)	(+)
	C1	(0.5,1,2)	(0.33,0.5,1)	(0.25,0.33,0.5)	(0.33,0.5,1)	(0.33,0.5,1)	(0.25,0.33,0.5)	(1,2,3)	(1,2,3)	(0.33,0.5,1)	(2,3,4)
LS	C2	(0.5,1,2)	(0.5,1,2)	(2,3,4)	(1,2,3)	(0.5,1,2)	(0.5,1,2)	(1,2,3)	(0.5,1,2)	(0.33,0.5,1)	(0.5,1,2)
Contractors	C3	(1,2,3)	(0.5,1,2)	(1,2,3)	(0.5,1,2)	(2,3,4)	(0.5,1,2)	(0.33,0.5,1)	(0.33,0.5,1)	(0.5,1,2)	(0.33,0.5,1)
ontr	C5	(0.33,0.5,1)	(0.25,0.33,0.5)	(0.33,0.5,1)	(1,2,3)	(1,2,3)	(1,2,3)	(0.5,1,2)	(0.5,1,2)	(1,2,3)	(0.5,1,2)
U	C6	(0.5,1,2)	(1,2,3)	(0.5,1,2)	(0.5,1,2)	(2,3,4)	(0.25,0.33,0.5)	(0.33,0.5,1)	(0.33,0.5,1)	(2,3,4)	(0.25,0.33,0.5)
	FPIS(A	(1,2,3	) (1,2,3)	(2,3,4)	(1,2,3)	(2,3,4)	(0.25,0.33,0.5)	(1,2,3)	(1,2,3)	(2,3,4)	(2,3,4)
	FNIS(A	(0.33,0.5	5,1) (0.25,0.33,0.	5) (0.25,0.33,0.5)	(0.33,0.5,1)	(0.33,0.5,1)	(1,2,3)	(0.33,0.5,1)	(0.33,0.5,1)	(0.33,0.5,1)	(0.25,0.33,0.5)
Tał	ole 8- The	e normalized	balanced matrix	(Ref.: this work)							

& Position in **Time Schedule** Capabilities Reputation acilities & Production Reliability Capacity Capability [echnica] Criteria Quality Political Service Price (0.02,0.04,0.09) (0.01,0.01,0.03)  $(0.00, 0.01, 0.01) \quad (0.01, 0.02, 0.04) \\ (0.00, 0.01, 0.02) \quad (0.05, 0.08, 0.10) \\ (0.03, 0.06, 0.10) \\ (0.01, 0.03, 0.05) \\ (0.00, 0.00, 0.01) \\ (0.03, 0.05, 0.07) \\ (0.01, 0.03, 0.05) \\ (0.00, 0.00, 0.01) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.03, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.05) \\ (0.01, 0.0$ (0.02, 0.04, 0.09)(0.01, 0.03, 0.07)(0.04,0.08,0.12) (0.01,0.02,0.04) (0.01,0.02,0.05) (0.03,0.06,0.10) (0.00,0.01,0.03) (0.00,0.00,0.01) (0.00,0.01,0.03) (0.06, 0.09, 0.12)Contractors (0.04.0.09.0.14) (0.01,0.03,0.07) (0.02,0.04,0.08) (0.04,0.06,0.08) (0.01,0.02,0.05) (0.01,0.01,0.03) (0.00,0.00,0.01) (0.00,0.01,0.03) (0.00,0.00,0.01) (0.03,0.06,0.09) (0.01, 0.02, 0.04)(0.00, 0.01, 0.01)(0.01,0.01,0.03) (0.04,0.08,0.12) (0.02,0.04,0.06) (0.00,0.01,0.02) (0.01,0.03,0.06) (0.00,0.01,0.03) (0.01,0.03,0.04) (0.00,0.01,0.03) (0.02,0.04,0.09) (0.03,0.07,0.11) (0.02,0.04,0.08) (0.04,0.06,0.08) (0.05,0.08,0.10) (0.01,0.01,0.03) (0.00,0.00,0.01) (0.03,0.04,0.06) (0.00,0.00,0.00) (0.01,0.03,0.06)  $(0.04, 0.09, 0.14) \\ (0.03, 0.07, 0.11) \\ (0.06, 0.09, 0.12) \\ (0.04, 0.08, 0.12) \\ (0.04, 0.06, 0.08) \\ (0.00, 0.01, 0.02) \\ (0.03, 0.06, 0.10) \\ (0.01, 0.03, 0.05) \\ (0.03, 0.04, 0.06) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03, 0.05, 0.07) \\ (0.03,$  $(0.01, 0.02, 0.04) \\ (0.00, 0.01, 0.01) \\ (0.00, 0.01, 0.01) \\ (0.01, 0.02, 0.04) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.01, 0.01, 0.03) \\ (0.01, 0.01, 0.03) \\ (0.00, 0.00, 0.01) \\ (0.00, 0.00, 0.01) \\ (0.00, 0.01, 0.01) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00, 0.01, 0.02) \\ (0.00,$ (0.00,0.00,0.00)



by Equations 5 and 6. The normalized balanced matrix is displayed in Table 8.

$$\begin{aligned} v_{ij} &= r_{ij} \times w_{ij} = \begin{bmatrix} \frac{a_{ij}}{c_j^+} & \frac{b_{ij}}{c_j^+} & \frac{c_{ij}}{c_j^+} \end{bmatrix} \times \begin{pmatrix} \alpha_j & \beta_j & \gamma_j \end{pmatrix} \\ &= \begin{bmatrix} \frac{a_{ij}}{c_j^+} \times \alpha_j & \frac{b_{ij}}{c_j^+} \times \beta_j & \frac{c_{ij}}{c_j^+} \times \gamma_j \end{bmatrix} \\ v_{ij} &= r_{ij} \times w_{ij} = \begin{bmatrix} \frac{a_j^-}{c_{ij}^-} & \frac{a_j^-}{b_{ij}^-} & \frac{a_j^-}{a_{ij}^-} \end{bmatrix} \times \begin{pmatrix} \alpha_j & \beta_j & \gamma_j \end{pmatrix} \\ &= \begin{bmatrix} \frac{a_j^-}{c_{ij}^-} \times \alpha_j & \frac{a_j^-}{b_{ij}^-} \times \beta_j & \frac{a_j^-}{b_{ij}^-} \times \gamma_j \end{bmatrix} \end{aligned}$$
(3)

where, wij are the assigned weights.

Table 9- The similarity and closeness to ideal solution and the ranking of alternatives (Ref.: this work)

Code	Alternative	$S^{+}_{1\ x,y}$	$S_{1,x,y}^{\perp}$	R <sub>1,x,y</sub>	Rank
C1	Akam Industry	0.40717	0.17093	0.29568	5
C2	DANIEL	0.22017	0.36295	0.62243	1
C3	Deep Sea Offshore	0.27223	0.31095	0.53319	2
C5	Horizon Survey Company	0.33520	0.24618	0.42344	4
C6	FUGRO	0.33189	0.24907	0.42872	3

$$V_{j}^{+} = \begin{cases} max \quad v_{ij}; j \in B \\ i = 1, \dots, m \\ min \quad v_{ij}; j \in C \\ i = 1, \dots, m \end{cases}$$

$$FPIS = \{v_{j}^{+} | j = 1, \dots, n\}$$
(5)

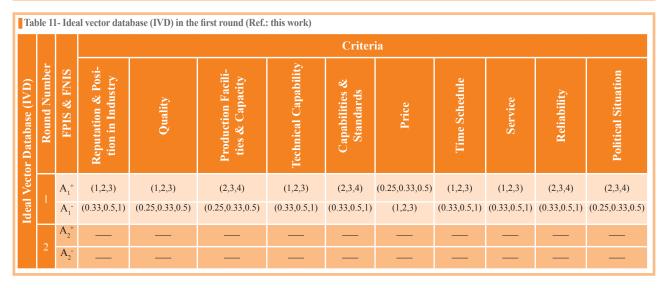
$$V_{j}^{-} = \begin{cases} \min \quad v_{ij}; j \in B \\ i=1,..,m \\ \max \quad v_{ij}; j \in C \\ i=1,..,m \end{cases}$$

$$FNIS = \{v_{j}^{-}| j=1,...,n\}$$
(6)

Now the similarity to the ideal solution of an alternative and then the closeness to A1+ and A1- should be computed, and ranking is done based on R1x,y. The results are listed in Table 9.

Contractor number two (i.e. DANIEL Company) ranked first in the first round, and it is assumed that the contractor won the tender. Now the original values of contractor number two (the winner of tender) are stored in the partner database (PD), and the ideal vectors are saved in the ideal vector database (IVD). Table 10 and Table 11 tabulate PD and IVD. The first round of xTOPSIS procedure is finished here.

Tal	Table 10- Partner database (PD) in the first round (Ref.: this work)												
		<u>.</u>		Criteria									
Partner Database (PD)	Round Number	Selected Contractor in Round	Reputation & Posi- tion in Industry	Quality	Production Facili- ties & Capacity	Technical Capability	Capabilities & Standards	Price	Time Schedule	Service	Reliability	Political Situation	
Par	1	DANIEL	(0.5,1,2)	(0.5,1,2)	(2,3,4)	(1,2,3)	(0.5,1,2)	(0.5,1,2)	(1,2,3)	(0.5,1,2)	(0.33,0.5,1)	(0.5,1,2)	
	2		—	—	—	—	—	—					



Volume 2, Issue 3

To start the next round, the research was held for about a month for "post-lay survey" bidding. Finally, the projects of South Pars development phase 13 requested bidding for similar operation for 13A and 13B export pipeline, and six

Table 12- Post-lay surveying contractors in the second round (Ref.: this work)								
Contractor Names of First Pound	Screening	g Criteria						
Contractor Manles of First Round	Price	Quality						
Akam Industry	$\checkmark$	$\checkmark$						
RAL	$\checkmark$	$\checkmark$						
FUGRO	$\checkmark$	$\checkmark$						
Horizon Survey Company	✓	✓						
DANIEL Survey	$\checkmark$	$\checkmark$						
Deep Sea Offshore International	$\checkmark$	✓						
	Contractor Names of First Round Akam Industry RAL FUGRO Horizon Survey Company DANIEL Survey	Contractor Names of First Round     Screening       Akam Industry     ✓       RAL     ✓       FUGRO     ✓       Horizon Survey Company     ✓       DANIEL Survey     ✓						

Table 13- The similarity and closeness to ideal solution and the ranking of alternatives in the second round (Ref.: this work)

Code	Alternative	$S_{1-x,y}^{+}$	$S^{\perp}_{1,x,y}$	R <sub>1,x,y</sub>	Rank
C1	Akam Industry	0.34952	0.24006	0.40717	6
C2	RAL	0.13976	0.45053	0.76324	1
C3	FUGRO	0.23865	0.34983	0.59447	3
C5	Horizon Survey Company	0.33514	0.25593	0.43299	5
C6	DANIEL Survey	0.27064	0.32178	0.54316	4
	Deep Sea Offshore International	0.20462	0.38814	0.65480	2

contractors, which are listed and screened by the screening criteria in Table 12, submitted their proposal to IOEC Company.

According to Table 12, none of the contractors is eliminated in this step because they all meet the minimum requirement of the screening criteria.

The decision fuzzy matrix will be formed by the representative of the respective pipe-laying project. By using triangular fuzzy numbers equivalent to linguistic variables, "decision fuzzy matrix with fuzzy numbers" will be formed, and two ideal vectors are added to the set of alternatives forwarded from IVD (see Table 14). The built-in matrix will be normalized, and by multiplying the weight of the criteria by the vectors of the normalized decision matrix, the normalized balanced matrix (normalized weighted decision matrix) is created; FPIS and FNIS of the second round are specified by counting A1+ and A1-.

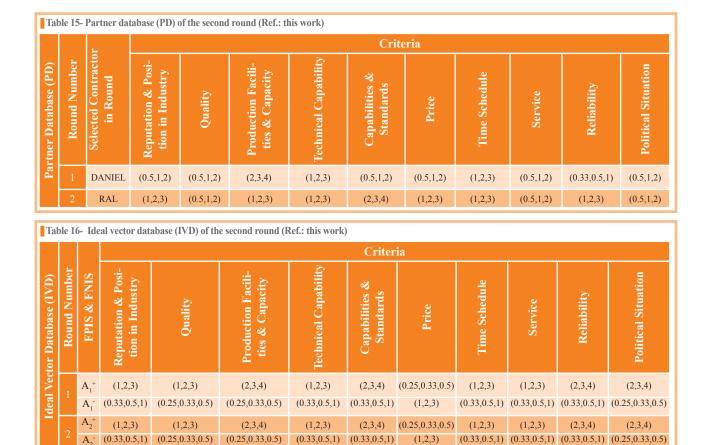
Now the similarity to the ideal solution of an alternative and then the closeness to A2+ and A2- should be computed, and ranking is done based on R2,x,y. The results are listed in Table 13.

Contractor number two, i.e. RAL Company, ranked first in the second round and it is assumed that the contractor won the tender. After closing the deal, the original values of contractor number two are again saved in the PD. We also update the ideal vectors and copy the values to our IVD (see Tables 15 and 16).

In the later round, the set of alternatives is completed

	ria	tion on in try	ity	tion es & áity	ical ility	lities lards	9	ledule	ээ	ility	cal ion
	Criteria	Reputation & Position in Industry	Quality	Production Facilities & Capacity	Technical Capability	Capabilities & Standards	Price	Time Schedule	Service	Reliability	<b>Political</b> Situation
	Weight	0.143	0.114	0.129	0.126	0.083	0.107	0.106	0.057	0.064	0.071
	aspect	(+)	(+)	(+)	(+)	(+)	(-)	(+)	(+)	(+)	(+)
	C1	(0.5,1,2)	(0.33,0.5,1)	(0.5,1,2)	(0.33,0.5,1)	(0.33,0.5,1)	(1,2,3)	(0.5,1,2)	(1,2,3)	(0.33,0.5,1)	(2,3,4)
	C2	(1,2,3)	(0.5,1,2)	(1,2,3)	(1,2,3)	(2,3,4)	(1,2,3)	(1,2,3)	(0.5,1,2)	(1,2,3)	(0.5,1,2)
ontractors	C3	(0.5,1,2)	(1,2,3)	(1,2,3)	(1,2,3)	(1,2,3)	(2,3,4)	(0.33,0.5,1)	(0.33,0.5,1)	(1,2,3)	(0.25,0.33,0.5)
	C4	(0.33,0.5,1)	(0.25,0.33,0.5)	(1,2,3)	(1,2,3)	(1,2,3)	(0.5,1,2)	(0.33,0.5,1)	(0.5,1,2)	(1,2,3)	(0.5,1,2)
ontr	C5	(0.5,1,2)	(0.5,1,2)	(0.5,1,2)	(1,2,3)	(0.5,1,2)	(1,2,3)	(1,2,3)	(0.5,1,2)	(0.33,0.5,1)	(0.5,1,2)
0	C6	(1,2,3)	(0.5,1,2)	(0.5,1,2)	(0.5,1,2)	(2,3,4)	(0.5,1,2)	(1,2,3)	(1,2,3)	(1,2,3)	(0.5,1,2)
	$A_1^+$	(1,2,3)	(1,2,3)	(2,3,4)	(1,2,3)	(2,3,4)	(0.25,0.33,0.5)	(1,2,3)	(1,2,3)	(2,3,4)	(2,3,4)
	$A_1^+$	(0.33,0.5,1)	(0.25,0.33,0.5)	(0.25,0.33,0.5)	(0.33,0.5,1)	(0.33,0.5,1)	(1,2,3)	(0.33,0.5,1)	(0.33,0.5,1)	(0.33,0.5,1)	(0.25,0.33,0.5)
	$A_{2}^{+}$	(1,2,3)	(1,2,3)	(2,3,4)	(1,2,3)	(2,3,4)	(2,3,4)	(1,2,3)	(1,2,3)	(2,3,4)	(2,3,4)
	$A_2^-$	(0.33,0.5,1)	(0.25,0.33,0.5)	(0.25,0.33,0.5)	(0.33,0.5,1)	(0.33,0.5,1)	(0.25,0.33,0.5)	(0.33,0.5,1)	(0.33,0.5,1)	(0.33,0.5,1)	(0.25,0.33,0.5)

 Table 14- Decision fuzzy matrix with fuzzy numbers in the second round (Ref.: this work)



once more by the previous ideal vectors. Maybe some winner alternative becomes less favorable, while another one rises in similarity to the ideal solution. The reason for this development is the readjustment of scales and the relative placement of the alternatives. With a soaring number of entries in the partner database, more precise statements can be given about the quality of the decisions made by the agent. Maintaining a database with reference values of future analysis is an invaluable asset for any agents as it provides the key figures for automatic learning and self-adjustments.

#### 4. Conclusion

The primary objective of this research was to elaborate on a suitable decision-making method for the oil and gas pipe laying projects and to develop PD and IVD databases to compare contractors in future. As the data analysis and findings indicate, it is possible for the firm to achieve cost savings by selecting the right and suitable contractor.

By the researchers' studies conducted in this paper, it was found out that in addition to quantitative factors, qualitative factors play an important role in the ranking of contractors, without which the best contractor cannot be absolutely determined; therefore, MADM models were preferably used. The paper introduced a contractor selection process which was conducted using the hybrid MADM model, including Swing method and TOPSIS model extended by the fuzzy approach. In fact, to overcome problems such as uncertainty, ambiguity, inaccurate information, etc., the fuzzy approach is implemented in the proposed model.

The proper evaluation of the contractor/vendor selection process and categories is needed in order to successfully operate at a low cost and high quality and to manage the contractor database. According to the IOEC's managers, the proposed model itself shows great potential for the selection process and makes it possible to analyze the contractors which have been at IOEC's tenders. The proposed model could be applied to understanding of the selected contractors in order to learn from the past decision-making processes in some rounds and to support additional improvement in the selection process. In the current work, the proposed model was conducted for two post-layout survey tenders, in which DANIEL Company was announced in the first bidding and RAL Company in the second bidding by the proposed model.

Taking the above explanations into account, this work has two contributions. The first contribution is combining two MADM methods, namely Swing and xTOPSIS, to solve the vendor selection problem. Secondly, this research is the first effort at IOEC to implement a scientific procedure for vendor selection instead of the traditional ones.

The authors believe that using the proposed model helps the analysts of the IOEC's vendor selection deal with its complicated activities and projects in a most effective and productive manner. The process is now conducted by only the trading commission unit at IOEC. Thus, it is recommended that the evaluation should be made in all the teams cooperating in such a way that each department should be responsible for its category. Finally, to minimize perplexities and to increase the understanding of a given rank, interpreting discussion of and guidelines on ranking are recommended.

#### References

- Aalianvari, A., Katibeh, H., & Sharifzadeh, M., 2012. Application of fuzzy Delphi AHP method for the estimation and classification of Ghomrud tunnel from groundwater flow hazard. Arabian Journal of Geosciences, 5(2), pp. 275-284.
- Abdel-Tawwab, M., Abdel-Rahman, A. M., & Ismael, N. E., 2008. Evaluation of commercial live bakers' yeast, Saccharomyces cerevisiae as a growth and immunity promoter for Fry Nile tilapia, Oreochromis niloticus (L.) challenged in situ with Aeromonas hydrophila. Aquaculture, 280(1), pp. 185-189.
- Afshar, A., Mariño, M. A., Saadatpour, M., & Afshar, A., 2011. Fuzzy TOPSIS multi-criteria decision analysis applied to Karun reservoirs system. Water resources management, 25(2), pp. 545-563.
- Akao, Y., Nagai, K., & Maki, N., 1996. QFD concept for improving higher education. s.l., s.n., pp. 12-20.
- Alipour, M. H., Shamsai, A., & Ahmady, N., 2010. A new fuzzy multicriteria decision making method and its application in diversion of water. Expert Systems with Applications, 37(12), pp. 8809-8813.
- Almossawi, M., 2001. Bank selection criteria employed by college students in Bahrain: an empirical analysis. International Journal of Bank Marketing, 19(3), pp. 115-125.
- Assellaou, H., Ouhbi, B., & Frikh, B., 2018. A Hybrid MCDM Approach for Supplier Selection with a Case Study. In Recent Developments in Metaheuristics, pp. 179-197.
- Aung, T., Wong, H. T., Yip, C. C., Leong, J. Y., Chan, Y. H., & Chew, P. T., 2000. Comparison of the intraocular pressure-lowering effect of latanoprost and timolol in patients with chronic angle closure glaucoma: a preliminary study. Ophthalmology, 107(6), pp. 1178-1183.
- Balasubramaniam, A., Boyle, A. R., & Voulvoulis, N., 2007. Improving petroleum contaminated land remediation decision making through the MCA weighting process. Chemosphere, 66(5), pp. 791-798.
- Bellman, R. E., and Zadeh, L. A., 1970 Decision making in a

fuzzy environment. Management Science, 17(4), pp. 141-164.

Barron, F.H., 1992. Selecting a best multi attribute alternative with partial information about attribute weights, Acta Psychologica: 80: 91-103.

- Bendana, R., del Cano, A., & Pilar de la Cruz, M., 2008. Contractor selection: fuzzy-control approach. Canadian Journal of Civil Engineering, 35(5), pp. 473-486.
- Birgün Barla, S., 2003. A case study of supplier selection for lean supply by using a mathematical model. Logistics Information Management, 16(6), pp. 451-459.
- Boran, F. E., Genç, S., Kurt, M., & Akay, D, 2009. A multi-criteria intuitionistic fuzzy group decision making for supplier selection with TOPSIS method. Expert Systems with Applications, 36(8), pp. 11363-11368
- Brans, J. P., 1982. The engineering decision: Development of instruments to support the decision. The PROMETHEE method.
- Calizaya, A., Meixner, O., Bengtsson, L., & Berndtsson, R., 2010. Multi-criteria decision analysis (MCDA) for integrated water resources management (IWRM) in the Lake Poopo Basin, Bolivia. Water resources management, 24(10), pp. 2267-2289.
- Charnes, A., & Cooper, W. W., 1977. Goal programming and multiple objective optimizations: Part 1. European Journal of Operational Research, 1(1), pp. 39-57.
- Chen, J., ZHANG, H. S., & ZHANG, J. G., 2010. Performance Evaluation of Missile Weapon Systems Based on Advanced TOPSIS Theory [J]. Computer Simulation, Volume 9, p. 25.
- Chen, C. T., 2000. Extensions of the TOPSIS for group decision making under fuzzy environment. Fuzzy sets and systems, 114(1), pp. 1-9.
- Churchman, C. W., & Ackoff, R. L., 1954. An approximate measure of value. Journal of the Operations Research Society of America, 2(2), pp. 172-187.
- De Boer, L., labro, E. and Morlacchi, P., 2001. A review of methods supporting supplier selection. European journal of purchasing and supply management, pp. 75-84.
- DENG, J., 1982. Grey control theory. Journal of Huazhong University of Science and Technology, 10(3), pp. 9-18.
- Diakoulaki, D., Mavrotas, G., & Papayannakis, L., 1995. Determining objective weights in multiple criteria problems: The critic method. Computers & Operations Research, 22(7), pp. 763-770.
- Dickson, G. W., 1996. An analysis of vendor selection systems and decisions. Journal of Purchasing, 2(1) pp. 5-7.
- Doloi, H., Iyer, K. C., & Sawhney, A., 2011. Structural equation model for assessing impacts of contractor's performance on project success. International Journal of Project Management, 29(6), pp. 687-695.
- Edwards, W., 1977. Social utilities, The Engineering Economist Summer Symposium Series, 6, 119–129.
- Edwards, W. And Barron, F. H., 1994. SMARTS and SMARTER:

Improved simple methods for multi-attribute utility measurement, Organizational Behavior and Human Decision Processes, 60(3), PP. 306-325.

- El-Sayegh, S. M., 2009. Multi-criteria decision support model for selecting the appropriate construction management at risk firm. Construction Management and Economics, 27(4), pp. 385-398.
- Erdem & Gocen, 2012. Development of a decision support system for supplier evaluation and order allocation. Expert Systems with Applications, 39(5), pp. 4927-4937.
- Tervonen, T., Figueira, J. R., Lahdelma, R., Dias, J. A., & Salminen, P., 2009. A stochastic method for robustness analysis in sorting problems. European Journal of Operational Research, 192(1), pp. 236-242.
- Eskandari, M., Homaee, M., & Mahmodi, S., 2012. An integrated multi criteria approach for landfill siting in a conflicting environmental. Economical and socio-cultural area. Waste Management, 32(8), pp. 1528-1538.
- Figueira, J., and Roy, B., 2002. Determining the weights of criteria in the ELECTRE type methods with a revised SIMOS' procedure, European Journal of Operational Research, 139(2), PP. 317–326.
- Fontana, M. E., Morais, D. C., & de Almeida, A. T., 2011. A MCDM Model for Urban Water Conservation Strategies Adapting Simos Procedure for Evaluating Alternatives Intracriteria. In EMO, pp. 564-578.
- Fontela, E., & Gabus, A., 1976. The DEMATEL observer.
- Garcia, F., Guijarro, F., & Moya, I., 2010. A goal programming approach to estimating performance weights for ranking firms. Computers & Operations Research, 37(9), pp. 1597-1609.
- Gary Teng, S., & Jaramillo, H., 2005. A model for evaluation and selection of suppliers in global textile and apparel supply chains. International Journal of Physical Distribution & Logistics Management, 35(7), pp. 503-523.
- Hatefi, M.A., 2019. Indifference Threshold-based Attribute Ratio Analysis: A Method for Assigning the Weights to the Attributes in Multiple Attribute Decision Making. Applied Soft Computing, 74, pp. 643-651.
- Karsak, E. E., & Dursun, M., 2014. An integrated supplier selection methodology incorporating QFD and DEA with imprecise data. Expert Systems with Applications, 41(16), pp. 6995-7004.
- Kaur, H., Singh, S. P., & Glardon, R., 2016. An integer linear program for integrated supplier selection: A sustainable flexible framework. Global Journal of Flexible Systems Management, 17(2), pp. 113-134.
- Kersuliene, V., Zavadskas, E. K., and Turskis, Z., 2010. Selection of rational dispute resolution method by applying new stepwise weight assessment ratio analysis (SWARA). Journal of Business Economics and Management, 11(2), pp. 243–258.
- Khorshid, S. Karluux, Teslimi, M. S. and Jafarnejad, K, 2004. Ranking and selecting research projects under fuzzy

environmental decision making group through TOPSIS decision making technique. Management of organizational culture, 5(2), pp. 5-28.

- Kibria, G., Doloi, B., & Bhattacharyya, B., 2010. Experimental analysis on Nd: YAG laser micro-turning of alumina ceramic. The International Journal of Advanced Manufacturing Technology, 50(5-8), pp. 643-650.
- Kim, G., Park, C. S., and Yoon, K. P., 1997. Identifying investment opportunities for advanced manufacturing systems with comparative-integrated performance measurement. International Journal of Production Economics, 50(1), pp. 23–33.
- Kodikara, P. N., Perera, B. J. C., & Kularathna, M. D. U. P., 2010. Stakeholder preference elicitation and modelling in multicriteria decision analysis–A case study on urban water supply. European Journal of Operational Research, 206(1), pp. 209-220.
- Kretter, A., 1957. Factory Dopytu Po biopotravinach a postoje spotrebitela factors of biofood and consumer's attitudes. Journal of the Royal Statistical Society, Volume 120(Part 3), pp. 253-290.
- Ku, C. Y., Chang, C. T., & Ho, H. P., 2010. Global supplier selection using fuzzy analytic hierarchy process and fuzzy goal programming. Quality & Quantity, 44(4), pp. 623-640.
- Kumar, R., & Singh, S. P., 2015. AHP-IRP: An integrated approach for decision making. s.l., s.n., pp. 605-612.
- Linstone, H., 1975. Introduction in the Delphi Method: techniques and applications. Linstone and Turoff.
- Machiwal, D., Jha, M. K., & Mal, B. C., 2011. Assessment of groundwater potential in a semi-arid region of India using remote sensing, GIS and MCDM techniques. Water resources management, 25(5), pp. 1359-1386.
- Masterman, J. W. E., & Duff, A. R., 1994. The selection of building procurement systems by client organizations. In Proceedings of the 10th Annual ARCOM Conference, Volume 2, pp. 650-9.
- Min, H., 1994. International supplier selection: a multi-attribute utility approach. International Journal of Physical Distribution & Logistics Management, 24(5), pp. 24-33.
- Nieto-Morote, A. and F. Ruz-Vila, 2012. A fuzzy multi-criteria decision making model for construction contractor prequalification. Automation in Construction, Volume 25, pp. 8-19.
- Opricović, S., Duckstein, L., & Djordjević, B., 1979. Multiobjective Optimization in Water Resources Planning. Cagliari, s.n.
- Ozcan, T., Çelebi, N., & Esnaf, Ş., 2011. Comparative analysis of multi-criteria decision making methodologies and implementation of a warehouse location selection problem. Expert Systems with Applications, 38(8), pp. 9773-9779.
- Palaneeswaran, E., & Kumaraswamy, M., 2001. Recent advances and proposed improvements in contractor prequalification methodologies. Building and Environment, 36(1), pp. 73-87.

Volume 2, Issue 3 September 2018

- Phillips, S. J., & Dudik, M., 2008. Modeling of species distributions with Maxent: new extensions and a comprehensive evaluation. Ecography, 31(2), pp. 161-175.
- Plebankiewicz, E., 2012. A fuzzy set based contractor prequalification procedure. Automation in Construction, Volume 22, pp. 433-443.
- Rashid, T., and Husnine, S. M., 2014, Multicriteria group decision making by using trapezoidal valued hesitant fuzzy sets. The Scientific World Journal, 304834, pp. 1-8.
- Razmi Jafar, Naha Hassan, & Meshkin Fam Saeed, 2008. Designing a new decision support model for evaluating and selecting contractors in tenders. The theory of technical school, Volume 41.
- Razmi, J., Jafari Songhori, M. and Khakbaz, H., 2009. An integrated fuzzy decision making/fuzzy linear programming (FGDMLP) framework for supplier evaluation and order allocation. International Journal of Advanced Manufacturing Technology, pp. 5-6.
- Rezaei, J., 2015. Best-worst multi-criteria decision-making method. Omega, 53(1), pp. 49-57.
- Roy, B., 1968. Classement et choix en présence de points de vue multiples (la méthode ELECTRE). RIRO, Volume 8, p. 57–75.
- Saaty, T.L., 1977. A scaling method for priorities in hierarchical structures, Journal of Mathematical Psychology, 15(1), PP. 234-281.
- Saaty, T.L., 1980. The analytic hierarchy process: New York: McGraw-Hill.
- Saaty, T. L., & Takizawa, M., 1986. Dependence and independence: From linear hierarchies to nonlinear networks. Dependence and independence: From linear hierarchies to nonlinear networks., 26(2), pp. 229-237.
- Safarani, S., Khatami Firouzabadi, S. M. A., & Ahangar, A., 2017. Supplier Selection for Serum and Syringe Using Multi-Criteria Decision making Methods ELECTRE1, TOPSIS and Compared Them with VIKOR. Journal of Payavard Salamat, 11(4), pp. 380-390.
- Schneider, F., 2008. Multiple criteria decision making in application layer networks. Bayreuth reports on information systems management, Issue 36.
- Schrijver, A., 1998. Theory of linear and integer programming. s.l. John Wiley & Sons.
- Shanian, A., Milani, A. S., Carson, C., & Abeyaratne, R. C., 2008. A new application of ELECTRE III and revised Simos' procedure for group material selection under weighting uncertainty. Knowledge-Based Systems, 21(7), pp. 209-720.
- Simos, T. E., 1990. A four-step method for the numerical solution of the Schrodinger equation. Journal of computational and applied mathematics, 30(3), pp. 251-255.
- Singh, D., & Tiong, R. L., 2006. Contractor selection criteria: investigation of opinions of Singapore construction practitioners. Journal of construction engineering and management, 132(9), pp. 998-1008.

- Singh, S., & Murphy, B. J., 1990. Evaluation of the stability of sanitary landfills. s.l., ASTM International.
- Skitmore, RM and Marsden, DE, 1988. Which procurement system? towards a universal procurement selection technique. Construction Management and Economics, 6(1), pp. 71-89.
- Thurstone, L. L., 1927. A law of comparative judgment. Psychological review, 34(4), pp. 273-286
- Toosi, S. R., & Samani, J. V., 2012. Evaluating water transfer projects using analytic network process (ANP). Water resources management, 26(7), pp. 1999-2014.
- UNEP, 1987. s.l.: The United Nation Environmental Program.
- Van Laarhoven, P. J. M., & Pedrycz, W., 1983. A fuzzy extension of Saaty's priority theory. Fuzzy sets and Systems, 11(1-3), pp. 229-241.
- Vincent, F. Y., & Hu, K. J., 2010. An integrated fuzzy multicriteria approach for the performance evaluation of multiple manufacturing plants. Computers & Industrial Engineering, 58(2), pp. 269-277.
- Von-Winterfeldt, D., and Edwards, W., 1986. Decision analysis and behavioral research: Cambridge University Press, Cambridge, MA.
- Wang Chen, H. M., Chou, S. Y., Luu, Q. D., & Yu, T. H. K., 2016. A Fuzzy MCDM Approach for Green supplier selection from the economic and environmental aspects. Mathematical Problems in Engineering, Volume 2016, pp. 1-10
- Wang, Y.M., and Lou, Y., 2010. Integration of correlations with standard deviations for determining attribute weights in multiple attribute decision-making. Mathematical and Computer Modeling, 51(1-2), pp. 1-12.
- Wang, J., and Zionts, S., 2015. Using ordinal data to estimate cardinal values. Journal of Multi-Criteria Decision Analysis, 22, pp. 185-196.
- Watt, D. J., Kayis, B., & Willey, K., 2009. Identifying key factors in the evaluation of tenders for projects and services. International Journal of Project Management, 27(3), pp. 250-260.
- Williams, D., 1780. A plan of association on constitutional principles, for the parishes, tithings, hundreds, and counties of Great Britain, by which the outrages of mobs, and the necessity of a military government will be prevented. s.l.:s.n.
- Yang, J. L., Chiu, H. N., Tzeng, G. H., & Yeh, R. H., 2008. Vendor selection by integrated fuzzy MCDM techniques with independent and interdependent relationships. Information Sciences, 178(21), pp. 4166-4183.
- Yu, W., 1992. ELECTRE TRI(aspects méthodologiques et manuel d'utilisation). Document- Université de Paris-Dauphine-LAMSADE.
- Zavadskas, E. K., Liias, R., & Turskis, Z., 2008. Multi-Attribute decision making methods for assessment of quality in bridges and road construction: state-of-the-art surveys. Baltic Journal of Road & Bridge Engineering, pp. 152-160.