CONTRACT NO. LOG MSSP 2024-01-011-MDC

FUEL HAULING SERVICES FOR SPUG POWER PLANTS AND BARGES FOR CY 2024 (LOT 18 – BOHOL MINI GRID AND LOT 19 – EASTERN MINDANAO) HO-FMG24-002 / PB231213-AM00407

KNOW ALL MEN BY THESE PRESENTS:

This Contract, made and entered into in Quezon City, Philippines, by and between:

The NATIONAL POWER CORPORATION, a government-owned and controlled corporation duly organized and existing under and by virtue of Republic Act No. 6395, as amended, with its principal office address at Gabriel Y. Itchon Building, Senator Miriam P. Defensor-Santiago Avenue (formerly BIR Road) corner Quezon Avenue, Diliman, Quezon City, Philippines, represented herein by its President and CEO, MR. FERNANDO MARTIN Y. ROXAS, who is duly authorized to represent it in this transaction, hereinafter referred to as NPC;

- and -

EDAMI ENTERPRISES, a sole proprietorship duly organized and existing under and by virtue of the laws of the Republic of the Philippines, with office address at Gecale Compound, Trinidad Greenhills, Ma-a, Davao City, Philippines herein represented by its Owner/Proprietor, MR. EDNULFO M. ANCAJAS, who is duly authorized to represent it in this transaction, hereinafter referred to as CONTRACTOR;

WITNESSETH: That -

WHEREAS, on 23 November 2023, NPC posted the Invitation to Bid for the Public Bidding for the Fuel Hauling Services for SPUG Power Plants and Barges for CY 2024;

WHEREAS, there were five (5) prospective bidders who secured the Bidding Documents and participated in the bidding conducted on 13 December 2023 on the aforesaid undertaking;

WHEREAS, the CONTRACTOR's bid offer for the Fuel Hauling Services for SPUG Power Plants and Barges for CY 2024 (Lot 18 – Bohol Mini Grid and Lot 19 – Eastern Mindanao) was considered as the single calculated and responsive bid;

WHEREAS, NPC accepted the said bid of the CONTRACTOR;

NOW, THEREFORE, in view of the foregoing premises and for and in consideration of the mutual covenants and stipulations hereinafter provided, the parties hereto have agreed as follows:

Contract between NPC and Edami Enterprises
Fuel Hauling Services for SPUG Power Plants and Barges for CY 2024
(Lot 18 – Bohol Mini Grid and Lot 19 – Eastern Mindanao)
Contract No. LOG MSSP 2024-01-011-MDC

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ARTICLE I DOCUMENTS COMPRISING THE CONTRACT

The following documents are hereby incorporated and made part of this Contract as though fully written out and set forth herein insofar as they are not inconsistent with the terms hereof:

Bidding Documents for the Fuel Hauling Services for SPUG Power 1. Plants and Barges for CY 2024 (PR No. HO-FMG24-002/ PB231213-AM00407):

2. Notice of Award dated 11 January 2024;

Post-qualification Report dated 04 January 2024; 3.

Bid Opening Report dated 13 December 2023: 4.

Contractor's bid proposal dated 10 December 2023; 5.

Notice to Proceed: and 6.

The Performance Security to be filed by CONTRACTOR in accordance 7. with this Contract.

In the event that there is any discrepancy/inconsistency between the provisions of the Contract and the Contract Documents mentioned above, the latter shall govern. Should there be any inconsistency/discrepancy, among the Contract Documents, the documents with the latest date shall prevail.

ARTICLE II SCOPE OF WORK

Hauling services of diesel fuel oil as specified herein is summarized as follows:

1. Supply of labor, supervision and provision of conveyances, equipment, materials and instruments for the duration of the hauling services contract:

2. Conduct of required volume determination of fuel to be hauled at the Contractor/Hauler's pick-up point and at the recipient plant;

3. Receipt of fuel to be withdrawn and hauled from fuel Supplier's designated source/pick-up location and safe delivery of the same to the designated NPC recipient plant;

4. Transfer of fuel from tanker/tank truck/drums to the fuel storage tanks at

the receiving plants; and

5. In case of packaged fuel deliveries (drums) to recipient power plants without fuel storage tank, CONTRACTOR shall provide and retain sufficient number of container drums for the plants' utilization. Retrieval of empty container drums from the recipient power plant for refilling purposes may be conducted at the fuel pick-up point or fuel source point.

ARTICLE III CONTRACT PERIOD AND LOCATION

The contract period shall be ONE (1) YEAR from the date of issuance of

Contract between NPC and Edami Enterprises Fuel Hauling Services for SPUG Power Plants and Barges for CY 2024 (Lot 18 - Bohol Mini Grid and Lot 19 - Eastern Mindanao) Contract No. LOG MSSP 2024-01-011-MDC

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the Notice to Proceed (NTP) or until the contracted volume of fuel to be hauled if fully served.

The delivery points and pick-up points for fuel hauling services are at various locations as indicated in the Bidding Documents.

In case the contracted quantity for hauling services cannot be lifted by NPC during the contract period of one (1) year, the NPC shall continue lifting the contracted quantity of fuel from the Hauler pursuant to Section VI-Technical Specifications, Clause 7.2 – Total Contract Price.

ARTICLE IV PICK-UP, DELIVERY, NUMBER OF LITERS AND AMOUNT

The recipient plant, number of liters per plant and amount are provided in Annex A of this contract.

ARTICLE V PAYMENT

For and in consideration of the hauling services to be undertaken by CONTRACTOR as specified in Article II hereof, NPC shall pay CONTRACTOR in the amount of and not exceeding PHILIPPINE PESOS: ELEVEN MILLION SIX HUNDRED SEVENTY SEVEN THOUSAND SIX HUNDRED FORTY TWO AND 97/100 (PHP 11,677,642.97) as reflected in Annex A.

The total contract price is expected to be fully served within the contract term. However, should there still be an available amount and volume left after the contract term, said contract term shall be extended until the full amount is consumed. The contract extension shall not exceed a period of six (6) months after the end of the contract term.

ARTICLE VI PERFORMANCE SECURITY

To guarantee the faithful performance of the Contractor's obligation under this Contract, the Contractor shall post a performance security which shall remain valid and effective during the contract duration.

- a. Cash, Manager's/Cashier's Check, Bank Draft/Guarantee issued by a Universal or Commercial Bank or Irrevocable Letter of Credit issued by a Universal or Commercial Bank. Provided however, that it shall be confirmed or authenticated by a reputable local Universal or Commercial Bank if issued by a Foreign Bank equivalent to Five Percent (5%) of the contract price.
- b. Surety Bond callable upon demand and penal in nature issued by a Surety or Insurance Company duly certified by the Insurance Commission as authorized to issue such security which shall be Thirty Percent (30%) of the total

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The Insurance Company that will issue Performance Security must be accredited by the Insurance Commission and acceptable to the National Power Corporation.

The Performance Security shall be valid for the duration of the contract and shall remain valid and effective until after sixty (60) days from NPC's acceptance of the last delivery/final acceptance of the project. The Performance Security shall also answer for any damages and expenses that NPC may suffer as a result of the failure of the CONTRACTOR to perform its contractual obligations herein without prejudice to the other legal remedies which may be resorted to by NPC. The bond shall be released sixty (60) days after the last delivery period following the date of completion of the Contractor's performance obligations under the Contract and the issuance of certification to that effect by NPC, including any warranty obligations, unless otherwise specified in the Bidding Documents, provided there are no claims against the CONTRACTOR and/or its bondsmen.

Any extension of the delivery period, which may be granted to the CONTRACTOR, shall be considered as given and any modification of the Contract shall be considered as authorized with the express consent of the surety.

ARTICLE VII LIQUIDATED DAMAGES

Should CONTRACTOR fails to satisfactorily deliver any or all of the Goods and/or to perform the Services within the period(s) specified in this Contact inclusive of duly granted time extensions if any, NPC shall, without prejudice to its other remedies under this Contract and under the applicable law, deduct from the Contract Price, as liquidated damages, the applicable rate of one tenth (1/10) of one (1) percent of the cost of the unperformed portion for every day of delay until actual delivery or performance. Once the amount of liquidated damages reaches ten percent (10%), NPC may rescind or terminate the Contract without prejudice to other courses of action and remedies open to it.

ARTICLE VIII AGREEMENT MODIFICATION

No modification, alteration or waiver of any provision of this agreement shall be binding upon the Parties unless evidenced by a written amendment signed by the Parties.

ARTICLE IX SUSPENSION OF WORK

NPC may suspend the work wholly or partly by written order for a certain period of time, as it deems necessary due to force majeure or any fortuitous events as defined in the contract. The Contractor shall take all

Contract between NPC and Edami Enterprises
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AFG-LOG-007.F01 Rev. No. 0 Sheet 4 of 9 reasonable steps to minimize the costs allocable to the work covered by such order during work stoppage.

Before the suspension order expires, the procuring entity concerned shall either lift such order or terminate the work covered by the same. If the suspension order is lifted, or if the period of the order expires, the Contractor shall have the right to resume work. Appropriate adjustments shall be made in the delivery or contract schedule, or contract price, or both, and the contract shall be modified accordingly.

ARTICLE X PRE-TERMINATION

Notwithstanding any provision to the contrary, NPC has the right to terminate, cancel and/or rescind this contract motu proprio, without need of judicial action, in case of breach thereof by the Contractor, by giving at least ten (10) day written notice, which shall be final and binding on all parties. Upon receipt of NPC's notice, the Contractor cannot remove, withdraw or pull-out any equipment, machinery, tool, material and supply brought to the project site without the written approval of NPC.

Any misrepresentation made by the Contractor in the submission of documents, or suppression of material facts, which if known could have disqualified the Contractor gives NPC the immediate right or recourse to motu proprio, without need of judicial action, rescind, abrogate or otherwise terminate the Contract.

Within thirty (30) days after termination, cancellation or rescission of this Contract, the Parties shall settle their respective accountabilities as of the date of termination, cancellation, or rescission, including the refund of any and all advances made, plus legal interest from the date of receipt of the amount or amount advanced.

ARTICLE XI RIGHT OF NPC TO TERMINATE CONTRACT

NPC may, without incurring any liability, and as its interest may require, terminate the Contract in whole or in part, at any time, at its convenience by written notice sent to CONTRACTOR. The notice of termination shall specify that such termination is for NPC's convenience and state the extent to which performance of work under the Contract is terminated and the date upon which such termination becomes effective.

ARTICLE XII WARRANTY CLAUSE

CONTRACTOR hereby warrants that it or its representative has not offered or paid, directly or indirectly, any government officer or NPC official or employee any consideration or commission for the Contract nor has it or its

Contract between NPC and Edami Enterprises
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AFG-LOG-007.F01 Rev. No. 0 Sheet 5 of 9 representative exerted or utilized any corrupt or unlawful influence to secure or solicit this Contract for any consideration or commission; that the CONTRACTOR will not subcontract any portion or portions of the scope of work of the Contract awarded to it to any official or employee of the NPC and to the relatives within the third degree of consanguinity or affinity of NPC's officials who are directly and indirectly involved in Contract awards or project prosecution; and that if any commission is being paid to a private person, it shall disclose the name of the said person and the amount being paid; and that any violation of this Warranty shall constitute a sufficient ground for the rescission or cancellation of this Contract or the reduction from the Contract price of the consideration or commission paid without prejudice to the filling of any action for violation of R.A. No. 3019 as amended (otherwise known as the Anti-Graft and Corrupt Practices Act) and/or other applicable laws against the CONTRACTOR and/or its representative and/or the erring NPC official(s) and employee(s).

ARTICLE XIII VALIDITY CLAUSE

If any term or condition of this Contract is held invalid or contrary to law, the validity of the other terms and conditions hereof shall not be affected thereby.

ARTICLE XIV VENUE OF ACTION

The parties hereto agree that the venue of action for any cause or causes of action which may arise in connection with this Contract shall be exclusively in the proper court of Quezon City, Philippines, only.

IN WITNESS WHEREOF, the parties hereto have signed this Contract this 12 day of 150 many, 2024 at Quezon City, Philippines.

NATIONAL POWER CORPORATION

(NPC)

EDAMI ENTERPRISES (CONTRACTOR)

President and CEO

Owner/Proprietor

SIGNED IN THE PRESENCE OF:

OIC-OVP, Admin & Finance

(NPC)

FUNDS AVAILABLE

all all all

Admin & Finance

Non-ona (M)

REPUBLIC OF THE PHILIPPINES)
) S.S.

ACKNOWLEDGEMENT

BEFORE ME, a Notary Public for and in Quezon City, Philippines, this day of ________, 2024, personally appeared MR. FERNANDO MARTIN Y. ROXAS, President and CEO, NATIONAL POWER CORPORATION, with Identification Document in the form of Company ID No. APW20017432, known to me and to me known to be the same person who executed the foregoing instrument consisting of nine (9) pages, including the pages wherein the acknowledgements are written, all pages signed by both parties and their instrumental witnesses and he acknowledged before me that the same is his free and voluntary act and deed and that of the Corporation he represents.

WITNESS MY HAND AND NOTARIAL SEAL, at the place and on the date first above written.

Notary Public
Until December 31, 2024
IBP Lifetime No.:
PTR No.:

Doc. No. <u>2C4</u>; Page No. <u>5</u>2; Book No. <u>3</u>; Series of 2024.

ATTY. RODOL FO.M. DE GUZMAN, JR.
Notary Public for Quezon City
Commission No. NP-339(2023-2024)
Commission Expires on 31 December 2024
Roll No. 44291
IBP No. 307797; 01/31/2023; Tarlac
PTR No. 5661363; 01/12/2024; Quezon City
MCLE No. VII-0016459; 4/27/2022; Pasig City
4th Floor Gabriel Y. Itchon Building
Senator Defensor-Santiago Avenue (formerly BIR Road)
Comer Quezon Avenue, Diliman, Quezon City

REPUBLIC OF THE PHILIPPINES)) S.S.

ACKNOWLEDGEMENT

BEFORE ME, a Notary Public for and in Quezon City, Philippines, this day of, 2024, personally appeared MR. EDNULFO M.
ANCAJAS, Owner/Proprietor, EDAMI ENTERPRISES, Identification Document
in the form of Government ID No. W. 19-014349 issued at MANO, on 11157201, known to me and to me known to be the same person who
executed the foregoing instrument consisting of nine (9) pages, including the pages wherein the acknowledgements are written, all pages signed by both
parties and their instrumental witnesses and he acknowledged before me that the
same is his free and voluntary act and deed and that of the Company he represents.

WITNESS MY HAND AND NOTARIAL SEAL, at the place and on the date first above written.

> IBP Lifetime No.24 PTR No.: 93/5476-12/29/23

IBP O.R. No. 402632-Jan. 5, 2024

Valid until Dec. 2024 marionnereta@yahoo.com

Doc. No. 180 Page No. 38 Book No. 7 Series of 2024.

BY:

FUEL HAULING SERVICES FOR SPUG POWER PLANTS & BARGES FOR CY 2024

EDAMI ENTERPRISES

RECIPIENT PLANT Fuel Volume to be Hauled for CY 2024 (Liters)			Basic Hauling Rate (PhP/Liter)	12% E-VAT (PhP/Liter)	Total Hauling Cost (PhP/Liter)	Total Cost (PhP)
VIS	AYAS					
Lot	18 - Bohol Mini Grid					
1	Bagongbanwa DPP	82,367	6.1560	0.7387	6.8947	567,895.7
2	Balicasag DPP	95,789	6.3225	0.7587	7.0812	678,301.0
3	Batasan DPP	32,555	6.1500	0.7380	6.8880	224,238.8
4	Bilangbilangan DPP	9,587	5.7000	0.6840	6.3840	61,203.4
5	Cuaming DPP	124,509	6.3280	0.7594	7.0874	882,445.0
6	Hambongan DPP	20,133	6.1550	0.7386	6.8936	138,788.8
7	Mantatao DPP	52,688	6.3240	0.7589	7.0829	373,183.8
8	Mocaboc DPP	16,298	6.1540	0.7385	6.8925	112,333.9
9	Pamilacan DPP	105,376	6.3170	0.7580	7.0750	745,535.2
10	Pangapasan DPP	22,050	6.1500	0.7380	6.8880	151,880.4
11	Ubay DPP	10,546	6.1450	0.7374	6.8824	72,581.7
12	Cabul-an DPP	118,756	6.6440	0.7973	7.4413	883,699.0
13	Bilangbilangan II DPP	46,936	6.1560	0.7387	6.8947	323,609.6
14	Cataban DPP	25,844	6.1170	0.7340	6.8510	177,057.2
15	Gaus DPP	22,050	7.0355	0.8443	7.8798	173,749.5
16	Hingotanan DPP	64,192	6.1560	0.7387	6.8947	442,584.5
17	Malingin DPP	26,803	6.1235	0.7348	6.8583	183,823.0
18	Maomaoan DPP	28,720	6.1235	0.7348	6.8583	196,970.3
19	Sagasa DPP	26,801	6.1235	0.7348	6.8583	183,809.3
	Total Lot 18	932,000				6,573,690.9
MIN	DANAO					
_ot	19 - Eastern Mindanao					
1	Talicud DPP	722,000	5.7500	0.6900	6.4400	4,649,680.0
2	Sarangani DPP	78,000	5.2000	0.6240	5.8240	454,272.0
	Total Lot 19	800,000				5,103,952.0
				TO	TAL AMOUNT	11,677,642.97

LORLINA E. BOMEDIANO OIC-OVP, Admin & Finance (NPC)

ERNAÑDO MARTIN Y. ROXAS President and CEO