SIGNED IN/THE PRESENCE OF

CONTRACT NO. INFRA-AG7-2023-10-039

CONTRACT FOR THE INSTALLATION OF OIL SPILL BOOM PIER PR No. MG-A7T23-037 / REF. NO. INFRA2023-AG7-037

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 NPC Building, BIR Road corner Quezon Avenue, Diliman, Quezon City, Philippines, represented herein by its Plant Manager of Agus 6 & 7 HPPC, Mindanao Generation, ATTY, EDGAR L. RAMIREZ, who is duly authorized to represent it in this transaction, hereinafter referred to as NPC;

- and -

AL NAIF CONSTRUCTION SERVICES, a single proprietorship duly organized and existing under and by virtue of the laws of Republic of the Philippines with office address at 0044 5th East Rosario Heights, Tubod, Iligan City, Philippines, herein represented by its Proprietor/General Manager, AL-NAIF M. AZIS, who is the duly authorized to represent it in this transaction, hereinafter referred to as CONTRACTOR;

WITNESSETH: That -

WHEREAS, on 26 July 2023, NPC advertised the Invitation to Bid for the Public Bidding for the INSTALLATION OF OIL SPILL BOOM PIER AT AGUS 6 & 7 HPPC, FUENTES, MARIA CRISTINA, ILIGAN CITY;

WHEREAS, two (2) prospective bidders secured the bidding documents and participated in the bidding conducted on 15 August 2023; both were declared eligible on the aforesaid undertaking;

WHEREAS, CONTRACTOR's bid offer was considered as the lowest 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 Al Naif Construction Services Installation of Oil Spill Boom Pier @ Agus 6 & 7 HPPC Contract No. INFRA-AG7-2023-10-039 Sheet 1 of 9

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SIGNED IN THE PRESENCE OF

NATIONAL POWER-CORPORATION

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:

- 1. Bid Documents for the INSTALLATION OF OIL SPILL BOOM PIER AT AGUS 6 & 7 HPPC, FUENTES, MARIA CRISTINA, ILIGAN CITY;
- All other drawings, work program and bidding forms including all the documents now existing on file and/or to be made and agreed upon by the parties during the contract period relative to the works;
- CONTRACTOR's bid proposal dated 14 August 2023 as reflected in Annex A;
- 4. Supplemental/Bid Bulletin No. 2023-CMO-016
- 5. Bid Opening Report dated 16 August 2023;
- Post-qualification Report dated 06 October 2023;
- 7. Notice of Award dated 19 October 2023;
- 8. Notice to Proceed; and
- 9. The Performance Security to be filed by CONTRACTOR in accordance with this Contract.

The documents mentioned above shall collectively be referred to as "Contract Documents".

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

ARTICLE II SCOPE OF CONTRACT

CONTRACTOR shall, in accordance with the provisions of, and subject to the conditions contained in the Contract Documents, fully and faithfully furnish all superintendence, labor, materials, supplies, tools and equipment (in accordance with the requirements of the Bidding Documents and Technical Specifications) for the INSTALLATION OF OIL SPILL BOOM PIER AT AGUS 6 & 7 HPPC, FUENTES, MARIA CRISTINA,

ILIGAN CITY. The items of work, materials, equipment and/or service mentioned above and listed in the itemized list hereto attached and made an integral part hereof as "ANNEX A", Shall be collectively referred to 'as "WORK".

ARTICLE III COMMENCEMENT AND COMPLETION PERIOD

CONTRACTOR shall complete all the works specified in the bidding documents within sixty five (65) calendar days reckoned from the date of contract effectivity as specified in the Notice to Proceed.

ARTICLE IV PAYMENTS

For and in consideration of the WORK to be undertaken by CONTRACTOR as specified in the preceding Article II hereof, NPC shall pay the CONTRACTOR in Philippine Currency and in accordance with the Contract Documents, the unit and lump sum prices set forth in Annex "A" hereof in the estimated amount of One Million Nine Hundred Ninety Nine Thousand Nine Hundred Seventy Nine & 63/100 Pesos (1,999,979.63).

All forms of taxes, such as value added tax (VAT) including municipal licenses and permits, and others that may be imposed by the Philippine Government, or any of its agencies and political subdivisions in connection with the Contract shall be for the account of the CONTRACTOR.

ARTICLE V PERFORMANCE SECURITY

To guarantee the faithful performance of its obligations under the Contract, CONTRACTOR shall, at its own expense and at the time of the execution of the Contract or immediately thereafter, or upon receipt of the award or immediately thereafter, post a Performance Security in favor of NPC in an amount equivalent to ten percent (10%) of the total contract price in the form of cash, or cashier's/ manager's check or 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, or in an amount equal to thirty percent (30%) of the total contract price, in the form of surety bond callable upon demand issued by a surety or insurance company duly certified by the Insurance Commission as authorized to issue such security. The Insurance Company that will issue Performance

Contract between NPC and Al Naif Construction Services Installation of Oil Spill Boom Pier @ Agus 6 & 7 HPPC Contract No. INFRA-AG7-2023-10-038 Sheet 3 of 9 Security must be accredited by 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 final acceptance of the project, unless the contract duration is extended, in which case the validity of the performance security shall accordingly be extended.

This performance security shall also be answerable for any damages or penalties or any expenses that NPC may suffer as a result of the failure of the CONTRACTOR to perform its obligation under this Contract including the defects liability period of one year. The Performance Security shall be entirely confiscated by NPC upon default of CONTRACTOR.

In case of surety bond, any extension of the contract time granted to the CONTRACTOR, shall be considered as given, and any modification of the contract shall be considered as authorized, as if with the expressed consent of the surety, provided that such extension or modifications falls within the effective period of the said surety bond. However, in the event that the extension of the contract time would be beyond the effective period of the surety bond first posted, it shall be the sole obligation of the CONTRACTOR to post an acceptable Performance Security within ten (10) calendar days after the contract time extension has been granted by NPC.

The performance security shall be discharged by NPC and return to the CONTRACTOR only after the required warranty security/guarantee bond shall have been posted by the CONTRACTOR.

ARTICLE VI GUARANTEE BOND

To assure that any structural defects in the WORK shall be corrected by the CONTRACTOR, and to cover third party liabilities, the CONTRACTOR shall post a Guarantee Bond after the final acceptance of the Work. This is also a pre-requisite to the discharge and release to the CONTRACTOR of the retention money. The Guarantee Bond shall remain valid and effective for the period of one (1) year. The Guarantee Bond shall be posted before the release of the ten percent (10%) retention money provided for in the Bidding Documents. This shall be either in the form of Cash, Letter of Credit issued by a Universal or Commercial Bank equivalent to five percent (5%) of the total contract price, or Bank guarantee confirmed by Universal or Commercial bank equivalent to 10% of the total contract price or Surety Bond penal in nature and callable upon demand Issued by any surety or insurance company duly certified by the Insurance Commission as authorized to issue such security, equivalent to

ATTY, EDDIE U. TABUELOG/CPA Division Manager, Finance, Minjsen

SIGNED IN THE PRESENCE OF

NATIONAL POWER CORPORATION
BY:
ATTY. EDGAR L. RAMIREZ
Manitasegef, Agus 87 Mindanao Generation

thirty percent (30%) of the total contract price. The CONTRACTOR shall be held responsible for Structural Defects for the number of years mentioned in the Bidding Documents.

ARTICLE VII LIQUIDATED DAMAGES

Should CONTRACTOR fail to satisfactorily complete the WORK within the stipulated contract time, plus any time extension duly granted and is hereby in default under this Contract, The CONTRACTOR shall pay liquidated damages to NPC for each day that the Completion Date is later than the intended Completion date. The applicable liquidated damages is at least one tenth (1/10) of a percent of the cost of the unperformed portion for every day of delay. NPC shall deduct liquidated damages from payments due to CONTRACTOR. Payment of liquidated damages shall not affect the CONTRACTOR's liabilities. Once the cumulative amount of liquidated damages reaches ten percent (10%) of the amount of this Contract, NPC may rescind or terminate this Contract without prejudice to other courses of action and remedies available under circumstances.

ARTICLE VIII ' WARRANTY CLAUSE

CONTRACTOR hereby warrants that he or his representative has not offered or paid, directly or indirectly, any government officer and NPC official or employee any consideration or commission for the Contract nor has he or his 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 him to any official or employee of the NPC and to the relatives within the 3rd 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; he shall disclose the name of said person and the amount being paid; and that any violation of this Warranty shall constitute 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 filing of any action for the violation of RA No. 3019 as amended (otherwise known as the Anti-Graft and Corrupt Practices Act) and/or other applicable laws against the CONTRACTOR and/

ARTICLE IX 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 X 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.

IN WITNESS WHEREOF, the Contract this day of	parties hereto have signed this, 2023 at Iligan City, Philippines.
	•
NATIONAL POWER CORPORATION (NPC)	AL NAIF CONSTRUCTION SERVICES (CONTRACTOR)
BY:	BY:
ATTY, EDGAR A. RAMIREZ	AL-NAIF W. AZIS
Plant Managér, Agus 6 & 7, HPPC Mindanac Generation	Proprietor/General Manager
/ Millioanas Seneralidir	
SIGNED IN THE PF	RESENCE OF: ,
thulb	AND
ATTY, EDDIE UN TABUELOG, CPA	POTOTA STILL GRAPT
Division Manager, Finance	7.10
Mindanao Generation	
(NPC)	(CONTRACTOR)

FUNDS AVAILABLE CC# 6644011; GL# 107; WO# 8148J47

ATTY. ROMERO P. PACILAN
Manager, Admin. & Finance Department
Mindanao Generation

8. 8.

Division Manager, Finance, MinGe

NATIONAL POWER CORPORATION

REPUBLIC OF THE PHILIPPINES)
ILIGAN CITY) S.S.

ACKNOWLEDGEMENT.

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

MITY. EMMANUEL C. SALIBAY

NOTARY PUBLIC

ILIGAN CITY AND LANG NOTTE

NEIGHT HOME TO NO. 23.374

Unditable Beer 22029

IFFULTE MEMBER NO. 08289

PTRINON 1052028 01/03/2023 1.C.

TLE COMPL. NO. UII-00/4027 PC/L4/

STIONNEY'S BOLL NO. 48931

TIN NO. 166-615-120

Doc. No. 92 Page No. 19 Book No. XXX Series of 2023.

Contract between NPC and Al Naif Construction Services Installation of Oil Spill Boom Pier @ Agus 6 & 7 HPPC Contract No. INFRA-AG7-2023-10-039 Sheel 7 of 9 REPUBLIC OF THE PHILIPPINES) ILIGAN CITY) S.S

ACKNOWLEDGEMENT

2 6 OCT 2023 of	Public for and in Iligan City, Philippines, this 2023, personally appeared AL-NAIF M. AZIS, AL NAIF CONSTRUCTION SERVICES with form of
WITNESS MY HAND A	ND NOTARIAL SEAL, at the place and on
the date first above written.	
Doc. No.: <u>91</u> Page No.: <u>14</u> Book No.: <u>XCIX</u> Series of 2023.	ATTY. EMMANUEL C. SALIBAY NOTABLY PUBLIC ILLEGRIVITURE LAND NORTE NOTABLE COMPLETE No. 2024 IBPLIFE MEMBER NO. 08283 PIR NO. 1052828 01/03/2023 1.C. MCLE COMPL. NO. VIII-0019864 091/4/25 ATTORNEY'S ROLL NO. 48931 TIN NO.166-615-120

Contract between NPC and Al Naif Construction Services Installation of Oil Spill Boom Pier @ Agus 6 & 7 HPPC Contract No. INFRA-AG7-2023-10-039 Sheet 8 of 9 :: :: Proprietor/General Manager

Division Manager, Finance, MinGan

ATTY. EDDIE'U. Ì

CONTRACT NO. INFRA-AG7-2023-10-039

INSTALLATION OF OIL SPILL BOOM PIER

PR NO, MG-A7T23-037 / REF. NO. INFRA2023-AG7-037

NO).	DESCRIPTION	. OXL	UM	UNITERICE	TOTALAMOUNT
PARTI	GENERAL REQUIREMENTS				
A.	Occupational Safety & Health Program	1.00	lot	127,378.13	127,378,13
PARTII	CIVIL WORKS				
C.W.1	Sinuctural Excevation	10.00	cu.m.	3,764.25	37,642.50
	Structural Backfill	30,00	cum.	3,676.75	110,302.60
C.W.3	Sand & Gravel Bedding	7.00	cu.m.	5,771.25	40,398,75
	Cencrete (3,000PSI)	25,00	cu.m.	9,058.25	226,406.25
	Reinforcing Steel Bars	482.00	kgs.	127.14	61,280.03
	Trusses (including Stiffener, Cleats, Sag Rods, etc.)	60.00	l.m.	2,214,84	177,187.50
	Purlins	28.00	рсз.	2,456,25	58,775.00
		1,00	юl	93,843.76	93,843.75
	Steel I-Beam with Accessories and Anchor Bolls	1,00	юt	104,343,75	104,343.75
PART III	Supply and installation of Tidal Compensator ARCHITECTURAL WORKS				
A.W.1	Smooth Plain Cement, Plaster Well Finishes, and Wall System with 150mm thk. CHB Wall Including Morter Grout and 10mm dia RSB	\$0.00	şq.m,	2,910.39	145,519,50
A.W.2	Roofing System, Thermal Insulation and Roofing Accessories	122,56	sq.m.	911.90	111,762.00
	Installation of Steel Gates, fence and Plastered G.I. Pipe Railings	1,00	lat.	210,000.00	210,000.00
78.0.25	Chlorinated Rubber Solvent-Based Goaling Floor Finishes	65,00	sq.m.	1,607.56	97,901.25
A.W.5	Painting Works	200.00	sq.m.	749,44	149,887.60
PART IV	TILING WORKS INCLUDING ADHESIVE AND JOINT GROUTING	25.00	sq.m.	3,146,85	78,871 25
PART V	ELECTRICAL WORKS	1.00	юl	158,589.38	158,589.38
TOTAL (As Read),					1,999,979.63

TOTAL CONTRACT PRICE:

PHP

1,999,979.63

ONE MILLION NINE HUNDRED NINETY-NINE THOUSAND NINE HUNDRED SEVENTY-NINE & 63/100 PESOS ONLY