CONTRACT NO. LOG MSSP 2022-10-104-MDC

SUPPLY, DELIVERY, INSTALLATION, TEST AND COMMISSIONING OF 2 X 50KW (FOR BAGONGON DPP) AND 2 X 20KW (FOR BULUAN DPP) MODULAR DIESEL GENSETS AND ASSOCIATED **ELECTRICAL EQUIPMENT UNDER PACKAGE 20-C** SO-OPD21-011 / PB211122-SV00421 (PB4)

KNOW ALL MEN BY THESE PRESENTS:

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

The NATIONAL POWER CORPORATION, a governmentowned 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 Vice President - Power Engineering Services, ATTY. ROGEL T. TEVES, who is duly authorized to represent it in this transaction, hereinafter referred to as NPC;

- and -

EPL GENERAL CONSTRUCTION & SUPPLY, a single proprietorship duly organized and existing under and by virtue of the laws of the Republic of the Philippines, with office address at Zone 1 San Juan, Brgy. Palestina, Pili, Camarines Sur, Philippines, herein represented by its Owner/Proprietor, MS. ELENA P. LO, who is duly authorized to represent it in this transaction, hereinafter referred to as SUPPLIER.

WITNESSETH: That -

WHEREAS, on 07 July 2022, NPC posted the Invitation to Bid for the Public Bidding of the Supply, Delivery, Installation, Test and Commissioning of 2 x 50KW (for Bagongon DPP) and 2 x 20KW (for Buluan DPP) Modular Diesel Gensets and Associated Electrical Equipment under Package 20-C:

WHEREAS, only one (1) prospective bidder secured the bidding documents and participated in the bidding conducted on 29 July 2022;

WHEREAS, SUPPLIER's bid offer was considered as the single calculated and responsive bid;

WHEREAS, NPC accepted the said bid of the SUPPLIER;

NOW, THEREFORE, in view of the foregoing premises and for and in consideration of the mutual covenants and stipulations hereinafter provided,

Contract between NPC and EPL General Construction & Supply Supply, Delivery, Installation, Test and Commissioning of 2 x 50KW (for Bagongon DPP) and 2 x 20KW (for Buluan DPP) Modular Diesel Gensets and Associated Electrical Equipment under Package 20-C Contract No. LOG MSSP 2022-10-104-MDC

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Project Management Departmen

the parties hereto have agreed as follows:

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 Supply, Delivery, Installation, Test and Commissioning of 2 x 50KW (for Bagongon DPP) and 2 x 20KW (for Buluan DPP) Modular Diesel Gensets and Associated Electrical Equipment under Package 20-C / PR No. SO-OPD21-011 / PB211122-SV00421 (PB4);
- 2. Notice of Award dated 12 October 2022;
- 3. Post Qualification Report dated 12 September 2022;
- 4. Bid Opening Report dated 04 August 2022;
- 5. SUPPLIER's bid proposal dated 29 July 2022;
- 6. Notice to Proceed; and
- The Performance Security to be filed by SUPPLIER 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 latter shall govern. Should there be any inconsistency/discrepancy, among the Contract Documents, the document with the latest date shall prevail.

ARTICLE II SCOPE OF WORK

The Supplier's scope of work under this Project shall generally consist of the following:

 Design, manufacture, factory test, deliver, installation of electromechanical equipment, associated auxiliaries and electrical equipment as enumerated in Section VI-Technical Specifications, Table 1.0. Clause GW-1.0;

	EQUIP	MENT/FACILIT	IES TO BE SUPPLIED	INSTALLED BY SU	PPLIER
NO.	PLANT SITES	NO. & CAPACITY OF GENSETS (KW)	NO. & CAPACITY OF GENERATOR TRANSFORMER (KVA)	NO. OF GENERATOR CONTROL & PROTECTION PANELS (SETS)	POWER, CONTROL & INSTRUMENTATION CABLES (LOT)
1	Bagongon DPP	2 x 50	2 x 75	2	2
2	Buluan DPP	2 x 20	2 x 50	2	2
	lo. of ts and ormers	2 x 50 kW 2 x 20 kW 4	2 x 75 kVA 2 x 50 kVA 4		

Contract between NPC and EPL General Construction & Supply Supply, Delivery, Installation, Test and Commissioning of 2 x 50KW (for Bagongon DPP) and 2 x 20KW (for Buluan DPP) Modular Diesel Gensets and Associated Electrical Equipment under Package 20-C Contract No. LOG MSSP 2022-10-104-MDC

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BY:

Nac Mich. Taylan (SURPLIER)

SERGIO P. VILLAFUERTE

/ Manager

Project Management Department

ATTY. ROCKL T. TEVES
Vice Dresident
Power Engineering Services

BY

- Delivery of labor and supervision, materials and supplies, tools b) and equipment for the construction of civil works including detailed design of associated civil/structural works for all equipment to be supplied by the Supplier;
- Inspection, test and commissioning of equipment and machinery c) to ascertain that they are functioning in accordance with the contract provisions and guarantees; and
- Training of NPC personnel covering electrical, mechanical, d) instrumentation and control systems, troubleshooting including the supply of manufacturer's software needed in programming the genset control setting and electro/digital governing system including other digital components that require exclusive programs from the Manufacturer with free update throughout the operating life of the generating set.

The Supplier shall also provide all other related works not specifically mentioned in the Specifications but are necessary to complete the Works so as to be ready for commercial operation in accordance with the intent of the Contract. It is understood that all costs pertinent thereto are included in the Schedule of Requirements.

ARTICLE III COMMENCEMENT AND COMPLETION PERIOD

The contract period shall be two hundred forty (240) calendar days reckoned from receipt of Notice to Proceed. The total contract period is inclusive of twenty (20) rainy/unworkable days, considered unfavorable for the execution of works at site.

The project which consists of 2 x 50 KW and 2 x 20 KW Diesel Generating Sets and associated electrical equipment shall be located in two (2) separate existing plant sites in Bagongon DPP and Buluan DPP, Catbalogan City, Western Samar.

ARTICLE IV TOTAL CONTRACT PRICE AND PAYMENT TERMS

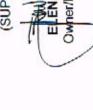
The Total Contract Price shall be in the amount of and not exceeding PHILIPPINE PESOS FIFTEEN MILLION FIVE HUNDRED THOUSAND (PHP 15,500,000.00) ONLY as reflected in Annex A.

The Total Contract Price specified above shall be paid in accordance with the provision of Section IV-GCC, Clause 2 of the Bidding Documents.

All taxes, custom duties, tariffs, exports, excise and all other taxes assess and charged by the taxing authority of the country of origin upon production, manufacture or shipment of all materials, equipment and supplies to be furnished under the Contract shall be borne by the SUPPLIER.

Contract between NPC and EPL General Construction & Supply Supply, Delivery, Installation, Test and Commissioning of 2 x 50KW (for Bagongon DPP) and 2 x 20KW (for Buluan DPP) Modular Diesel Gensets and Associated Electrical Equipment under Package 20-C Contract No. LOG MSSP 2022-10-104-MDC

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ΒΥ:

Project Management Department

BY:

Project Management Department NATIONAL POWER CORPORATION Power Engineering Services

In addition, all taxes, fees, insurance and cost of delivery to site shall be borne by the SUPPLIER.

ARTICLE V PERFORMANCE SECURITY

To guarantee the faithful performance of the SUPPLIER's obligation under this Contract, the SUPPLIER 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
- 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 contract price.
- c. Performance Securing Declaration.

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 final acceptance of the item. The Performance Bond shall also be answerable for any damages or penalties or any expenses that NPC may suffer as a result of the failure of the SUPPLIER to perform its obligations under this Contract. The Performance Bond shall be entirely forfeited by NPC upon default of the SUPPLIER.

In case of surety bond, any extension of the contract time granted to the SUPPLIER, 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 such 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 SUPPLIER to post an acceptable Performance Security within ten (10) calendar days after the contract time extension has been granted by NPC.

Contract between NPC and EPL General Construction & Supply Supply, Delivery, Installation, Test and Commissioning of 2 x 50KW (for Bagongon DPP) and 2 x 20KW (for Buluan DPP) Modular Diesel Gensets and Associated Electrical Equipment under Package 20-C Contract No. LOG MSSP 2022-10-104-MDC

ARTICLE VI WARRANTY/GUARANTEE BOND

To assure that manufacturing defects shall be corrected by the the SUPPLIER manufacturer, its SUPPLIER Warranty/Guarantee Bond after the performance of the contract pursuant to the provision contained in Section IV-GCC, Clause 5 of the Bidding Documents. This is also a pre-requisite to the discharge and return to the SUPPLIER of the Performance Bond. This shall remain valid for twelve (12) months after the acceptance of the goods by the end user. The obligation of the warranty shall be covered by, at the SULPPLIER's option, either retention money in an amount equivalent to at least one percent (1%) but not exceed five percent (5%) of every progress payment, or a special bank guarantee equivalent to at least one percent (1%) but not to exceed five percent (5%) of the total contract price. The said amount shall only be released after the lapse of the warranty period, provided, however, that the GOODS supplied are free from patent and latent defects and all the conditions imposed under the contract have been fully met.

ARTICLE VII LIQUIDATED DAMAGES

Should SUPPLIER fail to satisfactorily deliver any or all of the Goods and/or to perform the services within the period(s) specified in this Contract 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 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 NON-ASSIGNMENT AND NO SUB-CONTRACT

The SUPPLIER shall not, without the written approval of NPC, assign, transfer, pledge, sub-contract, or make any other disposition of interest in this Contract. Any unapproved assignment, transfer, pledge, sub-contracting or any other disposition, shall be sufficient ground for NPC to terminate or cancel this Contract motu proprio without need of judicial action. Should NPC give its written approval, such consent shall not relieve the SUPPLIER of its responsibilities under the Contract. The SUPPLIER shall ensure that the terms and conditions of any sub-contract shall comply and conform with the terms and conditions of this Contract. The SUPPLIER shall be responsible for the observance by the sub-SUPPLIER of the terms and conditions of this Contract.

If any portion of the project sub-contracted is not performed faithfully in accordance with the contract, the sub-SUPPLIER shall be removed or replaced immediately upon the written request of NPC, provided, however, that any failure of NPC to make such request shall not relieve the SUPPLIER

Contract between NPC and EPL General Construction & Supply Supply, Delivery, Installation, Test and Commissioning of 2 x 50KW (for Bagongon DPP) and 2 x 20KW (for Buluan DPP) Modular Diesel Gensets and Associated Electrical Equipment under Package 20-C Contract No. LOG MSSP 2022-10-104-MDC

AFG-LOG-007.F01 Rev. No. 0 Sheet 5 of 10



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BY:

NOC AMPRILER)

SERGIO P. VILLAFUERTE

Manager

Project Management Department
(NPC)

ATTY. ROGE/ T. TEVES
Vice President
Power Engineering Services

BY:

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of its obligations under the contract. NPC shall not be responsible for the delays or costs incurred by the SUPPLIER because of the disapproval or removal of the sub-SUPPLIER, or because of the late submission of its approval.

ARTICLE IX 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 X 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 SUPPLIER shall take all 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 SUPPLIER 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 XI 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 SUPPLIER, 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 SUPPLIER 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 SUPPLIER in the submission of documents, or suppression of material facts, which if known could have disqualified the SUPPLIER 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.

(SUPPLIER)

SERGIO P. VILLAFUERTE

Manager

Project Management Department
(NPC)

APTY. ROBEL T. TEVES
Vice President
ower Engineering Services

Contract between NPC and EPL General Construction & Supply
Supply, Delivery, Installation, Test and Commissioning of 2 x 50KW (for Bagongon DPP) and 2 x 20KW
(for Buluan DPP) Modular Diesel Gensets and Associated Electrical Equipment under Package 20-C
Contract No. LOG MSSP 2022-10-104-MDC

ARTICLE XII WARRANTY CLAUSE

SUPPLIER 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 SUPPLIER 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 execution; 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 SUPPLIER and/or his representative and/or the erring NPC official(s) and employee(s).

ARTICLE XIII JOINT AND SEVERAL LIABILITY

The liability of the SUPPLIER and/or any and all of the entities representing it on any manner under this Contract or relating to thereto is joint and several and for this reason NPC may proceed against any or all of them.

ARTICLE XIV 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 XV EFFECTIVITY

This Contract shall become effective upon the issuance of the Notice to Proceed.

ARTICLE XVI 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.



BY:



KGIO P. VILLAFUERTE
Manager
ct Management Department
(NPC)

ATTY. ROBEL T. TEVES
Vice President
Power Engineering Services

Contract between NPC and EPL General Construction & Supply
Supply, Delivery, Installation, Test and Commissioning of 2 x 50KW (for Bagongon DPP) and 2 x 20KW
(for Buluan DPP) Modular Diesel Gensets and Associated Electrical Equipment under Package 20-C
Contract No. LOG MSSP 2022-10-104-MDC

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IN WITNESS WHEREOF, the parties hereto have signed this Contract this 14th day of Movember, 2022 at Quezon City, Philippines. **EPL GENERAL CONSTRUCTION &** NATIONAL POWER CORPORATION SUPPLY (NPC) (SUPPLIER) BY: BY: ATTX. ROGEL T. TEVES Vice resident Owner/Proprietor Power Engineering Services SIGNED IN THE PRESENCE OF: taulan Mae Anton SERGIO P. VILLAFUERTE Manager Project Management Department (NPC) SAND ERTIFIED FUNDS AVAILABLE **FUNDS AVAILABLE** 13, 839, 285, 31 TAUCIME

Sr. Department Manager, Finance

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

ACKNOWLEDGEMENT

BEFORE ME, a Notary Public for and in Quezon City, Philippines, this day of 1 NOV 2022, 2022, personally appeared ATTY. ROGEL T. TEVES, Vice President – Power Engineering Services, NATIONAL POWER CORPORATION, with Document Identification in the form of Company ID No. APW1300273, known to me and to me known to be the same person who executed the foregoing instrument consisting of ten (10) 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.

Until December 31, 2022 IBP Lifetime No.:______ PTR No.:

Notary Public

Page No. 40 Book No. 4

Series of 2022.

Hotaly Public for Quezon City
Commission No. NP-127(2021-2022)
Roll No. 44291
FE No. 201548; 02/08/2022; RSM
FE No. 2614399, 02/08/2022; Quezon City
City No. VI-0025196; 04/08/19; Pasig Cuy
Att. Floor NPC Office Building
Cuezon Ave. cor. BIR Road
Diliman, Quezon City

REPUBLIC OF THE PHILIPPINES)
QUILANDALUMONG CITY) S.S

ACKNOWLEDGEMENT

BEFORE ME, a Notary	Public for and in Quezon City, Philippines, this, 2022, personally appeared MS. ELENA P. LO,
Owner/Proprietor EDI	RENERAL CONSTRUCTION & SUPPLY, with
Identification Document i	n the form of UMIN CAN-DIVE-072805 (6) Issued by
at	on , known to me and
to me known to be the sa	me person who executed the foregoing instrument
consisting of ten (10)	pages, including the pages wherein the
acknowledgements are w	ritten, all pages signed by both parties and their
instrumental witnesses and	d she acknowledged before me that the same is her deed and that of the Company she represents.
free and voluntary act and	deed and that of the company one represents.
	NOTARIAL SEAL, at the place and on the date first
above written.	
	Notary Public
	Until December 31, 2022
	IBP Lifetime No.:
	PTR No.:
Doc. No.: 58	A A
Page No.: 13	ATTY. AIRA ALYSSA CABALLERO
Book No.: 02	NOTARY PUBLIC FOR MANDALO
Series of 2022.	Until December 31, 200 0621-22
	Notarial Commission No. 3022 Mand. City PTR No. 8551848 05/20/2022 Mand. City IBP No. 213490 05/20/2022 RSM
	Roll No. 77968/05/11/2022
	Roll No. 77968/05/11/2022 MCLE Comp. No. Exempted/Newly Admitted No. 304-B A.A Tanco Bidg., Shaw Blvd., Mand. City
	114.

NATIONAL POWER CORPORATION

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SIGNED IN THE PRESENCE OF:

EPL GENERAL CONSTRUCTION & SUPPLY

(SUPPLIER)

ELENA P. LO

BY:

(SUPPLIER)

Project Management Department

Power Engineering Services

ROBEL T. TEVES President

SERGIO P. VILLAFUERTE Manager ANNEX A

SECTION VII - SCHEDULE OF REQUIREMENTS (BID PRICE SCHEDULE)

SUPPLY, DELIVERY, INSTALLATION, TEST AND COMMISSIONING OF 2 X 50KW (FOR BAGONGON DPP) AND 2 X 20KW (FOR BULUAN DPP) MODULAR DIESEL GENSETS AND ASSOCIATED ELECTRICAL EQUIPMENT UNDER PACKAGE 20-C

SO-OPD21-011 / PB211122-SV00421 (PB4)

TEMISIIB		AMOUNT IN FIGURES (PHP)	JRES (PHP)	TOTAL AMOUNT
LOT	PARTICULARS	2 X 50KW BAGONGON DPP	2 X 20KW BULUAN DPP	(PHP)
4	Generating Set(s)	3,146,969.75	2,783,030.25	5,930,000.00
c a	Power Transformers	1,701,531.77	1,448,468.23	3,150,000.00
		818,471.41	821,528.59	1,640,000.00
	Other Flectrical Works	441,976.42	438,023.58	880,000.00
ш	Civil and Architectural Works	601,990.75	598,009.25	1,200,000.00
J LL	Spare Parts	800,000,000	800,000,000	1,600,000.00
- C	Miscellaneous Works	531,645.57	568,354.43	1,100,000.00
	TOTAL	8,042,585.67	7,457,414.33	15,500,000.00