

**Invitation to Submit Proposal  
for the Supply of Power to Davao Light and Power Company, Inc.**

**1. Bid Information**

Davao Light and Power Company, Inc. ("DLPC") is a duly franchised distribution utility engaged in the distribution of electricity within its franchise area in Davao City and the City of Panabo, and Municipalities of Carmen, Sto. Tomas and Braulio Dujali, province of Davao del Norte. DLPC is in need of the supply of electricity for its peaking requirements to meet the demand of its customers.

DLPC needs a qualified supplier that can supply 50MW of power to commence August 26, 2018, which date for the start of supply shall be subject to the approval of the Energy Regulatory Commission.

**2. Minimum Requirements of Supply**

DLPC, through its Third Party Bids and Awards Committee ("TPBAC"), is inviting proposals with the following Minimum Requirements of Supply ("Bid"):

1	Required Contract Capacity	Supply of 50 MW  Maximum Energy of 438,000MWh  Minimum Energy Off-take of 0MWh
2	Reason for Generation Source	Peaking requirements
3	Plant Description	Peaking
4	Term of Contract	Three (3) years, subject to the right of DLPC to terminate on an annual basis
5	Start of Supply	August 26, 2018, subject to ERC Approval
6	Historical Plant Availability Factor (AF) and Reliability Factor (RF)	AF is greater than or equal to 95% RF is greater than or equal to 95%
7	Load Factor	Can sustainably operate at low load factor, at 30% or lower.
8	Start Up and Shut Down Capability	Capability for at least three (3) times per day
9	Receiving Point	DLPC Metering Points
10	Plant Outage Allowance & Replacement Power	Annual planned outage allowance of no more than five (5) days or one hundred twenty (120) hours.  Forced Outage Allowance of five (5) days or one hundred twenty (120) hours.  Replacement power required only during outages beyond outage allowance at the option of DLPC (at contract price)

11	Connection Scheme and other Technical Characteristics	<p>Proponents must submit a diagram of its plant's Connection Scheme with the Transmission Grid, which will be part of the over-all evaluation.</p> <p>Plant technical specifications to ensure the reliability of the plant and its capability to be an immediate source of replacement power during outages of base load power plants:</p> <p>i. Physical location and proximity to DLPC Metering Points</p> <p>ii. N-1 connection to the grid</p>
12	Form of Payment	Philippine Peso
13	Tariff Structure	<p>Price for Generation must be broken down into Fixed Capacity Fee, Fixed and Variable O&amp;M, and Energy Fees, or their equivalent including the applicable indexation and taxes.</p> <p>Evaluation of price offers shall consider delivered cost at any of DLPC's receiving points.</p>
14	Other Cost Items	Other cost not enumerated in Tariff Structure that will be charged to DLPC
15	Taxes	Bidder to indicate applicable taxes
16	Performance Security	PhP100,000,000.00
17	Other Terms and Conditions	As set out in the power supply agreement

### 3. Pre-Qualification Requirements

Parties intending to bid ("**Prospective Bidders**") shall be required to comply with the following pre-qualification requirements ("Pre-Qualification Requirements"):

- a. submission of:
  - (i) board resolution authorizing the Prospective Bidder to participate in the bid;
  - (ii) expression of interest to participate in the bid in the form prescribed by the TPBAC;
  - (iii) duly notarized non-disclosure undertaking in the form prescribed by the TPBAC; and
  - (iv) written acceptance of the TOR in the form prescribed by the TPBAC

[collectively, (i) to (iv) shall be referred to as the "Pre-Qualification Documents."]
- b. payment of non-refundable processing fee of PhP100,000.00.



#### 4. Instruction to Bidders


Prospective Bidders may obtain a copy of the forms of the Pre-Qualification Documents at the DLPC Office, C. Bangoy Sr. Street, Davao City, or by sending an email request to [dlpc.csp.secretariat@aboitiz.com](mailto:dlpc.csp.secretariat@aboitiz.com) on or before 5:00 p.m. of June 28, 2018 . Prospective Bidders shall submit the Pre-Qualification Documents and the proof of payment of the processing fee at the DLPC Office, C. Bangoy Sr. Street, Davao City on or before 5:00 p.m. of July 2, 2018 (the "Pre-Qualification Deadline").

On July 4, 2018, the TPBAC shall notify a Prospective Bidder whether it meets the Eligibility Requirements for timeliness, completeness and conformity.

Only Prospective Bidders that have complied with the Pre-Qualification Requirements on time may be allowed to participate in the Bid and to obtain all bidding documents, including the detailed terms of reference and bid procedures.

The TPBAC reserves the right to declare a failed bidding in the event that less than two (2) Prospective Bidders comply with the Pre-Qualification requirements. Further, the TPBAC reserves the right to (i) waive the submission of any requirement considering the credit standing and the established capability of a bidder; (ii) reject a proposal or not proceed with an award that is reasonably determined not to redound to the benefit of the consumers of DLPC; and (iv) cancel the bidding process at any time without liability to the TPBAC and DLPC.

#### 5. Indicative Schedule



Availability of Bid Documents	July 4 to 18, 2018
Deadline for Submission of Comments and Questions on the Bid	July 7, 2018
Pre-bid Conference	July 9, 2018
Issuance of Bid Bulletin/s, if required	July 9 to 13, 2018
Deadline for Submission of Bids ("Bid Submission Deadline")	5:00 p.m. of July 20, 2018
Opening of Bids Evaluation of Bids Declaration of Winning Bidder	July 23, 2018
Issuance of Notice of Award	July 26, 2018

Any amendment to the Schedule will be announced through Bid Bulletins.

Unless otherwise expressly specified in writing, all references to times and dates shall refer to Davao time. Unless otherwise expressly specified in writing, the venue of all the above shall be at the DLPC Office, C. Bangoy, Sr. Street, Davao City.

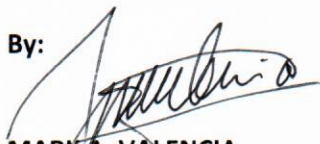
For further information, please refer to:

MARK A. VALENCIA  
Chairman, Third Party Bids and Awards Committee  
Davao Light and Power Company, Inc.  
Rondez Engineering Complex  
J.P. Laurel Avenue, Bajada, Davao City  
Tel No. (082) - 2293537  
Fax No. (082) - 2213082

Without any imposed formalities, conditions or incurring any liability to any affected proponents, DLPC reserves, at any time, the right to reject any or all submissions, waive any minor defects therein, decide or resolve matters arising from the bid, as it deems most advantageous to DLPC's customers.

**THIRD PARTY BIDS AND AWARDS COMMITTEE  
DAVAO LIGHT AND POWER COMPANY, INC.**

By:



MARK A. VALENCIA  
Chairman, TPBAC

June 18, 2018