

Invitation to Submit Proposal for the Supply of Power to Subic Enerzone Corporation

1. Bid Information

Subic Enerzone Corporation ("subic enerzone") is a duly franchised distribution utility engaged in the distribution of electricity within its franchise area in Subic Bay Freeport Zone. Subic enerzone is in need of the supply of electricity for its capacity requirements to meet the demand of its captive customers.

Subic enerzone needs a qualified supplier that can supply 10MW of power to commence on June 26, 2020, which date for the start of supply shall be subject to the approval of the Energy Regulatory Commission ("ERC").

2. Minimum Requirement of Supply

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

| 1 | Required Capacity | The capacity required is 10MW. A bidder may submit a minimum bid of 3MW. |
|--------------|--|---|
| | Annual Maximum Energy | Equivalent energy in MWh at 100% load factor less allowed or actual outages but not to exceed the allowed forced and unforced outages for capacity based contract |
| | Annual Minimum Energy Off-Take | 0 MWh |
| 2 | Supply Description | Peaking or load following |
| 3 | Commencement of Supply | June 26, 2020 subject to the approval of the ERC |
| 4 | Term of the Power Supply Agreement | Five (5) years from the commencement of supply but no later than December 25, 2025. |
| 5 | Receiving Point | Subic enerzone metering point/s |
| 6 | Plant Outage Allowance & Replacement Power | Maximum Annual Scheduled Outage Allowance Hours = 720 Hours |
| | | Maximum Annual Forced Outage Allowance Hours = 360 hours |
| | | Bidder shall indicate the Annual Scheduled and Forces Outage Allowance in the submission of bids. |
| Seat Various | | Replacement power for outages beyond allowances, as may be required by subic enerzone |
| 7 | Connection Scheme | Bidders must submit a diagram of its Connection Scheme with the Transmission Grid and a certification from IEMOP of its Final |



O SUBIC ENERZONE CORPORATION

Canal Road Cor. Labitan St, CBD Area Subic Bay Freeport Zone, Olongapo City, 2200 Tel. No. +63 47 250 1200

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| | | Hourly Generator Ex-Ante Nodal Prices from February 26, 2019 to March 25, 2020, which will be part of the overall evaluation. |
|----|----------------------------|--|
| 8 | Payment Currency | Philippine Peso |
| 9 | Tariff Structure | Price for generation must be broken down into Fixed Capacity Fee Fixed and Variable O&M, and Energy Fees, or their equivalent, including applicable indices and taxes. |
| | | Bidders may also express their offer on a per kilowatt hour basis. Energy based shall be limited to yearly adjustment of not more than two percent (2%) of the total rate. |
| | | Applicable indices as of March 2020 shall form part of the submission by Bidder. |
| | | An offer with Prompt Payment Discount or other forms of Discount is an advantage. |
| | | Evaluation of price offers shall consider delivered cost at subic enerzone's Receiving Point/s. |
| 10 | Taxes | Bidder to indicate applicable taxes |
| 11 | Price Cap | Subic enerzone to set a price ceiling which will be disclosed after the opening of bids. |
| 12 | Other Terms and Conditions | As set out in the power supply agreement |

3. Eligibility Requirements

Parties intending to bid ("Prospective Bidders") shall be required to comply with the following eligibility requirements ("Eligibility Requirements"):

- A. Prospective Bidders shall submit the following:
 - i. Board resolution/ Secretary Certificate authorizing participation in the Bid
 - ii. Expression of interest to participate in the Bid
 - iii. Duly notarized non-disclosure undertaking in the form prescribed by the TPBAC signed on every page by the duly authorized representative;
 - iv. Written Acceptance of TOR
- B. Payment of non-refundable processing fee of PhP100,000.00

4. Instruction to Bidders

Prospective Bidders may obtain a copy of the form of the Eligibility Documents at the Subic Enerzone Office, Canal Road Cor Labitan St., CBD Area Subic Bay Freeport Zone, on or before 5:00 p.m. of April 7, 2020. Clarifications on the Eligibility Documents shall only be entertained up to April 15, 2020. Deadline for the submission of the eligibility requirements and payment of bid processing fee is on 5:00 p.m. of April 17, 2020 (the "Pre-Qualification Deadline"). Prospective Bidders shall submit the Eligibility Documents and the proof of payment of the processing fee at the Subic Enerzone Office, Canal Road Cor Labitan St., CBD Area Subic Bay Freeport Zone on or before the Pre-Qualification Deadline.

Within five days after receipt of the documents for Eligibility, 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 Eligibility 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 eligibility requirements.

5. Indicative Schedule

| Availability of Bid Documents | April 21 to 30, 2020 May 13, 2020 | |
|--|--------------------------------------|--|
| Deadline for Submission of Comments and Questions on the Bid | | |
| Pre-bid Conference | May 14, 2020 | |
| Issuance of Bid Bulletin/s, if required | May 15 to 21, 2020 | |
| Deadline for Submission of Bids ("Bid Submission Deadline") | 5:00 p.m. of June 5, 2020 | |
| Opening of Bids Evaluation of Bids Declaration of Winning Bidder | June 8, 2020 | |
| Issuance of Notice of Award | June 8, 2020 | |

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 Subic Freeport time and venue of all of the above shall be at the Subic Enerzone Office, Canal Road Cor Labitan St., CBD Area Subic Bay Freeport Zone.

For further information, prospective Bidders may communicate to the CSP Secretariat at subic.csp.secretariat@aboitiz.com.

THIRD PARTY BIDS AND AWARDS COMMITTEE SUBIC ENERZONE CORPORATION

Chairman, IPBAC

WARELL KERN B. SARIO

March 9, 2020



March 9, 2020

DEPARTMENT OF ENERGY Energy Center, Rizal Drive Bonifacio Global City Taguig City 1632

Attention:

FELIX WILLIAM B. FUENTEBELLA

Undersecretary

Subject:

INVITATION TO OBSERVE BIDDING ACTIVITIES AND POSTING IN THE DOE E-BASED

PORTAL

Dear Undersecretary Fuentebella:

In compliance with Section 7 of the Department of Energy's Department Circular No. DC2018-01-003, we invite you, or an authorized representative of the Department of Energy ("DOE"), to observe the following bidding activities of the Competitive Selection Process for the Supply of Power to Subic Energone Corporation:

| Bidding Activities | Date and Time | Venue |
|--|-----------------------------------|---|
| Evaluation of Compliance with Pre- Qualification Requirements | April 20, 2020 1:30PM – 5:00PM | Subic Enerzone Office, Canal Road Cor Labitan St., CBD Area Subic Bay Freeport Zone |
| Pre-Bid Conference | May 14, 2020 1:00PM – 5:00PM | Subic Enerzone Office, Canal Road Cor Labitan St., CBD Area Subic Bay Freeport Zone |
| Opening of Bids | June 8, 2020 9:00AM – 5:00PM | Subic Enerzone Office, Canal Road Cor Labitan St., CBD Area Subic Bay Freeport Zone |
| Evaluation of Bids | | Subic Enerzone Office, Canal Road Cor Labitan St., CBD Area Subic Bay Freeport Zone |

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| Declaration of Winning Bidder | Subic Enerzone Office, Canal Road |
|-------------------------------|-------------------------------------|
| | Cor Labitan St., CBD Area Subic Bay |
| | Freeport Zone |

Furthermore, in compliance to Section 8.5.1 to the aforementioned DOE Circular, we are furnishing herewith a copy of the invitation to Submit Proposal for the Supply of Power to subic energone for posting in the DOE E-based portal.

Please inform us of your attendance or of your representatives through the Secretariat at subic.csp.secretariat@aboitiz.com.

Sincerely Yours,

THIRD PARTY BIDS AND AWARDS COMMITTEE SUBIC ENERZONE CORPORATION

By:

WARELL KERN B. SARIO Chairman, TPBAC