

March 12, 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 Lima Enerzone Corporation (“lima enerzone”):

Bidding Activities	Date and Time	Venue
Evaluation of Compliance with Pre-Qualification Requirements	April 13, 2020 1:30PM – 5:00PM	Lima enerzone Office, Lima Technology Center, JP Laurel Highway, Brgy. Santiago, Malvar, Batangas
Pre-Bid Conference	April 27, 2020 1:00PM – 5:00PM	Lima enerzone Office, Lima Technology Center, JP Laurel Highway, Brgy. Santiago, Malvar, Batangas
Opening of Bids	May 15, 2020 9:00AM – 5:00PM	Lima enerzone Office, Lima Technology Center, JP Laurel Highway, Brgy. Santiago, Malvar, Batangas
Evaluation of Bids		Lima enerzone Office, Lima Technology Center, JP Laurel Highway, Brgy. Santiago, Malvar, Batangas

Declaration of Winning Bidder		Lima enerzone Office, Lima Technology Center, JP Laurel Highway, Brgy. Santiago, Malvar, Batangas
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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 lima enerzone for posting in the DOE E-based portal.

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

Sincerely Yours,

THIRD PARTY BIDS AND AWARDS COMMITTEE
LIMA ENERZONE CORPORATION

By:

A handwritten signature in blue ink, appearing to read "JUSTIN JAY G. NAVARRO".
JUSTIN JAY G. NAVARRO
Chairman, TPBAC



LIMA ENERZONE CORPORATION

Lima Technology Center,
JP Laurel Highway, Brgy. Santiago
Malvar, Batangas, Philippines
Tel/Fax No. +63 43 406 0301 / 981 0876
Facebook: [facebook.com/limaenerzone](https://www.facebook.com/limaenerzone)

**Invitation to Submit Proposal
for the Supply of Power to Lima Enerzone Corporation**

1. Bid Information

Lima Enerzone Corporation (“**lima enerzone**”) is a duly franchised distribution utility engaged in the distribution of electricity within its franchise area in Lipa and Malvar area province of Batangas. Lima enerzone is in need of the supply of electricity for its power requirements to meet the demand of its captive customers.

Lima enerzone needs a qualified supplier/s that can supply 9MW of power to commence on May 26, 2020, which date for the start of supply shall be subject to the approval of the PEZA..

2. Minimum Requirement of Supply

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

1	Required Capacity Annual Maximum Energy Annual Minimum Energy Off-Take	The capacity required is 9MW. A bidder may submit a minimum bid of 3MW. equivalent energy in MWh at 100% load factor less allowed or actual outages but not to exceed the allowed forced and unforced outages 0 MWh
2	Supply Description	The supply must be flexible to supply the base, intermediate and peaking requirement of lima enerzone
3	Start of Supply	May 26, 2020, subject to PEZA approval
4	Term of Power Supply Agreement	Five (5) years from the commencement of supply
5	Receiving Point	Lima 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 Bidders shall indicate the Annual Scheduled and Forced Outage Allowance in the submission of bids. Replacement power for outages beyond allowances, as may be required by lima 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 Hourly Generator Ex-Ante Nodal Prices from February 26, 2019 to February 25, 2020, which will be part of the overall evaluation.
8	Form of Payment	Philippine Peso
9	Tariff Structure	<p>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.</p> <p>Bidders may also express their offer on a per killo-watt hour basis with yearly adjustment of not more than 2% of the total rate.</p> <p>Applicable indices as of March 2020 shall form part of the submission by Bidder.</p> <p>An offer with Prompt Payment Discount or other forms of Discount is an advantage.</p> <p>Evaluation of price offers shall consider delivered cost at Lima Enerzone's receiving point.</p>
10	Taxes	<i>Bidders to indicate applicable taxes</i>
11	Price Cap	Lima enerzone shall 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 Lima enerzone Office, Lima Technology Center, JP Laurel Highway, Brgy. Santiago, Malvar, Batangas, on or before 5:00 p.m. of April 3, 2020 (the "**Pre-Qualification Deadline**"). Clarifications on the Eligibility Documents shall be entertained up to April 6, 2020. Deadline for the submission of the eligibility requirements and payment of bid processing fee is on 5:00 p.m. of April 10, 2020 (the "**Pre-Qualification Deadline**").

Prospective Bidders shall submit the Eligibility Documents and the proof of payment of the processing fee at the Lima enerzone Office, Lima enerzone Office, Lima Technology Center, JP Laurel Highway, Brgy. Santiago, Malvar, Batangas 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.

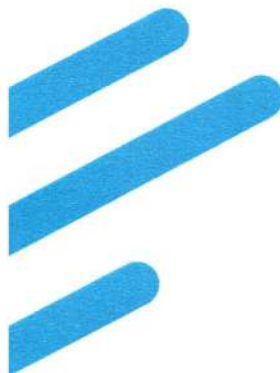
Indicative Schedule

Availability of Bid Documents	April 14 to 17, 2020
Deadline for Submission of Comments and Questions on the Bid	April 24, 2020
Pre-bid Conference	April 27, 2020
Issuance of Bid Bulletin/s, if required	April 28 to 30, 2020
Deadline for Submission of Bids ("Bid Submission Deadline")	May 14, 2020
Opening of Bids Evaluation of Bids Declaration of Winning Bidder	May 15, 2020
Issuance of Notice of Award	May 15, 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 Lima enerzone Office, Lima enerzone Office, Lima Technology Center, JP Laurel Highway, Brgy. Santiago, Malvar, Batangas .

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

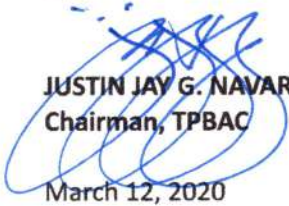




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**THIRD PARTY BIDS AND AWARDS COMMITTEE
LIMA ENERZONE CORPORATION**

By:



JUSTIN JAY G. NAVARRO
Chairman, TPBAC

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