

#### THE KENYA POWER AND LIGHTING COMPANY LIMITED

### **KENYA ELECTRICITY MODERNIZATION PROJECTS (KEMP)**

#### LIVE LINE TESTING LABORATORY FACILITY

#### **BIDDING DOCUMENTS FOR**

Contract KP1/6A.1/PT/11/16/A56

Design, Supply and Installation of a Laboratory (including testing equipment and civil works) for Testing of Live Line Equipment.

#### Credit No. IDA 5587-KE

Part 1	Bidding Procedures
Part 2	Employer's Requirements
Part 3	Conditions of Contract and Contract Forms

November 24th ,2016

**Issued on:** 24<sup>th</sup> November, 2016

**ICB No:** KP1/6A-2/PT/11/15/A56

**Employer:** THE KENYA POWER AND LIGHTING

**COMPANY LIMITED** 

Country: KENYA

#### **Preface**

This bidding document has been prepared by Kenya Power as based on The World Bank Standard Bidding Document (SBD) for Procurement of Plant Design, Supply and Installation (April 2015) .

### **Table of Contents**

PART 1 – Bidding Procedures	1
Section I. Instructions to Bidders	3
Section III. Evaluation and Qualification Criteria (Without Prequalification)	36
Section IV. Bidding Forms	44
Section V. Eligible Countries	81
PART 2 –Employer's Requirements	1
Section VI. Employer's Requirements	3
PART 3 – Conditions of Contract and Contract Forms	1
Section VII. General Conditions (GC)	3
Section VIII. Particular Conditions	
Section IX Contract Forms	98

# PART 1 – Bidding Procedures

### **Section I. Instructions to Bidders**

### **Table of Clauses**

A.		General	1-5
	1.	Scope of Bid	1-5
	2.	Source of Funds	1-5
	3.	Corrupt Practices	1-5
	4.	Eligible Bidders	1-8
	5.	Eligible Plant and Installation Services	1-10
В.		Contents of Bidding Document	1-10
	6.	Sections of Bidding Document	1-10
	7.	Clarification of Bidding Document, Site Visit, Pre-Bid Meeting	1-11
	8.	Amendment of Bidding Document	
C.		Preparation of Bids	1-12
	9.	Cost of Bidding	1-12
	10.	Language of Bid	1-12
	11.	Documents Comprising the Bid	1-13
	12.	Letter of Bid and Schedules	1-13
	13.	Alternative Bids	1-13
	14.	Documents Establishing the Eligibility of the Plant and Installation Services.	1-14
	15.	Documents Establishing the Eligibility and Qualifications of the Bidder	1-14
	16.	Documents establishing conformity of the Plant and Installation Services	1-14
	17.	Bid Prices and Discounts	1-15
	18.	Currencies of Bid and Payment	1-18
	19.	Period of Validity of Bids	1-18
	20.	Bid Security	1-18
	21.	Format and Signing of Bid	1-20
D.		Submission and Opening of Bids	1-21
	22.	Submission, Sealing and Marking of Bids	1-21
	23.	Deadline for Submission of Bids	1-22
	24.	Late Bids	1-22
	25.	Withdrawal, Substitution, and Modification of Bids	1-22

	26.	Bid Opening	1-22
Ε.	E	valuation and Comparison of Bids	1-23
	27.	Confidentiality	
	28.	Clarification of Bids	1-24
	29.	Deviations, Reservations, and Omissions	1-24
	30.	Determination of Responsiveness	1-24
	31.	Nonmaterial Nonconformities	1-25
	32.	Correction of Arithmetical Errors	1-25
	33.	Conversion to Single Currency	1-26
	34.	Margin of Preference	1-26
	35.	Evaluation of Bids	1-26
	36.	Comparison of Bids	1-28
	37.	Eligibility and Qualification of the Bidder	1-28
	38.	Employer's Right to Accept Any Bid, and to Reject Any or All Bids	1-29
F.	A	ward of Contract	1-29
	39.	Award Criteria	1-29
	40.	Notification of Award	1-29
	41.	Signing of Contract	1-30
	42.	Performance Security	1-30

### Section I. Instructions to Bidders

#### General

#### 1. Scope of Bid

- 1.1 In connection with the Invitation for Bids indicated in the Bid Data Sheet (BDS), the Employer, as indicated in the BDS, issues this Bidding Document for the procurement of Plant and Installation Services as specified in Section VI, Employer's Requirements. The name, identification, and number of lots (contracts) of the International Competitive Bidding (ICB) are provided in the BDS.
- 1.2 Unless otherwise stated, throughout this Bidding Document definitions and interpretations shall be as prescribed in the General Conditions, Section VII.

#### 2. Source of Funds

- 2.1 The Borrower or Recipient (hereinafter called "Borrower") **indicated in the BDS** has applied for or received financing (hereinafter called "funds") from the World Bank (hereinafter called "the Bank") toward the cost of the project named in the BDS. The Borrower intends to apply a portion of the funds to eligible payments under the contract(s) for which this Bidding Document is issued.
- 2.2 Payments by the Bank will be made only at the request of the Borrower and upon approval by the Bank in accordance with the terms and conditions of the financing agreement between the Borrower and the Bank (hereinafter called the Loan Agreement), and will be subject in all respects to the terms and conditions of that Loan Agreement. No party other than the Borrower shall derive any rights from the Loan Agreement or have any claim to the funds.
- 2.3 The Loan Agreement prohibits a withdrawal from the loan account for the purpose of any payment to persons or entities, or for any import of equipment, plant, or materials, if such payment or import is prohibited by a decision of the United Nations Security Council taken under Chapter VII of the Charter of the United Nations.

## 3. Fraud and Corruption

3.1 The Bank requires that Borrowers (including beneficiaries of Bank loans), as well as Bidders, Suppliers, Contractors and their agents (whether declared or not), personnel, subcontractors, sub-consultants, service providers and suppliers, under Bankfinanced contracts, observe the highest standard of ethics during the procurement and execution of such contracts. In pursuit of

this policy, the Bank:

- (a) defines, for the purposes of this provision, the terms set forth below as follows:
  - (i) "corrupt practice" is the offering, giving, receiving or soliciting, directly or indirectly, of anything of value to influence improperly the actions of another party<sup>1</sup>;
  - (ii) "fraudulent practice" is any act or omission, including a misrepresentation, that knowingly or recklessly misleads, or attempts to mislead, a party to obtain a financial or other benefit or to avoid an obligation<sup>2</sup>;
  - (iii) "collusive practice" is an arrangement between two or more parties<sup>3</sup> designed to achieve an improper purpose, including to influence improperly the actions of another party;
  - (iv) "coercive practice" is impairing or harming, or threatening to impair or harm, directly or indirectly, any party<sup>4</sup> or the property of the party to influence improperly the actions of a party;
  - (v) "obstructive practice" is
    - (aa) deliberately destroying, falsifying, altering or concealing of evidence material to the investigation or making false statements to investigators in order to materially impede a Bank investigation into allegations of a corrupt, fraudulent, coercive or collusive practice; and/or threatening, harassing or intimidating any party to prevent it from disclosing its knowledge of matters relevant to the investigation or from pursuing the investigation, or

\_

<sup>&</sup>lt;sup>1</sup> "Another party" refers to a public official acting in relation to the procurement process or contract execution. In this context, "public official" includes World Bank staff and employees of other organizations taking or reviewing procurement decisions.

<sup>&</sup>lt;sup>2</sup> "Party" refers to a public official; the terms "benefit" and "obligation" relate to the procurement process or contract execution; and the "act or omission" is intended to influence the procurement process or contract execution.

<sup>&</sup>lt;sup>3</sup> "Parties" refers to participants in the procurement process (including public officials) attempting to establish bid prices at artificial, non competitive levels.

<sup>&</sup>lt;sup>4</sup> "Party" refers to a participant in the procurement process or contract execution.

- (bb) acts intended to materially impede the exercise of the Bank's inspection and audit rights provided for under sub-clause 3.2 below.
- (b) will reject a proposal for award if it determines that the Bidder recommended for award has, directly or through an agent, engaged in corrupt, fraudulent, collusive, coercive or obstructive practices in competing for the contract in question;
- (c) will cancel the portion of the loan allocated to a contract if it determines at any time that representatives of the Borrower or of a beneficiary of the loan engaged in corrupt, fraudulent, collusive, or coercive practices during the procurement or the execution of that contract, without the Borrower having taken timely and appropriate action satisfactory to the Bank to remedy the situation; and
- (d) will sanction a firm or an individual, at any time, in accordance with prevailing Bank's sanctions procedures<sup>a</sup>, including by publicly declaring such firm or individual ineligible, either indefinitely or for a stated period of time: (i) to be awarded a Bank-financed contract; and (ii) to be a nominated<sup>b</sup> sub-contractor, consultant, manufacturer or supplier, or service provider of an otherwise eligible firm being awarded a Bank-financed contract.
- 3.2 In further pursuance of this policy, Bidders shall permit the Bank to inspect any accounts and records and other documents relating to the Bid submission and contract performance, and to have them audited by auditors appointed by the Bank.
- 3.3 Furthermore, Bidders shall be aware of the provision stated in the General Conditions (GC 42.2.1(c)).

A firm or an individual may be declared ineligible to be awarded a Bank-financed contract upon completion of the Bank's sanctions proceedings as per its sanctions procedures, including inter alia: (i) temporary suspension in connection with an ongoing sanctions proceeding; (ii) cross-debarment as agreed with other International Financial Institutions, including Multilateral Development Banks; and (iii) the World Bank Group corporate administrative procurement sanctions procedures for fraud and corruption.

A nominated sub-contractor, consultant, manufacturer or supplier, or service provider (different names are used depending on the particular bidding document) is one which either has been: (i) included by the bidder in its pre-qualification application or bid because it brings specific and critical experience and know-how that are accounted for in the evaluation of the bidder's pre-qualification application or the bid; or (ii) appointed by the Borrower.

#### 4. Eligible Bidders

- 4.1 A Bidder may be a private entity or a government-owned entity—subject to ITB 4.5—or any combination of such entities in the form of a joint venture, or association (JVA) under an existing agreement or with the intent to enter into such an agreement supported by a letter of intent. In the case of a joint venture or association:
  - (a) **unless otherwise specified in the BDS,** all partners shall be jointly and severally liable for the execution of the Contract in accordance with the Contract terms, and
  - (b) the JVA shall nominate a Representative who shall have the authority to conduct all business for and on behalf of any and all the partners of the JVA during the bidding process and, in the event the JVA is awarded the Contract, during contract execution.
- 4.2 A Bidder, and all partners constituting the Bidder, shall have a nationality of an eligible country as defined in *Guidelines: Procurement under IBRD Loans and IDA Credits*, October 2006, (hereinafter referred to as the Guidelines),in accordance with Section V, Eligible Countries. A Bidder shall be deemed to have the nationality of a country if the Bidder is a national or is constituted, incorporated, or registered and operates in conformity with the provisions of the laws of that country. This criterion shall also apply to the determination of the nationality of proposed subcontractors or suppliers for any part of the Contract including related services.
- 4.3 A Bidder shall not have a conflict of interest. All Bidders found to have a conflict of interest shall be disqualified. A Bidder may be considered to have a conflict of interest with one or more parties in this bidding process, if:
  - (a) they have a controlling partner in common; or
  - (b) they receive or have received any direct or indirect subsidy from any of them; or
  - (c) they have the same legal representative for purposes of this bid; or
  - (d) they have a relationship with each other, directly or through common third parties, that puts them in a position to have access to information about or influence on the bid of another Bidder, or influence the decisions of the Employer regarding this bidding process; or

- (e) a Bidder submits more than one bid in this bidding process, either individually or as a partner in a joint venture, except for alternative offers permitted under ITB Clause 13. This will result in the disqualification of all such bids. However, this does not limit the participation of a Bidder as a subcontractor in another bid or of a firm as a subcontractor in more than one bid, or
- (f) a Bidder or any of its affiliates participated as a consultant in the preparation of the design or technical specifications of the Plant and Installation Services that are the subject of the bid.
- (g) a Bidder or any of its affiliates has been hired (or is proposed to be hired) by the Employer or the Borrower as Project Manager for the contract.
- 4.4 A Bidder that has been sanctioned by the Bank in accordance with the above ITB 3.1 (d), or in accordance with the Bank's Guidelines on Preventing and Combating Corruption in Projects Financed by IBRD Loans and IDA Credits and Grants, shall be ineligible to be awarded a Bank-financed contract, or benefit from a Bank-financed contract, financially or otherwise, during such period of time as the Bank shall determine.
- 4.5 Government-owned entities in the Borrower's country shall be eligible only if they can establish that they (i) are legally and financially autonomous, (ii) operate under the principles of commercial law, and (iii) are not dependent agencies of the Employer or the Borrower.
- 4.6 Bidders shall provide such evidence of their continued eligibility satisfactory to the Employer, as the Employer shall reasonably request.
- 4.7 In case a prequalification process has been conducted prior to the bidding process, this bidding is open only to prequalified Bidders.
- 4.8 Firms shall be excluded if:
  - (a) as a matter of law or official regulation, the Borrower's country prohibits commercial relations with that country, provided that the Bank is satisfied that such exclusion does not preclude effective competition for the

supply of goods or related services required; or

- (b) by an act of compliance with a decision of the United Nations Security Council taken under Chapter VII of the Charter of the United Nations, the Borrower's country prohibits any import of goods or contracting of works or services from that country or any payments to persons or entities in that country.
- 5. Eligible Plant and Installation Services
- 5.1 The Plant and Installation Services to be supplied under the Contract shall have their origin in eligible source countries as defined in ITB 4.2 above and all expenditures under the Contract will be limited to such Plant and Installation Services.
- 5.2 For purposes of ITB 5.1 above, "origin" means the place where the plant, or component parts thereof are mined, grown, produced or manufactured, and from which the services are provided. Plant components are produced when, through manufacturing, processing, or substantial or major assembling of components, a commercially recognized product results that is substantially in its basic characteristics or in purpose or utility from its components.

#### **Contents of Bidding Document**

6. Sections of Bidding Document

6.1 The Bidding Document consists of Parts 1, 2, and 3, which include all the Sections indicated below, and should be read in conjunction with any Addenda issued in accordance with ITB 8.

#### **PART 1 Bidding Procedures**

- Section I. Instructions to Bidders (ITB)
- Section II. Bid Data Sheet (BDS)
- Section III. Evaluation and Qualification Criteria
- Section IV. Bidding Forms
- Section V. Eligible Countries

#### **PART 2** Employer's Requirements

• Section VI. Employer's Requirements

#### **PART 3** Conditions of Contract and Contract Forms

- Section VII. General Conditions (GC)
- Section VIII. Particular Conditions (PC)

#### • Section IX. Contract Forms

- 6.2 The Invitation for Bids issued by the Employer is not part of the Bidding Document.
- 6.3 The Employer is not responsible for the completeness of the Bidding Document and its addenda, if they were not obtained directly from the source stated by the Employer in the Invitation for Bids.
- 6.4 The Bidder is expected to examine all instructions, forms, terms, and specifications in the Bidding Document. Failure to furnish all information or documentation required by the Bidding Document may result in the rejection of the bid.
- 7. Clarification of Bidding Document, Site Visit, Pre-Bid Meeting
- 7.1 A prospective Bidder requiring any clarification of the Bidding Document shall contact the Employer in writing at the Employer's address **indicated in the BDS** or raise his enquiries during the pre-bid meeting if provided for in accordance with ITB 7.4. The Employer will respond to any request for clarification, provided that such request is received no later than twenty-eight (28) days prior to the deadline for submission of bids. The Employer's response shall be in writing with copies to all Bidders who have acquired the Bidding Document in accordance with ITB 6.3, including a description of the inquiry but without identifying its source. Should the Employer deem it necessary to amend the Bidding Document as a result of a request for clarification, it shall do so following the procedure under ITB 8 and ITB 23.2.
- 7.2 The Bidder is advised to visit and examine the site where the plant is to be installed and its surroundings and obtain for itself on its own responsibility all information that may be necessary for preparing the bid and entering into a contract for the provision of Plant and Installation Services. The costs of visiting the site shall be at the Bidder's own expense.
- 7.3 The Bidder and any of its personnel or agents will be granted permission by the Employer to enter upon its premises and lands for the purpose of such visit, but only upon the express condition that the Bidder, its personnel, and agents will release and indemnify the Employer and its personnel and agents from and against all liability in respect thereof, and will be responsible for death or personal injury, loss of or damage to property, and any other loss, damage, costs, and expenses incurred as a result of the inspection.

- 7.4 The Bidder's designated representative is invited to attend a pre-bid meeting, if **provided for in the BDS.** The purpose of the meeting will be to clarify issues and to answer questions on any matter that may be raised at that stage.
- 7.5 The Bidder is requested, as far as possible, to submit any questions in writing, to reach the Employer not later than one week before the meeting.
- 7.6 Minutes of the pre-bid meeting, including the text of the questions raised without identifying the source, and the responses given, together with any responses prepared after the meeting, will be transmitted promptly to all Bidders who have acquired the Bidding Document in accordance with ITB 6.3. Any modification to the Bidding Document that may become necessary as a result of the pre-bid meeting shall be made by the Employer exclusively through the issue of an Addendum pursuant to ITB 8 and not through the minutes of the pre-bid meeting.
- 7.7 Nonattendance at the pre-bid meeting will not be a cause for disqualification of a Bidder.

# 8. Amendment of Bidding Document

- 8.1 At any time prior to the deadline for submission of bids, the Employer may amend the Bidding Document by issuing addenda.
- 8.2 Any addendum issued shall be part of the Bidding Document and shall be communicated in writing to all who have obtained the Bidding Document from the Employer in accordance with ITB 6.3.
- 8.3 To give prospective Bidders reasonable time in which to take an addendum into account in preparing their bids, the Employer may, at its discretion, extend the deadline for the submission of bids, pursuant to ITB 23.2

#### Preparation of Bids

#### 9. Cost of Bidding

9.1 The Bidder shall bear all costs associated with the preparation and submission of its Bid, and the Employer shall not be responsible or liable for those costs, regardless of the conduct or outcome of the bidding process.

#### 10. Language of Bid

10.1 The Bid, as well as all correspondence and documents relating to the bid exchanged by the Bidder and the Employer, shall be written in the language **specified in the BDS.** Supporting documents and printed literature that are part of the Bid may

be in another language provided they are accompanied by an accurate translation of the relevant passages in the language specified in the BDS, in which case, for purposes of interpretation of the Bid, such translation shall govern.

#### 11. Documents Comprising the Bid

- 11.1 The Bid submitted by the Bidder shall comprise the following:
  - Letter of Bid (a)
  - (b) Completed schedules as required, including Price Schedules, in accordance with ITB 12 and 17;
  - (c) Bid Security or Bid Securing Declaration, in accordance with ITB 20;
  - (d) alternative bids, if permissible, in accordance with ITB 13;
  - (e) written confirmation authorizing the signatory of the Bid to commit the Bidder, in accordance with ITB 21.2;
  - (f) documentary evidence established in accordance with ITB 14.1 that the Plant and Installation Services offered by the Bidder in its bid or in any alternative bid, if permitted, are eligible;
  - documentary evidence in accordance with ITB 15 (g) establishing the Bidder's eligibility and qualifications to perform the contract if its Bid is accepted;
  - documentary evidence established in accordance with (h) ITB 16 that the Plant and Installation Services offered by the Bidder conform to the Bidding Document;
  - (i) in the case of a bid submitted by a JVA, JVA agreement, or letter of intent to enter into a JVA including a draft agreement, indicating at least the parts of the Plant to be executed by the respective partners;
  - List of subcontractors, in accordance with ITB 16.2; and (i)
  - (k) any other document **required in the BDS**.

### **Schedules**

- **12.** Letter of Bid and 12.1 The Bidder shall complete the Letter of Bid, including the appropriate Price Schedules, using the relevant forms furnished in Section IV, Bidding Forms. The forms must be completed as instructed in each form.
- 13. Alternative Bids
- 13.1 The BDS indicates whether alternative bids are allowed. If they are allowed, the BDS will also indicate whether they are

- permitted in accordance with ITB 13.3, **or** invited in accordance with ITB13.2 and/or ITB 13.4.
- 13.2 When alternatives to the Time Schedule are explicitly invited, a statement to that effect will be **included in the BDS**, and the method of evaluating different time schedules will be described in Section III, Evaluation and Qualification Criteria.
- 13.3 Except as provided under ITB 13.4 below, Bidders wishing to offer technical alternatives to the Employer's requirements as described in the bidding document must also provide: (i) a price at which they are prepared to offer a plant meeting the Employer's requirements; and (ii) all information necessary for a complete evaluation of the alternatives by the Employer, including drawings, design calculations, technical specifications, breakdown of prices, and proposed installation methodology and other relevant details. Only the technical alternatives, if any, of the lowest evaluated Bidder conforming to the basic technical requirements shall be considered by the Employer.
- 13.4 When bidders are **invited in the BDS** to submit alternative technical solutions for specified parts of the facilities, such parts shall be described in Section VI, Employer's Requirements. Technical alternatives that comply with the performance and technical criteria specified for the Plant and Installation Services shall be considered by the Employer on their own merits, pursuant to ITB 35.
- 14. Documents
  Establishing the
  Eligibility of the
  Plant and
  Installation
  Services
- 14.1 To establish the eligibility of the Plant and Installation Services in accordance with ITB Clause 5, Bidders shall complete the country of origin declarations in the Price Schedule Forms, included in Section IV, Bidding Forms.
- 15. Documents
  Establishing the
  Eligibility and
  Qualifications of
  the Bidder
- 15.1 To establish its eligibility and qualifications to perform the Contract in accordance with Section III, Evaluation and Qualification Criteria, the Bidder shall provide the information requested in the corresponding information sheets included in Section IV, Bidding Forms.
- 15.2 Domestic Bidders, individually or in joint ventures, applying for eligibility for domestic preference shall supply all information required to satisfy the criteria for eligibility as described in ITB 34.
- 16. Documents establishing conformity of the
- 16.1 The Bidder shall furnish the information stipulated in Section IV, in sufficient detail to demonstrate substantial responsiveness of the Bidders' proposal to the work

#### Plant and Installation Services

requirements and the completion time.

- 16.2 For major items of Plant and Installation Services as listed by the Employer in Section III, Evaluation and Qualification Criteria, which the Bidder intends to purchase or subcontract, the Bidder shall give details of the name and nationality of the proposed Subcontractors, including manufacturers, for each of those items. In addition, the Bidder shall include in its bid information establishing compliance with the requirements specified by the Employer for these items. Quoted rates and prices will be deemed to apply to whichever Subcontractor is appointed, and no adjustment of the rates and prices will be permitted.
- 16.3 The Bidder shall be responsible for ensuring that any Subcontractor proposed complies with the requirements of ITB 4, and that any plant, or services to be provided by the Subcontractor comply with the requirements of ITB 5 and ITB 15.1

### 17. Bid Prices and Discounts

- 17.1 Unless otherwise **specified in the BDS**, bidders shall quote for the entire Plant and Installation Services on a "single responsibility" basis such that the total bid price covers all the Contractor's obligations mentioned in or to be reasonably inferred from the bidding document in respect of the design, manufacture, including procurement and subcontracting (if any), delivery, construction, installation and completion of the plant. This includes all requirements under the Contractor's responsibilities for testing, pre-commissioning commissioning of the plant and, where so required by the bidding document, the acquisition of all permits, approvals and licenses, etc.; the operation, maintenance and training services and such other items and services as may be specified in the Bidding Document, all in accordance with the requirements of the General Conditions. Items against which no price is entered by the Bidder will not be paid for by the Employer when executed and shall be deemed to be covered by the prices for other items.
- 17.2 Bidders are required to quote the price for the commercial, contractual and technical obligations outlined in the bidding document.
- 17.3 Bidders shall give a breakdown of the prices in the manner and detail called for in the Price Schedules included in Section IV, Bidding Forms.
- 17.4 Depending on the scope of the Contract, the Price Schedules

may comprise up to the six (6) schedules listed below. Separate numbered Schedules included in Section IV, Bidding Forms, from those numbered 1-4 below, shall be used for each of the elements of the Plant and Installation Services. The total amount from each Schedule corresponding to an element of the Plant and Installation Services shall be summarized in the schedule titled Grand Summary, (Schedule 5), giving the total bid price(s) to be entered in the Letter of Bid.

Schedule No. 1 Plant (including Mandatory Spare Parts)
Supplied from Abroad

Schedule No. 2 Plant (including Mandatory Spare Parts) Supplied from within the Employer's Country

Schedule No. 3 Design Services

Schedule No. 4 Installation Services

Schedule No. 5 Grand Summary (Schedule Nos. 1 to 4)

Schedule No. 6 Recommended Spare Parts

Bidders shall note that the plant and equipment included in Schedule Nos. 1 and 2 above **exclude** materials used for civil, building and other construction works. All such materials shall be included and priced under Schedule No. 4, Installation Services.

- 17.5 In the Schedules, bidders shall give the required details and a breakdown of their prices as follows:
  - (a) Plant to be supplied from abroad (Schedule No. 1):

The price of the plant shall be quoted on CIP-named place of destination basis as **specified in the BDS** 

- (b) Plant manufactured within the Employer's country (Schedule No. 2):
  - (i) The price of the plant shall be quoted on an EXW Incoterm basis (such as "ex-works," "ex-factory," "ex-warehouse" or "off-the-shelf," as applicable),
  - (ii) Sales tax and all other taxes payable in the Employer's country on the plant if the contract is awarded to the Bidder, and
  - (iii) The total price for the item.

- (c) Design Services (Schedule No. 3).
- Installation Services shall be quoted separately (d) (Schedule No. 4) and shall include rates or prices for local transportation to named place of final destination as **specified in the BDS**, insurance and other services incidental to delivery of the plant, all labor, contractor's equipment, temporary works, materials, consumables and all matters and things of whatsoever nature, including operations and maintenance services, the provision of operations and maintenance manuals, training, etc., where identified in the Bidding Document, as necessary for the proper execution of the installation and other services, including all taxes, duties, levies and charges payable in the Employer's country as of twentyeight (28) days prior to the deadline for submission of bids.
- (e) Recommended spare parts shall be quoted separately (Schedule 6) as specified in either subparagraph (a) or (b) above in accordance with the origin of the spare parts.
- 17.6 The current edition of Incoterms, published by the International Chamber of Commerce shall govern.
- 17.7 The prices shall be either fixed or adjustable as **specified in** the **BDS**.
- 17.8 In the case of **Fixed Price**, prices quoted by the Bidder shall be fixed during the Bidder's performance of the contract and not subject to variation on any account. A bid submitted with an adjustable price quotation will be treated as non responsive and rejected.
- 17.9 In the case of **Adjustable Price**, prices quoted by the Bidder shall be subject to adjustment during performance of the contract to reflect changes in the cost elements such as labor, material, transport and contractor's equipment in accordance with the procedures specified in the corresponding Appendix to the Contract Agreement. A bid submitted with a fixed price quotation will not be rejected, but the price adjustment will be treated as zero. Bidders are required to indicate the source of labor and material indices in the corresponding Form in Section IV, Bidding Forms.
- 17.10 If so indicated in ITB 1.1, bids are being invited for individual lots (contracts) or for any combination of lots (packages).

Bidders wishing to offer any price reduction (discount) for the award of more than one Contract shall specify in their Letter of Bid the price reductions applicable to each package, or alternatively, to individual Contracts within the package, and the manner in which the price reductions will apply.

- 17.11 Bidders wishing to offer any unconditional discount shall specify in their Letter of Bid the offered discounts and the manner in which price discounts will apply.
- 18. Currencies of Bid and Payment
- 18.1 The currency(ies) of the bid shall be, as **specified in the BDS.**
- 18.2 Bidders may be required by the Employer to justify, to the Employer's satisfaction, their local and foreign currency requirements.
- 19. Period of Validity of Bids
- 19.1 Bids shall remain valid for the period **specified in the BDS** after the bid submission deadline date prescribed by the Employer. A bid valid for a shorter period shall be rejected by the Employer as non responsive.
- 19.2 In exceptional circumstances, prior to the expiration of the bid validity period, the Employer may request Bidders to extend the period of validity of their bids. The request and the responses shall be made in writing. If a bid security is requested in accordance with ITB 20, the Bidder granting the request shall also extend the bid security for twenty-eight (28) days beyond the deadline of the extended validity period. A Bidder may refuse the request without forfeiting its bid security. A Bidder granting the request shall not be required or permitted to modify its bid, except as provided in ITB 19.3.
- 19.3 In the case of fixed price contracts, if the award is delayed by a period exceeding fifty-six (56) days beyond the expiry of the initial bid validity, the Contract price shall be adjusted by a factor or factors specified in the request for extension. Bid evaluation shall be based on the Bid Price without taking into consideration the above correction.
- 20. Bid Security
- 20.1 The Bidder shall furnish as part of its bid, either a Bid-Securing Declaration or a bid security as **specified in the BDS**, in original form and in the amount **specified in the BDS**.
- 20.2 A Bid-Securing Declaration shall use the form included in Section IV Bidding Forms.
- 20.3 If a bid security is specified pursuant to ITB 20.1, the bid security shall be a demand guarantee in any of the following

forms at the Bidder's option:

- (a) an unconditional guarantee issued by a bank or surety;
- (b) an irrevocable letter of credit;
- (c) a cashier's or certified check; or
- (d) another security **indicated in the BDS**,

from a reputable source from an eligible country. If the unconditional guarantee is issued by an insurance company or a bonding company located outside the Employer's Country, the issuer shall have a correspondent financial institution located in the Employer's Country to make it enforceable. In the case of a bank guarantee, the bid security shall be submitted either using the Bid Security Form included in Section IV, Bidding Forms or in another substantially similar format approved by the Employer prior to bid submission. In either case, the form must include the complete name of the Bidder. The bid security shall be valid for twenty-eight days (28) beyond the original validity period of the bid, or beyond any period of extension if requested under ITB 19.2.

- 20.4 If a bid security is specified pursuant to ITB 20.1, any bid not accompanied by a substantially responsive bid security or Bid-Securing Declaration shall be rejected by the Employer as non responsive.
- 20.5 If a bid security is specified pursuant to ITB 20.1, the bid security of unsuccessful Bidders shall be returned as promptly as possible upon the successful Bidder's furnishing of the performance security pursuant to ITB 42.
- 20.6 The bid security of the successful Bidder shall be returned as promptly as possible once the successful Bidder has signed the Contract and furnished the required performance security.
- 20.7 The bid security may be forfeited or the Bid-Securing Declaration executed:
  - (a) if a Bidder withdraws its bid during the period of bid validity specified by the Bidder on the Letter of Bid or
  - (b) if the successful Bidder fails to:
    - (i) sign the Contract in accordance with ITB 41; or
    - (ii) furnish a performance security in accordance with ITB 42.

- 20.8 The Bid Security or the Bid Securing Declaration of a JVA shall be in the name of the JVA that submits the bid. If the JVA has not been legally constituted into a legally enforceable JVA at the time of bidding, the Bid Security or the Bid Securing Declaration shall be in the names of all future partners as named in the letter of intent referred to in ITB 4.1.
- 20.9 If a Bid-Securing Declaration is executed in accordance with ITB 20.7, the Employer will declare the Bidder ineligible to be awarded a contract by the Employer for the period of time stated in the Form of Bid-Securing Declaration.
- 20.10 If a bid security is not required in the BDS, and
  - (a) if a Bidder withdraws its bid during the period of bid validity specified by the Bidder on the Letter of Bid Form, except as provided in ITB 19.2, or
  - (b) if the successful Bidder fails to: sign the Contract in accordance with ITB 41; or furnish a performance security in accordance with ITB 42;

the Borrower may, **if provided for in the BDS**, declare the Bidder disqualified to be awarded a contract by the Employer for a period of time **as stated in the BDS**.

## 21. Format and Signing of Bid

- 21.1 The Bidder shall prepare one original of the documents comprising the bid as described in ITB 11 and clearly mark it "ORIGINAL." Alternative bids, if permitted in accordance with ITB 13, shall be clearly marked "ALTERNATIVE". In addition, the Bidder shall submit copies of the bid, in the number specified in the BDS and clearly mark them "COPY." In the event of any discrepancy between the original and the copies, the original shall prevail.
- 21.2 The original and all copies of the bid shall be typed or written in indelible ink and shall be signed by a person duly authorized to sign on behalf of the Bidder. This authorization shall consist of a written confirmation as **specified in the BDS** and shall be attached to the bid. The name and position held by each person signing the authorization must be typed or printed below the signature. All pages of the bid where entries or amendments have been made shall be signed or initialed by the person signing the bid.
- 21.3 A bid submitted by a JVA shall comply with the following requirements:
  - (a) Unless not required in accordance with ITB 4.1 (a), be

- signed so as to be legally binding on all partners and
- (b) Include the Representative's authorization referred to in ITB 4.1 (b), consisting of a power of attorney signed by those legally authorized to sign on behalf of the JVA.
- 21.4 Any interlineations, erasures, or overwriting shall be valid only if they are signed or initialed by the person signing the bid.

#### **Submission and Opening of Bids**

#### 22. Submission, Sealing and Marking of Bids

- 22.1 Bidders may always submit their bids by mail or by hand. When so **specified in the BDS**, bidders shall have the option of submitting their bids electronically. Procedures for submission, sealing and marking are as follows:
  - (a) Bidders submitting bids by mail or by hand shall enclose the original and each copy of the Bid, including alternative bids, if permitted in accordance with ITB 13, in separate sealed envelopes, duly marking the envelopes as "ORIGINAL," "ALTERNATIVE" and "COPY." These envelopes containing the original and the copies shall then be enclosed in one single envelope. The rest of the procedure shall be in accordance with ITB sub-Clauses 22.2 and 22.3.
  - (b) Bidders submitting bids electronically shall follow the electronic bid submission procedures **specified in the BDS**.
- 22.2 The inner and outer envelopes shall:
  - (a) bear the name and address of the Bidder;
  - (b) be addressed to the Employer in accordance with ITB 24.1;
  - (c) bear the specific identification of this bidding process indicated in accordance with ITB 1.1; and
  - (d) bear a warning not to open before the time and date for bid opening.
- 22.3 If all envelopes are not sealed and marked as required, the Employer will assume no responsibility for the misplacement or premature opening of the bid.

# 23. Deadline for Submission of Bids

- 23.1 Bids must be received by the Employer at the address and no later than the date and time **indicated in the BDS.**
- 23.2 The Employer may, at its discretion, extend the deadline for the submission of bids by amending the Bidding Document in accordance with ITB 8, in which case all rights and obligations of the Employer and Bidders previously subject to the deadline shall thereafter be subject to the deadline as extended.

#### 24. Late Bids

- 24.1 The Employer shall not consider any bid that arrives after the deadline for submission of bids, in accordance with ITB 23. Any bid received by the Employer after the deadline for submission of bids shall be declared late, rejected, and returned unopened to the Bidder.
- 25. Withdrawal, Substitution, and Modification of Bids
- 25.1 A Bidder may withdraw, substitute, or modify its bid after it has been submitted by sending a written notice, duly signed by an authorized representative, and shall include a copy of the authorization in accordance with ITB 21.2, (except that withdrawal notices do not require copies). The corresponding substitution or modification of the bid must accompany the respective written notice. All notices must be:
  - (a) prepared and submitted in accordance with ITB 21 and ITB 22 (except that withdrawals notices do not require copies), and in addition, the respective envelopes shall be clearly marked "WITHDRAWAL," "SUBSTITUTION," "MODIFICATION;" and
  - (b) received by the Employer prior to the deadline prescribed for submission of bids, in accordance with ITB 23.
- 25.2 Bids requested to be withdrawn in accordance with ITB 25.1 shall be returned unopened to the Bidders.
- 25.3 No bid may be withdrawn, substituted, or modified in the interval between the deadline for submission of bids and the expiration of the period of bid validity specified by the Bidder on the Letter of Bid or any extension thereof.

#### 26. Bid Opening

26.1 The Employer shall conduct the bid opening in public, in the presence of Bidders' designated representatives and anyone who choose to attend, and at the address, date and time **specified in the BDS.** Any specific electronic bid opening procedures required if electronic bidding is permitted in accordance with ITB 22.1, shall be as **specified in the BDS.** 

- 26.2 First, envelopes marked "WITHDRAWAL" shall be opened and read out and the envelope with the corresponding bid shall not be opened, but returned to the Bidder. No bid withdrawal shall be permitted unless the corresponding withdrawal notice contains a valid authorization to request the withdrawal and is read out at bid opening. Next, envelopes marked "SUBSTITUTION" shall be opened and read out and exchanged with the corresponding bid being substituted, and the substituted bid shall not be opened, but returned to the Bidder. substitution shall be permitted corresponding substitution notice contains valid authorization to request the substitution and is read out at bid opening. Envelopes marked "MODIFICATION" shall be opened and read out with the corresponding bid. No bid modification shall be permitted unless the corresponding modification notice contains a valid authorization to request the modification and is read out at bid opening. Only bids that are opened and read out at bid opening shall be considered further.
- 26.3 All other envelopes shall be opened one at a time, reading out: the name of the Bidder and the Bid Price(s), including any discounts and alternative bids, and indicating whether there is a modification; the presence or absence of a bid security or Bid-Securing Declaration; and any other details as the Employer may consider appropriate. Only discounts and alternative bids read out at bid opening shall be considered for evaluation. No bid shall be rejected at bid opening except for late bids, in accordance with ITB 24.1.
- 26.4 The Employer shall prepare a record of the bid opening that shall include, as a minimum: the name of the Bidder and whether there is a withdrawal, substitution, or modification; the Bid Price, per lot if applicable, including any discounts and alternative bids; and the presence or absence of a bid security or a Bid-Securing Declaration. The Bidders' representatives who are present shall be requested to sign the record. The omission of a Bidder's signature on the record shall not invalidate the contents and effect of the record. A copy of the record shall be distributed to all Bidders who submitted bids in time, and posted online when electronic bidding is permitted.

#### **Evaluation and Comparison of Bids**

**27.** Confidentiality 27.1 Information relating to the evaluation of bids and recommendation of contract award, shall not be disclosed to Bidders or any other persons not officially concerned with

- such process until information on Contract award is communicated to all Bidders.
- 27.2 Any attempt by a Bidder to influence the Employer in the evaluation of the bids or Contract award decisions may result in the rejection of its bid.
- 27.3 Notwithstanding ITB 27.2, from the time of bid opening to the time of Contract award, if any Bidder wishes to contact the Employer on any matter related to the bidding process, it should do so in writing.

### 28. Clarification of Bids

- 28.1 To assist in the examination, evaluation, and comparison of the bids, and qualification of the Bidders, the Employer may, at its discretion, ask any Bidder for a clarification of its bid. Any clarification submitted by a Bidder that is not in response to a request by the Employer shall not be considered. The Employer's request for clarification and the response shall be in writing. No change in the prices or substance of the bid shall be sought, offered, or permitted, except to confirm the correction of arithmetic errors discovered by the Employer in the evaluation of the bids, in accordance with ITB 32.
- 28.2 If a Bidder does not provide clarifications of its bid by the date and time set in the Employer's request for clarification, its bid may be rejected.

#### 29. Deviations, Reservations, and Omissions

- 29.1 During the evaluation of bids, the following definitions apply:
  - (a) "Deviation" is a departure from the requirements specified in the Bidding Document;
  - (b) "Reservation" is the setting of limiting conditions or withholding from complete acceptance of the requirements specified in the Bidding Document; and
  - (c) "Omission" is the failure to submit part or all of the information or documentation required in the Bidding Document.

## **30. Determination of Responsiveness**

- 30.1 The Employer's determination of a bid's responsiveness is to be based on the contents of the bid itself, as defined in ITB11.
- 30.2 A substantially responsive bid is one that meets the requirements of the Bidding Document without material deviation, reservation, or omission. A material deviation, reservation, or omission is one that,
  - (a) if accepted, would:

- (i) affect in any substantial way the scope, quality, or performance of the Plant and Installation Services specified in the Contract; or
- (ii) limit in any substantial way, inconsistent with the Bidding Document, the Employer's rights or the Bidder's obligations under the proposed Contract; or
- (b) if rectified, would unfairly affect the competitive position of other Bidders presenting substantially responsive bids.
- 30.3 The Employer shall examine the technical aspects of the bid in particular, to confirm that all requirements of Section VI, Employer's Requirements have been met without any material deviation, reservation, or omission.
- 30.4 If a bid is not substantially responsive to the requirements of the Bidding Document, it shall be rejected by the Employer and may not subsequently be made responsive by correction of the material deviation, reservation, or omission.

### 31. Nonmaterial Nonconformities

- 31.1 Provided that a bid is substantially responsive, the Employer may waive any nonconformity in the bid that does not constitute a material deviation, reservation or omission.
- 31.2 Provided that a bid is substantially responsive, the Employer may request that the Bidder submit the necessary information or documentation, within a reasonable period of time, to rectify nonmaterial nonconformities in the bid related to documentation requirements. Requesting information or documentation on such nonconformities shall not be related to any aspect of the price of the bid. Failure of the Bidder to comply with the request may result in the rejection of its bid.
- 31.3 Provided that a bid is substantially responsive, the Employer shall rectify quantifiable nonmaterial nonconformities related to the Bid Price. To this effect, the Bid Price shall be adjusted, for comparison purposes only, to reflect the price of a missing or non-conforming item or component. The adjustment shall be made using the method indicated in Section III, Evaluation and Qualification Criteria.

# 32. Correction of Arithmetical Errors

- 32.1 Provided that the bid is substantially responsive, the Employer shall correct arithmetical errors on the following basis:
  - (a) where there are errors between the total of the amounts given under the column for the price breakdown and the

- amount given under the Total Price, the former shall prevail and the latter will be corrected accordingly;
- (b) where there are errors between the total of the amounts of Schedule Nos. 1 to 4 and the amount given in Schedule No. 5 (Grand Summary), the former shall prevail and the latter will be corrected accordingly; and
- (c) if there is a discrepancy between words and figures, the amount in words shall prevail, unless the amount expressed in words is related to an arithmetic error, in which case the amount in figures shall prevail subject to (a) and (b) above.
- 32.2 If the Bidder that submitted the lowest evaluated bid does not accept the correction of errors, its bid shall be declared non-responsive.
- 33. Conversion to Single Currency
- 33.1 For evaluation and comparison purposes, the currency(ies) of the bid shall be converted into a single currency as **specified** in the BDS.
- 34. Margin of Preference
- 34.1 No margin of domestic preference shall apply.
- 35. Evaluation of Bids
- 35.1 The Employer shall use the criteria and methodologies indicated in this Clause. No other evaluation criteria or methodologies shall be permitted.

#### **Technical Evaluation**

- 35.2 The Employer will carry out a detailed technical evaluation of the bids not previously rejected to determine whether the technical aspects are in compliance with the Bidding Document. The bid that does not meet minimum acceptable standards of completeness, consistency and detail, and the specified minimum (or maximum, as the case may be) requirements for specified functional guarantees, will be rejected for non responsiveness. In order to reach its determination, the Employer will examine and compare the technical aspects of the bids on the basis of the information supplied by the bidders, taking into account the following:
  - (a) overall completeness and compliance with the Employer's Requirements; conformity of the Plant and Installation Services offered with specified performance criteria, including conformity with the specified minimum (or maximum, as the case may be) requirement corresponding to each functional guarantee, as indicated

in the Specification and in Section III Evaluation and Qualification Criteria; suitability of the Plant and Installation Services offered in relation to the environmental and climatic conditions prevailing at the site; and quality, function and operation of any process control concept included in the bid;

- (b) type, quantity and long-term availability of mandatory and recommended spare parts and maintenance services; and
- (c) other relevant factors, if any, listed in Section III, Evaluation and Qualification Criteria.
- 35.3 Where alternative technical solutions have been allowed in accordance with ITB 13, and offered by the Bidder, the Employer will make a similar evaluation of the alternatives. Where alternatives have not been allowed but have been offered, they shall be ignored.

#### **Economic Evaluation**

- 35.4 To evaluate a bid, the Employer shall consider the following:
  - (a) the bid price, excluding provisional sums and the provision, if any, for contingencies in the Price Schedules;
  - (b) price adjustment for correction of arithmetic errors in accordance with ITB 32.1;
  - (c) price adjustment due to discounts offered in accordance with ITB 17.9 or ITB17.10:
  - (d) price adjustment due to quantifiable nonmaterial nonconformities in accordance with ITB 31.3:
  - (e) converting the amount resulting from applying (a) to (c) above, if relevant, to a single currency in accordance with ITB 33; and
  - (f) the evaluation factors indicated in Section III, Evaluation and Qualification Criteria.
- 35.5 If price adjustment is allowed in accordance with ITB 17.6, the estimated effect of the price adjustment provisions of the Conditions of Contract, applied over the period of execution of the Contract, shall not be taken into account in bid evaluation.

- 35.6 If this Bidding Document allows Bidders to quote separate prices for different lots (contracts), and the award to a single Bidder of multiple lots (contracts), the methodology to determine the lowest evaluated price of the lot (contract) combinations, including any discounts offered in the Letter of Bid, is specified in Section III, Evaluation and Qualification Criteria.
- 35.7 If the bid, which results in the lowest Evaluated Bid Price, is seriously unbalanced or front loaded in the opinion of the Employer, the Employer may require the Bidder to produce detailed price analyses for any or all items of the Price Schedules, to demonstrate the internal consistency of those prices with the methods and time schedule proposed. After evaluation of the price analyses, taking into consideration the terms of payments, the Employer may require that the amount of the performance security be increased at the expense of the Bidder to a level sufficient to protect the Employer against financial loss in the event of default of the successful Bidder under the Contract.
- **36.** Comparison of Bids
- 36.1 The Employer shall compare all substantially responsive bids in accordance with ITB 35.4 to determine the lowest evaluated bid.
- 37. Eligibility and Qualification of the Bidder
- 37.1 The Employer shall determine to its satisfaction whether the Bidder that is selected as having submitted the lowest evaluated and substantially responsive bid is eligible and meets the qualifying criteria specified in Section III, Evaluation and Qualification Criteria.
- 37.2 The determination shall be based upon an examination of the documentary evidence of the Bidder's qualifications submitted by the Bidder, pursuant to ITB 15.
- 37.3 An affirmative determination shall be a prerequisite for award of the Contract to the Bidder. A negative determination shall result in disqualification of the bid, in which event the Employer shall proceed to the next lowest evaluated bid to make a similar determination of that Bidder's qualifications to perform satisfactorily.
- 37.4 The capabilities of the manufacturers and subcontractors proposed in its Bid to be used by the lowest evaluated Bidder for identified major items of supply or services will also be evaluated for acceptability in accordance with Section III, Evaluation and Qualification Criteria. Their participation should be confirmed with a letter of intent between the parties,

as needed. Should a manufacturer or subcontractor be determined to be unacceptable, the Bid will not be rejected, but the Bidder will be required to substitute an acceptable manufacturer or subcontractor without any change to the bid price. Prior to signing the Contract, the corresponding Appendix to the Contract Agreement shall be completed, listing the approved manufacturers or subcontractors for each item concerned.

- 38. Employer's
  Right to Accept
  Any Bid, and to
  Reject Any or
  All Bids
- 38.1 The Employer reserves the right to accept or reject any bid, and to annul the bidding process and reject all bids at any time prior to contract award, without thereby incurring any liability to Bidders. In case of annulment, all bids submitted and specifically, bid securities, shall be promptly returned to the Bidders.

#### **Award of Contract**

- 39. Award Criteria
- 39.1 Subject to ITB 38.1, the Employer shall award the Contract to the Bidder whose offer has been determined to be the lowest evaluated bid and is substantially responsive to the Bidding Document, provided further that the Bidder is determined to be eligible and qualified to perform the Contract satisfactorily.
- 40. Notification of Award
- 40.1 Prior to the expiration of the period of bid validity, the Employer shall notify the successful Bidder, in writing, that its bid has been accepted. The notification letter (hereinafter and in the Conditions of Contract and Contract Forms called the "Letter of Acceptance") shall specify the sum that the Employer will pay the Contractor in consideration of the execution and completion of the Plant and Installation Services (hereinafter and in the Conditions of Contract and Contract Forms called "the Contract Price").
- 40.2 At the same time, the Employer shall also notify all other Bidders of the results of the bidding, and shall publish in UNDB online and in dgMarket the results identifying the bid and lot numbers and the following information: (i) name of each Bidder who submitted a Bid; (ii) bid prices as read out at Bid Opening; (iii) name and evaluated prices of each Bid that was evaluated; (iv) name of bidders whose bids were rejected and the reasons for their rejection; and (v) name of the winning Bidder, and the Price it offered, as well as the duration and summary scope of the contract awarded.
- 40.3 Until a formal contract is prepared and executed, the notification of award shall constitute a binding Contract.

40.4 The Employer shall promptly respond in writing to any unsuccessful Bidder who, after notification of award in accordance with ITB 40.2, requests in writing the grounds on which its bid was not selected

### 41. Signing of Contract

- 41.1 Promptly upon notification, the Employer shall send the successful Bidder the Contract Agreement.
- 41.2 Within twenty-eight (28) days of receipt of the Contract Agreement, the successful Bidder shall sign, date, and return it to the Employer.
- 41.3 Notwithstanding ITB 41.2 above, in case signing of the Contract Agreement is prevented by any export restrictions attributable to the Employer, to the country of the Employer, or to the use of the Plant and Installation Services to be supplied, where such export restrictions arise from trade regulations from a country supplying those Plant and Installation Services, the Bidder shall not be bound by its bid, always provided, however, that the Bidder can demonstrate to the satisfaction of the Employer and of the Bank that signing of the Contact Agreement has not been prevented by any lack of diligence on the part of the Bidder in completing any formalities, including applying for permits, authorizations and licenses necessary for the export of the Plant and Installation Services under the terms of the Contract.

## **42. Performance** Security

- 42.1 Within twenty-eight (28) days of the receipt of notification of award from the Employer, the successful Bidder shall furnish the performance security in accordance with the General Conditions, subject to ITB 35.7, using for that purpose the Performance Security Form included in Section IX, Contract Forms, or another form acceptable to the Employer. If the performance security furnished by the successful Bidder is in the form of a bond, it shall be issued by a bonding or insurance company that has been determined by the successful Bidder to be acceptable to the Employer. A foreign institution providing a performance security shall have a correspondent financial institution located in the Employer's Country.
- 42.2 Failure of the successful Bidder to submit the abovementioned Performance Security or sign the Contract shall constitute sufficient grounds for the annulment of the award and forfeiture of the bid security. In that event the Employer may award the Contract to the next lowest evaluated Bidder whose offer is substantially responsive and is determined by the Employer to be qualified to perform the Contract

satisfactorily.

### Section II. Bid Data Sheet

	A. Introduction				
ITB 1.1	The number of the Invitation for Bids is: KP1/6A.1/PT/11/16/A56				
ITB 1.1	The Employer is: THE KENYA POWER & LIGHTING COMPANY LTD				
ITB 1.1	The name of the ICB is: Design, Supply and Installation of a Laboratory (including testing equipment and civil works) for Testing of Live Line Equipment.				
	The identification number of the ICB is KP1/6A.1/PT/11/16/A56				
	The number and identification of lots (contracts) comprising this ICB is: One (1).				
ITB 2.1	The Borrower is: THE GOVERNMENT OF KENYA				
ITB 2.1	The name of the Project is: Kenya Electricity Modernization Project - (KEMP)				
ITB 4.1 (a)	(a) The individuals or firms in a joint venture, consortium or association ARE jointly and severally liable.				
	B. Bidding Document				
ITB 7.1	For <u>clarification purposes</u> only, the Employer's address is:				
	Attention: CHIEF ENGINEER, PROJECTS				
	DEVELOPMENT Street Address: P O BOX 30099				
	Floor/Room number: 2 <sup>nd</sup> FLOOR–STIMA INVESTMENT BUILDING				
	MUSHEMBI, ROAD,				
	PARKLANDS				
	City: NAIROBI ZIP Code: 00100				
	Country: KENYA				
	Telephone: 3644000,3201000				
	Electronic mail address: Elimo2@kplc.co.ke				
	And copy to: sngetich@kplc.co.ke				
	smucheke@kplc.co.ke				
ITB 7.4	A Pre-Bid meeting will take place at the following date, time and place:				
	Date: 15/12/2016				
	Time: 10.00 am				
	Place: Auditorium, Stima Plaza, Nairobi				

	A site visit conducted by the Employer will be organized
	C. Preparation of Bids
ITB 10.1	The language of the bid is: <b>English</b>
ITB 11.1 (k)	The Bidder shall submit among other documents required in this bid document, the following key documents in its Bid:  a) Manufacturer's authorization(s) in case the bidder is not a manufacturer.  b) Manufacturers shall have ISO 9001:2008 or equivalent quality assurance certificate. A copy of such certificate shall be submitted with the bid.  c) All Technical Schedules with detailed information of offered materials and equipment, in which all required information, should be filled completely as specified in the Tender documents.  d) Copies of Type Test Reports, Calibration certificates and technical documents (catalogue, brochures, and drawings) of each major item offered. Copies of Type Test Reports/Calibration certificates shall meet the following requirements:  i. Type Test Reports/Calibration certificates shall have been carried out by a laboratory independent from the manufacturer or with the witness of independent laboratory. Accreditation certificate for the testing laboratory shall be presented.  ii. Results of Type Test Reports/Calibration certificates shall have been conducted at least six (6) months prior to the date of tender submission. The bidder shall submit contact details (Title, email, and fax) of certifying laboratory.  iii. Testing materials and equipment in Type Test Reports shall have the same code/ country / manufacturer and technical parameters as offered materials and equipment. Type tests of non-conforming materials/equipment shall not be accepted.  iv. Type Test Reports/Calibration certificates shall include all items tested and results confirming that they meet the requirements of applied standards as stipulated in Tender Documents.  v. Type Test Reports/Calibration certificates shall have Report Numbers for authentication
ITB 13.1	Alternative bids are not permitted.
ITB 13.2	Alternative time schedule is NOT permitted
ITB 17.1	Bidders shall quote for the entire scope of the technical requirements on a single responsibility basis.
ITB 17.5(a)	Named place of destination is: <b>CIP, Nairobi, Kenya</b> For equipment to be supplied from abroad, the supplier shall be responsible for clearance of the equipment. However, KPLC shall make direct payment to Kenya Revenue Authority (KRA) for the cost of the following;  1.Custom Duties  2. Import Declaration Fees  3.Value Added Tax (VAT)

	4.Railway Development Levy (RDL)  The bidders shall include in their Bid the agency fees for clearing and forwarding charges for Nairobi, Kenya, inland container depots and border points. The clearing and forwarding charges shall be included in the Price Schedule for equipment to be supplied from abroad (Schedule No1).
ITB 17.5(d)	Named place of final destination is:  Institute of Energy Studies and Research, RUARAKA, Kenya
ITB 17.7	The prices quoted by the Bidder shall be: <b>Fixed</b> .
ITB 18.1	The currency(ies) of the bid shall be as follows:  (a)Plant and equipment to be supplied from abroad shall be quoted entirely in a freely convertible currency of any country. If the Bidder wishes to be paid in a combination of amounts in different currencies, it may quote its price accordingly, but use no more than three freely convertible currencies.
	(b)Plant and equipment to be supplied from within the Employer's country shall be quoted in the currency of the Employer's country.
	(c)Design and installation services shall be quoted in either foreign and/or local currency, depending upon the currency in which the costs are to be incurred
ITB 19.1	The bid validity period shall be 120 days.
ITB 20.1	Bid shall include a bid security (as described in ITB 20.3 (a), (b) and (c))
	The amount of the <b>bid security</b> shall Not be less than <b>120,000 USD</b> or equivalent amount in a freely convertible currency.
	The bid security shall be valid for <b>28 days</b> beyond the original validity period of the bid of 120days, or beyond any period of extension if required under ITB 19.2
	If the unconditional guarantee is issued by a financial institution located outside the Purchaser's Country, the issuing financial institution shall have a correspondent financial institution located in the Purchaser's Country to make it enforceable.
ITB 20.3 (d)	Not Applicable
ITB 20.10	If the Bidder incurs any of the actions prescribed in subparagraphs (a) or (b) of this provision, the Borrower will declare the Bidder ineligible to be awarded contracts by the Employer for a period of 3 (Three) years.
ITB 21.1	In addition to the <u>original</u> of the bid, the number of copies is: Two(2)
	The Bidder shall enclose the original and all copies of the bid, in separate sealed envelopes, duly marking the envelopes as "ORIGINAL", "COPY 1", "COPY 2." and a Soft Copy (Flash Disk).  These inner envelopes containing the original and the copies shall then be enclosed in one single Outer envelope.
	in one single Outer envelope.

ITB 21.2	The written confirmation of authorization to sign on behalf of the Bidder shall consist of:  (a) The Power of Attorney  (b) In the case of Bids submitted by an existing or intended JV an undertaking signed by all parties (i) stating that all parties shall be jointly and severally liable, if so required in accordance with ITB 4.1(a), and (ii) nominating a Representative who shall have the authority to conduct all business for and on behalf of any and all			
	the parties of the JV during the bidding process and, in the event the			
	JV is awarded the Contract, during contract execution.			
	D. Submission and Opening of Bids			
ITB 22.1	Bidders <b>do not</b> have the option of submitting their bids electronically.			
ITB 23.1	The deadline for the submission of bids is:			
	Date 17th January, 2017			
	Time: 10:00Hrs East African Time			
ITB 26.1	The bid opening shall take place at:			
	Street Address: STIMA PLAZA , KOLOBOT ROAD Floor/Room number: GROUND FLOOR- AUDITORIUM			
	City: NAIROBI			
	Country: KENYA Date: 17 <sup>th</sup> January, 2017			
	Time: 10.30a.m			
	E. Evaluation, and Comparison of Bids			
ITB 33.1	The currency(ies) of the Bid shall be converted into a single currency as follows:			
	The currency that shall be used for bid evaluation and comparison purposes to convert all bid prices expressed in various currencies into a single currency is: <b>Kenya shillings (KES)</b>			
	The source of exchange rate shall be: CENTRAL BANK OF KENYA			
	The conversation rate shall be: SELLING RATE.			
	The date for the exchange rate shall be: Closing date of submission of bids.			

# **Section III. Evaluation and Qualification**

This Section contains all the criteria that the Employer shall use to evaluate bids and qualify Bidders. In accordance with ITB 35 and ITB 37, no other factors, methods or criteria shall be used. The Bidder shall provide all the information requested in the forms included in Section IV, Bidding Forms.

#### 1. Evaluation

- **1.1** Technical Evaluation In addition to the criteria listed in ITB 35.2 (a) (c) the following factors shall apply:
  - 1. The technical guarantees specified in the requirements shall be evaluated for compliance to the technical specifications.
  - 2. Preliminary drawings for the equipment and the laboratory testing facility shall be evaluated for compliance with specifications.

#### 1.2 Economic Evaluation

The following factors and methods will apply:

#### (a) Time Schedule:

Time to complete the Plant and Installation Services from the effective date specified in Article 3 of the Contract Agreement for determining time for completion of pre-commissioning activities is: Fifteen(15) months\_. No credit will be given for earlier completion.

#### (b) Operating and Maintenance Costs - Not Applicable

The price of recommended spare parts quoted in Price Schedule No. 6 shall not be considered for evaluation.

#### (c) Functional Guarantees of the facilities – Not Applicable

## 2. Qualification

Factor	2.1 Eligibility						
		Cri	teria				
			Bio	lder		Documentation	
Sub-Factor	Requirement	Single Entity		e, Consortium		Required	
			All partners combined	Each partner	At least one partner	_	
2.1.1 Nationality	Nationality in accordance with ITB 4.2.	Must meet requirement	Existing or intended JVA must meet requirement	Must meet requirement	N/A	Form ELI –1.1 and 1.2, with attachments	
2.1.2 Conflict of Interest	No- conflicts of interests as described in ITB 4.3.	Must meet requirement	Existing or intended JVA must meet requirement	Must meet requirement	N/A	Letter of Bid	
2.1.3 Bank Ineligibility	Not having been declared ineligible by the Bank as described in ITB 4.4.	Must meet requirement	Existing JVA must meet requirement	Must meet requirement	N/A	Letter of Bid	
2.1.4 Government Owned Entity	Compliance with conditions of ITB 4.5	Must meet requirement	Must meet requirement	Must meet requirement	N / A	Form ELI -1.1 and 1.2, with attachments	
2.1.5 Ineligibility based on a United Nations resolution or Borrower's country law	Not having been excluded as a result of the Borrower's country laws or official regulations, or by an act of compliance with UN Security Council resolution, in accordance with ITB 4.8	Must meet requirement	Existing JVA must meet requirement	Must meet requirement	N/A	Letter of Bid	

Factor	2.2 H	Historical	Contract	Non-Perf	ormance	
		Cri	iteria			Documentation
Sub-Factor			Bio	dder		
	Requirement		Joint Ventur	e, Consortium o	or Association	Required
	2334	Single Entity	All partners combined	Each partner	At least one partner	
2.2.1 History of non-performing contracts	Non-performance of a contract did not occur within the last Seven (7_) years prior to the deadline for application submission, based on all information on fully settled disputes or litigation. A fully settled dispute or litigation is one that has been resolved in accordance with the Dispute Resolution Mechanism under the respective contract, and where all appeal instances available to the bidder have been exhausted.	Must meet requirement by itself or as partner to past or existing JVA	N / A	Must meet requirement by itself or as partner to past or existing JVA	N/A	Form CON - 2
2.2.2 Pending Litigation	All pending litigation shall in total not represent more thanTwentypercent (_20%) of the Bidder's net worth and shall be treated as resolved against the Bidder.	Must meet requirement by itself or as partner to past or existing JVA	N/A	Must meet requirement by itself or as partner to past or existing JVA	N/A	Form CON – 2

Factor	2.3 Financial Situation						
		Criteria					
				lder		Documentation	
Sub-Factor	Requirement		Joint Ventur	e, Consortium or	Association	Required	
	Kequii ement	Single Entity	All partners combined	Each partner	At least one partner	Kequireu	
2.3.1 Historical Financial Performance	Submission of audited balance sheets or if not required by the law of the bidder's country, other financial statements acceptable to the Employer, for the last Five [5] years to demonstrate the current soundness of the bidders financial position and its prospective long term profitability.	Must meet requirement	N/A	Must meet requirement	N/A	Form FIN – 3.1 with attachments	
2.3.2 Averag e Annual Turnover	Minimum average annual turnover of 10 M USD, calculated as total certified payments received for contracts in progress or completed, within the last 3 three years	Must meet requirement	Must meet requirement	Must meet 30%) percent of the requirement	Must meet 70%) percent of the requirement	Form FIN –3.2	
2.3.3 Financial Resources	The Bidder must demonstrate access to, or availability of, financial resources such as liquid assets, unencumbered real assets, lines of credit, and other financial means, other than any contractual advance payments to meet:  (i) the following cash-flow requirement:  0.833 M USD and  (ii) the overall cash flow requirements for this contract and its current commitments.	Must meet requirement	Must meet requirement	Must meet 30%) percent of the requirement	Must meet 70%) percent of the requirement	Form FIN –3.3	

Factor	2.4 Experience						
		Crit	teria				
Sub-Factor			Bid	der		Documentation	
Sub-ractor	Requirement		Joint Venture	, Consortium o	r Association	Required	
	-	Single Entity	All partners combined	Each partner	At least one partner		
2.4.1 General Experience	Experience under contracts in the role of contractor, subcontractor, or management contractor for at least the last Five [_5_] years prior to the applications submission deadline, and with activity in at least nine (9) months in each year.	Must meet requirement	N/A	N/A	The lead partner is to meet this requirement	Form EXP-2.4.1	
2.4.2 Specific Experience	(a) Participation as contractor, management contractor, or subcontractor, in at least Two (_2_) contracts within the last Three_(3) years, each with a value of at least USD four (4) million, that have been successfully and substantially completed and that are similar to the proposed Plant and Installation Services. The similarity shall be based on the physical size, complexity, methods/technology or other characteristics as described in Section VI, Employer's Requirements.	Must meet requirement	Must meet requirements for all characteristics	N/A	Must meet requirement for one characteristic	Form EXP 2.4.2(a)	

Factor	2.4 Experience							
Sub-Factor			Bid	der		Documentation		
Sub-Factor	Requirement		Joint Venture	e, Consortium o	r Association	Required		
		Single Entity	All partners combined	Each partner	At least one partner			
2.4.2 Specific Experience	<ul> <li>(b) For the above or other contracts executed during the period stipulated in 2.4.2(a) above, a minimum experience in the following key activities:  i. Enginnering, Design and site construction supervision of high voltage &amp; medium voltage testing laboratories  ii. Construction laboratory buildings and installation of equipment</li> <li>iii. Supply of the majority of the testing equipment specified in the technical requirements (Glove TesterSleeve TesterLine Hose TesterHood TesterHot stick TesterRubber Good DryerC/DC HipotBucket Liners Tester Portable Insulation Tester)</li> <li>iv. Trainng on testing and operation of test equipment.</li> </ul>	Must meet requirements	Must meet requirements	N/A	Must meet requirements	Form EXP-2.4.2(b)		

#### 2.5 Personnel

The Bidder must demonstrate that it will have the personnel for the key positions that meet the following requirements:

No.	Position	Total Work Similar Experience (years)	In Similar Works Experience (years)
1	Project Manager	7	5
2	Building Construction Engineer	<u>7</u>	2
3	Electrical Engineer	<u>7</u>	<u>2</u>
4	Design Engineer	<u>7</u>	2
5	Safety Officer	<u>7</u>	2

The Bidder shall provide details of the proposed personnel and their experience records in the relevant Forms included in Section IV, Bidding Forms.

#### 2.6 Equipment

The Bidder must demonstrate that it will have access to the key Contractor's equipment listed hereafter:

No	Equipment Type and Characteristics	Minimum Number required
1	Foundation Excavation Equipment	2
2	Concrete forms	<u>2</u>
3	Cranes	1

The Bidder shall provide further details of proposed items of equipment using the relevant Form in Section IV.

#### 2.7 Subcontractors

Subcontractors/manufacturers for the following major items of supply or services must meet the following minimum criteria, herein listed for that item:

Item	Description of Item	Minimum Criteria to be
No.	1	met
1	Engineering Design and	2 Similar Projects in the last
	Construction Supervsion	3 years
2	Equipment Commissioning	2 Projects in the last 3 years
3	Civil Works / Builing	2 Similar Project in the last 3
	Contractor	years

Failure to comply with this requirement will result in rejection of the subcontractor. In the case of a Bidder who offers to supply and install major items of supply under the contract that the Bidder did not manufacture or otherwise produce, the Bidder shall provide the manufacturer's authorization, using the form provided in Section IV, showing that the Bidder has been duly authorized by the manufacturer or producer of the related plant and equipment or component to supply and install that item in the Employer's country. The Bidder is responsible for ensuring that the manufacturer or producer complies with the requirements of ITB 4 and 5 and meets the minimum criteria listed above for that item.

# **Section IV. Bidding Forms**

#### **Table of Forms**

Letter of Bid	45
Schedules of Rates and Prices	47
Schedule No. 1. Plant and Mandatory Spare Parts Supplied from Abroad	47
Schedule No. 2. Plant and Mandatory Spare Parts Supplied from Within the Employe	er's
Country	
Schedule No. 3. Design Services	
Schedule No. 4. Installation and Other Services	
Schedule No. 5. Grand Summary	
Schedule No. 6. Recommended Spare PartsNot Applicable	
Price Adjustment	
Technical Proposal	53
Site Organization	54
Method Statement	55
Mobilization Schedule	56
Construction Schedule	57
Plant	58
Contractor's Equipment	59
Personnel	61
Proposed Subcontractors for Major Items of Plant and Installation Services	63
Others - Time Schedule	64
Others – Commercial or contractual aspects of the bidding documents that the Bidder would like to discuss with the Employer during clarifications	
Bidder Information Sheet	
Party to JVA Information Sheet	67
Historical Contract Non-Performance	
Current Contract Commitments / Works in Progress	69
Financial Situation	70
Historical Financial Performance	70
Average Annual Turnover	72
Financial Resources	73
Experience - General Experience	74
Specific Experience	
Specific Experience in Key Activities	
Form of Bid Security (Bank Guarantee)	
Manufacturer's Authorization	

#### **Letter of Bid**

	Date:
	ICB No.:
То:	Invitation for Bid No.:
	, the undersigned, declare that:
(a)	We have examined and have no reservations to the Bidding Document, including Addenda issued in accordance with Instructions to Bidders (ITB) 8;
(b)	We offer to, in conformity with the Bidding Document, the following Plant and Installation Services:
(c)	The price of our Bid, excluding any discounts offered in item (d) below is the sum of:
(d)	The discounts offered and the methodology for their application are:
	;
(e)	Our bid shall be valid for a period of days from the date fixed for the bid submission deadline in accordance with the Bidding Document, and it shall remain binding upon us and may be accepted at any time before the expiration of that period;
(f)	If our bid is accepted, we commit to obtain a performance security in accordance with the Bidding Document;
(g)	We, including any subcontractors or manufacturers for any part of the contract , have or will have nationalities from eligible countries, in accordance with ITB-4.2;
(h)	We, including any subcontractors or manufacturers for any part of the contract, do not have any conflict of interest in accordance with ITB-4.3;
(i)	We are not submitting more than one bid in this bidding process as a Bidder, either individually or as a partner in a joint venture, in accordance with ITB-4.3, except for alternative offers permitted under ITB Clause 13;
(j)	We, along with any of our subcontractors, suppliers, consultants, manufacturers, or service providers for any part of the contract, are not subject to, and not controlled by

any entity or individual that is subject to, a temporary suspension or a debarment imposed by a member of the World Bank Group or a debarment imposed by the World Bank Group in accordance with the Agreement for Mutual Enforcement of Debarment Decisions between the World Bank and other development banks. Further, we are not ineligible under the Employer's country laws or official regulations or pursuant to a

decision of the United Nations Security Council;

1-46			Section	IV. Bidding Forms
	a government ow s of ITB-4.5; <sup>5</sup>	rned entity/ We are a g	government owned en	tity but meet the
		e following commissition of the Contract:	ons, gratuities, or fee	s with respect to
Name of	Recipient	Address	Reason	Amount
(If none has been	n paid or is to be	paid, indicate "none."	)	
your notifica		together with your whall constitute a bindinuted; and		
(n) We understa	•	not bound to accept the	e lowest evaluated bid	or any other bid
Name		In the ca	pacity of	
Signed				
Duly authorized	to sign the bid fo	or and on behalf of		

Dated on \_\_\_\_\_\_, \_\_\_\_\_,

### **Schedules of Rates and Prices**

# Schedule No. 1. Plant and Mandatory Spare Parts Supplied from Abroad

Item	Description	Code <sup>1</sup>	Qty.	Unit 1	Price <sup>2</sup>	Total Price <sup>2</sup>
				Country of	CIP Unit	
				Origin Code	Price (to include	
					clearing and	
					forwarding	
					charges to final	
					destination)	
			(1)	(2)	(3)	(1) x (3)
1	Glove Tester		2			
2	Sleeve Tester		2			
3	Blanket Tester		2			
4	Line Hose Tester		1			
5	Hood Tester		1			
6	Hot stick Tester		1			
7	Rubber Goods washer		2			
8	Rubber Good Dryer		2			
9	AC/DC Hipot		4			
10	Bucket Liners Tester		1			
11	Portable Insulation Tester		1			
	Note – all items include the					
	accessories specified in the Employer's Requirements					
	<u>Employer's Requirements</u>	TOTA	L L (to Scl	nedule No. 5. Gr	and Summary)	
					• • • • • • • • • • • • • • • • • • • •	
			N	Name of Bidder		
			Sign	ature of Bidder		

<sup>&</sup>lt;sup>1</sup> Bidders shall enter a code representing the country of origin of all imported plant and equipment.

#### Country of Origin Declaration Form

tem	Description	Code	Country

<sup>&</sup>lt;sup>2</sup> Specify currency. Create and use as many columns for Unit Price and Total Price as there are currencies.

# Schedule No. 2. Plant and Mandatory Spare Parts Supplied from Within the Employer's Country

Item	Description	Qty. (1)	EXW Unit Price <sup>1</sup> (2)	EXW Total Price <sup>1</sup> (1) x (2)
1	Glove Tester	(1)	2	(1) % (2)
2	Sleeve Tester		2	
3	Blanket Tester		2	
4	Line Hose Tester		1	
5	Hood Tester		1	
6	Hot stick Tester		1	
7	Rubber Goods washer		2	
8	Rubber Good Dryer		2	
9	AC/DC Hipot		4	
10	Bucket Liners Tester		1	
11	Portable Insulation Tester		1	
	Note – all items include the accessories specified in the Employer's Requirements			
	TOTAL (to Sc	hedule N	o. 5. Grand Summary)	
		Nar	ne of Bidder	
		Signatu	re of Bidder	

 $<sup>^{1}</sup>$  Specify currency in accordance with specifications in Bid Data Sheet under ITB 18.1 in Single Stage Bid, or ITB 30.1 in Two Stage Bid.

## Schedule No. 3. Design Services

Item	Description	Qty.	Unit 1	Price <sup>1</sup>	Total Price <sup>1</sup>
			Local Currency	Foreign Currency	
			Portion	Portion	
		(1)	(2)	(optional)	(1) x (2)
1	Design Services (Mechanical, Civil and Electrical)	Lot			
		TOTAL	(to Schedule No. 5.	Grand Summary)	
			Name of Bidd	ler	_
			Signature of Bidd	ler	

 $<sup>^{1}</sup>$  Specify currency in accordance with specifications in Bid Data Sheet under ITB 18.1 in Single Stage Bid, or ITB 30.1 in Two Stage Bid.

#### Schedule No. 4. Installation and Other Services

Item	Description	Qty.	Unit	Price <sup>1</sup>	Total 1	Price <sup>1</sup>
			Foreign	Local	Foreign	Local
			Currency	Currency		
			Portion	Portion		
		(1)	(2)	(3)	(1) x (2)	(1) x (3)
1	Site clearing and disposal	Lot				
	Fees for all regulatory bodies	Lot				
	Earthworks	Lot				
	Road works and drainage	Lot				
	Perimeter wall	Lot				
	Laboratory building	Lot				
	Guardhouse and toilet	Lot				
	HVAC system	Lot				
	Plumbing and water filtration	Lot				
	system.	T .				
	0.5% of project cost for NCA	Lot				
	Installation of					
	Glove Tester	2				
	Sleeve Tester					
	Blanket Tester	2				
	Line Hose Tester I	1				
	Hood Tester	1				
	Hot stick Tester	1				
	<ul> <li>Rubber Goods washer</li> </ul>	2				
	<ul> <li>Rubber Good Dryer</li> </ul>	2				
	AC/DC Hipot	4				
	Bucket Liners Tester	1				
	Aerial Device Partable	1				
	tester					
	Comissioning of					
	Glove Tester	2				
	Sleeve Tester	2				
	Blanket Tester	2				
	Line Hose Tester I	1				
	Hood Tester	1				
	Hot stick Tester	1				
	Rubber Goods washer	2				
	Rubber Good Dryer	2				
	AC/DC Hipot	4				
	Bucket Liners Tester	1				
	Aerial Device Partable	1				
	tester	1				
2	Training on operation and					
_	maintenance of the test sets above					
	at designated KPLC site					
	ar designated in 20 site	TOT	AL (to Schedu	ıle No. 5. Gra	nd Summary)	
		101	(00 2011000			
			Name	of Bidder		
			Signature	of Bidder		

 $<sup>^{1}</sup>$  Specify currency in accordance with specifications in Bid Data Sheet under ITB 18.1 in Single Stage Bid, or ITB 30.1 in Two Stage Bid.

### **Schedule No. 5. Grand Summary**

Item	Description		Total 1	Price <sup>1</sup>
			Foreign	Local
	Total Schedule No. 1. Plant, and Mar Parts Supplied from Abroad	ndatory Spare		
	Total Schedule No. 2. Plant, and Mar Parts Supplied from Within the Empl	• •		
	Total Schedule No. 3. Design Service	es		
	Total Schedule No. 4. Installation an Services	d Other		
		TOTAL	(to Bid Form)	
		Name of Bidd	er	
		Signature Bidd		

<sup>&</sup>lt;sup>1</sup> Specify currency in accordance with specifications in Bid Data Sheet under ITB 18.1 in Single Stage Bid, or ITB 30.1 in Two Stage Bid. Create and use as many columns for Foreign Currency requirement as there are foreign currencies

## Schedule No. 6. Recommended Spare Parts--Not Applicable

The price of recommended spare parts quoted in Price Schedule No. 6 shall not be considered for evaluation.

Item	Description	Qty.	Unit Price		Total Price
			CIF or CIP	EXW	
			(foreign parts)	(local parts)	
		(1)	(2)	(3)	(1) x (2) or (3)
		(-)	(-)	(0)	(1) 11 (2) 01 (0
		I			
			N (D:11		
			Name of Bidder		
		Sign	nature of Bidder		

## **Technical Proposal**

- Site Organization
- Method Statement
- Mobilization Schedule
- Construction Schedule
- Plant
- Contractor's Equipment
- Personnel
- Proposed Subcontractors for Major Items of Plant and Installation Services
- Others

# **Site Organization**

# **Method Statement**

### **Mobilization Schedule**

### **Construction Schedule**

## Plant

# Contractor's Equipment

#### Form EQU

The Bidder shall provide adequate information to demonstrate clearly that it has the capability to meet the requirements for the key Contractor's equipment listed in Section III, Evaluation and Qualification Criteria. A separate Form shall be prepared for each item of equipment listed, or for alternative equipment proposed by the Bidder.

Current status  Current location  Details of current commitments  Source  Indicate source of the equipment  Owned Rented Leased Specially manufactors  Omit the following information for equipment owned by the Bidder.
Details of current commitments  Source Indicate source of the equipment  Owned Rented Leased Specially manufac
Source Indicate source of the equipment  Owned Rented Leased Specially manufacture.
Owned Rented Leased Specially manufacture of the Company of the Co
Omit the following information for equipment owned by the Bidder.
Owner Name of owner
Address of owner
Telephone Contact name and title
Fax Telex
Agreements Details of rental / lease / manufacture agreements specific to the project

#### Form FUNC

The Bidder shall copy in the left column of the table below, the identification of each functional guarantee required in the Specification and stated by the Employer in para. 1.2 (c) of Section III. Evaluation and Qualification Criteria, and in the right column, provide the corresponding value for each functional guarantee of the proposed plant and equipment.

Required Functional Guarantee	Value of Functional Guarantee of the Proposed Plant and Equipment
1.	
2.	
3.	

#### **Personnel**

#### Form PER -1

#### **Proposed Personnel**

Bidders should provide the names of suitably qualified personnel to meet the specified requirements stated in Section III. The data on their experience should be supplied using the Form below for each candidate.

1.	Title of position*
	Name
2.	Title of position*
	Name
3.	Title of position*
	Name
4.	Title of position*
	Name

<sup>\*</sup>As listed in Section III.

#### Form PER-2

## **Resume of Proposed Personnel**

Name of Bidde	r			
Position				
Personnel information	Name	Date of birth		
	Professional qualifications			
Present employment	Name of employer			
	Address of employer			
	Telephone	Contact (manager / personnel officer)		
	Fax	E-mail		
	Job title	Years with present employer		

Summarize professional experience over the last 20 years, in reverse chronological order. Indicate particular technical and managerial experience relevant to the project.

From	То	Company / Project / Position / Relevant technical and management experience

# Proposed Subcontractors for Major Items of Plant and Installation Services

A list of major items of <u>Plant and Installation Services is provided below.</u>

The following Subcontractors and/or manufacturers are proposed for carrying out the item of the facilities indicated. Bidders are free to propose more than one for each item

Major Items of Plant and Installation Services	<b>Proposed Subcontractors/Manufacturers</b>	Nationality

## **Others - Time Schedule**

(to be used by Bidder when alternative Time for **Completion is invited in ITB 13.2 – Single Stage Bidding only**)

Others – Commercial or contractual aspects of the bidding documents that the Bidder would like to discuss with the Employer during clarifications (to be used by Bidder – Two Stage Bidding only)

#### Form ELI 1.1

## **Bidder Information Sheet**

		Date:		
		ICB No.: _		
		Invitation 1	for Bid No.: _	
		Page	of	pages
1. B	idder's Legal Name			
2. In	case of JVA, legal name of each party:			
3. B	idder's actual or intended Country of Registration:			
4. B	idder's Year of Registration:			
5. B	idder's Legal Address in Country of Registration:			
	, ,			
6 B	idder's Authorized Representative Information			
	•			
	ame:			
A	ddress:			
T	elephone/Fax numbers:			
E	mail Address:			
7 A	Attached are copies of original documents of:			
,, <u>1</u>		ماه 1 ماه	:	
□ ITR	Articles of Incorporation or Registration of firm na Sub-Clauses 4.1 and 4.2.	med iii 1, abo	ove, in accorda	ance with
_		1 6	, TX7.A	
	in case of JVA, letter of intent to form JVA including a agreement, in accordance with ITB Sub-Clauses 4.1 and			ling or
	1.1(g) Two Stage Bidding.	u 11.1(1 <i>)</i> SIII	gic stage blue	mig Oi
	Α, , , , , , , , , , , , , , , , , , ,	n'a agratur d	agumenta asta	hlighing
	n case of government owned entity from the Employe egal and financial autonomy and compliance with the	-		_
	accordance with ITB Sub-Clause 4.5.	Principles of		. , , 111

Please note that a written authorization needs to be attached to this sheet as required by ITB 21.2 Single Stage Bidding) or ITB 17.2 Two Stage Bidding

#### Form ELI 1.2

# **Party to JVA Information Sheet**

Date: \_\_\_\_\_

		ICB No.:		
		Invitation for I		
	1	Page	_ 0I	_ pages
1.	Bidder's Legal Name:			
2.	JVA's Party legal name:			
3.	JVA's Party Country of Registration:			
4.	JVA's Party Year of Registration:			
5.	JVA's Party Legal Address in Country of Registra	tion:		
6.	JVA's Party Authorized Representative Information	on		
	Name:			
	Address:			
	Telephone/Fax numbers:			
	Email Address:			
/.	Attached are copies of original documents of:			
	Articles of Incorporation or Registration of firm ITB Sub-Clauses 4.1 and 4.2.	named in 1, at	ove, in acco	ordance with
	In case of government owned entity from the Purch legal and financial autonomy and compliance with accordance with ITB Sub-Clause 4.5.	•		_

### Form CON – 2

## **Historical Contract Non-Performance**

		ion process was conducted this form shou at the time of prequalification requires u	•	e
Bidder's	Legal Name: _	Date:		
JVA Par	tner Legal Nam			
		ICB No	o.: of p	
		Page _	of p	ages
	Non-Performing	g Contracts in accordance with Section III, E	valuation Criteria	
	-	nance did not occur during the stipulated per tion III, Evaluation Criteria	iod, in accordance wit	th
Sub- Fac	101 2.2.1 01 Sec	uon III, Evaluation Criteria		
	1			
	Pending Lit	igation, in accordance with Section III, Evalu	nation Criteria	
No po	ending litigation	in accordance with Sub-Factor 2.2.2 of Sect	tion III. Evaluation	
Criteria			, <u> </u>	
Dond	ing litigation in	accordance with Sub-Factor 2.2.2 of Section	III Evoluation Criter	io
	dicated below	accordance with Sub-1 actor 2.2.2 of Section	i III, Evaluation Criter	ıa,
Year	Outcome as		Total Cont	ract
	Percent of	Contract Identification	Amount (cu	rrent
	Total Assets		value, US	
			equivaler	ıt)
		Contract Identification:		
		Name of Employer:		
		Address of Employer:		
		Matter in dispute:		
		Contract Identification:		
		Name of Employer: Address of Employer:		
		Matter in dispute:		
	I	iviand in dispute.		

#### Form CCC

## **Current Contract Commitments / Works in Progress**

Bidders and each partner to a JVA should provide information on their current commitments on all contracts that have been awarded, or for which a letter of intent or acceptance has been received, or for contracts approaching completion, but for which an unqualified, full completion certificate has yet to be issued.

Name of contract	Employer, contact address/tel/fax	Value of outstanding work (current US\$ equivalent)	Estimated completion date	Average monthly invoicing over last six months (US\$/month)
1.				
2.				
3.				
4.				
5.				
etc.				

#### Form FIN – 3.1

## **Financial Situation**

#### **Historical Financial Performance**

Bidder's Legal Name:					Date:		
JVA Partner Legal Na	me:				ICB No.:		
					Page	of	pages
To be completed by th	a Diddar	and if IV	/A by or	aah nartnar			
To be completed by th	e Blader	ana, 11 J v	A, by ea	ach partner			
Financial		Historic i	informa	tion for pr	revious	( ) vea	ars
information in US\$				_	ent in 000s)		~_ ~
equivalent			(	- , - <b>1</b>	,		
	Year 1	Year 2	Year	Year	Year n	Avg.	Avg.
	10011	10012	3	1 001		11,8.	Ratio
	Iı	ı ıformatio	on from	Balance S	 Sheet		
Total Assets (TA)							T
1 3 3 3 4 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5							
Total Liabilities							1
(TL)							
Net Worth (NW)							
Current Assets (CA)							
Current Liabilities							
(CL)							
	Info	ormation	from In	ncome Stat	tement		
Total Revenue (TR)							
Profits Before							
Taxes (PBT)							

☐ Attached are copies of financial statements (balance sheets, including all related notes, and income statements) for the years required above complying with the following

conditions:

- (a) Must reflect the financial situation of the Bidder or partner to a JVA, and not sister or parent companies
- (b) Historic financial statements must be audited by a certified accountant
- (c) Historic financial statements must be complete, including all notes to the financial statements
- (d) Historic financial statements must correspond to accounting periods already completed and audited (no statements for partial periods shall be requested or accepted)

#### **Form FIN – 3.2**

## **Average Annual Turnover**

Bidder's Lega	l Name:	Date:	
JVA Partner L	egal Name:	ICB No.:	
		Page	of pages
	Annual turnover data (constru	iction only)	
Year	Amount and Currency		US\$ equivalent
*Average			
Annual			
Construction			
Turnover			

<sup>\*</sup>Average annual turnover calculated as total certified payments received for work in progress or completed, divided by the number of years specified in Section III, Evaluation Criteria, Sub-Factor 2.3.2.

#### Form FIN 3.3

## **Financial Resources**

Specify proposed sources of financing, such as liquid assets, unencumbered real assets, lines of credit, and other financial means, net of current commitments, available to meet the total construction cash flow demands of the subject contract or contracts as indicated in Section III, Evaluation and Qualification Criteria

Source of financing	Amount (US\$ equivalent)
1.	
2.	
3.	
4.	

#### **Form EXP 2.4.1**

## **Experience - General Experience**

Bidder's Legal Name:	Date:		
JVA Partner Legal Name:	ICB No.:		
Ç	Page	of	pages

Starting Month / Year	Ending Month / Year	Years	Contract Identification	Role of Bidder
			Contract name: Brief Description of the Works performed by the Bidder: Name of Employer: Address:	
			Contract name: Brief Description of the Works performed by the Bidder: Name of Employer: Address:	
			Contract name: Brief Description of the Works performed by the Bidder: Name of Employer: Address:	
			Contract name: Brief Description of the Works performed by the Bidder: Name of Employer: Address:	
			Contract name: Brief Description of the Works performed by the Bidder: Name of Employer: Address:	
			Contract name: Brief Description of the Works performed by the Bidder: Name of Employer: Address:	

<sup>\*</sup>List calendar year for years with contracts with at least nine (9) months activity per year starting with the earliest year

## Form EXP - 2.4.2(a)

## **Specific Experience**

Bidder's Legal Name:	Date:			
JVA Partner Legal Name:		ICB No.:		
		Page of	pages	
Similar Contract Number: of required.		Information		
Contract Identification				
Award date Completion date				
Role in Contract	Contractor	Management Contractor	Subcontractor	
Total contract amount			US\$	
If partner in a JVA or subcontractor, specify participation of total contract amount	%		US\$	
Employer's Name:				
Address:				
Telephone/fax number: E-mail:				

## Form EXP – 2.4.2(a) (cont.)

## **Specific Experience (cont.)**

Bidder's Legal Name:	Page _	of _	pages
JVA Partner Legal Name:			

Similar Contract No[insert specific number] of [total number of contracts] required	Information
Description of the similarity in accordance with Sub-Factor 2.4.2a) of Section III:	
Amount	
Physical size	
Complexity	
Methods/Technology	
Physical Production Rate	

## Form EXP – 2.4.2(b)

## **Specific Experience in Key Activities**

Bidder's Legal Name:		Date:	
JVA Partner Legal Name:	ICB No.: of		
Subcontractor's Legal Name:		Page o	f pages
		Information	
Contract Identification			
Award date			
Completion date	· <del></del>		
Role in Contract			
	Contractor	Management Contractor	Subcontractor
Total contract amount			US\$
If partner in a JVA or subcontractor, specify participation of total contract amount	%		US\$
Employer's Name:			
Address:			
Telephone/fax number:			
E-mail:			

## Form EXP – 2.4.2 (b)(cont.)

## **Specific Experience in Key Activities (cont.)**

Bidder's Legal Name:	Page of pages
JVA Partner Legal Name:	
Subcontractor's Legal Name:	
	Information
Description of the key activities in accordance with Sub-Factor 2.4.2b) of Section III:	

## Form of Bid Security (Bank Guarantee)

Beneficiary:
Date:
BID GUARANTEE No.:
We have been informed that (hereinafter called "the Bidder") has submitted to you its bid dated (hereinafter called "the Bid") for the execution of under Invitation for Bids No ("the IFB").
Furthermore, we understand that, according to your conditions, bids must be supported by a bid guarantee.
At the request of the Bidder, we hereby irrevocably undertake to pay you any sum or sums not exceeding in total an amount of () upon receipt by us of your first demand in writing accompanied by a written statement stating that the Bidder is in breach of its obligation(s) under the bid conditions, because the Bidder:
(a) has withdrawn its Bid during the period of bid validity specified by the Bidder in the Form of Bid; or
(b) having been notified of the acceptance of its Bid by the Employer during the period of bid validity, (i) fails or refuses to execute the Contract Form, if required, or (ii) fails or refuses to furnish the performance security, in accordance with the ITB.
This guarantee will expire: (a) if the Bidder is the successful Bidder, upon our receipt of copies of the contract signed by the Bidder and the performance security issued to you upon the instruction of the Bidder; and (b) if the Bidder is not the successful Bidder, upon the earlier of (i) our receipt of a copy your notification to the Bidder of the name of the successful Bidder; or (ii) twenty-eight days after the expiration of the Bidder's bid.
Consequently, any demand for payment under this guarantee must be received by us at the office on or before that date.
This guarantee is subject to the Uniform Rules for Demand Guarantees, ICC Publication No. 458.
[signature(s)]

## **Manufacturer's Authorization**

	Date:
	ICB No.:
To:	
WHEREAS	
We, who having factories at	are official manufacturers of, do hereby authorize nit a bid the purpose of which is to provide the following
	, and to subsequently negotiate and
•	ntee and warranty in accordance with Clause 27 of the the goods offered by the above firm.
Signed:	<del></del>
Name:	
Title:	
Duly authorized to sign this Author	
Dated on day of	

# **Section V. Eligible Countries**

# PART 2 – Employer's Requirements

## Section VI. Employer's Requirements

## **Contents**

Scope of Supply of Plant and Installation Services by the Contractor	2-4
Specification	2-5
Forms and Procedures	2-77
Form of Completion Certificate	2-78
Form of Operational Acceptance Certificate	2-79
Change Order Procedure and Forms	2-80
Change Order Procedure	2-81
Annex 1. Request for Change Proposal	2-82
Annex 2. Estimate for Change Proposal	2-84
Annex 3. Acceptance of Estimate	2-86
Annex 4. Change Proposal	2-87
Annex 5. Change Order	2-90
Annex 6. Pending Agreement Change Order	2-91
Annex 7. Application for Change Proposal	
Drawings	
Supplementary Information	95

# Scope of Supply of Plant and Installation Services by the Contractor

The scope of the of these Bid will consist of

- Design and Construct a Live Line testing Laboratory and necessary Civil Works.
- Supply and install the necessary testing Equipment
- Supply a Portable testing equipment for use in the field.
- Provide adequate Training and Knowledge transfer to Kenya Power Staff who will be using the equipments.

The facility will be situated at the Institute of Energy Studies and Research at Ruaraka. It shall be designed to meet Internationally accepted standards of Safety.

#### The equipment to be provide include:

- i. Rubber glove and sleeve tester
- ii. Line hose and Plastic Cover tester
- iii. Rubber insulating blanket tester
- iv. Hot Stick tester
- v. Rubber goods washer
- vi. Rubber goods dryer.
- vii. AC and DC Hipot
- viii. Bucket liners Tester
- ix. Portable Testing equipment that can be used in the field to test the insulation on the Mobile Platforms.

## **Specification**

## **Specification for Equipment**

#### 1. SCOPE

- 1.1. This specification is for test equipment for rubber gloves, sleeves, Line hose, Rubber insulating blanket, Rubber goods washer, Rubber goods dryer and AC and DC Hipot operating at 50Hz.
- 1.2. This specification covers the following equipment:-
  - a) Rubber glove and sleeve tester
  - b) Line hose and Hood tester
  - c) Rubber insulating blanket tester
  - d) Hot Stick tester
  - e) Rubber goods washer
  - f) Rubber goods dryer.
  - g) AC and DC Hipot
  - h) Bucket Liners Tester
  - i) Portable Testing equipment that can be used in the field to test the insulation on the Mobile Platforms
- 1.3. The specification also covers inspection and test of the equipment as well as schedule of Guaranteed Technical Particulars to be filled, signed by the supplier and submitted with the Bid for evaluation.
- 1.4. The specification stipulates the minimum requirements for Rubber glove and sleeve tester, Line hose tester, Hood tester, Rubber insulating blanket tester, Bucket Liner Tester, Rubber goods washer and Rubber goods Dryer. The supplier shall ensure adequacy of the design, good engineering practice, adherence to the specification and applicable standards and regulations as well as ensuring good workmanship in the manufacture of the equipment for The Kenya Power & Lighting Company.

#### 2. REFERENCES

The following standards contain provisions which, through reference in this text, constitute provisions of this specification. Unless otherwise stated, the latest edition of the referenced documents (including any amendments) applies.

IEC 60855-1: Live working – Insulating foam-filled tubes and solid rods –

Part 1: Tubes and rods of a circular cross-section;

IEC 61235: Live working - Insulating hollow tubes for electrical purposes;

ASTM F712: Electrically Insulating Plastic Guard Equipment

Specification and test Method

IEC 60832-1: Live Working: Insulating Sticks and attachable devices: Part

1-Insulating sticks

IEC 60832-2: Live Working: Insulating Sticks and attachable devices: Part 2:

Attachable devices

IEC 61479: Live Working flexible conductor covers (Line Hoses) of

insulating materials.

IEC 61112: Live Working: Electrical Insulating Blankets

ASTM F496: Standard Specification for In-Service Care of Insulating Gloves

and Sleeves

ASTM D120 Standard Specification for Rubber Insulating Gloves

ASTM D1051 Standard Specification for Rubber Insulating Sleeves

ASTM D1048 Standard Specification for Rubber Insulating Blankets

ASTM D1049 Standard Specification for Rubber Insulating covers

ASTM D1050 Standard Specification for Rubber Insulating Line Hose

ASTM F711 Standard Specification for Fiberglass Reinforced Plastic (FRP)

Rod and Tube used in Live Line Tools

OSHA Regulation 1910.269: Part J: Live Line Tool

ANSI A92.2 Specification for Vehicle- Mounted Elevating and Rorating

**Aerial Devices** 

#### IEC 61439-1

#### 3. TERMS AND DEFINITIONS

3.1. For the purpose of this specification, the definitions given in the reference standards shall apply.

#### 3.2. Abbreviations

a) IEC: International Electro-technical Commission
 b) ISO: International Standards Organization
 c) OSHA: Occupational Safety and Health Act

d) ASTM: American Society for Testing and Materials

e) **CFM:** Cubic feet per minute

f) ANSI: American National Standards Institute

#### 4. REQUIREMENTS

#### 4.1. SERVICE CONDITIONS

#### 4.1.1. Physical conditions

The equipment and the accessories to be supplied against this technical specification shall be suitable for satisfactory continuous operation under the following tropical conditions.

a) Max. ambient temperature: +40° C
b) Min. ambient temperature: -1° C
c) Max. daily average ambient temperature: 30° C
d) Max. relative Humidity (%): 95%
e) Max. altitude above M.S.L (meters): 2,200 m
f) Average Annual Rainfall (mm): 1000 mm
g) Max wind pressure (kg. /mm²): 130

h) Isockeraunic level (days/yr.): 180 thunderstorm days per year

i) Average no. of rainy days / annum: 120j) Induced electromagnetic disturbance: 1.6 kV

k) Pollution class / Creepage distance: "Very Heavy"; Level IV/

31mm/kV, as per IEC/TS 60815

I) Seismic Zone: Zone V, as per IEEE 693

m) Acceleration due to gravity, g: 0.5 g

#### 4.1.2. Safety and environmental requirements

- 4.1.2.1. The equipment shall be designed and manufactured in accordance with IEC 601010-1 and OIML D 11 safety and environmental standard requirements such that:
  - a) Their errors do not exceed the maximum permissible errors under rated operating conditions.
  - b) When they are exposed to disturbances, either:
    - (i) Significant faults shall not occur, or
    - (ii) Significant faults shall be detected and corrected by means of inbuilt checking facility.
- 4.1.2.2. Software controlled equipment that are complex in their functionality shall require that the user is guided for the correct use and for achieving correct measurement results.
- 4.1.2.3. The manufacturer shall specify the limiting conditions; storage and transport conditions for each specified influence quantity quantity which is not the subject of the measurement and whose change affects the relationship between the indication and the result of the measurement.
- 4.1.2.4. Measuring equipment shall have a valid calibration status prior to being confirmed, within a specified metrological requirement.
- 4.1.2.5. The equipment shall also be designed manufactured and tested in conformity with the following safety and environmental design requirements and standards as per Table 1;

Table 1: Safety and Environmental Design Requirements

Performance	Test category		Test method	Severity	Test Severity
tests				level	
			IEC 60068-2-2, IEC 60068-	2	40°C for 2 hours
	Static	Dry Heat	3-1 – Dry Heat (non-		
	temperatures		condensing)		
	temperatures	Cold	IEC 60068-2-1, IEC 60068-	1	+5°C for 2 hours
		Colu	3-1 – Cold		
			IEC 60068-2-78, IEC	1	30°C, 85% RH for 2
	Climatic Damp Heat	Steady state	60068-3-4 – Damp heat,		days
Climatic			steady state		
	Damp Heat		IEC 60068-2-30, IEC	1	40°C for 2 cycles
	Cyclic	Cyclic	60068-3-4 - Damp heat,		
			cyclic		
	Water		IEC 60068-2-18, IEC	2	Flow rate of 0.07 L/min
			60512-14-7, IEC 60529 –		for 10mins at ±1800
			Water falling drops and		

			impacting water		
	Atmospheric	Static	OIML 11 Annex B	1	-2.5kPa (± 0.15) - +2.5kPa (± 0.15)
	pressure	Variable	OIML 11 Annex B	2	10kPa ± 1
	Sand and Dust		IEC 60512-11-8, IEC 60529, IEC 60721-2-5 – Sand and Dust	1	1 No. of cycles
	Salt mist		IEC 60068-2-11, IEC 60721-2-5 – Salt mist	2	24 hours
			IEC 60068-2-47, IEC	1	10-150 Hz
			60068-2-64, IEC 60068-3-8		RMS level – 1.6ms <sup>-2</sup>
		Random			ASD level 10-20Hz – 0.05ms <sup>-2</sup>
Mechanical	Vibration				ASD level 10-150Hz – 3dB/octave
			IEC 60068-2-6, IEC 60068-	1	10-150Hz
		Sinusoidal	2-47, , IEC 60068-3-8		2 ms <sup>-2</sup>
					20 cycles
	Shock		IEC 60068-2-31 – Dropping on to a face	1	Height of fall – 25mm for 1 fall
	RF immunity,	Origin	IEC 61000-4-3 – Annex F – Radiated electromagnetic fields	E2 - 3	26-800 MHz – 10V/m 960-1400 MHz – 10V/m
	EMF	Digital radio telephones	IEC 61000-4-3 – Annex F – Radiated electromagnetic fields	E2 - 3	960-1400MHz-10V/m 1400-2000MHz-10V/m
	Conducted Radio Frequency Fields		IEC 61000-4-6 – Conducted electromagnetic fields	3	RF amplitude (50Ω) – 10V Frequency range – 0.15- 80 MHz Modulation – 80% AM, 1 kHz sine wave
Electrical, general	Electrostatic dis	charge	IEC 61000-4-6 - ESD	3	Contact discharge – 6kV Air discharge – 8kV
goneral	Power frequency magnetic field		IEC 61000-4-8 – PFMF (50Hz)	4	Magnetic Field Strength: Continuous – 30A/m Short duration (1s to 3s) – 300A/m
	Bursts (transien data and control	, -	IEC 61000-4-1, IEC 61000- 4-4 – Electrical bursts	3	Peak value – 1kV Repetitive rate – 5kHz
	Surges on signal control lines		IEC 61000-4-5 – Electrical surges	3	Unbalanced lines: -Line to line – 1 kV -Line to earth – 2 kV Balanced lines: -Line to line – N/A -Line to earth – 2.0 kV
Electrical –	9		IEC 60654-2 – Variation in	N/A	Specified max/min
mains power			DC mains power voltage		permissible levels by

				manufacturer.
	AC mains voltage variation	IEC/TR 61000-2-1, IEC 61000-4-1 – Variation in AC mains power voltage (single phase)	1	Mains voltage: Upper limit – U <sub>nom</sub> +10% Lower limit - U <sub>nom</sub> -15%
	AC mains frequency variation	IEC/TR 61000-2-1, IEC 61000-2-2, IEC 61000-4-1	1	Mains frequency: Upper limit – f <sub>nom</sub> +2% Lower limit - f <sub>nom</sub> -2%
	AC mains voltage dips, short interruptions and voltage variations	IEC 61000-4-11, IEC 61000-6-1, IEC 61000-6-2 – Short time reductions in mains voltage	3	As specified in Table 13.4 of OIML D 11
	Voltage dips, short interruptions and voltage variations on DC mains power	IEC 61000-4-29	1	As specified in Table 13.6 of OIML D 11
	Bursts (transients) on AC and DC mains	IEC 61000-4-1, IEC 61000- 4-4 – Electrical bursts	3	Peak value – 2kV Repetition rate – 5 kHz
	Ripple on DC mains power	IEC 61000-4-17	1	% of nominal DC voltage – 2%
	Surges on AC and DC mains power lines	IEC 61000-4-5 – Electrical surges	3	Line to line – 1.0kV Line to earth – 2.0kV
	Low voltage of internal battery (not connected to mains power	Variation in supply voltage	1	Lower limit of the voltage – Lowest voltage specified No. of cycles - 1
Electrical (battery	Power from external 12V and 24V road vehicle batteries	ISO 16750-2 - Variation in supply voltage	12V – C 24V - F	12V – 9V to 16V 24V – 16V to 32V
power)	Electrical transient conduction along supply lines	ISO 7637-2	IV	As specified in Table 14.2.2 of OIML D 11
	Electrical transient conduction via lines other than supply lines	ISO 7637-3	IV	As specified in Table 14.2.3 of OIML D 11
	Rated Impulse Voltage for equipment -1.2/50µs	IEC 60664-1, table 1		6000 V
	Overvoltage category	IEC 61010-1		At least Class IV 600 V
	Pollution category	IEC 60664-1 clause 2.5.1		At least Degree 2
	Insulation material group	IEC 60112 and IEC 60664-1 clause 2.7.1		At least Group II - 400≤CTI<600 (PLC=1)
Safety	Minimum clearances for equipment to withstand steady state voltages, temporary overvoltages and to avoid partial discharge	IEC 60664-1 section 3, clause 3.1 and Table 1		At least 5.5mm
Partial discharge requirements Solid insulation design		IEC 60664-1 Annex C IEC 60664-1 clause 3.3		At least 10pC Shall withstand short term and long term stresses

#### 4.2. **DESIGN AND CONSTRUCTION**

#### 4.2.1. General Requirements

- 4.2.1.1. All cabinets for the test equipment shall be made of cold-rolled steel, with 3mm minimum thickness conforming to IEC 61439-1, primed and painted with two urethane topcoats for rust prevention.
- 4.2.1.2. All panel and access doors for the equipment shall be electrically interlocked so that any attempted entry into the test set while it is in operation will cause the power to shut down.
- 4.2.1.3. The equipment shall have an excellent ozone removal system with direct free air intake and circulating system. The systems size will depend on the number of test positions required.
- 4.2.1.4. The equipment shall be a modular design with the test chambers separated from the power supply and control panel. Different configurations shall allow for more flexibility in installation use.

#### **4.2.1.5. Power Supply**

- 4.2.1.5.1. The Power Supply module shall house a high voltage transformer, a regulator, and control panel. The design shall meet the safety and environment requirements specified in clause 4.1.2.
- 4.2.1.5.2. The system shall be configured with both AC and DC to meet applicable test standards. The AC test system shall be rated upto 50kV AC at 50Hz and the DC test system shall be rated upto 100kV DC.
- 4.2.1.5.3. The input voltage for the equipment shall be 240V at 50 hertz A.C. single phase. the high voltage supplies i.e. 0-50kV A.C. test voltage provided by a suitably rated continuous duty transformer and 0-100kV D.C. supply. The equipment shall contain a transfer switch for changing between the two voltages
- 4.2.1.5.4. The test voltage shall be variable

#### 4.2.1.6. **Control Panel**

- 4.2.1.6.1. Each system's Control Panel shall have a Programmable interface with provision to use a computer.
- 4.2.1.6.2. The active current leakage as well as the peak current is displayed on output devices both digitally and with on bar graph.
- 4.2.1.6.3. The functions to be performed shall include:
  - a) Instantly change the parameters of the test to meet the specified standard
  - Switch testing from one product to another; such as, gloves to sleeves or blankets
  - c) Change the testing requirements for different classes of rubber
    - 4.2.1.6.4. The Control panel shall be able to display precise, easy-to-read test results and will immediately indicate any failure of the test.
    - 4.2.1.6.5. All test results and reports shall be generated and downloaded to a computer.
    - 4.2.1.6.6. The computer interface shall meet the requirements of the safety and environmental requirements specified in clause 4.1.2.

#### 4.2.2. SPECIFIC REQUIREMENTS

#### 4.2.2.1. Rubber Glove and Sleeve Tester

- 4.2.2.1.1. Lineman's gloves, sleeves or line jumpers shall be tested to ASTM D120, F496 and IEC 60903 standards
- 4.2.2.1.2. The equipment shall be capable of testing up to 50 kV AC and 100kV DC.
- 4.2.2.1.3. The equipment shall be fully automated, microprocessor controlled glove and sleeve tester for rubber goods up to class IV.
- 4.2.2.1.4. The machine adjustments shall be programmed for a single selection of the test voltage, current limit, depth, water fill level, test time, blower speed and exhaust fan speed. It also shall

select which type (class, length, new or retest) of glove is to be tested.

- 4.2.2.1.5. The machine shall be capable of testing six (6) gloves of sizes 280mm through 460mm long in accordance with the latest IEC 60903, ASTM D120 and F496 standards. Clothes pin type holders shall be provided which do not pinch the gloves or sleeves.
- 4.2.2.1.6. The machine shall also be capable of testing six (6) sleeves of sizes upto 762mm in accordance with the latest ASTM D1051 and F496 standards.
- 4.2.2.1.7. One or two line jumpers may be tested in the test tank in place of gloves or sleeves.
- 4.2.2.1.8. High Voltage Test Tank shall be constructed of minimum 3mm stainless steel. The outer lip and all edges shall be smooth and rounded to a minimum 20mm radius to eliminate corona from the tank at voltages to 50kV A.C. and 100kV D.C. A drain valve shall be provided in the to drain excess water into an overflow basin.
- 4.2.2.1.9. Chamber Ventilation: The design shall include sufficient air flow, directed into each glove/sleeve to remove the ozone generated inside it while testing. The exhaust manifold at the rear of the machine shall pull air across the surface of the water through an inlet which is the length and even with the top of the high voltage tank. This removes ozone generated on the outside of each glove/sleeve.
- 4.2.2.1.10. Enclosure: The enclosure shall be designed in accordance with IEC 61439-1 and shall incorporate eyebolts on the top for lifting by a crane.

- 4.2.2.1.11. An interlocked access door shall be provided to the testing area at the end opposite the power supply and control area so that the operator can go inside the machine for cleaning and maintenance.
- 4.2.2.1.12. Fluorescent lamps shall also be provided inside the unit and wired so that they can be operated when the unit is turned off. An interlocked front access door will be provided in the power supply and control area.
- 4.2.2.1.13. Water Fill: Each glove test point shall be provided with a tube to permit simultaneous filling of each glove.

4.2.2.1.14. Indicators: current display shall show the current leakage current, as well as saving the peak current. After a failure the display shall also indicate which gloves failed

#### 4.2.2.2. Rubber blankets

- 4.2.2.2.1. The equipment shall conform to the safety and environmental requirements of clause 4.1.3 and shall allow testing of rubber insulating blankets to IEC 61112, ASTM D1048 and F479 Standards.
- 4.2.2.2.2. The unit shall have four (4) test positions and shall allow testing of all standard rubber blankets as large as 1160mm x 1160mm. up to class IV. Tests shall be timed with an audible alarm sounds for failures or test complete and a bright flashing colored lights signaling which position failed or test complete.
- 4.2.2.2.3. The equipment shall have an exhaust fan on the top rear of the blanket testing cabinet to remove ozone gases generated during the testing.
- 4.2.2.2.4. The machine should be capable handling slotted and solid blankets.

- 4.2.2.2.5. The equipment control system shall be a menu based positioned at the front of the control panel. All tests specified in IEC 61112, ASTM D1048 and F479 shall be predefined and shall set all the machines settings to automatically run the test on the specified class of blanket.
- 4.2.2.2.6. There shall also be user defined test modes, as well as a mode for manual control of the entire system.
- 4.2.2.2.7. Indicators: current display shall show the current leakage current, as well as saving the peak current. After a failure the display shall also indicate which Blanket failed.

#### 4.2.2.3. Line Hose tester

- 4.2.2.3.1. The equipment shall conform to the safety and environmental requirements of clause 4.1.3 and shall allow testing of rubber Line hoses to IEC 61479, ASTM D1050 and F478 Standards.
- 4.2.2.3.2. The unit shall have six (6) test positions and shall allow testing of all standard line hoses/hoods, up to class IV. Tests shall be timed with an audible alarm sounds for failures or test complete and a bright flashing colored lights signaling which position failed or test complete.
- 4.2.2.3.3. The equipment shall have an exhaust fan to remove ozone gases generated during the testing.
- 4.2.2.3.4. The machine will automatically and simultaneously test six line hoses/hoods at voltages to 50kV A.C. or 70kV DC.
- 4.2.2.3.5. The machines shall be capable for testing lines hoses of length up to 1.8 M and inner diameter of 38 mm.
- 4.2.2.3.6. The test equipment shall be designed to handle all types and Styles line hoses.
- 4.2.2.3.7. The equipment control system shall be a menu based positioned at the front of the control panel. All tests specified in IEC 61479, ASTM D1050 and F478 shall be predefined and shall set all the machines settings to automatically run the test on the specified class of hoses/hoods.

#### 4.2.2.4. Hot Stick tester

- 4.2.2.4.1. The equipment shall conform to the safety and environmental requirements of clause 4.1.3 and shall allow testing of Hot stick to IEC 60832, and ASTM F712 Standards.
- 4.2.2.4.2. The unit shall have six (6) test positions and shall allow testing of all standard hot sticks. Tests shall be timed with an audible alarm sounds for failures or test complete and a bright flashing colored lights signaling which position failed or test complete.
- 4.2.2.4.3. The machine will automatically and simultaneously test six hot sticks at voltages up to 75 kV per ft..
- 4.2.2.4.4. The machines shall be capable of testing hot sticks of length up to 6.4m
- 4.2.2.4.5. The equipment control system shall be a menu based positioned at the front of the control panel. All tests specified in ASTM F711 and F712 or equivalent shall be predefined and shall set all the machines settings to automatically run the test on the specified class of hot sticks.
- 4.2.2.4.6. There shall also be user defined test modes, as well as a mode for manual control of the entire system.

#### 4.2.2.5. Rubber Goods Washer

- 4.2.2.5.1. The rubber goods washer shall be designed to clean all types of personal protective rubber gear such as gloves, blankets, hoses and sleeves before dielectric testing.
- 4.2.2.5.2. The washer shall have an automated wash cycle with Programable Logic controls and a rubber gear of low speed RPM(Revolutions per Minute) to avoid any wear or damage to the rubber goods.
- 4.2.2.5.3. Standard design features shall include:
  - a) Circuit breaker for main power
  - b) Wash chamber has safety interlock
  - c) Cartridge-type inline water filter
  - d) Recirculation pump for hot water supply

- e) Auto-fill feature
- f) Wash / rinse timer with audible alarm
- g) Drum jog feature
- h) Solid brass drain valve
- i) Water tight pushbuttons
- j) Solidly constructed of 316-grade stainless steel two lightweight latching access doors
- 4.2.2.5.4. The washer shall have rotating drum.
- 4.2.2.5.5. The washer shall be capable of handling all types of different rubber goods upto 100kgs.

#### 4.2.2.6. Rubber goods Dryer

- 4.2.2.6.1. The dryer shall be of static-type design to dry rubber gear either after washing or electrical testing.
- 4.2.2.6.2. The dryer shall have open corrosion resistantracks for postioning the rubber items to allow free air circulation for drying
- 4.2.2.6.3. The dryer shall have an exhaust fan to remove humidity, heat and moisture.
- 4.2.2.6.4. The dryer shall have see-through doors for visual inspection.
- 4.2.2.6.5. The dryer shall have fans for hot air circulation and an electric heater
- 4.2.2.6.6. The dryer shall be able to handle rubber goods of maximum sizes and carry a minimum of 50 gloves ,50 sleeves , 12 blankets, 35 hoses or 25 hoods.
- 4.2.2.6.7. The dryer cabinet shall be made of 12-gauge primed and painted cold rolled steel.
- 4.2.2.6.8. The construction of the fryer floor shall be made of 12-gauge stainless steel.

#### 4.2.2.7. Bucket Liner Tester

4.2.2.7.1. The equipment shall conform to the safety and environmental requirements of clause 4.1.3 and shall allow testing of Aerial Devices Buckets to ANSI A92.2 Standards or equivalent.

- 4.2.2.7.2. The unit shall have two test positions and shall allow testing of all standard bucket Liners. Tests shall be timed with an audible alarm sounds for failures or test complete and a bright flashing colored lights signaling which position failed or test complete.
- 4.2.2.7.3. The equipment will test the two bucket Liners at a voltage of 50 kV A.C for a period of 1 minute.
- 4.2.2.7.4. The equipment shall be capable of testing buckets with a depth of 1143 mm totally enclosed.
- 4.2.2.7.5. The input voltage for the equipment shall be 240V at 50 hertz A.C. single phase. The equipment shall contain both supplies and a transfer switch for changing between the high voltage supplies i.e. 0-50kV A.C. test voltage provided by a suitably rated continuous duty transformer.
- 4.2.2.7.6. The test voltage shall be variable.
- 4.2.2.7.7. The equipment shall have a user defined test modes, as well as a mode for manual control of the entire system.

#### **4.1 QUALITY MANAGEMENT SYSTEM**

- 4.1.2 The supplier shall submit a quality assurance plan (QAP) that will be used to ensure that the Equipment design, material, workmanship, tests, service capability, maintenance and documentation, will fulfill the requirements stated in the contract documents, standards, specifications and regulations. The QAP shall be based on and include relevant parts to fulfill the requirements of ISO 9001:2008.
- 4.1.3 The Manufacturer's Declaration of Conformity to applicable standards and copies of quality management certifications including copy of valid and relevant ISO 9001: 2008 certificate shall be submitted with the tender for evaluation.
- **4.1.4** The supplier shall indicate the delivery time of the Equipment, manufacturer's monthly & annual production capacity and experience in the production of the type and size of items being offered.

#### 5 TESTS AND INSPECTION

5.1 The test equipment shall be inspected and tested in accordance with the requirements of IEC 60885-1, IEC 61235, 60832-1 & 2, ASTM F711-02, and

OSHA Regulation 1910.269: Part J standards and this specification. It shall be the responsibility of the supplier to perform or to have performed all the tests specified.

- 5.2 Copies of previous Test Reports for the Equipment issued by a third party testing laboratory that is accredited to ISO/IEC 17025 shall be submitted with the tender for the purpose of technical evaluation. The accreditation certificate for the third party testing laboratory shall also be submitted with the tender (all in English Language).
- 5.3 The test equipment shall be inspected and tested as per this specification before installation and upon commissioning at the pposed Teasting Facility. The supplier shall replace any equipment which fail to meet any of the requirements during inspection/test.
- 5.4 Tests to be witnessed by KPLC Engineers at the factory before shipment shall be in accordance with IEC 60885-1, 60832-1 & 2,IEC 61235, , ASTM F711-02, ASTM and OSHA Regulation 1910.269: Part J standards and this specification

#### 6 MARKING AND PACKING

#### 6.1 MARKINGS

All equipment shall be permanently marked with a manufactures trademark and a serial number on a top part of the equipment for traceability in English Language.

- a) Identity of the manufacturer
- b) Type reference number
- c) The standard of manufacture (IEC 60885-1, IEC 60832, IEC 61235, ASTM F711-02, OSHA Regulation 1910.269 : Part J)
- d) Words "PROPERTY OF KPLC".

#### 7 DOCUMENTATION

7.1 The Supplier shall submit its tender complete with technical documents required by Annex A (Guaranteed Technical Particulars) for tender evaluation. The technical documents to be submitted (all in English language) for tender evaluation shall include the following:

- a) Guaranteed Technical Particulars signed by the manufacturer;
- b) Copies of the Manufacturer's catalogues, brochures, drawings and technical data;
- 7.2 The successful supplier shall submit the following documents/details to The Kenya Power & Lighting Company for approval before manufacture:
  - a) Guaranteed Technical Particulars signed by the manufacturer;
  - b) Design Drawings with details of the equipment to be manufactured for KPLC;
  - c) Quality assurance plan (QAP) that will be used to ensure that the design, material; workmanship, tests, service capability, maintenance and documentation will fulfill the requirements stated in the contract documents, standards, specifications and regulations. The QAP shall be based on and include relevant parts to fulfill the requirements of ISO 9001:2008
  - d) Detailed test program to be used during factory testing;
  - e) Marking details and method to be used in marking the equipment
  - f) Manufacturer's undertaking to ensure adequacy of the design, good engineering practice, adherence to the specification and applicable standards and regulations as well as ensuring good workmanship in the manufacture of the equipment for The Kenya Power & Lighting Company;
  - g) Packaging details (including packaging materials).

Tender No. .....

7.3 The supplier shall submit recommendations for use, care, storage and routine inspection/testing procedures, all in the English Language, during the installation of the Equipment.

**ANNEX A:** Guaranteed Technical Particulars (to be filled and signed by the Equipment Manufacturer and submitted together with relevant copies of the Manufacturer's drawings and technical data, the detail dimensions and and layout ot the Lab to be given in mm.

Clause number	<b>Bidder's offer</b> (indicate full details of the offered Equipment for each requirement of the specification)
Manufacturer's Name and address	
Country of Manufacture	
Bidder's Name and address	
1. Scope	
1.1 Total Number of Floors	
1.2 External Dimensions	
1.3 Stores	
1.3.1 Dimension Collection Area	
1.3.2 Store 1 Pending Tests	
1.3.3 Store 2 Passed	

Clause number	Bidder's offer (indicate full details of the
	offered Equipment for each requirement
	of the specification)
1.3.4 Store 3 Rejects	
1.3.5 Store 4 New	
1.4 Testing Compartments Dimensions	
1.4.1 Rubber Gloves & Sleeves	
1.4.2 Blankets	
1.4.3 Line Hose	
1.4.4 Hot Stick	
1.4.5 Goods Washer	
1.4.6 Goods Dryer	
1.4.7 Bucket Liner Tester	
-	
1.5 Hipot Campartment	
1.5.1 Control Room	
1.5.2 Truck Testing space	
1.6 Offices	
1.6.1 Office 1	
1.6.2 Office 2	
1.6.3 Office 3	
1.7Training Rooms	
1.7.1 Training Room 1	
1.7.2 Meeting Room 2	
1.7.3 Training Room 2	
1.8 Building Attributes	
1.8.1 Earth Values for HiPot	
1.8.2 Insulation cover	
1.8.3 Roofing Material & Size	
1.8.4 Walkways Lower Floor	
1.8.5 Walkways Upper Floor	

ANNEX B: Guaranteed Technical Particulars (to be filled and signed by the <u>Manufacturer</u> and submitted together with relevant copies of the Manufacturer's catalogues, brochures, drawings, technical data, sales records, four customer reference letters, the manufacturer's experience and copies of complete type test reports for tender evaluation, all in English Language)

Tender No	0
-----------	---

Clause number	Bidder's offer (indicate full details of the
	offered Equipment for each requirement
	of the specification)
Manufacturer's Name and address	
Country of Manufacture	
Bidder's Name and address	
1. Scope	
1.1Rubber Gloves & Sleeve Tester	
1.2 Line Hose & Hood Tester	
1.3 Hot stick Tester	
1.4 Rubber Goods Washer	
1.5 Rubber goods Dryer	
1.6 Bucket Liner Tester	
1.7 Portable Test Set	
2. Applicable Standards	
2.1Rubber Gloves & Sleeve Tester	
2.2 Line Hose & Hood Tester	
2.3 Hot stick Tester	
2.4 Rubber Goods Washer	
2.5 Rubber goods Dryer	
2.6 Bucket Liner Tester	
2.7 Portable Test Set	
4. REQUIREMENTS	
4.1 Service Conditions	
4.1.1 (a) Ambient temperature	
4.1.1 (c)2 Relative Humididty	
4.1.1( d) Alitutude (M.S.L)	
4.1.2 Safety & Enviromental standard	
4.1.2.3 Limiting Conditions	
4.2 DESIGN & CONSTRUCTION	
4.2.1. GENERAL REQUIREMENTS	
4.2.1.1 - 4.2.1.11	
4.2.2. SPECIFIC REQUIREMENTS	
4.2.1.1 Materials size & painting	
4.2.1.2 Electrical interlock	
4.2.1.3 Ozone removal System	
4.2.1.4 Type of design	
4.2.1.5 Power Supply Rating	
4.2.1.6 Control Pannel and Interfaces	
4.2.2.1 Rubber Gloves &Sleeve Tester	
4.2.2.1.1 Testing Standard	
<u>,                                      </u>	

Clause number  Bidder's offer (indicate full details of the offered Equipment for each requirement of the specification)  4.2.2.1.2 Max AC &DC Capability  4.2.2.1.3 Test up class IV  4.2.2.1.4 Control Mode & Selection  4.2.2.1.5 Testing positions and size of gloves  4.2.2.1.6 Testing of sleeves  4.2.2.1.7 Testing of line Jumpers  4.2.2.1.8 High Voltage tank construction material  4.2.2.1.9 Chamber ventilation  4.2.2.1.10 Enclosure design standard  4.2.2.1.11 Interlocking access Doors
4.2.2.1.2 Max AC &DC Capability 4.2.2.1.3 Test up class IV 4.2.2.1.4 Control Mode & Selection 4.2.2.1.5 Testing positions and size of gloves 4.2.2.1.6 Testing of sleeves 4.2.2.1.7 Testing of line Jumpers 4.2.2.1.8 High Voltage tank construction material 4.2.2.1.9 Chamber ventilation 4.2.2.1.10 Enclosure design standard
4.2.2.1.3 Test up class IV 4.2.2.1.4 Control Mode & Selection 4.2.2.1.5 Testing positions and size of gloves 4.2.2.1.6 Testing of sleeves 4.2.2.1.7 Testing of line Jumpers 4.2.2.1.8 High Voltage tank construction material 4.2.2.1.9 Chamber ventilation 4.2.2.1.10 Enclosure design standard
4.2.2.1.4 Control Mode & Selection 4.2.2.1.5 Testing positions and size of gloves 4.2.2.1.6 Testing of sleeves 4.2.2.1.7 Testing of line Jumpers 4.2.2.1.8 High Voltage tank construction material 4.2.2.1.9 Chamber ventilation 4.2.2.1.10 Enclosure design standard
4.2.2.1.5 Testing positions and size of gloves 4.2.2.1.6 Testing of sleeves 4.2.2.1.7 Testing of line Jumpers 4.2.2.1.8 High Voltage tank construction material 4.2.2.1.9 Chamber ventilation 4.2.2.1.10 Enclosure design standard
gloves 4.2.2.1.6 Testing of sleeves 4.2.2.1.7 Testing of line Jumpers 4.2.2.1.8 High Voltage tank construction material 4.2.2.1.9 Chamber ventilation 4.2.2.1.10 Enclosure design standard
4.2.2.1.6 Testing of sleeves 4.2.2.1.7 Testing of line Jumpers 4.2.2.1.8 High Voltage tank construction material 4.2.2.1.9 Chamber ventilation 4.2.2.1.10 Enclosure design standard
4.2.2.1.7 Testing of line Jumpers 4.2.2.1.8 High Voltage tank construction material 4.2.2.1.9 Chamber ventilation 4.2.2.1.10 Enclosure design standard
4.2.2.1.8 High Voltage tank construction material 4.2.2.1.9 Chamber ventilation 4.2.2.1.10 Enclosure design standard
material 4.2.2.1.9 Chamber ventilation 4.2.2.1.10 Enclosure design standard
4.2.2.1.9 Chamber ventilation 4.2.2.1.10 Enclosure design standard
4.2.2.1.10 Enclosure design standard
•
4.2.2.1.11 Interlocking access Doors
4.2.2.2 Dubbox inculating Planketo
4.2.2.2.Rubber insulating Blankets
4.2.2.2.1 Testing Standard
4.2.2.2.2 Testing positions and size of
blankets 4.3.3.3.5 Tylesyst for
4.2.2.2.3 Exhaust fan
4.2.2.2.4 Type of blankets
4.2.2.2.5 Control panel
4.2.2.2.6 Defined test modes
4.2.2.2.7 Indicators
4.2.2.3 Line Hose Tester
4.2.2.3.1 Testing Standard
4.2.2.3.2 Testing positions and classes of
line hoses
4.2.2.3.3 Exhaust fan
4.2.2.3.4 Test voltages
4.2.2.3.5 Line hose sizes
4.2.2.3.6 Line hose types and styles
4.2.2.3.7 Control System
THE IE IS IT SETTING TO SET THE ITEM TO SET TH
4.2.2.4 Hot stick Tester
4.2.2.4.1 Testing Standard
4.2.2.4.2 Number of Testing positions
4.2.2.4.3 Testing Voltage
4.2.2.4.4 Hot stick Sizes
4.2.2.4.5 Control System
4.2.2.4.6 Test Modes
4.2.2.4.6 Line hose types and styles
4.2.2.3.7 Control System

Clause number	<b>Bidder's offer</b> (indicate full details of the offered Equipment for each requirement of the specification)
4.2.2.5 Rubber Goods Washer	of the openioation)
4.2.2.5.1 Capabilities	
4.2.2.5.2 Automation	
4.2.2.5.3 Design Feature	
4.2.2.5.4 Drum design	
4.2.2.5.5 Washer capacity	
4.2.2.6 Rubber Goods Dryer	
4.2.2.6.1 Design	
4.2.2.6.2 Corrosion resistant tracks	
4.2.2.6.3 Exhaust Fan	
4.2.2.6.4 See through doors	
4.2.2.6.5 Fans & Electric heater	
4.2.2.6.6 Capacity	
4.2.2.6.7 Cabinet body Material	
4.2.2.6.8 Dryer floor Material	
4.2.2.7 Bucket liner Tester	
4.2.2.7.1 Testing Standard	
4.2.2.7.2 Testing Positions	
4.2.2.7.3 Test Voltage	
4.2.2.7.4 Bucket liner size	
4.2.2.7.5 Power supply	
4.2.2.7.6 Variable test Voltage	
4.2.2.7.7 User Defined Test Modes	
4.3 QUALITY MANAGEMENT SYSTEM	
4.3.1 QAP provided	
4.3.2 Manufacturers Declaration	
4.3.3 Delivery timelines	
4.3.3.1 Annual Production Capacity	
4.3.3.2 Experience for type & size offered	
7,1	
5 TEST AND INSPECTION	
5.1Testing standards	
5.2 Copies of test Reports	
5.3 Commitment to replace failures	
5.4 Acceptance Tests	
5.4.1 Routine Tests	
5.4.1.1 Electrical Tests	
5.4.1.2 Mechanical Tests	

Clause number	<b>Bidder's offer</b> (indicate full details of the offered Equipment for each requirement of the specification)
6. MARKING & PACKAGING	
6.1 Marking	
6.2 Packaging	
6.2.1 Identity of manufacturer	
6.2.2 Type Reference Number	
6.2.3 Standard of Manufacture	
6.2.4 Word's "PROPERTY OF KPLC"	

Manufacturer's Name, Signature, Stamp and	

#### SPECIFICATION FOR AC/DC HIPOT

#### 1. SCOPE

- 1.1. The specification is for a portable Hipot Test Set that will be capable of safely testing high voltage underground (XLPE, PE, EPR, PILC) cables and also performing dielectric and insulation testing on high voltage live-line equipment, capacitors, switchgear, transformers, rotating machines, insulators and bushings up to 200kV.
- 1.2. The specification also covers the inspection and test of the Hipot Test Set as well as schedule of Guaranteed Technical Particulars to be filled, signed by the manufacturer and submitted for tender evaluation.
- 1.3. The specification stipulates the minimum requirements for the Hipot Test Set acceptable for use in the company and it shall be the responsibility of the Manufacturer to ensure adequacy of design, good workmanship and good engineering practice in the manufacture of the test equipment for KPLC. The supplier shall also submit information which confirms satisfactory service experience with products that fall within the scope of this specification

#### 2. REFERENCES

The following Standards contain provisions which, through reference in this text, constitute provisions of this specification. Unless otherwise stated, the latest edition of the referenced documents (including any amendments) applies.

**IEC 61010-1** Safety requirements for electrical equipment for measurement, control and laboratory use – Part 1: General requirements.

**IEEE 400.2**: Guide for Field Testing Cables using VLF

**IEC 61326**: Electrical Equipment for Measurement, Control and Laboratory Use – EMC Requirements.

**IEC 60529**: Degrees of protection provided by enclosures (IP Code)

**IEC 60320**: Appliance couplers for household and similar general purposes – Part 1: General requirements.

**IEEE 60060-3**: High voltage test techniques

**IEC 17025**: Standards for air and creepage distances

#### 1 TERMS, DEFINITIONSAND ACRONYMS

Hipot High Potential

XPLE Cross-Linked Polyethylene

VLF Very Low Frequency

Hz Hertz

PE Solid or Foamed Polyethylene EPR Ethylene Propylene Rubber PILC Paper Insulated Lead Covered

#### **4: GENERAL REQUIREMENTS:**

#### 4.1 Design and Construction

- 4.1.1 The Hipot Test Set shall conform to the specifications referenced in section 2 of this standard.
- 4.1.2 The Hipot Test Set shall be portable and as light as possible, capable of being easily transported to the field for cable testing.
- 4.1.3 The Hipot Test Set shall be a combined AC and DC output type, with a selector switch for the output mode.
- 4.1.4 The AC output shall be VLF (Very Low Frequency) with a selectable range of 0.1 to 0.01 Hz.
- 4.1.5 The Hipot Test Set shall have full 'Automatic' or 'Manual' test option
- 4.1.6 The Hipot Test Set shall have real time output waveform display
- 4.1.7 The Hipot Test Set shall have motorized voltage control
- 4.1.8 The Hipot Test Set shall have short-circuit protection with active arc management
- 4.1.9 The Hipot Test Set shall have an integral "Emergency-Off" switch.
- 4.1.10 The Hipot Test Set shall have a "Key switch" lockout.

- 4.1.11 The Hipot Test Set shall have a "Zero Start" interlock.
- 4.1.12 The Hipot Test Set shall have a zero-voltage switching feature
- 4.1.13 The Hipot Test Set shall have an integral manual test timer.
- 4.1.14 The Hipot Test Set shall have upgradeable software.

## 4.2 Operation

- 4.2.3 The Hipot Test Set shall have automatic data logger with adequate storage of test results for later retrieval / download to laptop
- 4.2.4 The Hipot Test Set shall have a 'Capacitance Measurement' circuit for pre-determining Cable/Load capacitance prior to conducting the VLF Hipot test.
- 4.2.5 The Hipot Test Set shall have a charging current meter

#### **4.3 Test Results**

- 4.3.1 The equipment shall generate the test results automatically, and a possibility of exporting them to MS Word or MS Excel for detailed analysis shall be available.
- 4.2.2 The test set shall be capable of data uploading and downloading to a laptop through RS232 or USB port and/or Ethernet.
- 4.3.2 The test set shall be equipped with a standard data communication cable for uploading and downloading data.

#### 4.4. Testing Capabilities

The test set shall be capable of automatically or manually carrying out the following field tests.

- a. Vacuum Interrupter (Bottle) Test
- b. Fully automatic or manual cable test sequence complying with international standards & guides including IEEE 400.2 & IEEE 60060-3
- c. True Symmetrical sinusoidal, load independent output waveform across the full range.
- d. Real-time display of actual output waveform.
- e. Large output load capability.

f. Automatic and integrated load capacitance measurement with optimum frequency selection

## 4.5. Self Diagnostics and Calibration

The test-set shall perform an exhaustive series of self-diagnostics and calibration/validation checks at power-up. If an error is detected, the front panel shall display the nature of the error.

#### 4.6. Ratings

The specification requirement ratings for the input voltage shall be as per Table 1, whereas output requirements shall be as per Table 2 and Table 3 for AC (VLF) and DC respectively.

**Table 1: Supply Voltage** 

1.	Supply voltage	230/240V AC
2.	Number of phases	Single phase
3.	Supply voltage frequency	50Hz

Table 2: Output Requirements – VLF AC

Tabl	Table 2: Output Requirements – VLF AC		
1.	Output voltage	$0 \rightarrow 200 \text{kV peak}$	
2.	Output waveform	Symmetrical Sinusoidal and load independent across full range.	
3.	Output frequency	0.01 →0.1Hz	
4.	Resistance Range	$0.1 M\Omega \rightarrow 5 G\Omega$	
5.	Duty	Continuous. No thermal limit for operating time	
6.	AC mode output capability	$\geq 5 \mu F \text{ (approx 20km x 630mm}^2 \text{ XLPE, 72kV)}$	
7.	Metering	Voltage and Current (True r.m.s and/or peak)	
8.	Meter Accuracy	± 1%	
9.	Resolution	±1kV	
9.	Output modes	AC (VLF)	
10.	Safety	Feedback protection	
11.	Memory	50 Test Records Stored	
12.	Computer Interfaces	RS232, USB.	
13.	Environmental conditions	Operating temperatures: -5°C to +45°C	
14.	Upgrades (Optional)	Tan Delta Partial Discharge	

**Table 3: Output Requirements -DC** 

1.	Output voltage	$0 \rightarrow 200 \text{kV peak}$
2.	Output modes	Plus or negative polarity
3.	Resolution	±1kV

#### 4.7 Accessories (To be supplied with the equipment)

- 4.7.1. Laptop
- 4.7.2. Cable accessories

PC to Test Set communication cable

## 4.8. Quality Management System

- 4.8.1. The supplier shall submit a quality assurance plan (QAP) that will be used to ensure that the Hipot Test Set physical properties, tests and documentation, will fulfill the requirements stated in the contract documents, standards, specifications and regulations. The QAP shall be based on and include relevant parts to fulfill the requirements of ISO 9001:2008.
- 4.8.2. The manufacturer's Declaration of Conformity to applicable standards and copies of quality management certificates including copy of valid and relevant ISO 9001:2008 shall be submitted with the tender for evaluation.

#### 5.0. TESTS AND INSPECTION

The Hipot Test Set shall be inspected and tested in accordance with the requirements of IEC 61010-1, IEC 60664-1 &3, IEC 61326, IEC 60112 and IEC 60529 standards. It shall be the responsibility of the supplier to perform or have performed the tests specified and whatever other tests he performs at works.

- 5.2. Copies of previous Type Test Reports issued by a third party testing laboratory that is accredited to ISO/IEC 17025 shall be submitted with the tender for the purpose of technical evaluation. The accreditation certificate to ISO/IEC 17025 for the same third party testing laboratory used shall also be submitted with the tender document (all in English language)
- 5.3. Copies of type test reports to be submitted with the tender (by bidder) for evaluation shall be as stated below.
- 5.4. Routine and sample test reports for the Hipot Test Set to be supplied shall be submitted to KPLC for approval before shipment/delivery of the goods. KPLC Engineers will witness tests at the factory before shipment.

- 5.5. On receipt of the equipment KPLC may perform any of the tests specified in order to verify compliance with this specification. The supplier shall replace without charge to KPLC the Hipot test set which upon examination, test or use, fails to meet any of the requirements in the specification.
- 5.5.1 Routine Tests Equipment Performance
  - Insulation resistance
  - Leakage current of the equipment
  - Ground Continuity of the equipment
  - Ground Bond of the equipment
  - Dielectric Voltage Withstand Test
  - Functional tests of the equipment

#### 6.0 MARKING AND PACKING

- 6.1 The Hipot test set shall be packed in a standard rugged heavy duty robust case with cushion grip handles and rubberized gripping surface for outdoor use (protection category IP X5) in such a manner to avid damage during transportation.
- 6.2 The housing shall be complete with a gasket to seal the lid when closed so as to protect the instrument against water and dirt while the instrument is carried through rainstorms or other hazardous conditions. The lid shall be secured by two latches and a handle for portability. A compartment shall also be provided for storage of test cables and line cord.
- 6.3 The Hipot test set shall be marked in a permanent manner with the following information (In English language)
  - a) Standard to which the Hipot test set complies.
  - b) Name of manufacturer.
  - c) Type of Hipot test set (description of type and model number)
  - d) Year and month of manufacture and serial number.
  - e) The words "Property of Kenya Power & Lighting Co" shall be engraved permanently on Hipot Test set while the other parameters shall be marked on a permanent label.
  - f) The overvoltage protection category and duty rating.

#### 7.0. DOCUMENTATIN AND TRAINING

#### 7.1 Warranty and Training

7.1.1. The supplier shall be responsible for training on the use of the equipment

#### 7.2. Documentation

- 7.2.1 Copies of the Manufacturers catalogues, manuals, drawings and technical data shall be supplied with the equipment.
- 7.2.3. The supplier recommendations for use, care, storage and routine inspection/testing procedures all in English language, shall be provided during the delivery of the Hipot Test set.

ANNEX B: Guaranteed Technical Particulars (to be filled and signed by the <u>Manufacturer</u> and submitted together with relevant copies of the Manufacturer's catalogues, brochures, drawings, technical data, sales records, four customer reference letters, the manufacturer's experience and copies of complete type test reports for tender evaluation, all in English Language)

T I N -	
I ANAAR NA	
TEHUEL NO.	

Clause number	<b>Bidder's offer</b> (indicate full details of the offered Equipment for each requirement of the specification)
Manufacturer's Name and address	
Country of Manufacture	
Bidder's Name and address	
4. Scope	
4.1.4 Selectable Range	
4.1.6 Real time output waveform	
4.1.8 Short circuit protection	
4.1.13 intergral test timer	
4.2.4 Capaitance measurement	
4.2.5 Charging current meter	
4.2.2 Data upload capability	
4.4 Testing Capabilities	
4.5 Self Diagnostics and Calibration	
4.6 Supply Voltage	
Output Requirements	
Accessories	

## Particular Technical Specification for the Aerial Lift Set.

#### 1 SCOPE

- 1.1 The supplier/manufacturer shall **Supply and train** Kenya power personnel on operation and maintenance of the test set at Kenya Power site.
- 1.2 The specifications are for compact, lightweight, and high sensitive DC dielectric test set
- 1.3 The equipment shall be used for automatic DC dielectric testing of Aerial Lift devices such as Insulated Booms, Elevated Platforms, and Bucket liners as per IEC 61813, ANSI A92.2 standards and current OSHA regulations.
- 1.4 The equipment shall be user –friendly, optimum safety features and highly sensitive to be able to detect leakage current in the order of microamperes.

#### 2 REFERENCES

N/A

#### 3 TERMS AND DEFINATIONS

N/A

#### 4 GENERAL REQUIREMENTS

## 4.1. Design and construction

- 4.1.1 The equipment shall be of lightweight, portable, rugged and highly sensitive.
- 4.1.2 The test set shall consist of corona free High voltage base cabinet, a Control box, a Sectionalized discharge stick, and a protective output resistor.
- 4.1.3 The test set shall be used to determine adequacy of electrical insulation of Aerial Lift equipment for use in distribution and transmission network up to 132Kv system voltage.
- 4.1.4 The equipment shall be designed to operate in the following environmental conditions,
  - Ambient temperature: 5 45 degrees Celsius

- Relative humidity: less than 95% non-condensing
- Altitude: not less than 2000 meters.
- 4.1.5 The high voltage base cabinet shall consist of air-insulated, epoxy-impregnated, high voltage transformer among other accessories.
- 4.1.6 The test set shall also have a magnetically and electrostatically shielded and guarded out meters with ranges of 0-100 microampere and 0-1 mill ampere installed in the control box.
- 4.1.7 The control box shall consist amongst other components a variable autotransformer for adjusting the output voltage from zero to maximum rated test set voltage and ground relay circuit to ensure that high voltage cabinet must be grounded in order to operate the unit.
  - Also it shall have a cold guard selector switch with metered isolated return and metered ground return positions

## 4.2 Operation

- 4.2.1 The test set shall be capable of providing a complete DC dielectric testing solution in one portable unit.
- 4.2.2 The test set shall use digital high precision meters to measure the test Voltages and leakage current.
- 4.2.3 The test set shall have a guard mode circuitry for accurate current measurements and Zero start interlock
- 4.2.4 The Input Voltage shall be single 220-240Vac/50Hz and output test voltage of 0-≥170KVdc, and current of 3mA at 170KV continuous duty.

## 4.3 Technical specifications

Item	Technical Description	KPLC Technical Requirement
No.		
1	Physical features	a) Compact, Portable, Highly sensitive,
		Light weight.
		b) Weight and dimension (Specify)

		c) Lifting provision required
2	Manufacturer, Model and Origin	Manufacturer to specify
3	Project scope	Supply and train at Kenya Power at site
4	Installation of the test set	Supplier in collaboration with KPLC
5	Operating environment	a) Attitude: 2000 meters
		b) Temperature: 5 - 40 °C
		c) Relative humidity: 95% Non-
		condensing
6	Construction	a) Corona free High voltage base cabinet
		b) Control box with measuring
		instruments
		c) Sectionalized discharge stick with at
		least two resistive section of 7.5M $\Omega$
7	High Voltage transformer	air-insulated, epoxy-impregnated type
		rated for continuous duty
8	Control Voltage transformer	Variable autotransformer
9	Input power	Single phase 220-240Vac/50Hz
10	Output Voltage	0-170 kV DC
11	Output Current	3mA at 170KV
12	Metering of leakage current	All metering instruments to be installed in
		the control box
13	Protection against magnetic and	Required
	electrostatic interference.	
14	Digital Metering (Multi ranging)	Voltmeters: 0-180KV, accuracy; ±2% full
		scale
		Ammeters: 0-200microAmp/0-2milliAmp,
		Accuracy: ±2% full scale
15	Instantaneous circuit Protection breaker	Required
16	Ground relay circuit	Required
17	Discharge stick	At least 1.6M long
18	Insulating shield and ground connection	Required

	strap	
19	Storage compartment for connecting cords	Required
20	Accessories	Required
i	Input power cable	6Mts
ii	High Voltage cable	15Mts
iii	Shielded return cable	15Mts
iv	Ground cable	6Mts
V	Jumpers/Interconnection cables	6Mts
21	Emergency switch	Required
22	Zero start interlock	Required
23	Transient protection for meters	Required
24	Digital timer with audible alarm	Required
25	Zero-start interlock.	Required
26	Warranty	2 years
27	Guarantee	Minimum of 5years
28	Switch stick/Hot stick for testing purpose 1nos.of each class and category	
29	Operation and maintenance manual	Two copies in English language
30	Installation Manual and drawings	Two copies in English language
31	Factory acceptance and testing	Two KP Engineers at Manufacturer's
		factory
32	Commissioning, Testing and Training at KPLC	Required
	site by Manufacturer's Engineer (s)	
33	Calibration certificates	Required
34	Type test reports	Required
35	Training on operation and maintenance of	Required
	the test set at KPLC site	

NB: This schedule does not in any way substitute for detailed information required elsewhere in the technical specification and general requirements.

#### 4.4 Accessories

- 4.5.1 The supplier shall provide all the necessary accessory and essential spare parts required for optimum functioning of the test set.
- 4.5.2 The discharge stick shall consist of three insulated sections, two resistive sections-(7.5Megohms), one hook, one insulating shield, and one ground connecting strap.
- 4.5.3 The cost of these accessories shall be part of the cost test set offered.
- 4.5.4 Supplier shall provide list and drawings of all the accessories to be supplied with the test set for optimum performance of the equipment.
- 4.5.5 Supplier shall cost the essential spare parts separately from the main test set cost.

#### 5 DOCUMENTATION

- 5.1 Two English language operation and service manuals with schematics and parts lists shall be supplied with the test set to Kenya Power
- 5.2 Mechanical and electrical drawings shall be supplied together with the test set.
- 5.3 The equipment drawings shall be provided to Kenya Power for approval before the start of the manufacturing.
- 5.4 The test set shall be backed by two years warranty from the date of commissioning and guarantee of 5years.

#### 6 INSPECTION, TEST AND COMMISSIONING

- 6.1 The manufacturer shall submit design drawings, catalogue and brochures for approval before the start of test set manufacturing.
- 6.2 After tender award factory acceptance testing and inspection shall be carried out by two Kenya power Engineers before delivery of the test set.
- 6.3 Kenya power shall meet the cost of air ticket and accommodation whereas the manufacturer shall meet the cost of factory certification and inspection.
- 6.4 Copies of type tests certificates for previous similar equipment by a third party testing body accredited to ISO/IEC 7025 shall submitted with offer for evaluation (in English language).

- 6.5 The Kenya Power shall perform all relevant commissioning tests on the equipment at Kenya power site in order to verify compliance with specification and guaranteed performance.
- 6.6 The supplier shall replace without charge to KPLC any items which upon examination and test during commissioning fail to meet any or all of the requirements in the specification
- 6.7 Supplier shall also train Kenya power personnel's on the operation and maintenance of the test set.
- 6.8 The supplier shall quote cost of and training separately from cost of the test set. Shall also indicate the number of days it shall take.

## 7 MARKING, PACKING AND INSTRUCTIONS

- 7.1 The test set shall be supplied parked in such a manner so as to protect it from damage during transportation, handling and storage and as required in the tender document.
- 7.2 Following information shall be marked indelibly and legibly on the test system,
  - o Property of Kenya power,
  - Model and Serial number of the system
  - o Manufacturer or trade mark and year of manufacture
  - o Rating/Capacity (Input and output power)
- 7.3 Two English manuals on test procedure for standard Boom, Bucket liners and Elevated Plat forms and safety precaution shall be provided.

# Garanteedd Technical Particulars for Aerial Device tester No ...... Bidder's Name & Address .....

Clause	Description	KPLC Requirement	Bidder's Offer	
1	Name of the manufacturer and country of origin		Specify	
<u>'</u>	Type Reference Number or Model Number		Specify	
2	Applicable Standards		Specify	
3	Terms and Definitions		Specify	
4	Requirements			
4.1	Design and Construction		Specify	
4.2	Operation			
4.3	Technical specifications			
4.1.1	Physical features	a) Compact, Portable, Highly sensitive, Light weight. b) Weight and dimension (Specify) c) Lifting provision required	Specify	
	Installation of the test set	Supplier in collaboration with KPLC	Specify	
4.1.2	Construction	<ul> <li>a) Corona free High voltage base cabinet</li> <li>b) Control box with measuring instruments</li> <li>c) Sectionalized discharge stick with at least two resistive section of 7.5MΩ</li> </ul>	Specify	
4.1.5	Operating environment	a) Attitude: 2000 meters	Specify	
		b) Temperature: 5 - 40 °C	Specify	
		c) Relative humidity: 95% Non- condensing	Specify	
4.1.6	High Voltage transformer	air-insulated, epoxy-impregnated type rated for continuous duty	Specify	
417	Protection against magnetic and	Required	Specify	
4.1.7	electrostatic interference.  Control Voltage transformer	Variable autotransformer	Specify	
4.1.8	Insulating shield and ground	Required	Specify	
4.1.10	connection strap	-		
4.2.5	Input power	Single phase 220-240Vac/50Hz	Specify	

	Output Voltage	0-170 kV DC	Specify
	Output Current	3mA at 170KV	Specify
4.2.3 Metering of leakage current		All metering instruments to be installed in the control box	Specify
	Digital Metering (Multi ranging)	Voltmeters: 0-180KV, accuracy; ±2% full scale Ammeters: 0-200microAmp/0-2milliAmp, Accuracy: ±2% full scale	Specify
	Instantaneous circuit Protection breaker	Required	Specify
	Ground relay circuit	Required	Specify
	Discharge stick	At least 1.6M long	Specify
	Storage compartment for connecting cords	Required	Specify
4.5	Accessories	Required	Specify
	Input power cable	6Mts	Specify
	High Voltage cable	15Mts	Specify
	Shielded return cable	15Mts	Specify
	Ground cable	6Mts	Specify
	Jumpers/Interconnection cables	6Mts	Specify
	Emergency switch	Required	Specify
	Zero start interlock	Required	Specify
	Transient protection for meters	Required	Specify
	Digital timer with audible alarm	Required	Specify
	Zero-start interlock.	Required	Specify
	Warranty	2 years	Specify
	Guarantee	Minimum of 5 years	Specify
	Switch stick/Hot stick for testing purpose	1nos.of each class and category	Specify
	Operation and maintenance manual	Two copies in English language	Specify
	Installation Manual and drawings	Two copies in English language	Specify
	Factory acceptance and testing	Two KP Engineers at Manufacturer's factory	Specify
	Commissioning, Testing and Training at KPLC site by Manufacturer's Engineer (s)	Required	Specify
	Calibration certificates	Required	Specify
	Type test reports	Required	Specify
	Training on operation and maintenance of the test set at KPLC site	Required	Specify

## **Specification for the Laboratory Building**

The design of the laboratory building will be determined by the size and shape of the equipment being supplied. The equipment manufacturer shall provide a suitable design to accommodate the various test equipment.

#### General requirements

- a) The building shall have ground and first floor.
- b) Ground floor shall have one part taller to accommodate movement of trucks into and out
  - a. The test area shall have insulation shield to prevent leakage during the tests.
- c) The total floor area should be minimum 1600 Square meters
- d) The ground floor shall accommodate the test equipments and stores. Upper floor which shall accommodated offices and training room
- e) The building shall have earthing duly tested and confirmed to prevent leakages during the High Voltage tests.
- f) The ground floor shall also have electrical duct underneath the floor for ease of wiring of the test equipments
- g) The equipment test room shall have proper water drainage
- h) The water tank shall include a purifier

#### PARTICULAR SPECIFICATION CIVIL WORKS

#### General

#### **Location of the Works**

The locations of the sites are as described under the relevant clauses in scope of works in Volume 2.

#### Type of Works

The works to be constructed under this Contract include the following:

- Cleaning of site and removal of all derbies and scrap metal.
- Work for road works
- Earthworks for Live line facility platform
- Subsoil drains and storm water drains
- Parking for five trucks and three vehicles
- Perimeter Fencing
- Earthing for the building
- HVAC to all testing facilities
- Laboratory Building
  - Plumbing system with water filtration and storage tanks
- Fire extinguishing and smoke detection system.

Any other works necessary for full completeness

#### **Laboratory Building**

The Laboratory building shall contain the following rooms:

- i) The building shall have ground and first floor.
- j) Ground floor shall have one part taller to accommodate movement of trucks into and out
- k) The test area should have insulation shield.
- The estimated area of 40mX20mX12 L, W, H respectively. (Minimum)
- m) The other part of ground floor shall accommodate the test equipments.
- n) Upper floor which shall be 3 offices and training room of and wide balcony.
- o) The 1st floor shall be a hall which shall be partioned to project manager approval.
- p) The building shall have earthing duly tested and confirmed to prevent leakages during the High Voltage tests.
- q) The ground floor shall also have electrical duct underneath the floor for ease of wiring of the test equipments
- r) The equipment test room shall have proper water
- s) In addition a guardhouse with toilet facilities located at the main gate shall be constructed.
- t) All the rooms shall be pressurised to avoid dust.

#### **Sequence of Construction**

The Contractor must complete all the civil works in time to provide a clean and complete site for the mechanical and electrical erection.

The Contractor shall be responsible for timely delivery of materials to site and for compliance with the specified or agreed construction programme.

#### **Drawings**

The Drawings issued with these documents are for tendering purposes only. Drawings for this project shall be prepared by the Contractor or his civil consultant, and be to the approval of the Project Manager.

#### Use of Site

The Contractor will restrict his activities to within the Sites. Access for others to work on the site concurrently with this Contract shall be maintained as far as possible. Where it is necessary for persons on foot or in vehicles, including other Contractors, to cross the site whilst work is in progress, the Contractor shall provide warning signs on either side of the Work and flagmen if necessary to guide such persons safely across the Site. The cost of maintaining access for others and assisting the passage of others across the Site shall be deemed to

be covered by and included in the rates entered by the Contractor in the Price Schedules.

#### **Plan of Operations and Temporary Works**

The Contractor shall, in accordance with Conditions of Contract and before commencing work on Site, submit to the Project Manager a fully detailed programme showing the order of procedure and method by which he proposes to carry out the construction and completion of the Civil Engineering works, and particulars of the organisation and staff proposed to direct and administer the performance of the Works.

The information to be supplied to the Project Manager shall include Drawings showing the general arrangements of his temporary offices, camps, storage sheds, buildings and access roads, and details of Constructional Plant and Temporary Works proposed.

#### Contractor's Office and Accommodation, etc.

The Contractor shall be responsible for his offices, accommodation, storage and workshops. The Contractor may fence this area for his own security for the duration of the Contract but any such fence erected together with all buildings, plant and materials shall be removed, all holes filled in and the site left in a tidy and level condition upon completion of the Contract.

#### **Dealing with Water**

The Contractor shall keep the whole of the Works free from water and he will be deemed to have included in his rates in the Price Schedules for all pumping, shoring, temporary drains, sumps and other measures and provisions necessary for such purposes and for clearing away and making good to the satisfaction of the Project Manager damage caused thereby.

The Contractor shall keep all existing drainage channels clear and shall not obstruct the passage of water to or away from any such drainage channels.

#### Liaison with Police and Other Officials

Contractor shall cooperate closely with the Police and other officials of the area concerned regarding their requirements in the control of workmen, movement of traffic, or other matter.

#### **Explosives and Blasting**

The Contractor shall use explosives for blasting in connection with the work only at such times and places and in such a manner as the Project Manager may approve, but such approval shall not relieve the Contractor from his responsibility for injury, loss, inconvenience and annoyance to persons, the Work and adjoining structures, roads, places and things and injury or damage to animals and property consequent on the use of such explosives. The Contractor

shall be entirely liable for any accident that shall occur and shall save the Project Manager harmless and indemnified from all claims arising from such use of explosives.

The Contractor shall keep in his office at the Site copies of Laws applying to the transport, storage and use of explosives and shall also submit to the Project Manager a copy of any instructions or notices which the Contractor may issue to his staff or workmen or post about the site in compliance with such Laws.

The Contractor shall submit to the Project Manager details of the explosives, which he proposes to use, and of his proposals for the transport and storage of explosives.

#### **Works Executed by the Project Manager or by Other Contractors**

The Project Manager reserves the right to execute on the site, works not included under this Contract and to employ for this purpose either his own employees or other contractors.

The Contractor shall ensure that neither his own operations nor trespass by his own employees shall interfere with the operations of the Project Manager or his Contractors employed on such works and the same obligations shall be imposed on the Project Manager or his contractors in respect of work being executed under the Contract.

The Contractor shall provide unhindered access to all parts of the site to the Project Manager, authorised representatives of the Project Manager and of public bodies and corporations, and to contractors employed by the Project Manager, and he shall make available to such authorised persons the use of all temporary access tracks in or about the site.

Where works are being carried out concurrently in one area careful co-ordination of operations will be required so that interference can be minimised. The Project Manager shall have the power to regulate and rearrange the order of execution of the Works under this Contract to achieve the best co-ordination practicable. The Contractor's programme shall take into consideration all information on co-ordination available at the time of its preparation and it shall be flexible enough to allow for subsequent changes that may become necessary. The rates tendered for the Works shall include the costs of complying with the requirements of this Clause.

#### Water Supplies for the Works

The Contractor shall make his own arrangements for the supply of potable water for his staff on site and water for the Works.

The Contractor must make all arrangements including the supply of pumps and motors, labour and the like to abstract water and must pay royalty to the owners. These costs shall be included in his prices.

If the Contractor fails to obtain permission to utilise existing water sources, he may have to drill boreholes near the sites at suitable locations.

The Contractor shall obtain the Employer's or the Project Manager's prior approval before utilising any water source for the Works.

## **Employer's Approval of Finished Works**

The Contractor shall obtain the approval of the Project Manager for each section and each stage of construction. Approval of any section of any stage will not be given, and the Contractor shall not proceed with any subsequent stage, until all tests required by the Project Manager have been carried out, and the results have shown that the section complies with the Specification. Any works rejected by the Project Manager as not complying with the Specification shall be replaced by the Contractor at his own expense.

#### **Preservation of Trees**

No tree shall be removed without prior permission of the Project Manager who will limit the removal of trees to the minimum necessary to accommodate the permanent Works.

#### **Survey Beacons**

During the progress of the Works, the Contractor shall not remove, damage, alter or destroy in any way any permanent beacons or survey beacons. Should the Contractor consider that any survey beacon will be interfered with by the Works, he will notify the Project Manager, who, if he considers necessary, will make arrangements for the removal and replacement of the beacon.

If the Contractor removes or disturbs a beacon without the prior permission of the Project Manager he shall be liable for the full cost of its replacement together with the full cost of re-establishing the data relevant to it.

#### **Basic Survey and Setting Out**

The Contractor will survey the sites in detail, and the exact locations shall be agreed with the Project Manager.

The details of beacons and benchmarks shall be provided in the site survey drawings.

The Works are located on the drawings and the Contractor shall appoint a suitably qualified Surveyor to set out the Works from the beacons and shall plot cross sections at 10 m intervals and submit to the Project Manager for approval.

No separate payment will be made for any work in connection with the setting out of the Works, nor any other Works required by the Contractor to ensure the accurate location and construction of the Works.

#### **EARTHWORKS**

#### **Bush Clearing**

The areas of the platform and borrow pit shall be cleared of all trees, vegetation, roots, debries and scrap metal. These shall be neatly stockpiled within 3 km of the site at locations agreed with the Project Manager and shall remain the property of the land owner. Spoil material shall be dumped at the authorised dump site as per County government guideline.

#### **Access and Internal Roads**

Roads to the testing facility sites shall be constructed. Internal roads and walk paths shall be compacted to 100% MDD after grading shall have a well done to paving block finish that can withstand load weight of not less than 80mm, 49N/mm2. The road shall also be lined with kerbline and channels and shall be constructed to a fall that will allow proper drainage of the road. The road shall have adequate drainage provided. Parking of five trucks and three vehicles.

## A-Gravel Access Roads (Gravel Wearing Course – GWC) NOT APPLICABLE

#### A.1 General

All new access aroads will be gravel standard and their alignments will be designed to accommodate construction and future maintenance traffic.

Any damage occasioned by whatsoever cause during construction shall be repaired by spot gravelling, reshaping and re-compaction at the end of contract such that the road to be handed over will be defects free.

#### A.2 Materials Requirements

Gravel standard roads comprise of a single layer of selected granular material placed directly on the sub grade to serve as a pavement and as surface-wearing course.

The gravel for the single layer should be of adequate quality to guarantee the following:

#### a) General

In general gravel wearing course materials should comply with the following:

- They should have sufficient cohesion to bind the particles together and prevent the surface from raveling and becoming corrugated in the dry season.
- The amount of fines and plasticity should be limited so as to avoid the occurrence of dusty and slippery conditions in dry during the dry and wet weather respectively.

#### b) Grading Requirements:

Grading curve of the gravel should be within the class 1 envelope (initial daily number of commercial vehicles less than 150) to guarantee good stability. The grading to consider is that obtained after processing and compaction.

	Grading after compaction				
Sieve	% pa	% passing by weight			
Size (mm)	Class 1	Class 2			
37.5	-	100			
28	100	95 – 100			
20	95 – 100	85 – 100			
14	80 – 100	65 – 100			
10	65 – 100	55 – 100			
5	45 – 85	35 – 92			
2	30 – 68	23 – 77			
1	25 – 56	18 – 62			
0.425	18 – 44	14 - 50			
0.075	12 - 32	10 - 50			

#### c) Plasticity Requirements

Plasticity index of the gravel should not exceed 15 and shall not be less than 5 in wet areas (annual rainfall greater than 500 mm per year). In dry areas (annual rainfall less than 500 mm per year) maximum plasticity index shall be 30 but subject to a minimum of 10.

#### d) Bearing Strength Requirements

A minimum CBR (after 4 days soak) of 20% at 95% MDD and OMC (Modified AASTO T180) is required

#### e) Construction Procedures

Gravel materials are excessively coarse in their "as dug" state. Appropriate processing is therefore necessary to bring them to the required gradation. This is normally done on the road by using grid, cleat or sheep's foot rollers. Oversized particles which cannot be broken down to the required size shall be removed.

The minimum thickness of a compacted layer shall not be less than 125 mm.

#### A.3 Pavement.

The single gravel layer should consist of a minimum thickness necessary to avoid excessive compressive strain in the sub grade and to compensate for the expected gravel loss under traffic during the period between re-gravelling.

Where the top 300 mm layer of the formation level embankment or natural ground sub grade has a CBR greater than 5%, the following thicknesses shall be provided:

 Roads within the Switch Yard not subjected to heavy commercial vehicles— The minimum compacted thickness of 125mm.  Access roads outside the Switch Yard and roads within the Switch Yard likely to be subjected to heavy commercial vehicles during construction and during periodic maintenance. – Provide a 250 mm thick compacted layer.

In addition to the above, where the in situ sub grade or the embankment material has CBR strength of less than 5% then:

- Top 300 mm layer of the fill / embankment shall be made with selected imported material with CBR (after 4 days soak) of between 7 and 13%.
- Where in situ sub grade an improved sub grade 300 mm thick of imported materials with CBR (4 days Soak) of between 7 and 13% shall be laid.

The above thickness shall extend to cover the shoulders. A cross fall of 4% shall be provided.

Compaction will be in layers not thicker than 200 mm and will achieve compacted densities of 95% MDD (Modified AASHTO T180) at compaction moisture contents of between 80% and 105% OMC.

#### a) Existing Bitumen Standard Access and Internal Roads

All shall be reinstated to their original standard of materials and construction.

#### b) Quality Control

Tests shall be performed by the contractor on soils and gravels undergoing compaction under the supervision of and at frequencies determined by the Project Manager and shall include:

- Determination of the Atterberg Limits in accordance with BS 1377.
- Determination of particle size distribution in accordance with BS 1377.
- Determination of dry density / moisture content relationship in accordance with BS standard compaction and modified AASHTO T180 as appropriate.
- California Bearing ratio (CBR) in accordance with AASHTO T193.
- Field dry density as set out in BS 1377.

#### Removal of Top Soil

The top soil within the areas of platform and shall be stripped to an approximate depth of 200 mm and stockpiled at locations agreed with the Project Manager for later use on embankment slopes.

Overburden in the borrow pit shall also be stripped to a depth specified by the Project Manager and stockpiled for later use in rehabilitation.

#### **Classification of Materials**

Materials excavated and either placed in the Works for the formation of the platform or carted to spoil will be paid for in the following three classes of material:

#### "Rock"

"Rock" shall include all material which requires blasting for its removal or cannot be extracted by ripping with a single tine heavy duty ripper of at least 5 tonne mass towed by a crawler tractor in good condition with a net available flywheel power rating of not less than one hundred and thirty-five kW engine power and with a minimum bare tractor mass of 15 tonne. The use of explosives by the Contractor to excavate does not in itself imply that a material is Rock in terms of this Contract. Individual boulders greater than 0.2 m3 in volume shall be included in this class when their nature and size are such that they cannot be removed without recourse to blasting.

#### "Hard Material"

"Hard Material" or "Decomposed Rock" shall include all material such as consolidated gravels, decomposed or stratified rock, stones or boulders less than 0.2 m3 in volume which cannot be classified as "Rock" but which in the opinion of the Project Manager requires additional processing, such as ripping or breaking down by compressor tools before normal loading processes may be employed. For the purpose of this clause normal loading processes will include the use of graders or dozers to stockpile material.

#### "Common"

"Common Material" shall be all material not defined as Rock or Hard Rock.

All materials shall be classified as "Common" unless otherwise certified by the Project Manager. Should the Contractor during excavation encounter any material which in his opinion should be classified as rock or hard material, then he shall request the Project Manager to so certify the material before excavation of that material commences.

#### Order of Work

The construction of cuttings, side drains and embankments shall proceed in a methodical and orderly manner. It shall be solely the Contractor's responsibility to arrange his methods and programme of work so as to ensure that the earthworks are carried out by the most efficient and economical method possible with the type of plant employed on the Works.

All trimming of cuttings, and embankments, drains and shoulders to the specified slopes and shapes, shall be carried out concurrently with the earthworks that are being carried out at that particular site and level.

#### Fill Material

"Fill-material" shall mean material deposited in accordance with these specifications from any of the classes specified in order to build up an earthworks construction to formation level as shown on the Drawings or as ordered by the Project Manager. The Contractor shall obtain the fill material from a source approved by the Project Manager.

Fill materials will generally be obtained from cuttings. If the material obtained from this source is insufficient or unsuitable extra material shall be obtained from borrow areas. All fill material (other than rock fill in lower layers) shall pass 75mm BS sieve size.

The following materials are generally unsuitable for construction of fills.

- All materials containing more than 5% by weight of organic matter (such as top soil, materials from swamps, plants and vegetable matter)
- All expansive soils such as black cotton soils with swells of more than 3% as measured in the CBR test.
- All clay soils with plasticity index exceeding 50.
- All materials having a moisture content of 105% of the optimum moisture content (standard compaction)

Rock fill can be used provided that boulders greater than 0.2 M³ in volume or 600 mm in size are not used and that this material is not placed within the top 600 mm to formation level. The best materials from cuttings or borrow areas should be reserved for the upper layers of the fill.

#### Compaction of fill

Materials other than rock fill shall be placed in layers of compacted thickness not exceeding 300 mm. Thicker layers can only be permitted where very heavy compacting equipment is available and trial sections have proved that the required compaction will be readily achieved over the layer depth. The minimum layer thickness shall be twice the maximum particle size of the compacted material.

Fill material shall be compacted throughout to a dry density of at least 95% MDD at OMC (standard Compaction AASHTOT99) except the top 300 mm of the fill which shall be compacted to 100% MDD (AASHTO T99).

Where rock fill is used it should be placed in the bottom of the embankment. The largest sizes but shall be placed in layers of 1.0 meter thick. The interstices shall then be filled with smaller rocks and approved filler material. The whole layer shall then be compacted until the interstices are completely filled or until the

required settlement is obtained. Heavy vibratory rollers are generally the most suitable machines for compacting rock fill.

The specified compaction shall be achieved over the full width of the embankment.

Any area inaccessible to the roller shall be consolidated and compacted using approved mechanical tampers.

#### Compaction of In situ Sub grades

After removing the top soil and/or 600 mm of expansive soils and before placing fill, improved sub grade or gravel wearing course, the upper 300 mm of in situ sub grade will be compacted to 100% MDD standard compaction. Compaction in cuts without improved sub grade will likewise be compacted to 100% MDD standard compaction

#### Spoil Material

"Spoil-material" shall mean material excavated in accordance with these specifications from any of the classes specified, and which, being obtained from the excavation of side drains, cuttings or below the road, embankment is unsuitable for the requirements of the Works. Spoil material shall be removed from the Site to a spoil tip which should be to a site acceptable by respective local authorities and shall be approved by the Project Manager.

#### **Expansive Material**

When expansive material is encountered, it shall be removed to a depth 600 mm below the formation or the existing ground level, whichever is greater. Material removed shall be stockpiled for later use in slope protection or spoiled to a tip as instructed by the Project Manager.

#### **Surplus Material**

"Surplus-material" shall mean material excavated in accordance with these specifications from any of the classes specified and which is temporarily surplus to the fill requirements and shall be carted to a designated stockpile for re-use later elsewhere in the Works, or to an approved spoil tip.

#### **Side Drains**

Where side drains are required excavating the lines, slopes and widths as designed by the Contractor and approved by the Project Manager shall shape them. The side drains shall be finished off so that the formation levels and camber or super elevation of the formation, level and cross fall of the shoulders, and shape and invert levels of the side drains are everywhere in accordance with the Drawings.

Any excess depth or width excavated from the side drains shall be backfilled and made good to the satisfaction of the Project Manager at the Contractor's expense.

All other types of drains are specified separately in this Specification.

#### Excavation in "Rock"

#### a) Excavation Level

Unless otherwise directed, the formation of the platform can be founded on rock. However, rock shall be excavated to an average level 150 mm below the formation and in no place less than 100 mm below the formation.

#### b) Backfilling for Surfaces

Any excess excavation in rock below the formation shall be backfilled and compacted. Excess excavation in the invert of drains shall not be backfilled, but the rock surfaces shall be trimmed, and all loose particles removed, to allow free drainage of water.

#### c) Excess Excavation of Slopes

Where side slopes are over-excavated no backfilling will be required but the slopes shall be trimmed to a neat shape and safe angle as is acceptable to the Project Manager. The sloping sides of all cuttings shall be cleared of all rock fragments, which move when prised with a crowbar.

#### d) Hard Material

The provisions of this Clause do not apply to hard and common materials, which materials shall be excavated to the lines and levels shown on the Drawings or as instructed, within the permitted tolerances.

#### **Setting Out and Preparation for Earthworks**

The Contractor shall set out the earthworks and the tops of cuttings and toes of embankments at intervals 10 m. Reference pegs shall be provided clear of the earthworks and at right angles to the centre lines, from which the centre lines and levels can be re-established at any time.

Before the construction of any earthworks in the fills, the levels of the existing ground shall be agreed between the Contractor and the Project Manager. If the Contractor fails to take the requisite levels then the ground levels determined by the Project Manager shall be taken as correct.

#### **Construction of Earthworks to Formation**

All earthworks up to formation shall be formed and completed to the correct lines, slopes, widths and levels shown on the Drawings and with the sub grade parallel to and at the correct depth below the profile, camber, cross fall or super elevation shown for the finished level, unless otherwise directed by the Project Manager.

Embankments and fills shall be constructed only of suitable material obtained from the excavation of cuttings. If the Contractor encounters material which he considers unsuitable for earthworks, then he shall forthwith inform the Project Manager, who shall instruct the method of use or disposal of such material. If insufficient material can be obtained from the cuttings, additional material may be borrowed from approved borrow pits.

The Project Manager may direct that certain soils be excluded from certain layers and other soils set apart or obtained from borrow and used only for these layers, in which case the Contractor shall comply with the Employer's or the Project Manager's directions and shall allow in his price for such selection of materials.

#### **Unsuitable Material Information**

Where, in the opinion of the Project Manager, unsuitable material occurs in cuttings, the Contractor shall excavate it to the depths and widths directed and replace it with selected fill material to form an improved formation.

#### **Spreading and Compaction of Embankment and Fills**

Embankments and fills shall be laid out and compacted to achieve a stable platform with sufficient bearing capacity and stability.

#### **Drainage of Works**

All cuttings, embankments and borrow pits shall be kept free of standing water and drained during the whole of the construction.

Should water accumulate on any part of the earthworks, either during construction or after construction, until the end of the maintenance period, giving rise to soaking or eroding conditions in the earthworks, the Project Manager may order the Contractor to remove and replace at the Contractor's expense any material which has been so affected.

All drains shall be maintained throughout the Contract in proper working order.

The Contractor must allow in his price for draining the earthworks satisfactorily at all stages during the construction and arrange his methods and order of working accordingly.

During this process the sub grade layer shall be graded to level, parallel to the cross fall or chamber and profile shown on the approved design drawings or directed by the Project Manager and to agreed tolerance.

#### **Tolerances**

The following tolerances will be permitted in the finish of the formation to roads and platform:

- a) The level of the formation should be within +/- 100 mm and of that specified.
- b) On the final trimmed slope of earthworks a variation of + or one fifth of the specified slope will be allowed.
  - c) The tolerances permitted in the overall width of the bottom of cuttings shall be plus or minus 150 mm in the distance between centre lines and the toe of cuttings slopes, and plus 150 mm in the case of embankments.

#### **Protection of Embankment Slopes**

The top soil and expansive material removed from the Works shall be placed on embankment slopes as directed by the Project Manager. The slopes shall be trimmed to form a gradient not less than 1 on 5 unless otherwise directed.

#### **Grassing of Slopes**

The surface of embankment slopes, after placing of top soil, shall be planted with grass. Unless instructed otherwise by the Project Manager, the type of grass shall be indigenous. While planting, the area shall be irrigated for as long as necessary to ensure that the grass is properly established and has completely covered the ground. Grass should only be planted in the rainy season.

#### **Borrow Pits**

Where it is necessary to borrow material for construction, suitable pits shall be provided by the Contractor to the approval of the Project Manager.

All borrow pits must be carefully cross sectioned before and after excavation in order to determine the quality of earth excavated.

After removal of material for use, the area must be rehabilitated by the Contractor so that it will not prove a hazard to man or beast or a source of erosion. The sides of the excavation must first be sloped and then any previously stockpiled top soil spread as far as possible.

At some borrow pit locations, further cleaning and fencing etc., may be required.

#### **Soil Sterilisation**

In order to stop the growth of vegetation and incidence of ants, the Contractor shall apply an approved herbicide before any spreading of stone over the platform area.

Insecticide to be used around Laboratory building.

#### **Earth Electrode**

The Contractor shall install earthing electrodes in trenches and the building as outlined in the Specifications for Earthing in chapter 4.1.Particular specifications.

#### **Platform Areas**

The testing Facility platform area shall be at the entire land shown to the contractor.

#### MATERIALS FOR THE WORKS

#### General

All materials shall comply with appropriate local or regional standards unless otherwise required hereinafter. Such standards shall be to the approval of the Project Manager.

The Contractor shall before placing any order for materials or manufactured articles for incorporation in the Civil Works, submit for the approval of the Project Manager the names of the firms from whom he proposes to obtain such materials, etc., together with a list of the materials and manufactured articles giving the origin, quality, weight, strength, description, etc., which he proposes that the firms should supply. No materials or manufactured articles shall be ordered or obtained from any firm of which the Project Manager shall not have previously approved.

All materials shall be delivered to the site a sufficient period of time before they are required for use in the Works to enable the Project Manager to take such samples as he may wish for testing and approval. Any materials condemned as unsuitable for Works shall be removed from the Site at the Contractor's expense.

The Contractor may propose alternative materials to those specified, provided that they are of equivalent quality and, subject to the Employer's or the Project Manager's approval such materials may be used in the Works.

#### Standards

Concrete pipes, porous concrete pipes, cast iron manhole covers and gratings, bricks, concrete kerbs, bituminous surfacing, cement, steel and aggregates shall comply with local or regional standard to be approved.

#### Filter Backfill for Sub-soil Drains

This shall be graded crushed stone as for platform surfacing (below).

#### **Stone for Pitching**

Stone for pitching to drains, inlets and outlets of culverts, to embankments and around structures shall consist of sound un-decomposed rock. Precast concrete tiles may also be used.

#### Stone for Platform Surfacing (NOT APPLICABLE)

The stone shall be hard and durable crushed rock with a maximum particle size of 60 mm and not more than 15% shall pass a 9.5 mm sieve.

The stone layer to be spread uniformly over the finished surface of the platform shall have a thickness of 100 mm.

#### DRAINAGE AND STORM WATER

#### Drainage

The Contractor shall provide sub-soil and storm water drainage, including drainage of cable ducts. The drainage system shall be to the approval of the Project Manager.

Drainage shall be in accordance with relevant Codes for Practice published by authoritative Standards organization such as the British Institution, e.g. BS 8301, BS 6031 and CP 2005.

A surface water drainage system covering the entire Testing Facility site shall be installed to allow total drainage of the area. The number of runs and outfalls and pipe sizing must be sufficient to cope with the severest precipitation, with a factor of safety of 1:2 within the substation site and other areas in which maintenance will be carried out. The drainage must allow uninterrupted access.

Embankments and cuttings are to have drainage facilities at their top or bottom. The formation level of the site is to be formed with uniform cross-falls of about 1 in 300 in the same direction as the natural drainage path of the surrounding environment.

Surface water from roofs of guardhouse shall be drained to down pipes, which connect with the general site drainage system. Surface water from the Laboratory building roof shall be drained to the main reservoir tank.

In areas where there is a risk of water runoff the testing facility shall be protected from failure by means of gabions, retaining walls, and stone pitching or otherwise to the employer's approval.

The contractor shall install precast 600 mm concrete culverts for storm drain with the 200mm thick concrete haunching for the purpose of providing free flow of storm water drain at the substation entrances and or exits. Also 200mm thick reinforced concrete plastered head walls shall be installed.

#### Foul drainage

The foul drainage will be connected to a sewage drainage system where applicable or to standard septic tank for 50 persons to be constructed by the contractor. All the necessary authority shall be sought by the contractor prior to connection, and all regulations of the council shall be adhered to.

#### **FENCING**

#### Fencing

The Contractor shall construct fencing along the perimeter of Testing Facility, including gates where necessary and shall comply with the requirements of the following Clauses.

All the substation fences shall be of dressed Natural stone. The substations shall have electric fence and /or razor wire on top of the perimeter wall.

#### **Dimensions**

Height of the stone fence: 2 700 mm Height of chain link fabric: 2 000 mm

#### Chain link fence (NOT APPLICABLE)

Barbed wire: 3 wires above fabric, height of 300 mm, on supporting arms facing outwards from Site at 450 angle.

Maximum distance between posts or columns: 3 000 mm, except where interrupted by gate.

Terminal posts: including end, corner and straining posts; 89 mm outside diameter 114 mm outside diameter at gates.

Embedment lengths of terminal posts:

Corner and straining posts
 End posts
 Gate posts
 1 100 mm
 1 200 mm
 1 400 mm

Tension bars and bands: locate at terminal posts to fix fabric, bottom wire and barbed wire.

Top rail: "extra-strong" pipe, 43 mm outside diameter.

Braces: "extra-strong" pipe, 43 mm outside diameter for attaching end and gate posts to adjoining posts. Use two braces at corner and restraining posts.

Gate width: free distance between 2 gate posts, 1 500 mm for single gate, 5 000 mm double gates.

Double gates: one leaf for normal traffic, other leaf to remain closed by means of drop bolt locking into centre rest, inoperable from exterior.

Gates: able to open in either direction to 900.

Gate hardware: three hinges, latch with padlock accessible from either side of gate, latch catch.

Top of posts and uprights: weatherproof tops.

#### **Materials**

Fabric: ASTM A 392, 2 000 mm high, 3.8 mm diameter (No. 9 gauge) steel wire, 50 mm diamond pattern, twisted and barbed finish at top, knuckled wires at bottom, zinc coated.

Pipes: ASTM A 120, steel pile, hot-dipped zinc coated after welding, diameter and weight size as shown on drawings, unthreaded ends, free from burrs.

Fence fittings: ASTM F 626, hot-dipped zinc coated according to ASTM A 123.

Barbed wire: ASTM A 121, 2.51 mm diameter wire in strand (No.12-1/2 gauge), 2 strands with 4-point barbs spaced at 125 mm, Class 3 zinc coating.

Bottom wires: 5 mm (No. 6 gauge) steel wire, 500 g/m2 zinc coating. This shall be surrounded by a concrete beam (C20) as shown on the drawings.

Fence fittings: ASTM F 626, steel tension bars and bands, nuts and bolts, weather proof tops of commercial aluminium alloy, malleable cast iron, or rolled or pressed steel, cast iron and steel fittings hot-dipped galvanised with 500 g/m2 according to ASTM A123.

Concrete: 20MPA at 28 days

#### Installation

Install fencing and gates according to ASTM F 567 unless otherwise indicated, and to drawings and this Specification.

Level ground surface so that space between finished ground surface elevation and bottom of fabric does not exceed 50 mm.

Plumb and align posts to within 10 mm.

Install posts of a gate at same elevation regardless of difference in ground level.

Set posts in concrete footings in form of truncated cone, according to ASTM F 567, and as follows:

FOUNDATIONS	ORDINARY SOIL		SOLID ROCK		
(Dimensions)	Line Posts	Terminal Posts	Line Posts	Terminal Posts	
Depth	1000 mm	1600 mm	300 mm	500 mm	
Diameter at top	250 mm	300 mm	150 mm	150 mm	
Diameter at bottom	350 mm	400 mm	150 mm	150 mm	

Make joints in fabric at terminal posts.

#### Fasten as follows:

- a) Every 450 mm along top rail, braces and bottom wire;
- b) Every 300 mm on line posts.

Secure barbed wire to terminal and gate posts with tension bands, and to gate uprights with hooks.

Install bottom wire in middle of last line of mesh.

#### **CONCRETE AND BUILDING WORKS**

#### Earthworks

# Preliminary design and calculations of foundations

The Contractor may ascertain for himself the nature of the sub-soil conditions over the sites of the works for his additional data, which he may require, for preparation of his bid. The Contractor may collect any other data he deems necessary for his bid.

#### Soil Investigations

The Contractor shall be required to perform sub-soil tests within the area of the laboratory building to the depth and by the method of test specified by the Project Manager. The details of performing the test, tools and equipment to be used for, shall be submitted to the Project Manager for approval.

The sub-soil tests shall be carried out by any method as stated hereafter under the supervision of a qualified person, who shall be subject to approval of the Project Manager.

#### Excavation

Excavation for concrete foundations shall be carried out in strict accordance with the requirements of the Project Manager and to fit in with the programme of construction.

# Shoring and Timbering of Excavation

The Contractor shall be entirely responsible for the safety of all excavations, for the prevention of injury to workmen and for the stability of the faces of the excavation.

The adjacent road surfaces must remain trafficable, and cracking or cave-ins must be avoided. All shoring and timbering shall be done to the approval of the Project Manager, who may order such shoring or timbering to be strengthened or altered if he considers this necessary in the interests of the work or to safeguard against accidents to workmen or cave-ins. For the purpose of measurement the following categories of shoring shall apply:

### Dewatering

The whole Works shall be constructed in the dry and the Contractor shall be held responsible for keeping all excavations free from water, whatever the source or cause may be, and shall properly deal with and dispose of water by use of sufficient temporary works, plant and appliances so as to ensure that the whole Works is executed in a satisfactory dry and safe manner, and costs for all dewatering operations shall be included in the price for civil works.

# Excavation to be Approved

In no case shall broken stone for under drainage or concrete be placed in an excavation until the surface on which such materials are to be placed has been approved by the Project Manager.

The Contractor shall advise the Project Manager whenever the bottom of any excavation is ready for inspection or whenever it is necessary to cover up the work. In default of such notice the foundation shall on the order of the Project Manager be uncovered by the Contractor and reinstated without extra charge.

# <u>Disposal of Excavated Material</u>

All material excavated under this Contract shall be disposed of in accordance with the instructions issued by the Project Manager. Selected material required for back-filling shall be removed to a tip found by the Contractor and the Contractor shall be responsible for ensuring that the required amount of spoil is set aside.

# Other Services

Where trenches pass near or across other services, the Contractor shall take every precaution against damaging such services. These services shall be properly supported in the trench until back-filling is complete and the back-filling shall be thoroughly compacted under and around such services.

#### Backfilling

Back-filling shall be carried out either with selected spoil as set aside, or with imported selected spoil, or other material to the approval of the Project Manager.

No back-filling shall be done until all the formwork has been removed together with pieces of timber, cement bags, vegetation and or other rubbish.

All back-filling shall be compacted in layers not exceeding 150 mm thick and shall be sprayed with water to bring the moisture content to the optimum for dense compaction.

Compaction shall be to approved standard.

#### CONCRETE, FORMWORK AND REINFORCEMENT

#### Material

Aggregates

- a) Shall conform to BS 882.
- b) Shall be heaped separately on hard, self draining surfaces.
- c) Normal size of coarse aggregate shall be 20 mm.

# Water

Shall be fit to drink

### Reinforcement

Shall conform to BS 4449.

# Cement

Shall

- a) Conform to BS 12.
- b) Be either normal Portland Cement Class 42.5
- c) Be used within 6 weeks of manufacture.
- d) Be stored in a manner to exclude any moisture.
- e) Be stored in a manner to ensure use of the earliest consignment.
- f) Different types of cement from different manufacturers shall not be mixed for a single cast or structural element.
- g) If concrete is to be exposed Item 4.f to apply for whole project.

Additives shall not be used

# Before concreting

# Design Mixes

Not less than 2 weeks before the start of concrete work, the Contractor shall submit to the Project Manager for his approval a statement of proposed mix proportions for the various grades required in the project. (Note: the grade is the characteristic strength or the cube strength below which not more than 5% of the result may be expected to fall when tested at 28 days).

The statement shall include proportions of cement, fine and coarse aggregate, and water, the maximum and minimum slump and the target strength for each grade.

A certificate by recognised laboratory that the proposed mix will meet the requirements must accompany the statement.

The proportions stated may not later be altered without the written approval of the Project Manager.

Cost of mix designs to be borne by the Contractor.

# Formwork

Formwork shall be sufficient to leave the concrete finishes specified on drawings and to be within the tolerances specified in the following table and to provide an acceptable surface for applied finished, where required.

Line and Level 1 mm per metre not exceeding 5 mm

Pockets, Sleeves etc. +/- 5 mm Bases +/- 50 mm

The concrete shall have a smooth finish free of projections, voids, etc. The type of ties to be used shall be such that the required finish is achieved and does not become marred by subsequent corrosion. Ties to be set out to definite pattern to the Employer's or the Project Manager's approval. Rubbing down is allowed only after the Employer's or the Project Manager's approval of the surface to be treated.

# Reinforcement

Shall not be heated or re-bent without the Employer's or the Project Manager's permission.

Shall be free from any material likely to impair bond or initiate corrosion.

Shall be bent and fixed according to the Project Manager bending schedules.

Shall be tied with soft iron wire.

Shall be supported to maintain the following minimum cover during concreting.

- a) The greater of the diameter of the bar or 40 mm for external unplastered face.
  - b) The greater diameter of the bar or 15 mm for internal face.

Shall be inspected by the Project Manager.

<u>NOTE:</u> Holding down bolts shall be supplied under the civil works part or by the main contractor if he so decides, and in any case be included in the turnkey price.

#### **Construction Joints**

Shall be avoided if possible, but if inevitable shall be pre-planned in consultation with the Project Manager and temporary stop ends inserted. Before placing of concrete against a construction joint, the formed face shall be hacked down to expose the coarse aggregate, kept continuously wet for 24 hours. Vertical faces should be covered with cement/water slurry and horizontal faces should be

covered with 15 mm layer of cement/sand grout. New concrete should then be placed immediately.

# Camber

To formwork shall not be at the expense of the overall depth of the concrete.

### Weather

Concrete shall not be placed if temperatures above 30 degrees Celsius or below 0 degrees Celsius are expected during concreting

### Batching

shall

- a) Be by mass in accurately calibrated scales or be volume in soundly constructed gauge boxes making due allowance for bulking of the fine aggregate.
- b) Be in proportion to whole sacks of cement.

# <u>Mixing</u>

shall

- a) Be in a machine in good condition, large enough to carry the whole mix, controlled by a competent experienced operator.
- b) Be for sufficient time to ensure complete mixing of the ingredients.

# **Placing**

shall

- a) Be under the control of a competent, experienced overseer.
- b) Be in a manner to prevent separation of the ingredients.
- c) Be a continuous process until the pour is complete.

#### Compaction

- a) Shall be by immersion (poker) vibrator in the hands of experienced operators.
- b) Concrete shall not be moved by vibrator.
- c) Shall be sufficient to remove all air pockets and honey-combing and to ensure complete dense concrete cover to all reinforcement.

#### Testing

a) Making of concrete cubes by Contractor under Project Manager's supervision. Contractor shall arrange for transport of cubes to approved testing laboratories. Cubes to be in sets of 3.

# Curing

- a) Shall commence early on the morning following the placing of the concrete.
- b) Shall be effected by keeping the concrete in a permanently wet state.

- c) Membranes shall not be used.
- d) Shall continue for a minimum of seven (7) days or such longer time as may be required by the Project Manager.

# Stripping of Formwork

- a) To soffits shall not be struck until 7 days after placing of concrete (but see below for (props).
- b) To vertical faces shall not be struck until 14 days after placing concrete.
- c) Props to soffits shall not be struck until 14 days after placing concrete.
- d) Shall not be stripped without the Employer's or the Project Manager's approval who has the power to vary the above items.

# Patching

- a) To defective work shall not be undertaken before the item has been shown to the Project Manager.
- b) Is a sign of poor workmanship. The Project Manager shall have the right to reject the complete element if an unreasonable amount of patching has to be done, or if patching will spoil the appearance of the finished concrete.

### Records

Are to be kept by the Contractor, showing date and time of each concrete pour, the weather conditions, the temperature, the number of the cubes which represent the concrete, the slump and any other items which the Contractor and/or the Project Manager consider relevant. These records are to be made available for the Project Manager inspection when required.

#### **FOUNDATIONS**

Foundations of columns shall be at a depth not less than 1200 mm from the existing ground level.

# **Cable Ducts and Trenches**

The Contractor is responsible for all civil engineering works required for the cable runs between switchgear and buildings, in reinforced concrete cable trenches. Cable entries into buildings and road crossings shall be through 150 mm diameter heavy gauge ducts or in reinforced concrete cable trenches Two (2) lines of 150 mm diameter heavy gauge of spare ducts shall be provided. Trench covers inside the building will be of 6mm thick Metal Chequer plates reinforced with 25x25x4mm angle iron welded underneath along the edges and across 'X" formation and with facilities for easy handling on removal, except in areas where heavy traffic is expected where covers will be of concrete finished with terrazzo to match the floor finish. Trench covers outside buildings shall be of reinforced concrete, designed

for the maximum likely imposed loads appropriate to their location. The trenches and ducts shall be silt proof to prevent silt and debris from entry. The trenches shall be raised to a level that keeps away storm water from flowing in. The trench covers will be constructed such as to allow easy access to the trench by means of handles or otherwise installed for every fourth slab. Concrete cable trenches shall be adequately drained to soak pits of adequate capacity or shall be connected to the general drainage system such that they will remain as dry as possible. The trench covers will be fitted into grooved sides of the trench walls for a flush top of trench and covers. Where the cable trench is crossing roads the ducts shall be constructed in such way that they will be able to withstand the weight imposed on them.

Power cables and control cables shall be laid on suitable galvanized cable racks or cable trays and in separate trenches. Cable entries into buildings shall be sealed to prevent the entry of dust, vermin water, etc., using suitable materials.

#### BUILDER'S WORK

# Setting out Walling

The Contractor shall provide proper setting out rods and set out all work on the same for courses, openings, heights, etc. and shall build the walls and piers, etc. to the widths, depths and heights indicated on the drawings and as directed and approved by the Project Manager.

# Materials

a) Cement

Cement shall be as described in concrete Works, Part 6B.

# b) Fine Aggregates

Fine aggregates for concrete blocks shall be as described for fine aggregate in Concrete Works.

#### c) Coarse Aggregate

Coarse aggregate for concrete blocks shall be good, hard, clean aggregates from an approved quarry. It shall be free from all de-composted materials and shall be graded up to 7 mm, and all as described for coarse aggregate, Concrete Works.

# Concrete Blocks

Concrete blocks for walling shall be provided by the Contractor complying with B.S. 6073, and made in approved block manufacturing machines.

Minimum thickness of blocks in external walls shall be 200 mm, and in internal walls the thickness shall be minimum 150 mm.

Blocks in external walls shall be hollow type. The volume of the cavities shall be not more than 50 % of the gross volume, and the dimensions of the cavities arranged so that each cavity is vertically continuous when the blocks are bonded. Blocks in internal walls shall be of the solid type. Samples of the

proposed block types shall be approved by the Project Manager before any walling work is commenced.

Blocks shall be cast under sheds in suitable block manufacturing machines either power driven or hand operated. The form shall be of steel, and accurately made to size to give the required shape and squareness of block. The concrete shall be vibrated during casting to achieve a dense and uniform concrete. The material shall contain only sufficient water to obtain full chemical reaction of the cement and to give proper workability of the constituents.

The ratio of combined aggregate to cement shall not exceed 3:1. The Contractor shall present his proposal for mix recipe supported by test results for the Project Manager's approval.

Concrete shall have minimum 28 days strength of 20 N/mm2 in accordance with B.S. 1881. Mixing shall take place in mechanical mixers so as to thoroughly mix the constituents to a uniform consistency before casting.

On removal from the machine the blocks shall be carefully deposited on edge on boarding or a clean concrete floor under sheds so as to prevent drying out by the sun for 3 days. During this time blocks shall be kept constantly damp. The blocks may then be laid on edge in the open and kept damp by spraying or covering with wet hessian or by other means for a further 5 days. The blocks may then be stacked if required, but not more than one metre high, and in such a way as to prevent damage to the edges and corners.

No blocks may be used in building or be transported to site before having reached required 28 days strength criterion. All concrete blocks shall be of even texture and properly mixed ingredients and all portions of the block shall be properly set and hardened concrete.

Blocks shall be free from cracks or blemishes and shall be true to shape and size with clean sharp edges and corners and with corners truly square. Damaged blocks shall immediately be removed from the site. No dimension of a block shall deviate individually by more than 3 mm from the correct size. The average length, width and height of a sample of 15 blocks should neither be longer nor less than 2 mm than the correct size.

Dressed natural stone blocks at least 200mm width shall be used for this project. Machine cut stones 200mm width may be used as an alternative to project managers approval.

#### Cement Mortar

The cement mortar is to be mixed in the proportions of 1 Cement, 4 Sand, and thoroughly incorporated with a sufficiency of water. Any cement mortar which has been left for more than one hour shall not be used in the Works.

# **Building Walling**

All blockwork shall be laid in raking stretcher bond solidly bedded, jointed and flushed up in mortar. Where wall faces are to be plastered the joints shall be raked out to form a key. The blocks shall be thoroughly wetted for at least 24

hour before laying. Walls shall be carried up evenly course by course. During laying an open joint not less than 15 mm wide shall be left between the ends of all concrete lintels, whether pre-cast or cast in-situ and the blocks adjacent to these ends. These open joints shall be left as long as possible during construction and not filled until plastering or other works render such filling necessary. All such joints shall be properly filled in before the completion of the work. External walls shall be reinforced with two 8 mm high yield steel bars in every alternate mortar joint.

Blockwork which is not to be rendered or plastered shall be finished with a fair face and the blocks shall be selected for even texture and unmarked faces, regular shape and square unbroken arrisses. The blockwork shall be pointed as the work proceeds with a neat joint. Where blockwork is the be rendered or plastered the joint shall be raked out 10 mm deep as the work proceeds to form an adequate key. External wall finish to be with wall master.

galvanised steel ties with fishtailed end cast into the concrete spaced at alternate courses and extending not less than 150 mm into the block joints. All mortar joints are not to exceed 15 mm or less than 12 mm.

#### Lintels

Concrete lintels shall be used for all openings and shall be reinforced with four 12 mm high yield steel bars. Lintels shall have a minimum bearing of 500 mm at the ends.

# Structural Steelworks Switchgear building

Structural steelwork shall be shop-fabricated from structural shapes of medium grade carbon steel in suitable lengths for easy transport and erection. The structural members shall be jointed or fixed on site by bolting or welding. Site welds should be minimised.

All workmanship and fabrication shall be in accordance with the best practice and shall generally comply with the requirements of B.S. 449. The greatest accuracy shall be observed to ensure that all parts fit together correctly on erection within the tolerances stated in this section. Steelworks shall include all materials, bolts and attachments, cleats, brackets, gussets, etc.

Where required in the Contract, the Contractor shall design the steelwork to comply with the information given on the Contract Drawings. Loading and factors of safety shall comply with relevant codes and regulations. Shop drawings shall be prepared using welding symbols to B.S. 499 where appropriate. design calculations and shop drawings must be submitted to the Project Manager for his approval prior to fabrication of members. The approval of shop drawings and calculations by the Project Manager shall not relieve the Contractor of the full responsibility for any discrepancies, errors, omissions or failure arising therefrom.

All steelwork shall be transported, handled, stored on Site and erected so that members are not damaged or subjected to excessive stresses. Fabrication and erection shall comply with B.S. 5950 Part 2.

### Roofing

Materials, accessories and fixings shall be ordered from an approved supplier and the Contractor shall as and when required by the Project Manager, submit and deliver samples of nay materials for inspection and testing.

Roof sheeting shall be hot dip galvanised troughed mild steel sheeting and shall be of minimum thickness 0.5 mm. The sheeting shall have approved plastic coating on face side. Type and brand of such sheeting shall be proposed by the Contractor with his Tender together with supporting specifications.

The sheets shall be laid with 200 mm end laps and double corrugation side laps away from the prevailing wind. The sheets shall be fixed to lightgauge steel purlins with galvanised coach screws and seating washers.

Holes for screws shall be carefully drilled in the ridges of the corrugations. Great care shall be exercised to avoid damage and disfiguration to the surface coating of the sheets. At eaves and exposed edges the corrugations shall be closed with purpose made corrugation closers.

Maximum load acting on the building in accordance with local or regional standards.

Insulation sheeting shall be laid before iron sheets are installed.

# Switchgear building - ceiling

Entire building is to have ceilings consisting of fore-manufactured sheets, mounted on steel rails jointed to roof structures. The ceiling to fire proof.

#### Roof Drainage

Gutters and down pipes shall, unless otherwise shown on the drawings, be approved plastic coated steel of diameters 200 mm and 150 mm respectively. One down pipe shall be provided for approximately every 50 m2 roof area.

Joints shall be lapped 150 mm in the direction of the flow and soldered. Slip joints shall be provided to allow for expansion. All hangers, brackets, and fastenings should be of the same metal as the gutter or of compatible materials. Gutters and down pipes including supports shall be designed for a concentrated load of 100 kg. Screens or strainers shall be provided to prevent debris from clogging the down pipes.

#### Metalwork

Unless otherwise specified, metalwork shall be carried out in accordance with the provision of B.S. 5950 and other relevant BSI standards.

All steel shall unless otherwise specified, be hot dip galvanised.

Prior to fabrication the Contractor shall submit shop drawings to the Project Manager for approval.

# **Metal Doors**

a) General

Metal doors shall be supplied by approved manufacturers.

All doors shall be painted as specified under Painting and Decorating. All locks shall be master-keyed with three master keys supplied in addition to three regular keys for each door or gate.

Doors shall be measured by the number of doors of specified dimensions. The rate shall include all supplies, site works, painting and hardware.

### b) Doors

Door frames shall be pressed steel frames made from minimum 2 mm thick steel sheeting and reinforced where door closers are fixed.

Thresholds shall be made from rolled steel sheeting approximately 100 mm wide and 12 mm high.

Door shall be filled with mineral wool acoustic insulation and lined both sides with steel sheeting minimum 1.25 mm thick. Total thickness of door shall be 45-55 mm.

All doors shall have fire rating Class A 30.

Placing of doors in accordance with Switchgear building drawing.

Internal door frames are to be built to walls truly vertical and square with six ties per frame.

External door frames are to be built in to walls truly vertical and square with eight/ten ties per frame.

All door frames are to be from an approved manufacturer and illustrated in the Manufacturer's Catalogue.

Door frames are to be complete with 100 mm, loose pin steel hinges welded in position and adjustable striking plate.

Frames shall generally be built-in during construction of the walls and securely fixed. A gap shall be left between the top of the frame and the soffit of the lintel during construction. Frames shall be adequately strutted to prevent distortion and shall be protected from damage during other work.

Door frames and similar components shall be fixed with countersunk screws or bolts with heads set into the frames.

Walls shall be built as close as possible to the frames and the gap filled solid with mortar at each course. Render shall be neatly brought up to the frame and well tamped into any remaining cavities. The junctions between window frames or external door frames and external finish or blockwork shall be caulked tight with approved mastic or mortar wherever required, and neatly pointed. Mastic so used shall have long-term resistance against weather, insects and ultra-violet light.

Doors wider than 800 mm shall have three 100 mm hinges. Other doors may have two hinges except where specified or detailed otherwise.

Door stops shall be fitted by screwed fixings where necessary.

The following type of timber doors shall be used unless otherwise instructed by the Project Manager and shall be of approved manufacture, true to shape and free from twists or warps:

internal doors shall be hollow core doors consisting of skeleton frames covered with 4 mm plywood for painting. They shall be 47 mm thick overall unless otherwise approved.

# Aluminium or Steel Windows

Unless otherwise indicated windows shall consist of aluminium subframe with 6mm clear glass. Windows shall be from an approved supplier and the details thereof shall be approved by the Project Manager. Windows shall be operable and provided with corrosion resistant metal insect screens.

Frames shall generally be built-in during construction of the walls and securely fixed.

Placing of windows in accordance with Laboratory building drawings. Widows are to be built in to walls truly vertical square with six ties per frame.

All aluminium or steel windows are to be from an approved manufacturer and illustrated in the Manufacturer's Catalogue.

Windows are to be fitted complete with casement fastening, stays etc. All windows shall have approved burglar bars, and approved means of opening/locking.

# Door and Window Furniture

Ironmongery shall be strongly made, well finished, good quality "stock pattern" articles. Ironmongery for windows and doors shall be galvanised or other approved manufacture for external use. Samples of all items shall be submitted to the Project Manager for approval before they are used for the Works.

All doors shall be lockable. External doors shall have approved security locks.

Three keys for each lock, clearly labelled, shall be handled over to the Project Manager and all ironmongery shall be cleaned, oiled, adjusted and left in perfect working order.

To avoid damage in the room/building any pressure shall be released through the openings as described.

Location of these openings must be beneath the ceiling on both longitudinal walls in the switch-gear room. The Contractor must calculate number and size of this pressure openings, and submit his proposal for approval.

# Switchgear building

#### SCHEDULE OF MATERIALS AND FINISH

FLOOR-Terrazzo WALLS-Internal painting , Extenal Wall master CEILING- Fire proof

#### NOTES:

Sheets for ceilings = prefabricated/-manufactured colour and type in accordion with approval of the employer. Fireproof

Laboratory building: External/internal colour in accordance with approval of the employer.

#### PLASTER AND FLOOR COVERINGS

#### Materials

Cement and water to be as before described. The sand to be screened through a sieve of 10 to 15 and meshes to 1 cm and to be washed if directed.

# **Mixing**

All materials for mixing are to be used in proper gauge boxes and they are to be strike measured and not tamped down in boxes. Proper non-absorbent stages are to be used for mixing and storing mortar. No foreign matter must be mixed with the mortar.

The materials are to be mixed dry before adding water through a fine hose spray. No cement mortar which has taken its initial set will be allowed to be used.

### Plaster Thickness

Unless otherwise specified all wall plasters should not be less than 13 mm thick and not more than 19 mm thick.

#### Cement Plaster

Cement plaster for external use to be composed of one part cement to four parts sand and for internal use to be one part cement to five parts sand.

# Form Key

Rake out joints and roughen if necessary to form key for plaster.

For concrete surfaces, hack and apply 1:1 cement sand slush to form key. Continuously wet for 7 days and then apply plaster.

All brickwork and concrete works should be brushed down to remove dust and any other loose material.

#### Wetting

All internal and external brick or concrete surfaces are to be wetted well before plastering.

All cement plaster must be kept wet for at least 7 days.

# Repairing Defects

All defective plaster, cracks, hollows, etc., are to be cut out to a rectangular shape, the edges undercut to form a dovetail key and to be made good to finish flush with the edge of the surrounding plasterwork.

All patches will be to the approval of the Project Manager and if the defects can not be made good satisfactorily then the whole surface is to be removed and replastered at the Contractor's expense.

#### GLAZING AND PAINTING

### Glass

All glass is to be of approved manufacture, free from bubbles, waveness, scratches or other imperfections and is to be well bedded, puttied and backputtied and secured with glazing pins or clips in steel sashes or with sprigs in wood sashes.

All glass shall be carefully cut to the required sizes so that all panes of figured or textured glass are uniform in appearance with the pattern parallel to the edges and wired glass shall be so cut that the wires are parallel to the edges.

#### Putty

Putty for glazing to steel sashes is to be of approved proprietary brand.. Rebates are to be thoroughly back puttied before glazing and all putty is to be carefully trimmed and cleaned off so that back putty finishes level with the top of sections internally, external putty covers sight lines exactly and finished straight and true. Rough surfaces to putty will not be allowed and any defective putty will be cut out and replaced at the Contractor's expense.

Rebates of wood sashes are to be given one coat of priming immediately before glazing.

#### Mirrors

Glass mirrors are to be of the thickness specified, of selected quality glass, silvered on back, with protective sealing coat and arrised edges, unless otherwise described.

# Generally

Allow for removing and replacing all cracked, broken or defective glass and leave thoroughly clean and perfect at completion.

#### Materials for Decoration

All paints, primers, varnishes, emulsions, stopping, etc., to be of approved manufacture.

The contractor is to use proprietary ready mixed paints obtained from an approved supplier.

When a coat of proprietary paint is applied, the manufacturer's priming and previous coats suitable for the particular type are to be used.

All materials must be brought on to the site in unopened tins, and no dilution or adulteration will be permitted, unless approved by the Project Manager.

### **Emulsion Paint**

Emulsion paint shall be PVA (Polyvinyl Acetate) alkali-resisting formulated with high washability and capable of resisting a 8 000 scrub test. The first coat to be specially formulated base coat for direct application to the specified surface.

### **Fillers**

Higher grade cellulose fillers are to be used internally and premixed filler to be used externally.

### **High Gloss Paints**

Primers for application to bare metal to be red oxide primer for iron and steel. For galvanised metal to be an approved zinc chromate or galvanised iron primer. For application on wood or plaster etc., to be an approved alkali primer.

#### Finish enamels

Finish enamels to be synthetic enamel high capacity paint with high coverage and high gloss finish unless otherwise described.

### Workmanship

All surfaces are to be free from moisture, dust, grease and dirt and rubbed down smooth according to approved practice.

All plaster to be free from efflorescence and treated with one coat of petrifying liquid, approved sealer or alkali primer if required. Hardwall plaster to be glass papered before decorating.

Rectifying defects to decorated surfaces due to dampness, efflorescence, chemical reaction, etc., will be to the Contractor's account, as these surfaces must be checked and the appropriate precautions taken before applying the decoration.

Metalwork must be scraped free of rust, primed as described and finished as later specified.

Galvanised sheet iron, pipes, etc., are to be cleaned down to remove manufacturer's ammoniated dichromate protective covering, primed as described and finished as later specified.

Coated pipes are to be cleaned down, stopped and primed with one coat of aluminium primer and finished as later specified.

All knots in woodwork to be treated to prevent bleeding. Large or loose knots to be cut out and be replaced with sound wood, or cut back and filled. Small knots to be treated with two thin coats of Shellac in methylated spirits. Woodwork to be glass papered to a smooth surface with all sharp arrises removed, all cracks,

crevices, holes, etc., to be scraped out, primed as described and stopped with hard stopping, faced up and rubbed down to an even surface and finished as later specified.

All metal and woodwork to have the specified number of coats in addition to the priming coat.

Every coat of paint must be a good covering coat and must dry hard and be well rubbed down to a smooth surface before the next coat is applied, otherwise the Contractor will be required to apply extra coats at his own expense.

Each coat of paint to be of a distinctive colour: sample colours are to be prepared for the final coat which is to be an approved colour scheme and must not be applied without the permission of the Project Manager. After undercoats are on, the painter shall check all work and grainfill as necessary with filler as described.

# NOTE:

- a) All paints specified are to be obtained from an approved manufacturer and used in strict accordance with their instructions. Their representative will check the paints being used and the method of application and will advise accordingly.
- b) This section of the work to be carried out by an approved firm of decorators who must allow for the very best finish possible and of the highest quality obtainable.
- c) The prices must allow for the removal and refitting of all beads, fittings, fastenings, ironmongery, etc., removed for decoration purposes to be carried out by skilled tradesmen of the appropriate trade.

#### TESTING FACILITY BUILDING SIZES.

Proposed Laboratory buildings should be in conformity with relevant building codes with regard to room size and safety. The building must meet the requirements described in the scope of work and take into consideration future expansion. Specific requirements of the building are described in clause **4.1.4.1.3** 

### IRONMONGERY AND METALWORK

#### General

All ironmongery shall be of the best respective types required and no alternative articles will be accepted unless approved. Articles described as brass must be

solid brass and not brass finish. Chromium plated articles must be plated satin finish on solid brass or other approved metal.

Where items for ironmongery are required to be fitted to steel door frames, etc., the Contractor must ensure that the Manufacture makes provisions for the correct fitting or lock striking plates, hinges, cleat holes, bolt keeps, etc.

### Locks and Keys

Locks are to be two levers unless otherwise described. All locks are to be provided with two keys which must be handed over to the owner on completion of the Works with identification labels attached.

### <u>Steel</u>

Steelwork for general building construction is to be of approved manufacture complying generally with the appropriate British Standards and free from all defects, oil, dirt, loose rust, scale or other deleterious matter.

#### ELECTRICAL INSTALLATION

# Scope of Works

This section of the specification relates to the supply, installation, testing and commissioning of the complete electrical services within the switchgear building, including:

- 1. LV building
- 2. Lighting
- Small Power

A full specification of the electrical equipment proposed by the contractor shall be included in the Bid.

The Employer reserves the right to reject any of the contractor suppliers if he feels the product does not meet with the contract specification.

#### Electrical Services General Description

The complete electrical installation shall comply with all local standards and rates.

Should there be any conflict between local standards and what has been specified the sub-contractor should draw it to the attention of the Project Manager.

#### Lighting

- a. Luminaries shall be fluorescent lamps except for the toilets and outdoor lighting (except switchyard and perimeter lighting) where GLS lamps can be utilised. In switchgear room: 250 lux is required. In offices 500 lux is required.
- b. All luminaries shall be supplied, installed and tested by the electrical subcontractor.
- c. All metal work on the luminaries shall be connected to an insulated earth protective conductor.

- d. Lighting Control Switches
- e. Outdoor lighting shall be controlled from an automatic photo cell.
- f. Lighting control switches shall be flush pattern with white finished plates.
- g. Grid switches shall have 5 or 10 amp rating, generally where fluorescent discharge luminaries are controlled switches have 10 amp rating where as with low energy PL lamp, 5 amp switches shall be installed.

# Socket Outlets and Accessories

Reference should be made to the Standards given above for details on the socket outlets and accessories.

Socket outlets to be mounted at 300 mm above floor level.

Conduit cast into the building structure shall be of the heavy duty PVC type. PVC conduits shall not be fixed to the surface of the structure.

# **HVAC Installation**

The Contractor shall supply and install the complete system as per the requirements of the testing facility to the project managers approval.

# Fire Safety Facilities

Portable fire extinguishers shall be provided under this Contract. Portable, wall mounted, hand held extinguishers shall be 9 kg pressurized control discharge BCF units. The number of units within the Testing facility shall be a minimum of 15 Number.

The body of the extinguisher shall be seamless, welded and brazed as appropriate.

The extinguisher shall be capable of being released by means of a leveroperated valve provided with a safety pin.

Extinguishers shall be capable of controlled partial discharge.

The type shall be of that recharge unit that is locally available.

The extinguishers shall be walls mounted and attached and located in a manner affording quick release from the supporting bracket. They shall be installed so that the top of the extinguisher is not more than 1.5meters above the floor. In no case shall the clearance between the bottom of the extinguisher and the floor be less than 0.1 meter. The extinguishers shall be positioned so that the instructions for operation face outwards.

The contractor shall install a complete fire detection system.

# **Forms and Procedures**

Form of Completion Certificate	2-78
Form of Operational Acceptance Certificate	
Change Order Procedure and Forms	2-80
Change Order Procedure	2-81
Annex 1. Request for Change Proposal	2-82
Annex 2. Estimate for Change Proposal	2-84
Annex 3. Acceptance of Estimate	2-86
Annex 4. Change Proposal	2-87
Annex 5. Change Order	2-90
Annex 6. Pending Agreement Change Order	2-91
Annex 7. Application for Change Proposal	2-93

# Form of Completion Certificate

Date:
Loan/Credit N°:
IFB N°:
To:
Dear Ladies and/or Gentlemen,
Pursuant to GC Clause 24 (Completion of the Facilities) of the General Conditions of the Contract entered into between yourselves and the Employer dated, relating the, we hereby notify you that the following part(s) of the Facilities wa (were) complete on the date specified below, and that, in accordance with the terms of the Contract, the Employer hereby takes over the said part(s) of the Facilities, together with the responsibility for care and custody and the risk of loss thereof on the date mentioned below.
1. Description of the Facilities or part thereof:
2. Date of Completion:
However, you are required to complete the outstanding items listed in the attachment heretas soon as practicable.
This letter does not relieve you of your obligation to complete the execution of the Facilitie in accordance with the Contract nor of your obligations during the Defect Liability Period.
Very truly yours,
Title
(Project Manager)

# Form of Operational Acceptance Certificate

	Date:
	Loan/Credit N°:
	IFB N°:
	<u> </u>
To:	
Dear Ladies	and/or Gentlemen,
Contract ent	GC Sub-Clause 25.3 (Operational Acceptance) of the General Conditions of the ered into between yourselves and the Employer dated, relating to, we hereby notify you that the Functional
Guarantees of specified bel	of the following part(s) of the Facilities were satisfactorily attained on the date
1.	Description of the Facilities or part thereof:
2.	Date of Operational Acceptance:
	oes not relieve you of your obligation to complete the execution of the Facilities e with the Contract nor of your obligations during the Defect Liability Period.
Very truly ye	ours,
Title	
(Project Mar	nager)

# **Change Order Procedure and Forms**

Date:	
Loan/Credit No:	
IFB N°:	

# **CONTENTS**

- 1. General
- 2. Change Order Log
- 3. References for Changes

# **ANNEXES**

Annex 1	Request for Change Proposal
Annex 2	Estimate for Change Proposal
Annex 3	Acceptance of Estimate
Annex 4	Change Proposal
Annex 5	Change Order
Annex 6	Pending Agreement Change Order
Annex 7	Application for Change Proposal

# **Change Order Procedure**

### 1. General

This section provides samples of procedures and forms for implementing changes in the Facilities during the performance of the Contract in accordance with GC Clause 39 (Change in the Facilities) of the General Conditions.

# 2. Change Order Log

The Contractor shall keep an up-to-date Change Order Log to show the current status of Requests for Change and Changes authorized or pending, as Annex 8. Entries of the Changes in the Change Order Log shall be made to ensure that the log is up-to-date. The Contractor shall attach a copy of the current Change Order Log in the monthly progress report to be submitted to the Employer.

# 3. References for Changes

- (1) Request for Change as referred to in GC Clause 39 shall be serially numbered CR-X-nnn.
- (2) Estimate for Change Proposal as referred to in GC Clause 39 shall be serially numbered CN-X-nnn.
- (3) Acceptance of Estimate as referred to in GC Clause 39 shall be serially numbered CA-X-nnn.
- (4) Change Proposal as referred to in GC Clause 39 shall be serially numbered CP-X-nnn.
- (5) Change Order as referred to in GC Clause 39 shall be serially numbered CO-X-nnn.

Note: (a) Requests for Change issued from the Employer's Home Office and the Site representatives of the Employer shall have the following respective references:

Home Office CR-H-nnn Site CR-S-nnn

(b) The above number "nnn" is the same for Request for Change, Estimate for Change Proposal, Acceptance of Estimate, Change Proposal and Change Order.

# **Annex 1. Request for Change Proposal**

(Employer's Letterhead)

To:		Date:
Atte	ntion	:
		Name: Number:
Dea	r Ladi	ies and/or Gentlemen:
Prop		rence to the captioned Contract, you are requested to prepare and submit a Change for the Change noted below in accordance with the following instructions within days of the date of this letter
1.	Title	e of Change:
2.	Cha	nge Request No
3.	Orig	ginator of Change: Employer: Contractor (by Application for Change Proposal No6:
4.	Brie	ef Description of Change:
5.	Faci	ilities and/or Item No. of equipment related to the requested Change:
6.	Refe	erence drawings and/or technical documents for the request of Change:
	Dra	wing No./Document No. Description
7.	Deta	ailed conditions or special requirements on the requested Change:
8.	Gen	eral Terms and Conditions:
	(a)	Please submit your estimate to us showing what effect the requested Change will have on the Contract Price.
	(b)	Your estimate shall include your claim for the additional time, if any, for completion of the requested Change.

- (c) If you have any opinion negative to the adoption of the requested Change in connection with the conformability to the other provisions of the Contract or the safety of the Plant or Facilities, please inform us of your opinion in your proposal of revised provisions.
- (d) Any increase or decrease in the work of the Contractor relating to the services of its personnel shall be calculated.
- (e) You shall not proceed with the execution of the work for the requested Change until we have accepted and confirmed the amount and nature in writing.

(Employer's Name)		
(Signature)		
(Name of signatory)		
(Title of signatory)		

# **Annex 2. Estimate for Change Proposal**

(Contractor's Letterhead)

To: _				Date:
Atte	ntion:			
			er:	
Dear	· Ladi	es and	l/or Gentlemen:	
approsub- cost	oxima Claus of pre	ate cos se 39.2 eparin	to your Request for Change Proposal, we are st of preparing the below-referenced Change Proposal, of the General Conditions. We acknowledge the Change Proposal, in accordance with GC Stag the cost for change work.	poposal in accordance with GC ge that your agreement to the
1.	Title	of Cl	nange:	
2.	Chai	nge Ro	equest No./Rev.:	
3.	Brie	f Desc	cription of Change:	
4.	Sche	eduled	Impact of Change:	-
5.	Cost	for P	reparation of Change Proposal:	
	(a)	Engi	neering	(Amount)
		(i) (ii)	Engineer hrs x rate/hr =  Draftsperson hrs x rate/hr =  Sub-total hrs	
			Total Engineering Cost	
	(b)	Othe	er Cost	
	Tota	l Cost	t(a) + (b)	

<sup>&</sup>lt;sup>7</sup> Costs shall be in the currencies of the Contract.

(Contractor's Name)	
(Signature)	
(Name of signatory)	
(Title of signatory)	

# Annex 3. Acceptance of Estimate

(Employer's Letterhead)

То:	: Date:	
Atte	tention:	
	ntract Name:ntract Number:	
Dea	ar Ladies and/or Gentlemen:	
	e hereby accept your Estimate for Change Proposal and agree that you show preparation of the Change Proposal.	ould proceed with
1.	Title of Change:	
2.	Change Request No./Rev.:	
3.	Estimate for Change Proposal No./Rev.:	
4.	Acceptance of Estimate No./Rev.:	
5.	Brief Description of Change:	
6.	Other Terms and Conditions: In the event that we decide not to accepted, you shall be entitled to compensation for the cost of prepa Proposal described in your Estimate for Change Proposal mentioned in accordance with GC Clause 39 of the General Conditions.	ration of Change
(En	mployer's Name)	
(Sig	gnature)	
(Na	ame and Title of signatory)	

# **Annex 4. Change Proposal**

(Contractor's Letterhead)

То:	Date:	
Atte	ention:	
	tract Name: tract Number:	
Dea	r Ladies and/or Gentlemen:	
	esponse to your Request for Change Proposal No, weby submit our proposal as follows:	76
1.	Title of Change:	
2.	Change Proposal No./Rev.:	
3.	Originator of Change: Employer: [	
4.	Brief Description of Change:	
5.	Reasons for Change:	
6.	Facilities and/or Item No. of Equipment related to the requested Change	e
7.	Reference drawings and/or technical documents for the requested Change:	
	<u>Drawing/Document No.</u> <u>Description</u>	
8.	Estimate of increase/decrease to the Contract Price resulting from Change Proposal: <sup>8</sup>	
	(Amount)	
	(a) Direct material	
	(b) Major construction equipment	

<sup>&</sup>lt;sup>8</sup> Costs shall be in the currencies of the Contract.

9.

10.

11.

12.

13.

(c)	Direct field labor (Total hrs)
(d)	Subcontracts
(e)	Indirect material and labor
(f)	Site supervision
(g)	Head office technical staff salaries
	Process engineer hrs @ rate/hr Project engineer hrs @ rate/hr Equipment engineer hrs @ rate/hr Procurement hrs @ rate/hr Draftsperson hrs @ rate/hr Total hrs
(h)	Extraordinary costs (computer, travel, etc.)
(i)	Fee for general administration, % of Items
(j)	Taxes and customs duties
	al lump sum cost of Change Proposal of items (a) to (j))
	to prepare Estimate for Change Proposal  ount payable if Change is not accepted)
Add	itional time for Completion required due to Change Proposal
Effe	ct on the Functional Guarantees
Effe	ct on the other terms and conditions of the Contract
	dity of this Proposal: within [Number] days after receipt of this Proposal by the bloyer
Othe	er terms and conditions of this Change Proposal:
(a)	You are requested to notify us of your acceptance, comments or rejection of this detailed Change Proposal within days from your receipt of this Proposal.
(b)	The amount of any increase and/or decrease shall be taken into account in the adjustment of the Contract Price.

(c)	Contractor's cost for preparation of this Change Proposal: <sup>2</sup>
(Contract	or's Name)
(Signature	e)
(Name of	signatory)
(Title of s	signatory)

 $<sup>^{2}</sup>$  Specify where necessary.

# Annex 5. Change Order

(Employer's Letterhead)

То:				Date:	
Atte	ention:				
	ntract Name:ntract Number:				
Dea	nr Ladies and/or Gentlem	en:			
and	approve the Change Ore agree to adjust the Con attract in accordance with	tract Price,	Time for Completi	on and/or other condition	
1.	Title of Change:				
2.	Change Request No./R	.ev.:			
3.	Change Order No./Rev	7. <b>:</b>			
4.	Originator of Change:				
5.	Authorized Price:				
	Ref. No.:Foreign currency portion			Date:	
6.	Adjustment of Time for	or Completio	on		
	None	Increase _	days	Decrease	days
7.	Other effects, if any				
Aut	chorized by:(Employer)			Date:	
Acc	cepted by:(Contractor)			Date:	

# Annex 6. Pending Agreement Change Order

(Employer's Letterhead)

То:	Date:
Atte	ntion:
Con	tract Name:tract Number: /
Dear	r Ladies and/or Gentlemen:
	instruct you to carry out the work in the Change Order detailed below in accordance with Clause 39 of the General Conditions.
1.	Title of Change:
2.	Employer's Request for Change Proposal No./Rev.:dated:
3.	Contractor's Change Proposal No./Rev.: dated:
4.	Brief Description of Change:
5.	Facilities and/or Item No. of equipment related to the requested Change:
6.	Reference Drawings and/or technical documents for the requested Change:
	<u>Drawing/Document No.</u> <u>Description</u>
7.	Adjustment of Time for Completion:
8.	Other change in the Contract terms:
9.	Other terms and conditions:

2-92	Section VI. Employer's Requirements
(Employer's Name)	
(Employer & Nume)	
(Signature)	
(Name of signatory)	

(Title of signatory)

# **Annex 7. Application for Change Proposal**

(Contractor's Letterhead)

То:	Date: _	
Atte	ention:	
	ntract Name:ntract Number:	
Dea	ar Ladies and/or Gentlemen:	
We	hereby propose that the below-mentioned work be treated as a Change	in the Facilities.
1.	Title of Change:	
2.	Application for Change Proposal No./Rev.:	dated:
3.	Brief Description of Change:	
4.	Reasons for Change:	
5.	Order of Magnitude Estimation (in the currencies of the Contract):	
6.	Scheduled Impact of Change:	
7.	Effect on Functional Guarantees, if any:	
8.	Appendix:	
(Co	ontractor's Name)	-
(Sig	gnature)	-
(Na	ame of signatory)	-
(Tit	tle of signatory)	-

# **Drawings**

### **Supplementary Information**

# PART 3 – Conditions of Contract and Contract Forms

### **Section VII. General Conditions (GC)**

### Table of Clauses

<b>A.</b>	Contract and Interpretation	3-5
1.	Definitions	3-5
2.	Contract Documents	3-8
3.	Interpretation	3-8
4.	Communications	3-10
5.	Law and Language	3-10
6.	Fraud and Corruption	3-10
В.	Subject Matter of Contract	3-12
7.	Scope of Facilities	3-12
8.	Time for Commencement and Completion	3-13
9.	Contractor's Responsibilities	3-13
10.	Employer's Responsibilities	3-14
C.	Payment	3-16
11.	Contract Price	3-16
12.	Terms of Payment	3-16
13.	Securities	
14.	Taxes and Duties	3-18
D.	Intellectual Property	3-19
15.	License/Use of Technical Information	3-19
16.	Confidential Information	3-20
<b>E.</b>	Execution of the Facilities	3-21
17.	Representatives	3-21
18.	Work Program	3-23
19.	Subcontracting	3-24
20.	Design and Engineering	3-25
21.	Procurement	3-28
22.	Installation	3-30
23.	Test and Inspection	3-38
24.	Completion of the Facilities	3-40

25.	Commissioning and Operational Acceptance	3-42
F.	Guarantees and Liabilities	3-46
26.	Completion Time Guarantee	3-46
27.	Defect Liability	3-47
28.	Functional Guarantees	3-49
29.	Patent Indemnity	3-50
30.	Limitation of Liability	3-51
G.	Risk Distribution	3-51
31.	Transfer of Ownership	3-51
32.	Care of Facilities	3-52
33.	Loss of or Damage to Property; Accident or Injury to Workers; Indemnification	3-53
34.	Insurance	3-55
35.	Unforeseen Conditions	3-57
36.	Change in Laws and Regulations	3-59
37.	Force Majeure	3-59
38.	War Risks	3-61
Н.	Change in Contract Elements	3-62
39.	Change in the Facilities	3-62
40.	Extension of Time for Completion	3-66
41.	Suspension	3-67
42.	Termination	3-69
43.	Assignment	3-76
44.	Export Restrictions	3-76
I.	Claims, Disputes and Arbitration	3-76
45.	Contractor's Claims	3-76
46.	Disputes and Arbitration	3-78

### **General Conditions**

### **Contract and Interpretation**

#### 1. Definitions

1.1 The following words and expressions shall have the meanings hereby assigned to them:

"Contract" means the Contract Agreement entered into between the Employer and the Contractor, together with the Contract Documents referred to therein; they shall constitute the Contract, and the term "the Contract" shall in all such documents be construed accordingly.

"Contract Documents" means the documents listed in Article 1.1 (Contract Documents) of the Contract Agreement (including any amendments thereto).

"GC" means the General Conditions hereof.

"PC" means the Particular Conditions.

"day" means calendar day.

"year" means 365 days.

"month" means calendar month.

"Party" means the Employer or the Contractor, as the context requires, and "Parties" means both of them.

"Employer" means the person **named as such in the PC** and includes the legal successors or permitted assigns of the Employer.

"Project Manager" means the person appointed by the Employer in the manner provided in GC Sub-Clause 17.1 (Project Manager) hereof and **named as such in the PC** to perform the duties delegated by the Employer.

"Contractor" means the person(s) whose bid to perform the Contract has been accepted by the Employer and is named as Contractor in the Contract Agreement, and includes the legal successors or permitted assigns of the Contractor.

"Contractor's Representative" means any person nominated by the Contractor and approved by the Employer in the manner provided in GC Sub-Clause 17.2 (Contractor's Representative and Construction Manager) hereof to perform the duties delegated by the Contractor. "Construction Manager" means the person appointed by the Contractor's Representative in the manner provided in GC Sub-Clause 17.2.4.

"Subcontractor," including manufacturers, means any person to whom execution of any part of the Facilities, including preparation of any design or supply of any Plant, is subcontracted directly or indirectly by the Contractor, and includes its legal successors or permitted assigns.

"Dispute Board" (DB) means the person or persons named as such in the PC appointed by agreement between the Employer and the Contractor to make a decision with respect to any dispute or difference between the Employer and the Contractor referred to him or her by the Parties pursuant to GC Sub-Clause 46.1 (Dispute Board) hereof.

"The Bank" means the financing institution named in the PC.

"Contract Price" means the sum specified in Article 2.1 (Contract Price) of the Contract Agreement, subject to such additions and adjustments thereto or deductions therefrom, as may be made pursuant to the Contract.

"Facilities" means the Plant to be supplied and installed, as well as all the Installation Services to be carried out by the Contractor under the Contract.

"Plant" means permanent plant, equipment, machinery, apparatus, materials, articles and things of all kinds to be provided and incorporated in the Facilities by the Contractor under the Contract (including the spare parts to be supplied by the Contractor under GC Sub-Clause 7.3 hereof), but does not include Contractor's Equipment.

"Installation Services" means all those services ancillary to the supply of the Plant for the Facilities, to be provided by the Contractor under the Contract, such as transportation and provision of marine or other similar insurance, inspection, expediting, site preparation works (including the provision and use of Contractor's Equipment and the supply of all construction materials required), installation, testing, precommissioning, commissioning, operations, maintenance, the provision of operations and maintenance manuals, training, etc... as the case may require.

"Contractor's Equipment" means all facilities, equipment, machinery, tools, apparatus, appliances or things of every kind required in or for installation, completion and maintenance of Facilities that are to be provided by the Contractor, but does not include Plant, or other things intended to form or forming part of the Facilities.

"Country of Origin" means the countries and territories eligible under the rules of the Bank as further **elaborated in the PC.** 

"Site" means the land and other places upon which the Facilities are to be installed, and such other land or places as may be specified in the Contract as forming part of the Site.

"Effective Date" means the date of fulfillment of all conditions stated in Article 3 (Effective Date) of the Contract Agreement, from which the Time for Completion shall be counted.

"Time for Completion" means the time within which Completion of the Facilities as a whole (or of a part of the Facilities where a separate Time for Completion of such part has been prescribed) is to be attained, as referred to in GC Clause 8 and in accordance with the relevant provisions of the Contract.

"Completion" means that the Facilities (or a specific part thereof where specific parts are specified in the Contract) have been completed operationally and structurally and put in a tight and clean condition, that all work in respect of Precommissioning of the Facilities or such specific part thereof has been completed, and that the Facilities or specific part thereof are ready for Commissioning as provided in GC Clause 24 (Completion) hereof.

"Precommissioning" means the testing, checking and other requirements specified in the Employer's Requirements that are to be carried out by the Contractor in preparation for Commissioning as provided in GC Clause 24 (Completion) hereof.

"Commissioning" means operation of the Facilities or any part thereof by the Contractor following Completion, which operation is to be carried out by the Contractor as provided in GC Sub-Clause 25.1 (Commissioning) hereof, for the purpose of carrying out Guarantee Test(s).

"Guarantee Test(s)" means the test(s) specified in the Employer's Requirements to be carried out to ascertain whether the Facilities or a specified part thereof is able to attain the Functional Guarantees specified in the Appendix to the Contract Agreement titled Functional Guarantees, in accordance with the provisions of GC Sub-Clause 25.2 (Guarantee Test) hereof.

"Operational Acceptance" means the acceptance by the Employer of the Facilities (or any part of the Facilities where the Contract provides for acceptance of the Facilities in parts), which certifies the Contractor's fulfillment of the Contract in respect of Functional Guarantees of the Facilities (or the relevant part thereof) in accordance with the provisions of GC Clause 28 (Functional Guarantees) hereof and shall include deemed acceptance in accordance with GC Clause 25 (Commissioning and Operational Acceptance) hereof.

"Defect Liability Period" means the period of validity of the warranties given by the Contractor commencing at Completion of the Facilities or a part thereof, during which the Contractor is responsible for defects with respect to the Facilities (or the relevant part thereof) as provided in GC Clause 27 (Defect Liability) hereof.

### 2. Contract Documents

2.1 Subject to Article 1.2 (Order of Precedence) of the Contract Agreement, all documents forming part of the Contract (and all parts thereof) are intended to be correlative, complementary and mutually explanatory. The Contract shall be read as a whole.

### 3. Interpretation

- 3.1 In the Contract, except where the context requires otherwise:
  - (a) words indicating one gender include all genders;
  - (b) words indicating the singular also include the plural and words indicating the plural also include the singular;
  - (c) provisions including the word "agree," "agreed," or "agreement" require the agreement to be recorded in writing;
  - (d) the word "tender" is synonymous with "bid," "tenderer," with "bidder," and "tender documents" with "bidding documents," and
  - (e) "written" or "in writing" means hand-written, type-written, printed or electronically made, and resulting in a permanent record.

The marginal words and other headings shall not be taken into consideration in the interpretation of these Conditions.

### 3.2 <u>Incoterms</u>

Unless inconsistent with any provision of the Contract, the meaning of any trade term and the rights and obligations of Parties thereunder shall be as prescribed by *Incoterms*.

Incoterms means international rules for interpreting trade terms published by the International Chamber of Commerce (latest edition), 38 Cours Albert 1<sup>er</sup>, 75008 Paris, France.

### 3.4 Entire Agreement

Subject to GC Sub-Clause 16.4 hereof, the Contract constitutes the entire agreement between the Employer and Contractor with respect to the subject matter of Contract and supersedes all communications, negotiations and agreements (whether written or oral) of Parties with respect thereto made prior to the date of Contract.

### 3.5 Amendment

No amendment or other variation of the Contract shall be effective unless it is in writing, is dated, expressly refers to the Contract, and is signed by a duly authorized representative of each Party hereto.

### 3.6 <u>Independent Contractor</u>

The Contractor shall be an independent contractor performing the Contract. The Contract does not create any agency, partnership, joint venture or other joint relationship between the Parties hereto. Subject to the provisions of the Contract, the Contractor shall be solely responsible for the manner in which the Contract is performed. All employees, representatives or Subcontractors engaged by the Contractor in connection with the performance of the Contract shall be under the complete control of the Contractor and shall not be deemed to be employees of the Employer, and nothing contained in the Contract or in any subcontract awarded by the Contractor shall be construed to create any contractual relationship between any such employees, representatives or Subcontractors and the Employer.

### 3.7 Non-Waiver

- 3.7.1 Subject to GC Sub-Clause 3.7.2 below, no relaxation, forbearance, delay or indulgence by either Party in enforcing any of the terms and conditions of the Contract or the granting of time by either Party to the other shall prejudice, affect or restrict the rights of that Party under the Contract, nor shall any waiver by either Party of any breach of Contract operate as waiver of any subsequent or continuing breach of Contract.
- 3.7.2 Any waiver of a Party's rights, powers or remedies under the Contract must be in writing, must be dated and signed by an authorized representative of the Party granting such

waiver, and must specify the right and the extent to which it is being waived.

### 3.8 Severability

If any provision or condition of the Contract is prohibited or rendered invalid or unenforceable, such prohibition, invalidity or unenforceability shall not affect the validity or enforceability of any other provisions and conditions of the Contract.

### 3.9 Country of Origin

"Origin" means the place where the plant and component parts thereof are mined, grown, produced or manufactured, and from which the services are provided. Plant components are produced when, through manufacturing, processing, or substantial or major assembling of components, a commercially recognized product results that is substantially in its basic characteristics or in purpose or utility from its components.

### 4. Communications

- 4.1 Wherever these Conditions provide for the giving or issuing of approvals, certificates, consents, determinations, notices, requests and discharges, these communications shall be:
  - (a) in writing and delivered against receipt; and
  - (b) delivered, sent or transmitted to the address for the recipient's communications as stated in the Contract Agreement.

When a certificate is issued to a Party, the certifier shall send a copy to the other Party. When a notice is issued to a Party, by the other Party or the Project Manager, a copy shall be sent to the Project Manager or the other Party, as the case may be.

### 5. Law and Language

- 5.1 The Contract shall be governed by and interpreted in accordance with laws of the country **specified in the PC.**
- 5.2 The ruling language of the Contract shall be that **stated in the PC.**
- 5.3 The language for communications shall be the ruling language unless otherwise **stated in the PC.**

### 6. Fraud and Corruption

6.1 If the Employer determines that the Contractor and/or any of its personnel, or its agents, or its Subcontractors, subconsultants, services providers, suppliers and/or their employees has engaged in corrupt, fraudulent, collusive coercive, or obstructive practices, in competing for or in executing the Contract, then the Employer may, after giving 14 days notice to the Contractor, terminate the Contractor's employment under

the Contract and expel him from the Site, and the provisions of Clause 42 shall apply as if such expulsion had been made under Sub-Clause 42.2.1 (c).

For the purposes of this Sub-Clause,

- (i) "corrupt practice" is the offering, giving, receiving or soliciting, directly or indirectly, of anything of value to influence improperly the actions of another party<sup>9</sup>;
- (ii) "fraudulent practice" is any act or omission, including a misrepresentation, that knowingly or recklessly misleads, or attempts to mislead, a party to obtain a financial or other benefit or to avoid an obligation<sup>10</sup>;
- (iii) "collusive practice" is an arrangement between two or more parties<sup>11</sup> designed to achieve an improper purpose, including to influence improperly the actions of another party;
- (iv) "coercive practice" is impairing or harming, or threatening to impair or harm, directly or indirectly, any party<sup>12</sup> or the property of the party to influence improperly the actions of a party;
- (v) "obstructive practice" is
  - (aa) deliberately destroying, falsifying, altering or concealing of evidence material to the investigation or making false statements to investigators in order to materially impede a Bank investigation into allegations of a corrupt, fraudulent, coercive or collusive practice; and/or threatening, harassing or intimidating any party to prevent it from disclosing its knowledge of matters relevant to the investigation or from pursuing the investigation, or
  - (bb) acts intended to materially impede the exercise of the Bank's inspection and audit rights

\_

<sup>&</sup>quot;Another party" refers to a public official acting in relation to the procurement process or contract execution]. In this context, "public official" includes World Bank staff and employees of other organizations taking or reviewing procurement decisions.

<sup>&</sup>quot;Party" refers to a public official; the terms "benefit" and "obligation" relate to the procurement process or contract execution; and the "act or omission" is intended to influence the procurement process or contract execution.

<sup>&</sup>quot;Parties" refers to participants in the procurement process (including public officials) attempting to establish bid prices at artificial, non competitive levels.

<sup>&</sup>quot;Party" refers to a participant in the procurement process or contract execution.

### provided for under Sub-Clause 9.8.

### **Subject Matter of Contract**

### 7. Scope of Facilities

- 7.1 Unless otherwise expressly limited in the Employer's Requirements, the Contractor's obligations cover the provision of all Plant and the performance of all Installation Services required for the design, and the manufacture (including procurement, quality assurance, construction, installation, associated civil works, Precommissioning and delivery) of the Plant, and the installation, completion and commissioning of the Facilities in accordance with the plans, procedures, specifications, drawings, codes and any other documents as specified in the Section, Employer's Requirements. specifications include, but are not limited to, the provision of supervision and engineering services; the supply of labor, materials, equipment, spare parts (as specified in GC Sub-Clause 7.3 below) and accessories; Contractor's Equipment; construction utilities and supplies; temporary materials, structures and facilities; transportation (including, without limitation, unloading and hauling to, from and at the Site); and storage, except for those supplies, works and services that will be provided or performed by the Employer, as set forth in the Appendix to the Contract Agreement titled Scope of Works and Supply by the Employer.
- 7.2 The Contractor shall, unless specifically excluded in the Contract, perform all such work and/or supply all such items and materials not specifically mentioned in the Contract but that can be reasonably inferred from the Contract as being required for attaining Completion of the Facilities as if such work and/or items and materials were expressly mentioned in the Contract.
- 7.3 In addition to the supply of Mandatory Spare Parts included in the Contract, the Contractor agrees to supply spare parts required for the operation and maintenance of the Facilities for the period **specified in the PC** and the provisions, if any, **specified in the PC**. However, the identity, specifications and quantities of such spare parts and the terms and conditions relating to the supply thereof are to be agreed between the Employer and the Contractor, and the price of such spare parts shall be that given in Price Schedule No. 6, which shall be added to the Contract Price. The price of such spare parts shall include the purchase price therefor and other costs and expenses (including the Contractor's fees) relating to the supply

of spare parts.

### 8. Time for Commencement and Completion

- 8.1 The Contractor shall commence work on the Facilities within the period **specified in the PC** and without prejudice to GC Sub-Clause 26.2 hereof, the Contractor shall thereafter proceed with the Facilities in accordance with the time schedule specified in the Appendix to the Contract Agreement titled Time Schedule.
- 8.2 The Contractor shall attain Completion of the Facilities or of a part where a separate time for Completion of such part is specified in the Contract, within the time **stated in the PC** or within such extended time to which the Contractor shall be entitled under GC Clause 40 hereof.

### 9. Contractor's Responsibilities

- 9.1 The Contractor shall design, manufacture including associated purchases and/or subcontracting, install and complete the Facilities in accordance with the Contract. When completed, the Facilities should be fit for the purposes for which they are intended as defined in the Contract.
- 9.2 The Contractor confirms that it has entered into this Contract on the basis of a proper examination of the data relating to the Facilities including any data as to boring tests provided by the Employer, and on the basis of information that the Contractor could have obtained from a visual inspection of the Site if access thereto was available and of other data readily available to it relating to the Facilities as of the date twenty-eight (28) days prior to bid submission. The Contractor acknowledges that any failure to acquaint itself with all such data and information shall not relieve its responsibility for properly estimating the difficulty or cost of successfully performing the Facilities.
- 9.3 The Contractor shall acquire and pay for all permits, approvals and/or licenses from all local, state or national government authorities or public service undertakings in the country where the Site is located which such authorities or undertakings require the Contractor to obtain in its name and which are necessary for the performance of the Contract, including, without limitation. visas for the Contractor's Subcontractor's personnel and entry permits for all imported Contractor's Equipment. The Contractor shall acquire all other permits, approvals and/or licenses that are not the responsibility of the Employer under GC Sub-Clause 10.3 hereof and that are necessary for the performance of the Contract.
- 9.4 The Contractor shall comply with all laws in force in the

country where the Facilities are to be implemented. The laws will include all local, state, national or other laws that affect the performance of the Contract and bind upon the Contractor. The Contractor shall indemnify and hold harmless the Employer from and against any and all liabilities, damages, claims, fines, penalties and expenses of whatever nature arising or resulting from the violation of such laws by the Contractor or its personnel, including the Subcontractors and their personnel, but without prejudice to GC Sub-Clause 10.1 hereof.

- 9.5 Any Plant and Installation Services that will be incorporated in or be required for the Facilities and other supplies shall have their origin as specified under GC Clause 1 (Country of Origin). Any subcontractors retained by the Contractor shall be from a country as specified in GC Clause 1 (Country of Origin).
- 9.6 The Contractor shall permit the Bank to inspect the Contractor's accounts and records relating to the performance of the Contractor and to have them audited by auditors appointed by the Bank, if so required by the Bank.
- 9.7 If the Contractor is a joint venture, or association (JVA) of two or more persons, all such persons shall be jointly and severally bound to the Employer for the fulfillment of the provisions of the Contract, unless otherwise specified in the PC, and shall designate one of such persons to act as a leader with authority to bind the JVA. The composition or the constitution of the JVA shall not be altered without the prior consent of the Employer.
- 9.8 The Contractor shall permit, and shall cause its Subcontractors and subconsultants to permit, the Bank and/or persons appointed by the Bank to inspect the Site and all accounts and records relating to the performance of the Contract and the submission of the Bid, and to have such accounts and records audited by auditors appointed by the Bank if requested by the Bank. The Contractor's and its Subcontractors' subconsultants' attention is drawn to Sub-Clause 6.1 [Fraud and Corruption] which provides, inter alia, that acts intended to materially impede the exercise of the Bank's inspection and audit rights provided for under Sub-Clause 9.8 constitute a prohibited practice subject to contract termination (as well as to a determination of ineligibility pursuant to the Bank's prevailing sanctions procedures).
- 10. Employer's
- 10.1 All information and/or data to be supplied by the Employer as described in the Appendix to the Contract Agreement titled

### Responsibilities

- Scope of Works and Supply by the Employer, shall be deemed to be accurate, except when the Employer expressly states otherwise.
- 10.2 The Employer shall be responsible for acquiring and providing legal and physical possession of the Site and access thereto, and for providing possession of and access to all other areas reasonably required for the proper execution of the Contract, including all requisite rights of way, as specified in the Appendix to the Contract Agreement titled Scope of Works and Supply by the Employer. The Employer shall give full possession of and accord all rights of access thereto on or before the date(s) specified in that Appendix.
- 10.3 The Employer shall acquire and pay for all permits, approvals and/or licenses from all local, state or national government authorities or public service undertakings in the country where the Site is located which (a) such authorities or undertakings require the Employer to obtain in the Employer's name, (b) are necessary for the execution of the Contract, including those required for the performance by both the Contractor and the Employer of their respective obligations under the Contract, and (c) are specified in the Appendix (Scope of Works and Supply by the Employer).
- 10.4 If requested by the Contractor, the Employer shall use its best endeavors to assist the Contractor in obtaining in a timely and expeditious manner all permits, approvals and/or licenses necessary for the execution of the Contract from all local, state or national government authorities or public service undertakings that such authorities or undertakings require the Contractor or Subcontractors or the personnel of the Contractor or Subcontractors, as the case may be, to obtain.
- 10.5 Unless otherwise specified in the Contract or agreed upon by the Employer and the Contractor, the Employer shall provide sufficient, properly qualified operating and maintenance personnel; shall supply and make available all raw materials, utilities, lubricants, chemicals, catalysts, other materials and facilities; and shall perform all work and services of whatsoever nature, including those required by the Contractor to properly carry out Precommissioning, Commissioning and Guarantee Tests, all in accordance with the provisions of the Appendix to the Contract Agreement titled Scope of Works and Supply by the Employer, at or before the time specified in the program furnished by the Contractor under GC Sub-Clause 18.2 hereof and in the manner thereupon specified or as otherwise agreed

- upon by the Employer and the Contractor.
- 10.6 The Employer shall be responsible for the continued operation of the Facilities after Completion, in accordance with GC Sub-Clause 24.8, and shall be responsible for facilitating the Guarantee Test(s) for the Facilities, in accordance with GC Sub-Clause 25.2.
- 10.7 All costs and expenses involved in the performance of the obligations under this GC Clause 10 shall be the responsibility of the Employer, save those to be incurred by the Contractor with respect to the performance of Guarantee Tests, in accordance with GC Sub-Clause 25.2.
- 10.8 In the event that the Employer shall be in breach of any of his obligations under this Clause, the additional cost incurred by the Contractor in consequence thereof shall be determined by the Project Manager and added to the Contract Price.

### **Payment**

### 11. Contract Price

- 11.1 The Contract Price shall be as specified in Article 2 (Contract Price and Terms of Payment) of the Contract Agreement.
- 11.2 Unless an adjustment clause is **provided for in the PC**, the Contract Price shall be a firm lump sum not subject to any alteration, except in the event of a Change in the Facilities or as otherwise provided in the Contract.
- 11.3 Subject to GC Sub-Clauses 9.2, 10.1 and 35 hereof, the Contractor shall be deemed to have satisfied itself as to the correctness and sufficiency of the Contract Price, which shall, except as otherwise provided for in the Contract, cover all its obligations under the Contract.

### 12. Terms of Payment

- 12.1 The Contract Price shall be paid as specified in Article 2 (Contract Price and Terms of Payment) of the Contract Agreement and in the Appendix to the Contract Agreement titled Terms and Procedures of Payment, which also outlines the procedures to be followed in making application for and processing payments.
- 12.2 No payment made by the Employer herein shall be deemed to constitute acceptance by the Employer of the Facilities or any part(s) thereof.
- 12.3 In the event that the Employer fails to make any payment by its respective due date or within the period set forth in the Contract, the Employer shall pay to the Contractor interest on

the amount of such delayed payment at the rate(s) shown in the Appendix to the Contract Agreement titled Terms and Procedures of Payment, for the period of delay until payment has been made in full, whether before or after judgment or arbitrage award.

12.4 The currency or currencies in which payments are made to the Contractor under this Contract shall be specified in the Appendix to the Contract Agreement titled Terms and Procedures of Payment, subject to the general principle that payments will be made in the currency or currencies in which the Contract Price has been stated in the Contractor's bid.

#### 13. Securities

### 13.1 Issuance of Securities

The Contractor shall provide the securities specified below in favor of the Employer at the times, and in the amount, manner and form specified below.

### 13.2 Advance Payment Security

- 13.2.1 The Contractor shall, within twenty-eight (28) days of the notification of contract award, provide a security in an amount equal to the advance payment calculated in accordance with the Appendix to the Contract Agreement titled Terms and Procedures of Payment, and in the same currency or currencies.
- 13.2.2 The security shall be in the form provided in the bidding documents or in another form acceptable to the Employer. The amount of the security shall be reduced in proportion to the value of the Facilities executed by and paid to the Contractor from time to time, and shall automatically become null and void when the full amount of the advance payment has been recovered by the Employer. The security shall be returned to the Contractor immediately after its expiration.

### 13.3 Performance Security

- 13.3.1 The Contractor shall, within twenty-eight (28) days of the notification of contract award, provide a security for the due performance of the Contract in the amount **specified in the PC.**
- 13.3.2 The performance security shall be denominated in the currency or currencies of the Contract, or in a freely convertible currency acceptable to the Employer, and shall be in the form provided in Section IX, Contract

Forms, corresponding to the type of bank guarantee stipulated by the Employer in the PC, or in another form acceptable to the Employer.

- 13.3.3 Unless otherwise specified in the PC, the security shall be reduced by half on the date of the Operational Acceptance. The Security shall become null and void, or shall be reduced pro rata to the Contract Price of a part of the Facilities for which a separate Time for Completion is provided, five hundred and forty (540) days after Completion of the Facilities or three hundred and sixty five (365) days after Operational Acceptance of the Facilities, whichever occurs first; provided, however, that if the Defects Liability Period has been extended on any part of the Facilities pursuant to GC Sub-Clause 27.8 hereof, the Contractor shall issue an additional security in an amount proportionate to the Contract Price of that part. The security shall be returned to the Contractor immediately after its expiration, provided, however, that if the Contractor, pursuant to GC Sub-Clause 27.10, is liable for an extended defect liability obligation, the performance security shall be extended for the period specified in the PC pursuant to GC Sub-Clause 27.10 and up to the amount specified in the PC.
- 13.3.4 The Employer shall not make a claim under the Performance Security, except for amounts to which the Employer is entitled under the Contract. The Employer shall indemnify and hold the Contractor harmless against and from all damages, losses and expenses (including legal fees and expenses) resulting from a claim under the Performance Security to the extent to which the Employer was not entitled to make the claim.

### 14. Taxes and Duties

- 14.1 Except as otherwise specifically provided in the Contract, the Contractor shall bear and pay all taxes, duties, levies and charges assessed on the Contractor, its Subcontractors or their employees by all municipal, state or national government authorities in connection with the Facilities in and outside of the country where the Site is located.
- 14.2 Notwithstanding GC Sub-Clause 14.1 above, the Employer shall bear and promptly pay
  - (a) all customs and import duties for the Plant specified in Price Schedule No. 1; and
  - (b) other domestic taxes such as, sales tax and value added

- tax (VAT) on the Plant specified in Price Schedules No. 1 and No. 2 and that is to be incorporated into the Facilities, and on the finished goods, imposed by the law of the country where the Site is located.
- 14.3 If any tax exemptions, reductions, allowances or privileges may be available to the Contractor in the country where the Site is located, the Employer shall use its best endeavors to enable the Contractor to benefit from any such tax savings to the maximum allowable extent.
- 14.4 For the purpose of the Contract, it is agreed that the Contract Price specified in Article 2 (Contract Price and Terms of Payment) of the Contract Agreement is based on the taxes, duties, levies and charges prevailing at the date twenty-eight (28) days prior to the date of bid submission in the country where the Site is located (hereinafter called "Tax" in this GC Sub-Clause 14.4). If any rates of Tax are increased or decreased, a new Tax is introduced, an existing Tax is abolished, or any change in interpretation or application of any Tax occurs in the course of the performance of Contract, which was or will be assessed on the Contractor, Subcontractors or their employees in connection with performance of the Contract, an equitable adjustment of the Contract Price shall be made to fully take into account any such change by addition to the Contract Price or deduction therefrom, as the case may be, in accordance with GC Clause 36 hereof.

### **Intellectual Property**

## 15. License/Use of Technical Information

- 5.1 For the operation and maintenance of the Plant, the Contractor hereby grants a non-exclusive and non-transferable license (without the right to sub-license) to the Employer under the patents, utility models or other industrial property rights owned by the Contractor or by a third Party from whom the Contractor has received the right to grant licenses thereunder, and shall also grant to the Employer a non-exclusive and non-transferable right (without the right to sub-license) to use the know-how and other technical information disclosed to the Employer under the Contract. Nothing contained herein shall be construed as transferring ownership of any patent, utility model, trademark, design, copyright, know-how or other intellectual property right from the Contractor or any third Party to the Employer.
- 15.2 The copyright in all drawings, documents and other materials containing data and information furnished to the Employer by

the Contractor herein shall remain vested in the Contractor or, if they are furnished to the Employer directly or through the Contractor by any third Party, including suppliers of materials, the copyright in such materials shall remain vested in such third Party.

### 16. Confidential Information

- 16.1 The Employer and the Contractor shall keep confidential and shall not, without the written consent of the other Party hereto, divulge to any third Party any documents, data or other information furnished directly or indirectly by the other Party hereto in connection with the Contract, whether such information has been furnished prior to, during or following termination of the Contract. Notwithstanding the above, the Contractor may furnish to its Subcontractor(s) such documents, data and other information it receives from the Employer to the extent required for the Subcontractor(s) to perform its work under the Contract, in which event the Contractor shall obtain from such Subcontractor(s) an undertaking of confidentiality similar to that imposed on the Contractor under this GC Clause 16.
- 16.2 The Employer shall not use such documents, data and other information received from the Contractor for any purpose other than the operation and maintenance of the Facilities. Similarly, the Contractor shall not use such documents, data and other information received from the Employer for any purpose other than the design, procurement of Plant, construction or such other work and services as are required for the performance of the Contract.
- 16.3 The obligation of a Party under GC Sub-Clauses 16.1 and 16.2 above, however, shall not apply to that information which
  - (a) now or hereafter enters the public domain through no fault of that Party
  - (b) can be proven to have been possessed by that Party at the time of disclosure and which was not previously obtained, directly or indirectly, from the other Party hereto
  - (c) otherwise lawfully becomes available to that Party from a third Party that has no obligation of confidentiality.
- 16.4 The above provisions of this GC Clause 16 shall not in any way modify any undertaking of confidentiality given by either of the Parties hereto prior to the date of the Contract in respect of the Facilities or any part thereof.
- 16.5 The provisions of this GC Clause 16 shall survive termination,

for whatever reason, of the Contract.

### **Execution of the Facilities**

### **17. Representatives** 17.1 <u>Project Manager</u>

If the Project Manager is not named in the Contract, then within fourteen (14) days of the Effective Date, the Employer shall appoint and notify the Contractor in writing of the name of the Project Manager. The Employer may from time to time appoint some other person as the Project Manager in place of the person previously so appointed, and shall give a notice of the name of such other person to the Contractor without delay. No such appointment shall be made at such a time or in such a manner as to impede the progress of work on the Such appointment shall only take effect upon receipt of such notice by the Contractor. The Project Manager shall represent and act for the Employer at all times during the performance of the Contract. All notices. instructions, orders, certificates, approvals and all other communications under the Contract shall be given by the Project Manager, except as herein otherwise provided.

All notices, instructions, information and other communications given by the Contractor to the Employer under the Contract shall be given to the Project Manager, except as herein otherwise provided.

### 17.2 Contractor's Representative & Construction Manager

- 17.2.1 If the Contractor's Representative is not named in the Contract, then within fourteen (14) days of the Effective Date, the Contractor shall appoint the Contractor's Representative and shall request the Employer in writing to approve the person so appointed. If the Employer makes no objection to the appointment within fourteen (14)days, Contractor's Representative shall be deemed to have If the Employer objects to the been approved. appointment within fourteen (14) days giving the reason therefor, then the Contractor shall appoint a replacement within fourteen (14) days of such objection, and the foregoing provisions of this GC Sub-Clause 17.2.1 shall apply thereto.
- 17.2.2 The Contractor's Representative shall represent and act for the Contractor at all times during the performance of the Contract and shall give to the

Project Manager all the Contractor's notices, instructions, information and all other communications under the Contract.

All notices, instructions, information and all other communications given by the Employer or the Project Manager to the Contractor under the Contract shall be given to the Contractor's Representative or, in its absence, its deputy, except as herein otherwise provided.

The Contractor shall not revoke the appointment of the Contractor's Representative without the Employer's prior written consent, which shall not be unreasonably withheld. If the Employer consents thereto, the Contractor shall appoint some other person as the Contractor's Representative, pursuant to the procedure set out in GC Sub-Clause 17.2.1.

17.2.3 The Contractor's Representative may, subject to the approval of the Employer which shall not be unreasonably withheld, at any time delegate to any person any of the powers, functions and authorities vested in him or her. Any such delegation may be revoked at any time. Any such delegation or revocation shall be subject to a prior notice signed by the Contractor's Representative, and shall specify the powers, functions and authorities thereby delegated or revoked. No such delegation or revocation shall take effect unless and until a copy thereof has been delivered to the Employer and the Project Manager.

Any act or exercise by any person of powers, functions and authorities so delegated to him or her in accordance with this GC Sub-Clause 17.2.3 shall be deemed to be an act or exercise by the Contractor's Representative.

- 17.2.4 From the commencement of installation of the Facilities at the Site until Completion, the Contractor's Representative shall appoint a suitable person as the Construction Manager. The Construction Manager shall supervise all work done at the Site by the Contractor and shall be present at the Site throughout normal working hours except when on leave, sick or absent for reasons connected with the proper performance of the Contract. Whenever the Construction Manager is absent from the Site, a suitable person shall be appointed to act as the Construction Manager's deputy.
- 17.2.5 The Employer may by notice to the Contractor object to any representative or person employed by the Contractor in the execution of the Contract who, in the reasonable opinion of

the Employer, may behave inappropriately, may be incompetent or negligent, or may commit a serious breach of the Site regulations provided under GC Sub-Clause 22.3. The Employer shall provide evidence of the same, whereupon the Contractor shall remove such person from the Facilities.

17.2.6 If any representative or person employed by the Contractor is removed in accordance with GC Sub-Clause 17.2.5, the Contractor shall, where required, promptly appoint a replacement.

### **18. Work Program** 18.1

### 18.1 Contractor's Organization

The Contractor shall supply to the Employer and the Project Manager a chart showing the proposed organization to be established by the Contractor for carrying out work on the Facilities within twenty-one (21) days of the Effective Date. The chart shall include the identities of the key personnel and the curricula vitae of such key personnel to be employed shall be supplied together with the chart. The Contractor shall promptly inform the Employer and the Project Manager in writing of any revision or alteration of such an organization chart.

### 18.2 <u>Program of Performance</u>

Within twenty-eight (28) days after the Effective Date, the Contractor shall submit to the Project Manager a detailed program of performance of the Contract, made in a form acceptable to the Project Manager and showing the sequence in which it proposes to design, manufacture, transport, assemble, install and precommission the Facilities, as well as the date by which the Contractor reasonably requires that the Employer shall have fulfilled its obligations under the Contract so as to enable the Contractor to execute the Contract in accordance with the program and to achieve Completion, Commissioning and Acceptance of the Facilities in accordance with the Contract. The program so submitted by the Contractor shall accord with the Time Schedule included in the Appendix to the Contract Agreement titled Time Schedule, and any other dates and periods specified in the Contract. The Contractor shall update and revise the program as and when appropriate or when required by the Project Manager, but without modification in the Times for Completion specified in the PC pursuant to Sub-Clause 8.2 and any extension granted in accordance with GC Clause 40, and shall submit all such revisions to the Project Manager.

### 18.3 Progress Report

The Contractor shall monitor progress of all the activities specified in the program referred to in GC Sub-Clause 18.2 above, and supply a progress report to the Project Manager every month.

The progress report shall be in a form acceptable to the Project Manager and shall indicate: (a) percentage completion achieved compared with the planned percentage completion for each activity; and (b) where any activity is behind the program, giving comments and likely consequences and stating the corrective action being taken.

### 18.4 <u>Progress of Performance</u>

If at any time the Contractor's actual progress falls behind the program referred to in GC Sub-Clause 18.2, or it becomes apparent that it will so fall behind, the Contractor shall, at the request of the Employer or the Project Manager, prepare and submit to the Project Manager a revised program, taking into account the prevailing circumstances, and shall notify the Project Manager of the steps being taken to expedite progress so as to attain Completion of the Facilities within the Time for Completion under GC Sub-Clause 8.2, any extension thereof entitled under GC Sub-Clause 40.1, or any extended period as may otherwise be agreed upon between the Employer and the Contractor.

### 18.5 <u>Procedures</u>

The Contract shall be executed in accordance with the Contract Documents including the procedures given in the Forms and Procedures of the Employer's Requirements.

The Contractor may execute the Contract in accordance with its own standard project execution plans and procedures to the extent that they do not conflict with the provisions contained in the Contract.

#### 19. Subcontracting

19.1 The Appendix to the Contract Agreement titled List of Major Items of Plant and Installation Services and List of Approved Subcontractors, specifies major items of supply or services and a list of approved Subcontractors against each item, including manufacturers. Insofar as no Subcontractors are listed against any such item, the Contractor shall prepare a list of Subcontractors for such item for inclusion in such list. The Contractor may from time to time propose any addition to or deletion from any such list. The Contractor shall submit any

such list or any modification thereto to the Employer for its approval in sufficient time so as not to impede the progress of work on the Facilities. Such approval by the Employer for any of the Subcontractors shall not relieve the Contractor from any of its obligations, duties or responsibilities under the Contract.

- 19.2 The Contractor shall select and employ its Subcontractors for such major items from those listed in the lists referred to in GC Sub-Clause 19.1.
- 19.3 For items or parts of the Facilities not specified in the Appendix to the Contract Agreement titled List of Major Items of Plant and Installation Services and List of Approved Subcontractors, the Contractor may employ such Subcontractors as it may select, at its discretion.
- 19.4 Each sub-contract shall include provisions which would entitle the Employer to require the sub-contract to be assigned to the Employer under GC 19.5 (if and when applicable), or in event of termination by the Employer under GC 42.2.
- 19.5 If a sub-contractor's obligations extend beyond the expiry date of the relevant Defects Liability Period and the Project Manager, prior to that date, instructs the Contractor to assign the benefits of such obligations to the Employer, then the Contractor shall do so.

### 20. Design and Engineering

### 20.1 Specifications and Drawings

20.1.1 The Contractor shall execute the basic and detailed design and the engineering work in compliance with the provisions of the Contract, or where not so specified, in accordance with good engineering practice.

The Contractor shall be responsible for any discrepancies, errors or omissions in the specifications, drawings and other technical documents that it has prepared, whether such specifications, drawings and other documents have been approved by the Project Manager or not, provided that such discrepancies, errors or omissions are not because of inaccurate information furnished in writing to the Contractor by or on behalf of the Employer.

20.1.2 The Contractor shall be entitled to disclaim responsibility for any design, data, drawing, specification or other document, or any modification thereof provided or designated by or on behalf of the Employer, by giving a notice of such

disclaimer to the Project Manager.

#### 20.2 Codes and Standards

Wherever references are made in the Contract to codes and standards in accordance with which the Contract shall be executed, the edition or the revised version of such codes and standards current at the date twenty-eight (28) days prior to date of bid submission shall apply unless otherwise specified. During Contract execution, any changes in such codes and standards shall be applied subject to approval by the Employer and shall be treated in accordance with GC Clause 39.

### 20.3 Approval/Review of Technical Documents by Project Manager

20.3.1 The Contractor shall prepare or cause its Subcontractors to prepare, and furnish to the Project Manager the documents listed in the Appendix to the Contract Agreement titled List of Documents for Approval or Review, for its approval or review as specified and in accordance with the requirements of GC Sub-Clause 18.2 (Program of Performance).

Any part of the Facilities covered by or related to the documents to be approved by the Project Manager's approval thereof.

GC Sub-Clauses 20.3.2 through 20.3.7 shall apply to those documents requiring the Project Manager's approval, but not to those furnished to the Project Manager for its review only.

20.3.2 Within fourteen (14) days after receipt by the Project Manager of any document requiring the Project Manager's approval in accordance with GC Sub-Clause 20.3.1, the Project Manager shall either return one copy thereof to the Contractor with its approval endorsed thereon or shall notify the Contractor in writing of its disapproval thereof and the reasons therefor and the modifications that the Project Manager proposes.

If the Project Manager fails to take such action within the said fourteen (14) days, then the said document shall be deemed to have been approved by the Project Manager.

- 20.3.3 The Project Manager shall not disapprove any document, except on the grounds that the document does not comply with the Contract or that it is contrary to good engineering practice.
- 20.3.4 If the Project Manager disapproves the document, the Contractor shall modify the document and resubmit it for the Project Manager's approval in accordance with GC Sub-Clause 20.3.2. If the Project Manager approves the document subject to modification(s), the Contractor shall make the required modification(s), whereupon the document shall be deemed to have been approved.
- 20.3.5 If any dispute or difference occurs between the Employer and the Contractor in connection with or arising out of the disapproval by the Project Manager of any document and/or any modification(s) thereto that cannot be settled between the Parties within a reasonable period, then such dispute or difference may be referred to a Dispute Board for determination in accordance with GC Sub-Clause 46.1 hereof. If such dispute or difference is referred to a Dispute Board, the Project Manager shall give instructions as to whether and if so, how, performance of the Contract is to proceed. The Contractor shall proceed with the Contract in accordance with the Project Manager's instructions, provided that if the Dispute Board upholds the Contractor's view on the dispute and if the Employer has not given notice under GC Sub-Clause 46.3 hereof, then the Contractor shall be reimbursed by the Employer for any additional costs incurred by reason of such instructions and shall be relieved of such responsibility or liability in connection with the dispute and the execution of the instructions as the Dispute Board shall decide, and the Time for Completion shall be extended accordingly.
- 20.3.6 The Project Manager's approval, with or without modification of the document furnished by the Contractor, shall not relieve the Contractor of any responsibility or liability imposed upon it by any provisions of the Contract except to the extent that any subsequent failure results from modifications required by the Project Manager.
- 20.3.7 The Contractor shall not depart from any approved

document unless the Contractor has first submitted to the Project Manager an amended document and obtained the Project Manager's approval thereof, pursuant to the provisions of this GC Sub-Clause 20.3.

If the Project Manager requests any change in any already approved document and/or in any document based thereon, the provisions of GC Clause 39 shall apply to such request.

### **21. Procurement** 21.1 Plant

Subject to GC Sub-Clause 14.2, the Contractor shall procure and transport all Plant in an expeditious and orderly manner to the Site.

### 21.2 Employer-Supplied Plant

If the Appendix to the Contract Agreement titled Scope of Works and Supply by the Employer, provides that the Employer shall furnish any specific items to the Contractor, the following provisions shall apply:

- 21.2.1 The Employer shall, at its own risk and expense, transport each item to the place on or near the Site as agreed upon by the Parties and make such item available to the Contractor at the time specified in the program furnished by the Contractor, pursuant to GC Sub-Clause 18.2, unless otherwise mutually agreed.
- 21.2.2 Upon receipt of such item, the Contractor shall inspect the same visually and notify the Project Manager of any detected shortage, defect or default. The Employer shall immediately remedy any shortage, defect or default, or the Contractor shall, if practicable and possible, at the request of the Employer, remedy such shortage, defect or default at the Employer's cost and expense. After inspection, such item shall fall under the care, custody and control of the Contractor. The provision of this GC Sub-Clause 21.2.2 shall apply to any item supplied to remedy any such shortage or default or to substitute for any defective item, or shall apply to defective items that have been repaired.
- 21.2.3 The foregoing responsibilities of the Contractor and its obligations of care, custody and control shall not relieve the Employer of liability for any undetected shortage, defect or default, nor place the Contractor under any liability for any such shortage, defect or default whether under GC Clause 27

or under any other provision of Contract.

### 21.3 <u>Transportation</u>

- 21.3.1 The Contractor shall at its own risk and expense transport all the materials and the Contractor's Equipment to the Site by the mode of transport that the Contractor judges most suitable under all the circumstances.
- 21.3.2 Unless otherwise provided in the Contract, the Contractor shall be entitled to select any safe mode of transport operated by any person to carry the materials and the Contractor's Equipment.
- 21.3.3 Upon dispatch of each shipment of materials and the Contractor's Equipment, the Contractor shall notify the Employer by telex, cable, facsimile or electronic means, of the description of the materials and of the Contractor's Equipment, the point and means of dispatch, and the estimated time and point of arrival in the country where the Site is located, if applicable, and at the Site. The Contractor shall furnish the Employer with relevant shipping documents to be agreed upon between the Parties.
- 21.3.4 The Contractor shall be responsible for obtaining, if necessary, approvals from the authorities for transportation of the materials and the Contractor's Equipment to the Site. The Employer shall use its best endeavors in a timely and expeditious manner to assist the Contractor in obtaining such approvals, if requested by the Contractor. The Contractor shall indemnify and hold harmless the Employer from and against any claim for damage to roads, bridges or any other traffic facilities that may be caused by the transport of the materials and the Contractor's Equipment to the Site.

### 21.4 Customs Clearance

The Contractor shall, at its own expense, handle all imported materials and Contractor's Equipment at the point(s) of import and shall handle any formalities for customs clearance, subject to the Employer's obligations under GC Sub-Clause 14.2, provided that if applicable laws or regulations require any application or act to be made by or in the name of the Employer, the Employer shall take all necessary steps to

comply with such laws or regulations. In the event of delays in customs clearance that are not the fault of the Contractor, the Contractor shall be entitled to an extension in the Time for Completion, pursuant to GC Clause 40.

### **22. Installation** 22.1 Setting Out/Supervision

22.1.1 Bench Mark: The Contractor shall be responsible for the true and proper setting-out of the Facilities in relation to bench marks, reference marks and lines provided to it in writing by or on behalf of the Employer.

If, at any time during the progress of installation of the Facilities, any error shall appear in the position, level or alignment of the Facilities, the Contractor shall forthwith notify the Project Manager of such error and, at its own expense, immediately rectify such error to the reasonable satisfaction of the Project Manager. If such error is based on incorrect data provided in writing by or on behalf of the Employer, the expense of rectifying the same shall be borne by the Employer.

22.1.2 Contractor's Supervision: The Contractor shall give or provide all necessary superintendence during the installation of the Facilities, and the Construction Manager or its deputy shall be constantly on the Site to provide full-time superintendence of the installation. The Contractor shall provide and employ only technical personnel who are skilled and experienced in their respective callings and supervisory staff who are competent to adequately supervise the work at hand.

### 22.2 Labor:

### 22.2.1 Engagement of Staff and Labor

Except as otherwise stated in the Specification, the Contractor shall make arrangements for the engagement of all staff and labor, local or otherwise, and for their payment, housing, feeding and transport.

The Contractor shall provide and employ on the Site in the installation of the Facilities such skilled, semiskilled and unskilled labor as is necessary for the proper and timely execution of the Contract. The Contractor is encouraged to use local labor that has the necessary skills. The Contractor shall be responsible for obtaining all necessary permit(s) and/or visa(s) from the appropriate authorities for the entry of all labor and personnel to be employed on the Site into the country where the Site is located. The Employer will, if requested by the Contractor, use his best endeavors in a timely and expeditious manner to assist the Contractor in obtaining any local, state, national or government permission required for bringing in the Contractor's personnel.

The Contractor shall at its own expense provide the means of repatriation to all of its and its Subcontractor's personnel employed on the Contract at the Site to the place where they were recruited or to their domicile. It shall also provide suitable temporary maintenance of all such persons from the cessation of their employment on the Contract to the date programmed for their departure. In the event that the Contractor defaults in providing such means of transportation and temporary maintenance, the Employer may provide the same to such personnel and recover the cost of doing so from the Contractor.

### 22.2.2 Persons in the Service of Employer

The Contractor shall not recruit, or attempt to recruit, staff and labor from amongst the Employer's Personnel.

#### 22.2.3 Labor Laws

The Contractor shall comply with all the relevant labor Laws applicable to the Contractor's Personnel, including Laws relating to their employment, health, safety, welfare, immigration and emigration, and shall allow them all their legal rights.

The Contractor shall at all times during the progress of the Contract use its best endeavors to prevent any unlawful, riotous or disorderly conduct or behavior by or amongst its employees and the labor of its Subcontractors.

The Contractor shall, in all dealings with its labor and the labor of its Subcontractors currently employed on or connected with the Contract, pay due regard to all recognized festivals, official holidays, religious or other customs and all local laws and regulations pertaining to the employment of labor.

### 22.2.4 Rates of Wages and Conditions of Labor

The Contractor shall pay rates of wages, and observe conditions of labor, which are not lower than those established for the trade or industry where the work is carried out. If no established rates or conditions are applicable, the Contractor shall pay rates of wages and observe conditions which are not lower than the general level of wages and conditions observed locally by employers whose trade or industry is similar to that of the Contractor.

The Contractor shall inform the Contractor's Personnel about their liability to pay personal income taxes in the Country in respect of such of their salaries, wages and allowances as are chargeable under the Laws for the time being in force, and the Contractor shall perform such duties in regard to such deductions thereof as may be imposed on him by such Laws.

### 22.2.5 Working Hours

No work shall be carried out on the Site on locally recognized days of rest, or outside the normal working hours **stated in the PC**, unless:

- (a) otherwise stated in the Contract,
- (b) the Project Manager gives consent, or
- (c) the work is unavoidable, or necessary for the protection of life or property or for the safety of the Works, in which case the Contractor shall immediately advise the Project Manager.

If and when the Contractor considers it necessary to carry out work at night or on public holidays so as to meet the Time for Completion and requests the Project Manager's consent thereto, the Project Manager shall not unreasonably withhold such consent.

This Sub-Clause shall not apply to any work which is customarily carried out by rotary or double-shifts.

### 22.2.6 Facilities for Staff and Labor

Except as otherwise stated in the Specification, the Contractor shall provide and maintain all necessary accommodation and welfare facilities for the

Contractor's Personnel. The Contractor shall also provide facilities for the Employer's Personnel as stated in the Specification.

The Contractor shall not permit any of the Contractor's Personnel to maintain any temporary or permanent living quarters within the structures forming part of the Permanent Works.

### 22.2.7 Health and Safety

The Contractor shall at all times take all reasonable precautions to maintain the health and safety of the Contractor's Personnel. In collaboration with local health authorities, the Contractor shall ensure that medical staff, first aid facilities, sick bay and ambulance service are available at all times at the Site and at any accommodation for Contractor's and Employer's Personnel, and that suitable arrangements are made for all necessary welfare and hygiene requirements and for the prevention of epidemics.

The Contractor shall appoint an accident prevention officer at the Site, responsible for maintaining safety and protection against accidents. This person shall be qualified for this responsibility, and shall have the authority to issue instructions and take protective measures to prevent accidents. Throughout the performance of the Contract, the Contractor shall provide whatever is required by this person to exercise this responsibility and authority.

The Contractor shall send to the Project Manager, details of any accident as soon as practicable after its occurrence. The Contractor shall maintain records and make reports concerning health, safety and welfare of persons, and damage to property, as the Engineer may reasonably require.

The Contractor shall throughout the contract (including **Defects** Notification the Period): (i) conduct Information. Education and Consultation Communication (IEC) campaigns, at least every other month, addressed to all the Site staff and labor (including all the Contractor's employees, all Sub-Contractors and Employer's and Project Manager's' employees, and all truck drivers and crew making deliveries to Site for construction activities) and to the immediate local communities, concerning the risks, dangers and impact, and appropriate avoidance behavior with respect to of Sexually Transmitted Diseases (STD)—or Sexually Transmitted Infections (STI) in general and HIV/AIDS in particular; (ii) provide male or female condoms for all Site staff and labor as appropriate; and (iii) provide for STI and HIV/AIDS screening, diagnosis, counseling and referral to a dedicated national STI and HIV/AIDS program, (unless otherwise agreed) of all Site staff and labor.

The Contractor shall include in the program to be submitted for the execution of the Facilities under Sub-Clause 18.2 an alleviation program for Site staff and labor and their families in respect of Sexually Transmitted Infections (STI) and Sexually Transmitted Diseases (STD) including HIV/AIDS. The STI, STD and HIV/AIDS alleviation program shall indicate when, how and at what cost the Contractor plans to satisfy the requirements of this Sub-Clause and the related specification. For each component, the program shall detail the resources to be provided or utilized and any related sub-contracting proposed. The program shall also include provision of a detailed cost estimate with supporting documentation. Payment to the Contractor for preparation implementation this program shall not exceed the Provisional Sum dedicated for this purpose.

### 22.2.8 Funeral Arrangements

In the event of the death of any of the Contractor's personnel or accompanying members of their families, the Contractor shall be responsible for making the appropriate arrangements for their return or burial, unless otherwise **specified in the PC.** 

#### 22.2.9 Records of Contractor's Personnel

The Contractor shall keep accurate records of the Contractor's personnel, including the number of each class of Contractor's Personnel on the Site and the names, ages, genders, hours worked and wages paid to all workers. These records shall be summarized on a monthly basis in a form approved by the Project Manager and shall be available for inspection by the Project Manager until the Contractor has completed all work.

### 22.2.10 Supply of Foodstuffs

The Contractor shall arrange for the provision of a sufficient supply of suitable food as may be stated in the Specification at reasonable prices for the Contractor's Personnel for the purposes of or in connection with the Contract.

### 22.2.11 Supply of Water

The Contractor shall, having regard to local conditions, provide on the Site an adequate supply of drinking and other water for the use of the Contractor's Personnel.

### 22.2.12 Measures against Insect and Pest Nuisance

The Contractor shall at all times take the necessary precautions to protect the Contractor's Personnel employed on the Site from insect and pest nuisance, and to reduce their danger to health. The Contractor shall comply with all the regulations of the local health authorities, including use of appropriate insecticide.

### 22.2.13 Alcoholic Liquor or Drugs

The Contractor shall not, otherwise than in accordance with the Laws of the Country, import, sell, give barter or otherwise dispose of any alcoholic liquor or drugs, or permit or allow importation, sale, gift barter or disposal by Contractor's Personnel.

### 22.2.14 Arms and Ammunition

The Contractor shall not give, barter, or otherwise dispose of, to any person, any arms or ammunition of any kind, or allow Contractor's Personnel to do so.

## 22.2.15 Prohibition of All Forms of Forced or Compulsory Labor

The contractor shall not employ "forced or compulsory labor" in any form. "Forced or compulsory labor" consists of all work or service, not voluntarily performed, that is extracted from an individual under threat of force or penalty.

### 22.2.16 Prohibition of Harmful Child Labor

The Contractor shall not employ any child to perform any work that is economically exploitative, or is likely to be hazardous to, or to interfere with, the child's education, or to be harmful to the child's health or physical, mental, spiritual, moral, or social development.

### 22.3 <u>Contractor's Equipment</u>

- 22.3.1 All Contractor's Equipment brought by the Contractor onto the Site shall be deemed to be intended to be used exclusively for the execution of the Contract. The Contractor shall not remove the same from the Site without the Project Manager's consent that such Contractor's Equipment is no longer required for the execution of the Contract.
- 22.3.2 Unless otherwise specified in the Contract, upon completion of the Facilities, the Contractor shall remove from the Site all Equipment brought by the Contractor onto the Site and any surplus materials remaining thereon.
- 22.3.3 The Employer will, if requested, use its best endeavors to assist the Contractor in obtaining any local, state or national government permission required by the Contractor for the export of the Contractor's Equipment imported by the Contractor for use in the execution of the Contract that is no longer required for the execution of the Contract.

### 22.4 Site Regulations and Safety

The Employer and the Contractor shall establish Site regulations setting out the rules to be observed in the execution of the Contract at the Site and shall comply therewith. The Contractor shall prepare and submit to the Employer, with a copy to the Project Manager, proposed Site regulations for the Employer's approval, which approval shall not be unreasonably withheld.

Such Site regulations shall include, but shall not be limited to, rules in respect of security, safety of the Facilities, gate control, sanitation, medical care, and fire prevention.

### 22.5 Opportunities for Other Contractors

22.5.1 The Contractor shall, upon written request from the Employer or the Project Manager, give all reasonable opportunities for carrying out the work to any other contractors employed by the Employer on or near the

Site.

- 22.5.2 If the Contractor, upon written request from the Employer or the Project Manager, makes available to other contractors any roads or ways the maintenance for which the Contractor is responsible, permits the use by such other contractors of the Contractor's Equipment, or provides any other service of whatsoever nature for such other contractors, the Employer shall fully compensate the Contractor for any loss or damage caused or occasioned by such other contractors in respect of any such use or service, and shall pay to the Contractor reasonable remuneration for the use of such equipment or the provision of such services.
- 22.5.3 The Contractor shall also so arrange to perform its work as to minimize, to the extent possible, interference with the work of other contractors. The Project Manager shall determine the resolution of any difference or conflict that may arise between the Contractor and other contractors and the workers of the Employer in regard to their work.
- 22.5.4 The Contractor shall notify the Project Manager promptly of any defects in the other contractors' work that come to its notice, and that could affect the Contractor's work. The Project Manager shall determine the corrective measures, if any, required to rectify the situation after inspection of the Facilities. Decisions made by the Project Manager shall be binding on the Contractor.

### 22.6 Emergency Work

If, by reason of an emergency arising in connection with and during the execution of the Contract, any protective or remedial work is necessary as a matter of urgency to prevent damage to the Facilities, the Contractor shall immediately carry out such work.

If the Contractor is unable or unwilling to do such work immediately, the Employer may do or cause such work to be done as the Employer may determine is necessary in order to prevent damage to the Facilities. In such event the Employer shall, as soon as practicable after the occurrence of any such emergency, notify the Contractor in writing of such emergency, the work done and the reasons therefor. If the

work done or caused to be done by the Employer is work that the Contractor was liable to do at its own expense under the Contract, the reasonable costs incurred by the Employer in connection therewith shall be paid by the Contractor to the Employer. Otherwise, the cost of such remedial work shall be borne by the Employer.

### 22.7 Site Clearance

- 22.7.1 Site Clearance in Course of Performance: In the course of carrying out the Contract, the Contractor shall keep the Site reasonably free from all unnecessary obstruction, store or remove any surplus materials, clear away any wreckage, rubbish or temporary works from the Site, and remove any Contractor's Equipment no longer required for execution of the Contract.
- 22.7.2 Clearance of Site after Completion: After Completion of all parts of the Facilities, the Contractor shall clear away and remove all wreckage, rubbish and debris of any kind from the Site, and shall leave the Site and Facilities in a clean and safe condition.

### 22.8 Watching and Lighting

The Contractor shall provide and maintain at its own expense all lighting, fencing, and watching when and where necessary for the proper execution and the protection of the Facilities, or for the safety of the owners and occupiers of adjacent property and for the safety of the public.

# 23. Test and Inspection

- 23.1 The Contractor shall at its own expense carry out at the place of manufacture and/or on the Site all such tests and/or inspections of the Plant and any part of the Facilities as are specified in the Contract.
- 23.2 The Employer and the Project Manager or their designated representatives shall be entitled to attend the aforesaid test and/or inspection, provided that the Employer shall bear all costs and expenses incurred in connection with such attendance including, but not limited to, all traveling and board and lodging expenses.
- 23.3 Whenever the Contractor is ready to carry out any such test and/or inspection, the Contractor shall give a reasonable advance notice of such test and/or inspection and of the place and time thereof to the Project Manager. The Contractor shall obtain from any relevant third Party or manufacturer any

- necessary permission or consent to enable the Employer and the Project Manager or their designated representatives to attend the test and/or inspection.
- 23.4 The Contractor shall provide the Project Manager with a certified report of the results of any such test and/or inspection.
  - If the Employer or Project Manager or their designated representatives fails to attend the test and/or inspection, or if it is agreed between the Parties that such persons shall not do so, then the Contractor may proceed with the test and/or inspection in the absence of such persons, and may provide the Project Manager with a certified report of the results thereof.
- 23.5 The Project Manager may require the Contractor to carry out any test and/or inspection not required by the Contract, provided that the Contractor's reasonable costs and expenses incurred in the carrying out of such test and/or inspection shall be added to the Contract Price. Further, if such test and/or inspection impede the progress of work on the Facilities and/or the Contractor's performance of its other obligations under the Contract, due allowance will be made in respect of the Time for Completion and the other obligations so affected.
- 23.6 If any Plant or any part of the Facilities fails to pass any test and/or inspection, the Contractor shall either rectify or replace such Plant or part of the Facilities and shall repeat the test and/or inspection upon giving a notice under GC Sub-Clause 23.3.
- 23.7 If any dispute or difference of opinion shall arise between the Parties in connection with or arising out of the test and/or inspection of the Plant or part of the Facilities that cannot be settled between the Parties within a reasonable period of time, it may be referred to an Dispute Board for determination in accordance with GC Sub-Clause 6.1.
- 23.8 The Contractor shall afford the Employer and the Project Manager, at the Employer's expense, access at any reasonable time to any place where the Plant are being manufactured or the Facilities are being installed, in order to inspect the progress and the manner of manufacture or installation, provided that the Project Manager shall give the Contractor a reasonable prior notice.

- 23.9 The Contractor agrees that neither the execution of a test and/or inspection of Plant or any part of the Facilities, nor the attendance by the Employer or the Project Manager, nor the issue of any test certificate pursuant to GC Sub-Clause 23.4, shall release the Contractor from any other responsibilities under the Contract.
- 23.10 No part of the Facilities or foundations shall be covered up on the Site without the Contractor carrying out any test and/or inspection required under the Contract. The Contractor shall give a reasonable notice to the Project Manager whenever any such parts of the Facilities or foundations are ready or about to be ready for test and/or inspection; such test and/or inspection and notice thereof shall be subject to the requirements of the Contract.
- 23.11 The Contractor shall uncover any part of the Facilities or foundations, or shall make openings in or through the same as the Project Manager may from time to time require at the Site, and shall reinstate and make good such part or parts.

If any parts of the Facilities or foundations have been covered up at the Site after compliance with the requirement of GC Sub-Clause 23.10 and are found to be executed in accordance with the Contract, the expenses of uncovering, making openings in or through, reinstating, and making good the same shall be borne by the Employer, and the Time for Completion shall be reasonably adjusted to the extent that the Contractor has thereby been delayed or impeded in the performance of any of its obligations under the Contract.

## 24. Completion of the Facilities

- 24.1 As soon as the Facilities or any part thereof has, in the opinion of the Contractor, been completed operationally and structurally and put in a tight and clean condition as specified in the Employer's Requirements, excluding minor items not materially affecting the operation or safety of the Facilities, the Contractor shall so notify the Employer in writing.
- 24.2 Within seven (7) days after receipt of the notice from the Contractor under GC Sub-Clause 24.1, the Employer shall supply the operating and maintenance personnel specified in the Appendix to the Contract Agreement titled Scope of Works and Supply by the Employer for Precommissioning of the Facilities or any part thereof.

Pursuant to the Appendix to the Contract Agreement titled Scope of Works and Supply by the Employer, the Employer shall also provide, within the said seven (7) day period, the raw materials, utilities, lubricants, chemicals, catalysts, facilities, services and other matters required for Precommissioning of the Facilities or any part thereof.

- 24.3 As soon as reasonably practicable after the operating and maintenance personnel have been supplied by the Employer and the raw materials, utilities, lubricants, chemicals, catalysts, facilities, services and other matters have been provided by the Employer in accordance with GC Sub-Clause 24.2, the Contractor shall commence Precommissioning of the Facilities or the relevant part thereof in preparation for Commissioning, subject to GC Sub-Clause 25.5.
- 24.4 As soon as all works in respect of Precommissioning are completed and, in the opinion of the Contractor, the Facilities or any part thereof is ready for Commissioning, the Contractor shall so notify the Project Manager in writing.
- 24.5 The Project Manager shall, within fourteen (14) days after receipt of the Contractor's notice under GC Sub-Clause 24.4, either issue a Completion Certificate in the form specified in the Employer's Requirements (Forms and Procedures), stating that the Facilities or that part thereof have reached Completion as of the date of the Contractor's notice under GC Sub-Clause 24.4, or notify the Contractor in writing of any defects and/or deficiencies.

If the Project Manager notifies the Contractor of any defects and/or deficiencies, the Contractor shall then correct such defects and/or deficiencies, and shall repeat the procedure described in GC Sub-Clause 24.4.

If the Project Manager is satisfied that the Facilities or that part thereof have reached Completion, the Project Manager shall, within seven (7) days after receipt of the Contractor's repeated notice, issue a Completion Certificate stating that the Facilities or that part thereof have reached Completion as of the date of the Contractor's repeated notice.

If the Project Manager is not so satisfied, then it shall notify the Contractor in writing of any defects and/or deficiencies within seven (7) days after receipt of the Contractor's repeated notice, and the above procedure shall be repeated.

24.6 If the Project Manager fails to issue the Completion Certificate and fails to inform the Contractor of any defects and/or deficiencies within fourteen (14) days after receipt of the Contractor's notice under GC Sub-Clause 24.4 or within

- seven (7) days after receipt of the Contractor's repeated notice under GC Sub-Clause 24.5, or if the Employer makes use of the Facilities or part thereof, then the Facilities or that part thereof shall be deemed to have reached Completion as of the date of the Contractor's notice or repeated notice, or as of the Employer's use of the Facilities, as the case may be.
- 24.7 As soon as possible after Completion, the Contractor shall complete all outstanding minor items so that the Facilities are fully in accordance with the requirements of the Contract, failing which the Employer will undertake such completion and deduct the costs thereof from any monies owing to the Contractor.
- 24.8 Upon Completion, the Employer shall be responsible for the care and custody of the Facilities or the relevant part thereof, together with the risk of loss or damage thereto, and shall thereafter take over the Facilities or the relevant part thereof.

# 25. Commissioning and Operational Acceptance

### 25.1 Commissioning

- 25.1.1 Commissioning of the Facilities or any part thereof shall be commenced by the Contractor immediately after issue of the Completion Certificate by the Project Manager, pursuant to GC Sub-Clause 24.5, or immediately after the date of the deemed Completion, under GC Sub-Clause 24.6.
- 25.1.2 The Employer shall supply the operating and maintenance personnel and all raw materials, utilities, lubricants, chemicals, catalysts, facilities, services and other matters required for Commissioning.
- 25.1.3 In accordance with the requirements of the Contract, the Contractor's and Project Manager's advisory personnel shall attend the Commissioning, including the Guarantee Test, and shall advise and assist the Employer.

### 25.2 Guarantee Test

25.2.1 Subject to GC Sub-Clause 25.5, the Guarantee Test and repeats thereof shall be conducted by the Contractor during Commissioning of the Facilities or the relevant part thereof to ascertain whether the Facilities or the relevant part can attain the Functional Guarantees specified in the Appendix to the Contract Agreement titled Functional Guarantees. The

- Employer shall promptly provide the Contractor with such information as the Contractor may reasonably require in relation to the conduct and results of the Guarantee Test and any repeats thereof.
- 25.2.2 If for reasons not attributable to the Contractor, the Guarantee Test of the Facilities or the relevant part thereof cannot be successfully completed within the period from the date of Completion **specified in the PC** or any other period agreed upon by the Employer and the Contractor, the Contractor shall be deemed to have fulfilled its obligations with respect to the Functional Guarantees, and GC Sub-Clauses 28.2 and 28.3 shall not apply.

### 25.3 Operational Acceptance

- 25.3.1 Subject to GC Sub-Clause 25.4 below, Operational Acceptance shall occur in respect of the Facilities or any part thereof when
  - (a) the Guarantee Test has been successfully completed and the Functional Guarantees are met; or
  - (b) the Guarantee Test has not been successfully completed or has not been carried out for reasons not attributable to the Contractor within the period from the date of Completion specified in the PC pursuant to GC Sub-Clause 25.2.2 above or any other period agreed upon by the Employer and the Contractor; or
  - (c) the Contractor has paid the liquidated damages specified in GC Sub-Clause 28.3 hereof; and
  - (d) any minor items mentioned in GC Sub-Clause 24.7 hereof relevant to the Facilities or that part thereof have been completed.
  - 25.3.2 At any time after any of the events set out in GC Sub-Clause 25.3.1 have occurred, the Contractor may give a notice to the Project Manager requesting the issue of an Operational Acceptance Certificate in the form provided in the Employer's Requirements (Forms and Procedures) in respect of the Facilities or the part thereof specified in such notice as of the date of such notice.
  - 25.3.3 The Project Manager shall, after consultation with the Employer, and within seven (7) days after receipt of

- the Contractor's notice, issue an Operational Acceptance Certificate.
- 25.3.4 If within seven (7) days after receipt of the Contractor's notice, the Project Manager fails to issue the Operational Acceptance Certificate or fails to inform the Contractor in writing of the justifiable reasons why the Project Manager has not issued the Operational Acceptance Certificate, the Facilities or the relevant part thereof shall be deemed to have been accepted as of the date of the Contractor's said notice.

### 25.4 Partial Acceptance

- 25.4.1 If the Contract specifies that Completion and Commissioning shall be carried out in respect of parts of the Facilities, the provisions relating to Completion and Commissioning including the Guarantee Test shall apply to each such part of the Facilities individually, and the Operational Acceptance Certificate shall be issued accordingly for each such part of the Facilities.
- 25.4.2 If a part of the Facilities comprises facilities such as buildings, for which no Commissioning or Guarantee Test is required, then the Project Manager shall issue the Operational Acceptance Certificate for such facility when it attains Completion, provided that the Contractor shall thereafter complete any outstanding minor items that are listed in the Operational Acceptance Certificate.

### 25.5 Delayed Precommissioning and/or Guarantee Test

25.5.1 In the event that the Contractor is unable to proceed with the Precommissioning of the Facilities pursuant to Sub-Clause 24.3, or with the Guarantee Test pursuant to Sub-Clause 25.2, for reasons attributable to the Employer either on account of non availability of other facilities under the responsibilities of other contractor(s), or for reasons beyond the Contractor's provisions leading to "deemed" control. the completion of activities such as Completion, pursuant to GC Sub-Clause 24.6, and Operational Acceptance, pursuant to GC Sub-Clause 25.3.4, and Contractor's obligations regarding Defect Liability Period, pursuant to GC Sub-Clause 27.2, Functional Guarantee, pursuant to GC Clause 28, and Care of Facilities, pursuant to GC Clause 32, and GC Clause 41.1,

- Suspension, shall not apply. In this case, the following provisions shall apply.
- 25.5.2 When the Contractor is notified by the Project Manager that he will be unable to proceed with the activities and obligations pursuant to above Sub-Clause 13.1, the Contractor shall be entitled to the following:
  - (a) the Time of Completion shall be extended for the period of suspension without imposition of liquidated damages pursuant to GC Sub-Clause 26.2:
  - (b) payments due to the Contractor in accordance with the provision specified in the Appendix to the Contract Agreement titled Terms and Procedures of Payment, which would not have been payable in normal circumstances due to non-completion of the subject activities, shall be released to the Contractor against submission of a security in the form of a bank guarantee of equivalent amount acceptable to the Employer, and which shall become null and void when the Contractor will have complied with its obligations regarding those payments, subject to the provision of Sub-Clause 25.5.3 below;
  - (c) the expenses towards the above security and extension of other securities under the contract, of which validity needs to be extended, shall be reimbursed to the Contractor by the Employer;
  - (d) the additional charges towards the care of the Facilities pursuant to GC Sub-Clause 32.1 shall be reimbursed to the Contractor by the Employer for the period between the notification mentioned above and the notification mentioned in Sub-Clause 25.5.4 below. The provision of GC Sub-Clause 33.2 shall apply to the Facilities during the same period.
- 25.5.3 In the event that the period of suspension under above Sub-Clause 25.5.1 actually exceeds one hundred eighty (180) days, the Employer and Contractor shall mutually agree to any additional compensation payable to the Contractor.

25.5.4 When the Contractor is notified by the Project Manager that the plant is ready for Precommissioning, the Contractor shall proceed without delay in performing Precommissioning in accordance with Clause 24.

### **Guarantees and Liabilities**

### 26. Completion Time Guarantee

- 26.1 The Contractor guarantees that it shall attain Completion of the Facilities (or a part for which a separate time for completion is specified) within the Time for Completion specified in the PC pursuant to GC Sub-Clause 8.2, or within such extended time to which the Contractor shall be entitled under GC Clause 40 hereof.
- 26.2 If the Contractor fails to attain Completion of the Facilities or any part thereof within the Time for Completion or any extension thereof under GC Clause 40, the Contractor shall pay to the Employer liquidated damages in the amount **specified in the PC** as a percentage rate of the Contract Price or the relevant part thereof. The aggregate amount of such liquidated damages shall in no event exceed the amount **specified as "Maximum"** in **the PC** as a percentage rate of the Contract Price. Once the "Maximum" is reached, the Employer may consider termination of the Contract, pursuant to GC Sub-Clause 42.2.2.

Such payment shall completely satisfy the Contractor's obligation to attain Completion of the Facilities or the relevant part thereof within the Time for Completion or any extension thereof under GC Clause 40. The Contractor shall have no further liability whatsoever to the Employer in respect thereof.

However, the payment of liquidated damages shall not in any way relieve the Contractor from any of its obligations to complete the Facilities or from any other obligations and liabilities of the Contractor under the Contract.

Save for liquidated damages payable under this GC Sub-Clause 26.2, the failure by the Contractor to attain any milestone or other act, matter or thing by any date specified in the Appendix to the Contract Agreement titled Time Schedule, and/or other program of work prepared pursuant to GC Sub-Clause 18.2 shall not render the Contractor liable for any loss or damage thereby suffered by the Employer.

26.3 If the Contractor attains Completion of the Facilities or any part thereof before the Time for Completion or any extension thereof under GC Clause 40, the Employer shall pay to the Contractor a

bonus in the amount **specified in the PC.** The aggregate amount of such bonus shall in no event exceed the amount **specified as** "Maximum" in the PC.

# 27. Defect Liability

- 27.1 The Contractor warrants that the Facilities or any part thereof shall be free from defects in the design, engineering, materials and workmanship of the Plant supplied and of the work executed.
- 27.2 The Defect Liability Period shall be five hundred and forty (540) days from the date of Completion of the Facilities (or any part thereof) or one year from the date of Operational Acceptance of the Facilities (or any part thereof), whichever first occurs, unless specified otherwise in the PC pursuant to GC Sub-Clause 27.10.

If during the Defect Liability Period any defect should be found in the design, engineering, materials and workmanship of the Plant supplied or of the work executed by the Contractor, the Contractor shall promptly, in consultation and agreement with the Employer regarding appropriate remedying of the defects, and at its cost, repair, replace or otherwise make good as the Contractor shall determine at its discretion, such defect as well as any damage to the Facilities caused by such defect. The Contractor shall not be responsible for the repair, replacement or making good of any defect or of any damage to the Facilities arising out of or resulting from any of the following causes:

- (a) improper operation or maintenance of the Facilities by the Employer;
- (b) operation of the Facilities outside specifications provided in the Contract; or
- (c) normal wear and tear.
- 27.3 The Contractor's obligations under this GC Clause 27 shall not apply to:
  - (a) any materials that are supplied by the Employer under GC Sub-Clause 21.2, are normally consumed in operation, or have a normal life shorter than the Defect Liability Period stated herein;
  - (b) any designs, specifications or other data designed, supplied or specified by or on behalf of the Employer or any matters for which the Contractor has disclaimed responsibility herein; or
  - (c) any other materials supplied or any other work executed

- by or on behalf of the Employer, except for the work executed by the Employer under GC Sub-Clause 27.7.
- 27.4 The Employer shall give the Contractor a notice stating the nature of any such defect together with all available evidence thereof, promptly following the discovery thereof. The Employer shall afford all reasonable opportunity for the Contractor to inspect any such defect.
- 27.5 The Employer shall afford the Contractor all necessary access to the Facilities and the Site to enable the Contractor to perform its obligations under this GC Clause 27.
  - The Contractor may, with the consent of the Employer, remove from the Site any Plant or any part of the Facilities that are defective if the nature of the defect, and/or any damage to the Facilities caused by the defect, is such that repairs cannot be expeditiously carried out at the Site.
- 27.6 If the repair, replacement or making good is of such a character that it may affect the efficiency of the Facilities or any part thereof, the Employer may give to the Contractor a notice requiring that tests of the defective part of the Facilities shall be made by the Contractor immediately upon completion of such remedial work, whereupon the Contractor shall carry out such tests.
  - If such part fails the tests, the Contractor shall carry out further repair, replacement or making good, as the case may be, until that part of the Facilities passes such tests. The tests shall be agreed upon by the Employer and the Contractor.
- 27.7 If the Contractor fails to commence the work necessary to remedy such defect or any damage to the Facilities caused by such defect within a reasonable time (which shall in no event be considered to be less than fifteen (15) days), the Employer may, following notice to the Contractor, proceed to do such work, and the reasonable costs incurred by the Employer in connection therewith shall be paid to the Employer by the Contractor or may be deducted by the Employer from any monies due the Contractor or claimed under the Performance Security.
- 27.8 If the Facilities or any part thereof cannot be used by reason of such defect and/or making good of such defect, the Defect Liability Period of the Facilities or such part, as the case may be, shall be extended by a period equal to the period during which the Facilities or such part cannot be used by the Employer because of any of the aforesaid reasons.

- 27.9 Except as provided in GC Clauses 27 and 33, the Contractor shall be under no liability whatsoever and howsoever arising, and whether under the Contract or at law, in respect of defects in the Facilities or any part thereof, the Plant, design or engineering or work executed that appear after Completion of the Facilities or any part thereof, except where such defects are the result of the gross negligence, fraud, or criminal or willful action of the Contractor.
- 27.10 In addition, any such component of the Facilities, and during the period of time as may be **specified in the PC**, shall be subject to an extended defect liability period. Such obligation of the Contractor shall be in addition to the defect liability period specified under GC Sub-Clause 27.2.

### 28. Functional Guarantees

- 28.1 The Contractor guarantees that during the Guarantee Test, the Facilities and all parts thereof shall attain the Functional Guarantees specified in the Appendix to the Contract Agreement titled Functional Guarantees, subject to and upon the conditions therein specified.
- 28.2 If, for reasons attributable to the Contractor, the minimum level of the Functional Guarantees specified in the Appendix to the Contract Agreement titled Functional Guarantees, are not met either in whole or in part, the Contractor shall at its cost and expense make such changes, modifications and/or additions to the Plant or any part thereof as may be necessary to meet at least the minimum level of such Guarantees. The Contractor shall notify the Employer upon completion of the necessary changes, modifications and/or additions, and shall request the Employer to repeat the Guarantee Test until the minimum level of the Guarantees has been met. If the Contractor eventually fails to meet the minimum level of Functional Guarantees, the Employer may consider termination of the Contract, pursuant to GC Sub-Clause 42.2.2.
- 28.3 If, for reasons attributable to the Contractor, the Functional Guarantees specified in the Appendix to the Contract Agreement titled Functional Guarantees, are not attained either in whole or in part, but the minimum level of the Functional Guarantees specified in the said Appendix to the Contract Agreement is met, the Contractor shall, at the Contractor's option, either
  - (a) make such changes, modifications and/or additions to the Facilities or any part thereof that are necessary to attain the Functional Guarantees at its cost and expense, and shall request the Employer to repeat the Guarantee Test or

- (b) pay liquidated damages to the Employer in respect of the failure to meet the Functional Guarantees in accordance with the provisions in the Appendix to the Contract Agreement titled Functional Guarantees.
- 28.4 The payment of liquidated damages under GC Sub-Clause 28.3, up to the limitation of liability specified in the Appendix to the Contract Agreement titled Functional Guarantees, shall completely satisfy the Contractor's guarantees under GC Sub-Clause 28.3, and the Contractor shall have no further liability whatsoever to the Employer in respect thereof. Upon the payment of such liquidated damages by the Contractor, the Project Manager shall issue the Operational Acceptance Certificate for the Facilities or any part thereof in respect of which the liquidated damages have been so paid.

# 29. Patent Indemnity

29.1 The Contractor shall, subject to the Employer's compliance with GC Sub-Clause 29.2, indemnify and hold harmless the Employer and its employees and officers from and against any and all suits, actions or administrative proceedings, claims, demands, losses, damages, costs, and expenses of whatsoever nature, including attorney's fees and expenses, which the Employer may suffer as a result of any infringement or alleged infringement of any patent, utility model, registered design, trademark, copyright or other intellectual property right registered or otherwise existing at the date of the Contract by reason of: (a) the installation of the Facilities by the Contractor or the use of the Facilities in the country where the Site is located; and (b) the sale of the products produced by the Facilities in any country.

Such indemnity shall not cover any use of the Facilities or any part thereof other than for the purpose indicated by or to be reasonably inferred from the Contract, any infringement resulting from the use of the Facilities or any part thereof, or any products produced thereby in association or combination with any other equipment, plant or materials not supplied by the Contractor, pursuant to the Contract Agreement.

29.2 If any proceedings are brought or any claim is made against the Employer arising out of the matters referred to in GC Sub-Clause 29.1, the Employer shall promptly give the Contractor a notice thereof, and the Contractor may at its own expense and in the Employer's name conduct such proceedings or claim and any negotiations for the settlement of any such proceedings or claim.

If the Contractor fails to notify the Employer within twenty-eight (28) days after receipt of such notice that it intends to conduct any such proceedings or claim, then the Employer shall be free

to conduct the same on its own behalf. Unless the Contractor has so failed to notify the Employer within the twenty-eight (28) day period, the Employer shall make no admission that may be prejudicial to the defense of any such proceedings or claim.

The Employer shall, at the Contractor's request, afford all available assistance to the Contractor in conducting such proceedings or claim, and shall be reimbursed by the Contractor for all reasonable expenses incurred in so doing.

29.3 The Employer shall indemnify and hold harmless the Contractor and its employees, officers and Subcontractors from and against any and all suits, actions or administrative proceedings, claims, demands, losses, damages, costs, and expenses of whatsoever nature, including attorney's fees and expenses, which the Contractor may suffer as a result of any infringement or alleged infringement of any patent, utility model, registered design, trademark, copyright or other intellectual property right registered or otherwise existing at the date of the Contract arising out of or in connection with any design, data, drawing, specification, or other documents or materials provided or designed by or on behalf of the Employer.

# 30. Limitation of Liability

- 30.1 Except in cases of criminal negligence or willful misconduct,
  - (a) neither Party shall be liable to the other Party, whether in contract, tort, or otherwise, for any indirect or consequential loss or damage, loss of use, loss of production, or loss of profits or interest costs, which may be suffered by the other Party in connection with the Contract, other than specifically provided as any obligation of the Party in the Contract, and
  - (b) the aggregate liability of the Contractor to the Employer, whether under the Contract, in tort or otherwise, shall not exceed the amount resulting from the application of the multiplier specified in the PC, to the Contract Price or, if a multiplier is not so specified, the total Contract Price, provided that this limitation shall not apply to the cost of repairing or replacing defective equipment, or to any obligation of the Contractor to indemnify the Employer with respect to patent infringement.

### **Risk Distribution**

**31.** Transfer of 31.1 Ownership of the Plant (including spare parts) to be imported

### **Ownership**

- into the country where the Site is located shall be transferred to the Employer upon loading on to the mode of transport to be used to convey the Plant from the country of origin to that country.
- 31.2 Ownership of the Plant (including spare parts) procured in the country where the Site is located shall be transferred to the Employer when the Plant are brought on to the Site.
- 31.3 Ownership of the Contractor's Equipment used by the Contractor and its Subcontractors in connection with the Contract shall remain with the Contractor or its Subcontractors.
- 31.4 Ownership of any Plant in excess of the requirements for the Facilities shall revert to the Contractor upon Completion of the Facilities or at such earlier time when the Employer and the Contractor agree that the Plant in question are no longer required for the Facilities.
- 31.5 Notwithstanding the transfer of ownership of the Plant, the responsibility for care and custody thereof together with the risk of loss or damage thereto shall remain with the Contractor pursuant to GC Clause 32 (Care of Facilities) hereof until Completion of the Facilities or the part thereof in which such Plant are incorporated.

### 32. Care of Facilities

- 32.1 The Contractor shall be responsible for the care and custody of the Facilities or any part thereof until the date of Completion of the Facilities pursuant to GC Clause 24 or, where the Contract provides for Completion of the Facilities in parts, until the date of Completion of the relevant part, and shall make good at its own cost any loss or damage that may occur to the Facilities or the relevant part thereof from any cause whatsoever during such period. The Contractor shall also be responsible for any loss or damage to the Facilities caused by the Contractor or its Subcontractors in the course of any work carried out, pursuant to GC Clause 27. Notwithstanding the foregoing, the Contractor shall not be liable for any loss or damage to the Facilities or that part thereof caused by reason of any of the matters specified or referred to in paragraphs (a), (b) and (c) of GC Sub-Clauses 32.2 and 38.1.
- 32.2 If any loss or damage occurs to the Facilities or any part thereof or to the Contractor's temporary facilities by reason of
  - (a) insofar as they relate to the country where the Site is located, nuclear reaction, nuclear radiation, radioactive contamination, pressure wave caused by aircraft or other aerial objects, or any other occurrences that an experienced contractor could not reasonably foresee, or if reasonably

foreseeable could not reasonably make provision for or insure against, insofar as such risks are not normally insurable on the insurance market and are mentioned in the general exclusions of the policy of insurance, including War Risks and Political Risks, taken out under GC Clause 34 hereof; or

- (b) any use or occupation by the Employer or any third Party other than a Subcontractor, authorized by the Employer of any part of the Facilities; or
- (c) any use of or reliance upon any design, data or specification provided or designated by or on behalf of the Employer, or any such matter for which the Contractor has disclaimed responsibility herein,

the Employer shall pay to the Contractor all sums payable in respect of the Facilities executed, notwithstanding that the same be lost, destroyed or damaged, and will pay to the Contractor the replacement value of all temporary facilities and all parts thereof lost, destroyed or damaged. If the Employer requests the Contractor in writing to make good any loss or damage to the Facilities thereby occasioned, the Contractor shall make good the same at the cost of the Employer in accordance with GC Clause 39. If the Employer does not request the Contractor in writing to make good any loss or damage to the Facilities thereby occasioned, the Employer shall either request a change in accordance with GC Clause 39, excluding the performance of that part of the Facilities thereby lost, destroyed or damaged, or, where the loss or damage affects a substantial part of the Facilities, the Employer shall terminate the Contract pursuant to GC Sub-Clause 42.1 hereof.

- 32.3 The Contractor shall be liable for any loss of or damage to any Contractor's Equipment, or any other property of the Contractor used or intended to be used for purposes of the Facilities, except (i) as mentioned in GC Sub-Clause 32.2 with respect to the Contractor's temporary facilities, and (ii) where such loss or damage arises by reason of any of the matters specified in GC Sub-Clauses 32.2 (b) and (c) and 38.1.
- 32.4 With respect to any loss or damage caused to the Facilities or any part thereof or to the Contractor's Equipment by reason of any of the matters specified in GC Sub-Clause 38.1, the provisions of GC Sub-Clause 38.3 shall apply.

### 33. Loss of or Damage to

33.1 Subject to GC Sub-Clause 33.3, the Contractor shall indemnify and hold harmless the Employer and its employees and officers

Property; Accident or Injury to Workers; Indemnification from and against any and all suits, actions or administrative proceedings, claims, demands, losses, damages, costs, and expenses of whatsoever nature, including attorney's fees and expenses, in respect of the death or injury of any person or loss of or damage to any property other than the Facilities whether accepted or not, arising in connection with the supply and installation of the Facilities and by reason of the negligence of the Contractor or its Subcontractors, or their employees, officers or agents, except any injury, death or property damage caused by the negligence of the Employer, its contractors, employees, officers or agents.

33.2 If any proceedings are brought or any claim is made against the Employer that might subject the Contractor to liability under GC Sub-Clause 33.1, the Employer shall promptly give the Contractor a notice thereof and the Contractor may at its own expense and in the Employer's name conduct such proceedings or claim and any negotiations for the settlement of any such proceedings or claim.

If the Contractor fails to notify the Employer within twenty-eight (28) days after receipt of such notice that it intends to conduct any such proceedings or claim, then the Employer shall be free to conduct the same on its own behalf. Unless the Contractor has so failed to notify the Employer within the twenty-eight (28) day period, the Employer shall make no admission that may be prejudicial to the defense of any such proceedings or claim.

The Employer shall, at the Contractor's request, afford all available assistance to the Contractor in conducting such proceedings or claim, and shall be reimbursed by the Contractor for all reasonable expenses incurred in so doing.

- 33.3 The Employer shall indemnify and hold harmless the Contractor and its employees, officers and Subcontractors from any liability for loss of or damage to property of the Employer, other than the Facilities not yet taken over, that is caused by fire, explosion or any other perils, in excess of the amount recoverable from insurances procured under GC Clause 34, provided that such fire, explosion or other perils were not caused by any act or failure of the Contractor.
- 33.4 The Party entitled to the benefit of an indemnity under this GC Clause 33 shall take all reasonable measures to mitigate any loss or damage which has occurred. If the Party fails to take such measures, the other Party's liabilities shall be correspondingly reduced.

#### 34. Insurance

34.1 To the extent specified in the Appendix to the Contract Agreement titled Insurance Requirements, the Contractor shall at its expense take out and maintain in effect, or cause to be taken out and maintained in effect, during the performance of the Contract, the insurances set forth below in the sums and with the deductibles and other conditions specified in the said Appendix. The identity of the insurers and the form of the policies shall be subject to the approval of the Employer, who should not unreasonably withhold such approval.

### (a) Cargo Insurance During Transport

Covering loss or damage occurring while in transit from the Contractor's or Subcontractor's works or stores until arrival at the Site, to the Plant (including spare parts therefor) and to the Contractor's Equipment.

### (b) Installation All Risks Insurance

Covering physical loss or damage to the Facilities at the Site, occurring prior to Completion of the Facilities, with an extended maintenance coverage for the Contractor's liability in respect of any loss or damage occurring during the Defect Liability Period while the Contractor is on the Site for the purpose of performing its obligations during the Defect Liability Period.

### (c) Third Party Liability Insurance

Covering bodily injury or death suffered by third Parties including the Employer's personnel, and loss of or damage to property occurring in connection with the supply and installation of the Facilities.

### (d) Automobile Liability Insurance

Covering use of all vehicles used by the Contractor or its Subcontractors, whether or not owned by them, in connection with the execution of the Contract.

### (e) Workers' Compensation

In accordance with the statutory requirements applicable in any country where the Contract or any part thereof is executed.

### (f) Employer's Liability

In accordance with the statutory requirements applicable in any country where the Contract or any part thereof is executed.

### (g) Other Insurances

Such other insurances as may be specifically agreed upon by the Parties hereto as listed in the Appendix to the Contract Agreement titled Insurance Requirements.

- 34.2 The Employer shall be named as co-insured under all insurance policies taken out by the Contractor pursuant to GC Sub-Clause 34.1, except for the Third Party Liability, Workers' Compensation and Employer's Liability Insurances, and the Contractor's Subcontractors shall be named as co-insureds under all insurance policies taken out by the Contractor pursuant to GC Sub-Clause 34.1 except for the Cargo Insurance During Transport, Workers' Compensation and Employer's Liability Insurances. All insurer's rights of subrogation against such co-insureds for losses or claims arising out of the performance of the Contract shall be waived under such policies.
- 34.3 The Contractor shall, in accordance with the provisions of the Appendix to the Contract Agreement titled Insurance Requirements, deliver to the Employer certificates of insurance or copies of the insurance policies as evidence that the required policies are in full force and effect. The certificates shall provide that no less than twenty-one (21) days' notice shall be given to the Employer by insurers prior to cancellation or material modification of a policy.
- 34.4 The Contractor shall ensure that, where applicable, its Subcontractor(s) shall take out and maintain in effect adequate insurance policies for their personnel and vehicles and for work executed by them under the Contract, unless such Subcontractors are covered by the policies taken out by the Contractor.
- 34.5 The Employer shall at its expense take out and maintain in effect during the performance of the Contract those insurances specified in the Appendix to the Contract Agreement titled Insurance Requirements, in the sums and with the deductibles and other conditions specified in the said Appendix. The Contractor and the Contractor's Subcontractors shall be named as co-insureds under all such policies. All insurers' rights of subrogation against such co-insureds for losses or claims arising out of the performance of the Contract shall be waived under such policies. The Employer shall deliver to the Contractor satisfactory evidence that the required insurances are in full force and effect. The policies shall provide that not less than twenty-one (21) days' notice shall be given to the Contractor by

- all insurers prior to any cancellation or material modification of the policies. If so requested by the Contractor, the Employer shall provide copies of the policies taken out by the Employer under this GC Sub-Clause 34.5.
- 34.6 If the Contractor fails to take out and/or maintain in effect the insurances referred to in GC Sub-Clause 34.1, the Employer may take out and maintain in effect any such insurances and may from time to time deduct from any amount due the Contractor under the Contract any premium that the Employer shall have paid to the insurer, or may otherwise recover such amount as a debt due from the Contractor. If the Employer fails to take out and/or maintain in effect the insurances referred to in GC 34.5, the Contractor may take out and maintain in effect any such insurances and may from time to time deduct from any amount due the Employer under the Contract any premium that the Contractor shall have paid to the insurer, or may otherwise recover such amount as a debt due from the Employer. If the Contractor fails to or is unable to take out and maintain in effect any such insurances, the Contractor shall nevertheless have no liability or responsibility towards the Employer, and the Contractor shall have full recourse against the Employer for any and all liabilities of the Employer herein.
- 34.7 Unless otherwise provided in the Contract, the Contractor shall prepare and conduct all and any claims made under the policies effected by it pursuant to this GC Clause 34, and all monies payable by any insurers shall be paid to the Contractor. The Employer shall give to the Contractor all such reasonable assistance as may be required by the Contractor. With respect to insurance claims in which the Employer's interest is involved, the Contractor shall not give any release or make any compromise with the insurer without the prior written consent of the Employer. With respect to insurance claims in which the Contractor's interest is involved, the Employer shall not give any release or make any compromise with the insurer without the prior written consent of the Contractor.

### 35. Unforeseen Conditions

35.1 If, during the execution of the Contract, the Contractor shall encounter on the Site any physical conditions other than climatic conditions, or artificial obstructions that could not have been reasonably foreseen prior to the date of the Contract Agreement by an experienced contractor on the basis of reasonable examination of the data relating to the Facilities including any data as to boring tests, provided by the Employer, and on the basis of information that it could have obtained from a visual inspection of the Site if access thereto was available, or other

data readily available to it relating to the Facilities, and if the Contractor determines that it will in consequence of such conditions or obstructions incur additional cost and expense or require additional time to perform its obligations under the Contract that would not have been required if such physical conditions or artificial obstructions had not been encountered, the Contractor shall promptly, and before performing additional work or using additional Plant or Contractor's Equipment, notify the Project Manager in writing of

- (a) the physical conditions or artificial obstructions on the Site that could not have been reasonably foreseen;
- (b) the additional work and/or Plant and/or Contractor's Equipment required, including the steps which the Contractor will or proposes to take to overcome such conditions or obstructions;
- (c) the extent of the anticipated delay; and
- (d) the additional cost and expense that the Contractor is likely to incur.

On receiving any notice from the Contractor under this GC Sub-Clause 35.1, the Project Manager shall promptly consult with the Employer and Contractor and decide upon the actions to be taken to overcome the physical conditions or artificial obstructions encountered. Following such consultations, the Project Manager shall instruct the Contractor, with a copy to the Employer, of the actions to be taken.

35.2 Any reasonable additional cost and expense incurred by the Contractor in following the instructions from the Project Manager to overcome such physical conditions or artificial obstructions referred to in GC Sub-Clause 35.1 shall be paid by the Employer to the Contractor as an addition to the Contract Price.

If the Contractor is delayed or impeded in the performance of the Contract because of any such physical conditions or artificial obstructions referred to in GC Sub-Clause 35.1, the Time for Completion shall be extended in accordance with GC Clause 40.

### 36. Change in Laws and Regulations

36.1 If, after the date twenty-eight (28) days prior to the date of Bid submission, in the country where the Site is located, any law, regulation, ordinance, order or by-law having the force of law is enacted, promulgated, abrogated or changed which shall be deemed to include any change in interpretation or application by the competent authorities, that subsequently affects the costs and expenses of the Contractor and/or the Time for Completion, the Contract Price shall be correspondingly increased or decreased, and/or the Time for Completion shall be reasonably adjusted to the extent that the Contractor has thereby been affected in the performance of any of its obligations under the Contract. Notwithstanding the foregoing, such additional or reduced costs shall not be separately paid or credited if the same has already been accounted for in the price adjustment provisions where applicable, in accordance with the PC pursuant to GC Sub-Clause 11.2.

# 37. Force Majeure

- 37.1 "Force Majeure" shall mean any event beyond the reasonable control of the Employer or of the Contractor, as the case may be, and which is unavoidable notwithstanding the reasonable care of the Party affected, and shall include, without limitation, the following:
  - (a) war, hostilities or warlike operations whether a state of war be declared or not, invasion, act of foreign enemy and civil war
  - (b) rebellion, revolution, insurrection, mutiny, usurpation of civil or military government, conspiracy, riot, civil commotion and terrorist acts
  - (c) confiscation, nationalization, mobilization, commandeering or requisition by or under the order of any government or de jure or de facto authority or ruler or any other act or failure to act of any local state or national government authority
  - (d) strike, sabotage, lockout, embargo, import restriction, port congestion, lack of usual means of public transportation and communication, industrial dispute, shipwreck, shortage or restriction of power supply, epidemics, quarantine and plague
  - (e) earthquake, landslide, volcanic activity, fire, flood or inundation, tidal wave, typhoon or cyclone, hurricane, storm, lightning, or other inclement weather condition, nuclear and pressure waves or other natural or physical disaster

- (f) shortage of labor, materials or utilities where caused by circumstances that are themselves Force Majeure.
- 37.2 If either Party is prevented, hindered or delayed from or in performing any of its obligations under the Contract by an event of Force Majeure, then it shall notify the other in writing of the occurrence of such event and the circumstances thereof within fourteen (14) days after the occurrence of such event.
- 37.3 The Party who has given such notice shall be excused from the performance or punctual performance of its obligations under the Contract for so long as the relevant event of Force Majeure continues and to the extent that such Party's performance is prevented, hindered or delayed. The Time for Completion shall be extended in accordance with GC Clause 40.
- 37.4 The Party or Parties affected by the event of Force Majeure shall use reasonable efforts to mitigate the effect thereof upon its or their performance of the Contract and to fulfill its or their obligations under the Contract, but without prejudice to either Party's right to terminate the Contract under GC Sub-Clauses 37.6 and 38.5.
- 37.5 No delay or nonperformance by either Party hereto caused by the occurrence of any event of Force Majeure shall
  - (a) constitute a default or breach of the Contract, or
  - (b) give rise to any claim for damages or additional cost or expense occasioned thereby, subject to GC Sub-Clauses 32.2, 38.3 and 38.4

if and to the extent that such delay or nonperformance is caused by the occurrence of an event of Force Majeure.

- 37.6 If the performance of the Contract is substantially prevented, hindered or delayed for a single period of more than sixty (60) days or an aggregate period of more than one hundred and twenty (120) days on account of one or more events of Force Majeure during the currency of the Contract, the Parties will attempt to develop a mutually satisfactory solution, failing which either Party may terminate the Contract by giving a notice to the other, but without prejudice to either Party's right to terminate the Contract under GC Sub-Clause 38.5.
- 37.7 In the event of termination pursuant to GC Sub-Clause 37.6, the rights and obligations of the Employer and the Contractor shall be as specified in GC Sub-Clauses 42.1.2 and 42.1.3.

37.8 Notwithstanding GC Sub-Clause 37.5, Force Majeure shall not apply to any obligation of the Employer to make payments to the Contractor herein.

### 38. War Risks

- 38.1 "War Risks" shall mean any event specified in paragraphs (a) and (b) of GC Sub-Clause 37.1 and any explosion or impact of any mine, bomb, shell, grenade or other projectile, missile, munitions or explosive of war, occurring or existing in or near the country (or countries) where the Site is located.
- 38.2 Notwithstanding anything contained in the Contract, the Contractor shall have no liability whatsoever for or with respect to
  - (a) destruction of or damage to Facilities, Plant, or any part thereof;
  - (b) destruction of or damage to property of the Employer or any third Party; or
  - (c) injury or loss of life

if such destruction, damage, injury or loss of life is caused by any War Risks, and the Employer shall indemnify and hold the Contractor harmless from and against any and all claims, liabilities, actions, lawsuits, damages, costs, charges or expenses arising in consequence of or in connection with the same.

- 38.3 If the Facilities or any Plant or Contractor's Equipment or any other property of the Contractor used or intended to be used for the purposes of the Facilities shall sustain destruction or damage by reason of any War Risks, the Employer shall pay the Contractor for
  - (a) any part of the Facilities or the Plant so destroyed or damaged to the extent not already paid for by the Employer
    - and so far as may be required by the Employer, and as may be necessary for completion of the Facilities
  - (b) replacing or making good any Contractor's Equipment or other property of the Contractor so destroyed or damaged
  - (c) replacing or making good any such destruction or damage to the Facilities or the Plant or any part thereof.

If the Employer does not require the Contractor to replace or make good any such destruction or damage to the Facilities, the Employer shall either request a change in accordance with GC Clause 39, excluding the performance of that part of the Facilities thereby destroyed or damaged or, where the loss, destruction or damage affects a substantial part of the Facilities, shall terminate the Contract, pursuant to GC Sub-Clause 42.1.

If the Employer requires the Contractor to replace or make good on any such destruction or damage to the Facilities, the Time for Completion shall be extended in accordance with GC 40.

- 38.4 Notwithstanding anything contained in the Contract, the Employer shall pay the Contractor for any increased costs or incidentals to the execution of the Contract that are in any way attributable to, consequent on, resulting from, or in any way connected with any War Risks, provided that the Contractor shall as soon as practicable notify the Employer in writing of any such increased cost.
- 38.5 If during the performance of the Contract any War Risks shall occur that financially or otherwise materially affect the execution of the Contract by the Contractor, the Contractor shall use its reasonable efforts to execute the Contract with due and proper consideration given to the safety of its and its Subcontractors' personnel engaged in the work on the Facilities, provided, however, that if the execution of the work on the Facilities becomes impossible or is substantially prevented for a single period of more than sixty (60) days or an aggregate period of more than one hundred and twenty (120) days on account of any War Risks, the Parties will attempt to develop a mutually satisfactory solution, failing which either Party may terminate the Contract by giving a notice to the other.
- 38.6 In the event of termination pursuant to GC Sub-Clauses 38.3 or 38.5, the rights and obligations of the Employer and the Contractor shall be specified in GC Sub-Clauses 42.1.2 and 42.1.3.

### **Change in Contract Elements**

### 39. Change in the Facilities

### 39.1 Introducing a Change

39.1.1 Subject to GC Sub-Clauses 39.2.5 and 39.2.7, the Employer shall have the right to propose, and subsequently require, that the Project Manager order the Contractor from time to time during the performance of the Contract to make any change, modification, addition or deletion to, in or from the Facilities hereinafter called "Change", provided that such Change falls within the general scope of the Facilities and does not constitute unrelated work and that it is technically practicable, taking into account both

- the state of advancement of the Facilities and the technical compatibility of the Change envisaged with the nature of the Facilities as specified in the Contract.
- 39.1.2 The Contractor may from time to time during its performance of the Contract propose to the Employer with a copy to the Project Manager, any Change that the Contractor considers necessary or desirable to improve the quality, efficiency or safety of the Facilities. The Employer may at its discretion approve or reject any Change proposed by the Contractor, provided that the Employer shall approve any Change proposed by the Contractor to ensure the safety of the Facilities.
- 39.1.3 Notwithstanding GC Sub-Clauses 39.1.1 and 39.1.2, no change made necessary because of any default of the Contractor in the performance of its obligations under the Contract shall be deemed to be a Change, and such change shall not result in any adjustment of the Contract Price or the Time for Completion.
- 39.1.4 The procedure on how to proceed with and execute Changes is specified in GC Sub-Clauses 39.2 and 39.3, and further details and forms are provided in the Employer's Requirements (Forms and Procedures).

### 39.2 Changes Originating from Employer

- 39.2.1 If the Employer proposes a Change pursuant to GC Sub-Clause 39.1.1, it shall send to the Contractor a "Request for Change Proposal," requiring the Contractor to prepare and furnish to the Project Manager as soon as reasonably practicable a "Change Proposal," which shall include the following:
  - (a) brief description of the Change
  - (b) effect on the Time for Completion
  - (c) estimated cost of the Change
  - (d) effect on Functional Guarantees (if any)
  - (e) effect on the Facilities
  - (f) effect on any other provisions of the Contract.
- 39.2.2 Prior to preparing and submitting the "Change Proposal," the Contractor shall submit to the Project Manager an

"Estimate for Change Proposal," which shall be an estimate of the cost of preparing and submitting the Change Proposal.

Upon receipt of the Contractor's Estimate for Change Proposal, the Employer shall do one of the following:

- (a) accept the Contractor's estimate with instructions to the Contractor to proceed with the preparation of the Change Proposal
- (b) advise the Contractor of any part of its Estimate for Change Proposal that is unacceptable and request the Contractor to review its estimate
- (c) advise the Contractor that the Employer does not intend to proceed with the Change.
- 39.2.3 Upon receipt of the Employer's instruction to proceed under GC Sub-Clause 39.2.2 (a), the Contractor shall, with proper expedition, proceed with the preparation of the Change Proposal, in accordance with GC Sub-Clause 39.2.1.
- 39.2.4 The pricing of any Change shall, as far as practicable, be calculated in accordance with the rates and prices included in the Contract. If such rates and prices are inequitable, the Parties thereto shall agree on specific rates for the valuation of the Change.
- 39.2.5 If before or during the preparation of the Change Proposal it becomes apparent that the aggregate effect of compliance therewith and with all other Change Orders that have already become binding upon the Contractor under this GC Clause 39 would be to increase or decrease the Contract Price as originally set forth in Article 2 (Contract Price) of the Contract Agreement by more than fifteen percent (15%), the Contractor may give a written notice of objection thereto prior to furnishing the Change Proposal as aforesaid. If the Employer accepts the Contractor's objection, the Employer shall withdraw the proposed Change and shall notify the Contractor in writing thereof.

The Contractor's failure to so object shall neither affect its right to object to any subsequent requested Changes or Change Orders herein, nor affect its right to take into account, when making such subsequent objection, the percentage increase or decrease in the Contract Price that any Change not objected to by the Contractor represents.

39.2.6 Upon receipt of the Change Proposal, the Employer and the Contractor shall mutually agree upon all matters therein contained. Within fourteen (14) days after such agreement, the Employer shall, if it intends to proceed with the Change, issue the Contractor with a Change Order.

If the Employer is unable to reach a decision within fourteen (14) days, it shall notify the Contractor with details of when the Contractor can expect a decision.

If the Employer decides not to proceed with the Change for whatever reason, it shall, within the said period of fourteen (14) days, notify the Contractor accordingly. Under such circumstances, the Contractor shall be entitled to reimbursement of all costs reasonably incurred by it in the preparation of the Change Proposal, provided that these do not exceed the amount given by the Contractor in its Estimate for Change Proposal submitted in accordance with GC Sub-Clause 39.2.2.

39.2.7 If the Employer and the Contractor cannot reach agreement on the price for the Change, an equitable adjustment to the Time for Completion, or any other matters identified in the Change Proposal, the Employer may nevertheless instruct the Contractor to proceed with the Change by issue of a "Pending Agreement Change Order."

Upon receipt of a Pending Agreement Change Order, the Contractor shall immediately proceed with effecting the Changes covered by such Order. The Parties shall thereafter attempt to reach agreement on the outstanding issues under the Change Proposal.

If the Parties cannot reach agreement within sixty (60) days from the date of issue of the Pending Agreement Change Order, then the matter may be referred to the Dispute Board in accordance with the provisions of GC Sub-Clause 46.1.

#### 39.3 Changes Originating from Contractor

39.3.1 If the Contractor proposes a Change pursuant to GC Sub-Clause 39.1.2, the Contractor shall submit to the Project Manager a written "Application for Change Proposal," giving reasons for the proposed Change and including the information specified in GC Sub-Clause 39.2.1.

Upon receipt of the Application for Change Proposal, the Parties shall follow the procedures outlined in GC Sub-Clauses 39.2.6 and 39.2.7. However, should the Employer choose not to proceed, the Contractor shall not be entitled to recover the costs of preparing the Application for Change Proposal.

# 40. Extension of Time for Completion

- 40.1 The Time(s) for Completion specified in the PC pursuant to GC Sub-Clause 8.2 shall be extended if the Contractor is delayed or impeded in the performance of any of its obligations under the Contract by reason of any of the following:
  - (a) any Change in the Facilities as provided in GC Clause 39
  - (b) any occurrence of Force Majeure as provided in GC Clause 37, unforeseen conditions as provided in GC Clause 35, or other occurrence of any of the matters specified or referred to in paragraphs (a), (b) and (c) of GC Sub-Clause 32.2
  - (c) any suspension order given by the Employer under GC Clause 41 hereof or reduction in the rate of progress pursuant to GC Sub-Clause 41.2 or
  - (d) any changes in laws and regulations as provided in GC Clause 36 or
  - (e) any default or breach of the Contract by the Employer, Appendix to the Contract Agreement titled ,or any activity, act or omission of the Employer, or the Project Manager, or any other contractors employed by the Employer, or
  - (f) any delay on the part of a sub-contractor, provided such delay is due to a cause for which the Contractor himself would have been entitled to an extension of time under this sub-clause, or
  - (g) delays attributable to the Employer or caused by customs, or
  - (h) any other matter specifically mentioned in the Contract

by such period as shall be fair and reasonable in all the circumstances and as shall fairly reflect the delay or impediment sustained by the Contractor.

40.2 Except where otherwise specifically provided in the Contract, the Contractor shall submit to the Project Manager a notice of a

claim for an extension of the Time for Completion, together with particulars of the event or circumstance justifying such extension as soon as reasonably practicable after the commencement of such event or circumstance. As soon as reasonably practicable after receipt of such notice and supporting particulars of the claim, the Employer and the Contractor shall agree upon the period of such extension. In the event that the Contractor does not accept the Employer's estimate of a fair and reasonable time extension, the Contractor shall be entitled to refer the matter to a Dispute Board, pursuant to GC Sub-Clause 46.1.

The Contractor shall at all times use its reasonable efforts to minimize any delay in the performance of its obligations under the Contract.

In all cases where the Contractor has given a notice of a claim for an extension of time under GC 40.2, the Contractor shall consult with the Project Manager in order to determine the steps (if any) which can be taken to overcome or minimize the actual or anticipated delay. The Contractor shall there after comply with all reasonable instructions which the Project Manager shall give in order to minimize such delay. If compliance with such instructions shall cause the Contractor to incur extra costs and the Contractor is entitled to an extension of time under GC 40.1, the amount of such extra costs shall be added to the Contract Price.

### 41. Suspension

41.1 The Employer may request the Project Manager, by notice to the Contractor, to order the Contractor to suspend performance of any or all of its obligations under the Contract. Such notice shall specify the obligation of which performance is to be suspended, the effective date of the suspension and the reasons therefor. The Contractor shall thereupon suspend performance of such obligation, except those obligations necessary for the care or preservation of the Facilities, until ordered in writing to resume such performance by the Project Manager.

If, by virtue of a suspension order given by the Project Manager, other than by reason of the Contractor's default or breach of the Contract, the Contractor's performance of any of its obligations is suspended for an aggregate period of more than ninety (90) days, then at any time thereafter and provided that at that time such performance is still suspended, the Contractor may give a notice to the Project Manager requiring that the Employer shall, within twenty-eight (28) days of receipt of the notice, order the resumption of such performance or request and subsequently order a change in accordance with GC Clause 39, excluding the

performance of the suspended obligations from the Contract.

If the Employer fails to do so within such period, the Contractor may, by a further notice to the Project Manager, elect to treat the suspension, where it affects a part only of the Facilities, as a deletion of such part in accordance with GC Clause 39 or, where it affects the whole of the Facilities, as termination of the Contract under GC Sub-Clause 42.1.

#### 41.2 If

- (a) the Employer has failed to pay the Contractor any sum due under the Contract within the specified period, has failed to approve any invoice or supporting documents without just cause pursuant to the Appendix to the Contract Agreement titled Terms and Procedures of Payment, or commits a substantial breach of the Contract, the Contractor may give a notice to the Employer that requires payment of such sum, with interest thereon as stipulated in GC Sub-Clause 12.3, requires approval of such invoice or supporting documents, or specifies the breach and requires the Employer to remedy the same, as the case may be. If the Employer fails to pay such sum together with such interest, fails to approve such invoice or supporting documents or give its reasons for withholding such approval, or fails to remedy the breach or take steps to remedy the breach within fourteen (14) days after receipt of the Contractor's notice or
- (b) the Contractor is unable to carry out any of its obligations under the Contract for any reason attributable to the Employer, including but not limited to the Employer's failure to provide possession of or access to the Site or other areas in accordance with GC Sub-Clause 10.2, or failure to obtain any governmental permit necessary for the execution and/or completion of the Facilities,

then the Contractor may by fourteen (14) days' notice to the Employer suspend performance of all or any of its obligations under the Contract, or reduce the rate of progress.

41.3 If the Contractor's performance of its obligations is suspended or the rate of progress is reduced pursuant to this GC Clause 41, then the Time for Completion shall be extended in accordance with GC Sub-Clause 40.1, and any and all additional costs or expenses incurred by the Contractor as a result of such suspension or reduction shall be paid by the Employer to the

Contractor in addition to the Contract Price, except in the case of suspension order or reduction in the rate of progress by reason of the Contractor's default or breach of the Contract.

41.4 During the period of suspension, the Contractor shall not remove from the Site any Plant, any part of the Facilities or any Contractor's Equipment, without the prior written consent of the Employer.

### 42. Termination

### 42.1 Termination for Employer's Convenience

- 42.1.1 The Employer may at any time terminate the Contract for any reason by giving the Contractor a notice of termination that refers to this GC Sub-Clause 42.1.
- 42.1.2 Upon receipt of the notice of termination under GC Sub-Clause 42.1.1, the Contractor shall either immediately or upon the date specified in the notice of termination
  - (a) cease all further work, except for such work as the Employer may specify in the notice of termination for the sole purpose of protecting that part of the Facilities already executed, or any work required to leave the Site in a clean and safe condition
  - (b) terminate all subcontracts, except those to be assigned to the Employer pursuant to paragraph (d) (ii) below
  - (c) remove all Contractor's Equipment from the Site, repatriate the Contractor's and its Subcontractors' personnel from the Site, remove from the Site any wreckage, rubbish and debris of any kind, and leave the whole of the Site in a clean and safe condition, and
  - (d) subject to the payment specified in GC Sub-Clause 42.1.3,
    - (i) deliver to the Employer the parts of the Facilities executed by the Contractor up to the date of termination
    - (ii) to the extent legally possible, assign to the Employer all right, title and benefit of the Contractor to the Facilities and to the Plant as of the date of termination, and, as may be required by the Employer, in any subcontracts

- concluded between the Contractor and its Subcontractors; and
- (iii) deliver to the Employer all non-proprietary drawings, specifications and other documents prepared by the Contractor or its Subcontractors as at the date of termination in connection with the Facilities.
- 42.1.3 In the event of termination of the Contract under GC Sub-Clause 42.1.1, the Employer shall pay to the Contractor the following amounts:
  - (a) the Contract Price, properly attributable to the parts of the Facilities executed by the Contractor as of the date of termination
  - (b) the costs reasonably incurred by the Contractor in the removal of the Contractor's Equipment from the Site and in the repatriation of the Contractor's and its Subcontractors' personnel
  - (c) any amounts to be paid by the Contractor to its Subcontractors in connection with the termination of any subcontracts, including any cancellation charges
  - (d) costs incurred by the Contractor in protecting the Facilities and leaving the Site in a clean and safe condition pursuant to paragraph (a) of GC Sub-Clause 42.1.2
  - (e) the cost of satisfying all other obligations, commitments and claims that the Contractor may in good faith have undertaken with third Parties in connection with the Contract and that are not covered by paragraphs (a) through (d) above.

### 42.2 Termination for Contractor's Default

- 42.2.1 The Employer, without prejudice to any other rights or remedies it may possess, may terminate the Contract forthwith in the following circumstances by giving a notice of termination and its reasons therefor to the Contractor, referring to this GC Sub-Clause 42.2:
  - (a) if the Contractor becomes bankrupt or insolvent, has a receiving order issued against it, compounds with its creditors, or, if the Contractor is a corporation, a resolution is passed or order is made for its winding

- up, other than a voluntary liquidation for the purposes of amalgamation or reconstruction, a receiver is appointed over any part of its undertaking or assets, or if the Contractor takes or suffers any other analogous action in consequence of debt
- (b) if the Contractor assigns or transfers the Contract or any right or interest therein in violation of the provision of GC Clause 43.
- (c) if the Contractor, in the judgment of the Employer has engaged in corrupt, collusive, coercive, or fraudulent practices, as defined in GC Clause 6, in competing for or in executing the Contract.

#### 42.2.2 If the Contractor

- (a) has abandoned or repudiated the Contract
- (b) has without valid reason failed to commence work on the Facilities promptly or has suspended, other than pursuant to GC Sub-Clause 41.2, the progress of Contract performance for more than twenty-eight (28) days after receiving a written instruction from the Employer to proceed
- (c) persistently fails to execute the Contract in accordance with the Contract or persistently neglects to carry out its obligations under the Contract without just cause
- (d) refuses or is unable to provide sufficient materials, services or labor to execute and complete the Facilities in the manner specified in the program furnished under GC Sub-Clause 18.2 at rates of progress that give reasonable assurance to the Employer that the Contractor can attain Completion of the Facilities by the Time for Completion as extended,

then the Employer may, without prejudice to any other rights it may possess under the Contract, give a notice to the Contractor stating the nature of the default and requiring the Contractor to remedy the same. If the Contractor fails to remedy or to take steps to remedy the same within fourteen (14) days of its receipt of such notice, then the Employer may terminate the Contract forthwith by giving a notice of termination to the

Contractor that refers to this GC Sub-Clause 42.2.

- 42.2.3 Upon receipt of the notice of termination under GC Sub-Clauses 42.2.1 or 42.2.2, the Contractor shall, either immediately or upon such date as is specified in the notice of termination,
  - (a) cease all further work, except for such work as the Employer may specify in the notice of termination for the sole purpose of protecting that part of the Facilities already executed, or any work required to leave the Site in a clean and safe condition
  - (b) terminate all subcontracts, except those to be assigned to the Employer pursuant to paragraph (d) below
  - (c) deliver to the Employer the parts of the Facilities executed by the Contractor up to the date of termination
  - (d) to the extent legally possible, assign to the Employer all right, title and benefit of the Contractor to the Facilities and to the Plant as of the date of termination, and, as may be required by the Employer, in any subcontracts concluded between the Contractor and its Subcontractors
  - (e) deliver to the Employer all drawings, specifications and other documents prepared by the Contractor or its Subcontractors as of the date of termination in connection with the Facilities.
- 42.2.4 The Employer may enter upon the Site, expel the Contractor, and complete the Facilities itself or by employing any third Party. The Employer may, to the exclusion of any right of the Contractor over the same, take over and use with the payment of a fair rental rate to the Contractor, with all the maintenance costs to the account of the Employer and with an indemnification by the Employer for all liability including damage or injury to persons arising out of the Employer's use of such equipment, any Contractor's Equipment owned by the Contractor and on the Site in connection with the Facilities for such reasonable period as the Employer considers expedient for the supply and installation of the Facilities.

Upon completion of the Facilities or at such earlier date as the Employer thinks appropriate, the Employer shall give notice to the Contractor that such Contractor's Equipment will be returned to the Contractor at or near the Site and shall return such Contractor's Equipment to the Contractor in accordance with such notice. The Contractor shall thereafter without delay and at its cost remove or arrange removal of the same from the Site.

- 42.2.5 Subject to GC Sub-Clause 42.2.6, the Contractor shall be entitled to be paid the Contract Price attributable to the Facilities executed as of the date of termination, the value of any unused or partially used Plant on the Site, and the costs, if any, incurred in protecting the Facilities and in leaving the Site in a clean and safe condition pursuant to paragraph (a) of GC Sub-Clause 42.2.3. Any sums due the Employer from the Contractor accruing prior to the date of termination shall be deducted from the amount to be paid to the Contractor under this Contract.
- 42.2.6 If the Employer completes the Facilities, the cost of completing the Facilities by the Employer shall be determined.

If the sum that the Contractor is entitled to be paid, pursuant to GC Sub-Clause 42.2.5, plus the reasonable costs incurred by the Employer in completing the Facilities, exceeds the Contract Price, the Contractor shall be liable for such excess.

If such excess is greater than the sums due the Contractor under GC Sub-Clause 42.2.5, the Contractor shall pay the balance to the Employer, and if such excess is less than the sums due the Contractor under GC Sub-Clause 42.2.5, the Employer shall pay the balance to the Contractor.

The Employer and the Contractor shall agree, in writing, on the computation described above and the manner in which any sums shall be paid.

#### 42.3 Termination by the Contractor

#### 42.3.1 If

(a) the Employer has failed to pay the Contractor any sum due under the Contract within the specified period, has failed to approve any invoice or supporting documents without just cause pursuant to the Appendix to the Contract Agreement titled Terms and Procedures of Payment, or commits a substantial breach of the Contract, the Contractor

may give a notice to the Employer that requires payment of such sum, with interest thereon as stipulated in GC Sub-Clause 12.3, requires approval of such invoice or supporting documents, or specifies the breach and requires the Employer to remedy the same, as the case may be. If the Employer fails to pay such sum together with such interest, fails to approve such invoice or supporting documents or give its reasons for withholding such approval, fails to remedy the breach or take steps to remedy the breach within fourteen (14) days after receipt of the Contractor's notice, or

(b) the Contractor is unable to carry out any of its obligations under the Contract for any reason attributable to the Employer, including but not limited to the Employer's failure to provide possession of or access to the Site or other areas or failure to obtain any governmental permit necessary for the execution and/or completion of the Facilities.

then the Contractor may give a notice to the Employer thereof, and if the Employer has failed to pay the outstanding sum, to approve the invoice or supporting documents, to give its reasons for withholding such approval, or to remedy the breach within twenty-eight (28) days of such notice, or if the Contractor is still unable to carry out any of its obligations under the Contract for any reason attributable to the Employer within twenty-eight (28) days of the said notice, the Contractor may by a further notice to the Employer referring to this GC Sub-Clause 42.3.1, forthwith terminate the Contract.

42.3.2 The Contractor may terminate the Contract forthwith by giving a notice to the Employer to that effect, referring to this GC Sub-Clause 42.3.2, if the Employer becomes bankrupt or insolvent, has a receiving order issued against it, compounds with its creditors, or, being a corporation, if a resolution is passed or order is made for its winding up (other than a voluntary liquidation for the purposes of amalgamation or reconstruction), a receiver is appointed over any part of its undertaking or assets, or if the Employer takes or suffers any other analogous action in consequence of debt.

42.3.3 If the Contract is terminated under GC Sub-Clauses

- 42.3.1 or 42.3.2, then the Contractor shall immediately
- (a) cease all further work, except for such work as may be necessary for the purpose of protecting that part of the Facilities already executed, or any work required to leave the Site in a clean and safe condition
- (b) terminate all subcontracts, except those to be assigned to the Employer pursuant to paragraph (d) (ii)
- (c) remove all Contractor's Equipment from the Site and repatriate the Contractor's and its Subcontractors' personnel from the Site, and
- (d) subject to the payment specified in GC Sub-Clause 42.3.4,
  - (i) deliver to the Employer the parts of the Facilities executed by the Contractor up to the date of termination
  - (ii) to the extent legally possible, assign to the Employer all right, title and benefit of the Contractor to the Facilities and to the Plant as of the date of termination, and, as may be required by the Employer, in any subcontracts concluded between the Contractor and its Subcontractors, and
  - (iii) deliver to the Employer all drawings, specifications and other documents prepared by the Contractor or its Subcontractors as of the date of termination in connection with the Facilities.
- 42.3.4 If the Contract is terminated under GC Sub-Clauses 42.3.1 or 42.3.2, the Employer shall pay to the Contractor all payments specified in GC Sub-Clause 42.1.3, and reasonable compensation for all loss, except for loss of profit, or damage sustained by the Contractor arising out of, in connection with or in consequence of such termination.
- 42.3.5 Termination by the Contractor pursuant to this GC Sub-Clause 42.3 is without prejudice to any other rights or remedies of the Contractor that may be exercised in lieu of

or in addition to rights conferred by GC Sub-Clause 42.3.

- 42.4 In this GC Clause 42, the expression "Facilities executed" shall include all work executed, Installation Services provided, and all Plant acquired, or subject to a legally binding obligation to purchase, by the Contractor and used or intended to be used for the purpose of the Facilities, up to and including the date of termination.
- 42.5 In this GC Clause 42, in calculating any monies due from the Employer to the Contractor, account shall be taken of any sum previously paid by the Employer to the Contractor under the Contract, including any advance payment paid pursuant to the Appendix to the Contract Agreement titled Terms and Procedures of Payment.

#### 43. Assignment

43.1 Neither the Employer nor the Contractor shall, without the express prior written consent of the other Party, which consent shall not be unreasonably withheld, assign to any third Party the Contract or any part thereof, or any right, benefit, obligation or interest therein or thereunder, except that the Contractor shall be entitled to assign either absolutely or by way of charge any monies due and payable to it or that may become due and payable to it under the Contract.

# 44. Export Restrictions

44.1 Notwithstanding any obligation under the Contract to complete all export formalities, any export restrictions attributable to the Employer, to the country of the Employer or to the use of the Plant and Installation Services to be supplied which arise from trade regulations from a country supplying those Plant and Installation Services, and which substantially impede the Contractor from meeting its obligations under the Contract, shall release the Contractor from the obligation to provide deliveries or services, always provided, however, that the Contractor can demonstrate to the satisfaction of the Employer and of the Bank that it has completed all formalities in a timely manner, including applying for permits, authorizations and licenses necessary for the export of the Plant and Installation Services under the terms of the Contract. Termination of the Contract on this basis shall be for the Employer's convenience pursuant to Sub-Clause 42.1.

## Claims, Disputes and Arbitration

# 45. Contractor's Claims

45.1 If the Contractor considers himself to be entitled to any extension of the Time for Completion and/or any additional payment, under any Clause of these Conditions or otherwise in

connection with the Contract, the Contractor shall submit a notice to the Project Manager, describing the event or circumstance giving rise to the claim. The notice shall be given as soon as practicable, and not later than 28 days after the Contractor became aware, or should have become aware, of the event or circumstance.

If the Contractor fails to give notice of a claim within such period of 28 days, the Time for Completion shall not be extended, the Contractor shall not be entitled to additional payment, and the Employer shall be discharged from all liability in connection with the claim. Otherwise, the following provisions of this Sub-Clause shall apply.

The Contractor shall also submit any other notices which are required by the Contract, and supporting particulars for the claim, all as relevant to such event or circumstance.

The Contractor shall keep such contemporary records as may be necessary to substantiate any claim, either on the Site or at another location acceptable to the Project Manager. Without admitting the Employer's liability, the Project Manager may, after receiving any notice under this Sub-Clause, monitor the record-keeping and/or instruct the Contractor to keep further contemporary records. The Contractor shall permit the Project Manager to inspect all these records, and shall (if instructed) submit copies to the Project Manager.

Within 42 days after the Contractor became aware (or should have become aware) of the event or circumstance giving rise to the claim, or within such other period as may be proposed by the Contractor and approved by the Project Manager, the Contractor shall send to the Project Manager a fully detailed claim which includes full supporting particulars of the basis of the claim and of the extension of time and/or additional payment claimed. If the event or circumstance giving rise to the claim has a continuing effect:

- (a) this fully detailed claim shall be considered as interim;
- (b) the Contractor shall send further interim claims at monthly intervals, giving the accumulated delay and/or amount claimed, and such further particulars as the Project Manager may reasonably require; and
- (c) the Contractor shall send a final claim within 28 days after the end of the effects resulting from the event or circumstance, or within such other period as may be proposed by the Contractor and approved by the

#### Project Manager.

Within 42 days after receiving a claim or any further particulars supporting a previous claim, or within such other period as may be proposed by the Project Manager and approved by the Contractor, the Project Manager shall respond with approval, or with disapproval and detailed comments. He may also request any necessary further particulars, but shall nevertheless give his response on the principles of the claim within such time.

Each Payment Certificate shall include such amounts for any claim as have been reasonably substantiated as due under the relevant provision of the Contract. Unless and until the particulars supplied are sufficient to substantiate the whole of the claim, the Contractor shall only be entitled to payment for such part of the claim as he has been able to substantiate.

The Project Manager shall agree with the Contractor or estimate: (i) the extension (if any) of the Time for Completion (before or after its expiry) in accordance with GC Clause 40, and/or (ii) the additional payment (if any) to which the Contractor is entitled under the Contract.

The requirements of this Sub-Clause are in addition to those of any other Sub-Clause which may apply to a claim. If the Contractor fails to comply with this or another Sub-Clause in relation to any claim, any extension of time and/or additional payment shall take account of the extent (if any) to which the failure has prevented or prejudiced proper investigation of the claim, unless the claim is excluded under the second paragraph of this Sub-Clause.

In the event that the Contractor and the Employer cannot agree on any matter relating to a claim, either Party may refer the matter to the Dispute Board pursuant to GC 46 hereof.

# 46. Disputes and Arbitration

### 46.1 Appointment of the Dispute Board

Disputes shall be referred to a DB for decision in accordance with GC Sub-Clause 46.3. The Parties shall appoint a DB by the date stated in the PC.

The DB shall comprise, as stated in the PC, either one or three suitably qualified persons ("the members"), each of whom shall be fluent in the language for communication defined in the Contract and shall be a professional experienced in the type of activities involved in the performance of the Contract and with the interpretation of contractual documents. If the number is not so stated and the Parties do not agree otherwise, the DB shall

comprise three persons, one of whom shall serve as chairman.

If the Parties have not jointly appointed the DB 21 days before the date stated in the PC and the DB is to comprise three persons, each Party shall nominate one member for the approval of the other Party. The first two members shall recommend and the Parties shall agree upon the third member, who shall act as chairman.

However, if a list of potential members is included in the PC, the members shall be selected from those on the list, other than anyone who is unable or unwilling to accept appointment to the DB.

The agreement between the Parties and either the sole member or each of the three members shall incorporate by reference the General Conditions of Dispute Board Agreement contained in the Appendix to these General Conditions, with such amendments as are agreed between them.

The terms of the remuneration of either the sole member or each of the three members, including the remuneration of any expert whom the DB consults, shall be mutually agreed upon by the Parties when agreeing the terms of appointment of the member or such expert (as the case may be). Each Party shall be responsible for paying one-half of this remuneration.

If a member declines to act or is unable to act as a result of death, disability, resignation or termination of appointment, a replacement shall be appointed in the same manner as the replaced person was required to have been nominated or agreed upon, as described in this Sub-Clause.

The appointment of any member may be terminated by mutual agreement of both Parties, but not by the Employer or the Contractor acting alone. Unless otherwise agreed by both Parties, the appointment of the DB (including each member) shall expire when the Operational Acceptance Certificate has been issued in accordance with GC Sub-Clause 25.3.

46.2 Failure to Agree on the Composition of the Dispute Board

If any of the following conditions apply, namely:

(a) the Parties fail to agree upon the appointment of the sole member of the DB by the date stated in the first paragraph of GC Sub-Clause 46.1,

either Party fails to nominate a member (for approval by the

other Party) of a DB of three persons by such date,

the Parties fail to agree upon the appointment of the third member (to act as chairman) of the DB by such date, or

the Parties fail to agree upon the appointment of a replacement person within 42 days after the date on which the sole member or one of the three members declines to act or is unable to act as a result of death, disability, resignation or termination of appointment,

then the appointing entity or official **named in the PC** shall, upon the request of either or both of the Parties and after due consultation with both Parties, appoint this member of the DB. This appointment shall be final and conclusive. Each Party shall be responsible for paying one-half of the remuneration of the appointing entity or official.

### 46.3 Obtaining Dispute Board's Decision

If a dispute (of any kind whatsoever) arises between the Parties in connection with the performance of the Contract, including any dispute as to any certificate, determination, instruction, opinion or valuation of the Project Manager, either Party may refer the dispute in writing to the DB for its decision, with copies to the other Party and the Project Manager. Such reference shall state that it is given under this Sub-Clause.

For a DB of three persons, the DB shall be deemed to have received such reference on the date when it is received by the chairman of the DB.

Both Parties shall promptly make available to the DB all such additional information, further access to the Site, and appropriate facilities, as the DB may require for the purposes of making a decision on such dispute. The DB shall be deemed to be not acting as arbitrator(s).

Within 84 days after receiving such reference, or within such other period as may be proposed by the DB and approved by both Parties, the DB shall give its decision, which shall be reasoned and shall state that it is given under this Sub-Clause. The decision shall be binding on both Parties, who shall promptly give effect to it unless and until it shall be revised in an amicable settlement or an arbitral award as described below. Unless the Contract has already been abandoned, repudiated or terminated, the Contractor shall continue with the performance of the Facilities in accordance with the Contract.

If either Party is dissatisfied with the DB's decision, then either Party may, within 28 days after receiving the decision, give notice to the other Party of its dissatisfaction and intention to commence arbitration. If the DB fails to give its decision within the period of 84 days (or as otherwise approved) after receiving such reference, then either Party may, within 28 days after this period has expired, give notice to the other Party of its dissatisfaction and intention to commence arbitration.

In either event, this notice of dissatisfaction shall state that it is given under this Sub-Clause, and shall set out the matter in dispute and the reason(s) for dissatisfaction. Except as stated in GC Sub-Clauses 46.6 and 46.7, neither Party shall be entitled to commence arbitration of a dispute unless a notice of dissatisfaction has been given in accordance with this Sub-Clause.

If the DB has given its decision as to a matter in dispute to both Parties, and no notice of dissatisfaction has been given by either Party within 28 days after it received the DB's decision, then the decision shall become final and binding upon both Parties.

#### 46.4 Amicable Settlement

Where notice of dissatisfaction has been given under GC Sub-Clause 46.3 above, both Parties shall attempt to settle the dispute amicably before the commencement of arbitration. However, unless both Parties agree otherwise, arbitration may be commenced on or after the fifty-sixth day after the day on which notice of dissatisfaction and intention to commence arbitration was given, even if no attempt at amicable settlement has been made.

#### 46.5 Arbitration

Unless **indicated otherwise in the PC**, any dispute not settled amicably and in respect of which the DB's decision (if any) has not become final and binding shall be finally settled by arbitration. Unless otherwise agreed by both Parties, arbitration shall be conducted as follows:

- (a) For contracts with foreign contractors:
  - (i) international arbitration with proceedings administered by the international arbitration institution **appointed in the PC**, in accordance with the rules of arbitration of the appointed institution;
  - (ii) the place of arbitration shall be the city where the

headquarters of the appointed arbitration institution is located or such other place selected in accordance with the applicable arbitration rules; and

- (iii) the arbitration shall be conducted in the language for communications defined in Sub-Clause 5.3; and
- (b) For contracts with domestic contractors, arbitration with proceedings conducted in accordance with the laws of the Employer's country.

The arbitrator(s) shall have full power to open up, review and revise any certificate, determination, instruction, opinion or valuation of the Project Manager, and any decision of the DB, relevant to the dispute. Nothing shall disqualify the Project Manager from being called as a witness and giving evidence before the arbitrator(s) on any matter whatsoever relevant to the dispute.

Neither Party shall be limited in the proceedings before the arbitrator(s) to the evidence or arguments previously put before the DB to obtain its decision, or to the reasons for dissatisfaction given in its notice of dissatisfaction. Any decision of the DB shall be admissible in evidence in the arbitration.

Arbitration may be commenced prior to or after completion of the Works. The obligations of the Parties, the Project Manager and the DB shall not be altered by reason of any arbitration being conducted during the progress of the Works.

46.6 Failure to Comply with Dispute Board's Decision

In the event that a Party fails to comply with a DB decision which has become final and binding, then the other Party may, without prejudice to any other rights it may have, refer the failure itself to arbitration under GC Sub-Clause 46.5. GC Sub-Clauses 46.3 and 46.4 shall not apply to this reference.

46.7 Expiry of Dispute Board's Appointment

If a dispute arises between the Parties in connection with the performance of the Contract, and there is no DB in place, whether by reason of the expiry of the DB's appointment or otherwise:

- (a) GC Sub-Clauses 46.3 and 46.4 shall not apply, and
- (b) the dispute may be referred directly to arbitration under

GC Sub-Clause 46.5

## **APPENDIX**

## **A** General Conditions of Dispute Board Agreement

#### 1. Definitions

Each "Dispute Board Agreement" is a tripartite agreement by and between:

the "Employer";

the "Contractor"; and

the "Member" who is defined in the Dispute Board Agreement as being:

- (i) the sole member of the "DB" and, where this is the case, all references to the "Other Members" do not apply, or
- (ii) one of the three persons who are jointly called the "DB" (or "dispute board") and, where this is the case, the other two persons are called the "Other Members".

The Employer and the Contractor have entered (or intend to enter) into a contract, which is called the "Contract" and is defined in the Dispute Board Agreement, which incorporates this Appendix. In the Dispute Board Agreement, words and expressions which are not otherwise defined shall have the meanings assigned to them in the Contract.

#### 2. General Provisions

Unless otherwise stated in the Dispute Board Agreement, it shall take effect on the latest of the following dates:

- (a) the Commencement Date defined in the Contract,
- (b) when the Employer, the Contractor and the Member have each signed the Dispute Board Agreement, or
- (c) when the Employer, the Contractor and each of the Other Members (if any) have respectively each signed a dispute board agreement.

This employment of the Member is a personal appointment. At any time, the Member may give not less than 70 days' notice of resignation to the Employer and to the Contractor, and the Dispute Board Agreement shall terminate upon the expiry of this period.

#### 3. Warranties

The Member warrants and agrees that he/she is and shall be impartial and independent of the Employer, the Contractor and the Project Manager. The Member shall promptly disclose, to each of them and to the Other Members (if any), any fact or circumstance which might appear inconsistent with his/her warranty and agreement of impartiality and independence.

When appointing the Member, the Employer and the Contractor relied upon the Member's representations that he/she is:

- (a) experienced in the work which the Contractor is to carry out under the Contract,
- (b) experienced in the interpretation of contract documentation, and
- (c) fluent in the language for communications defined in the Contract.

## 4. General Obligations of the Member

#### The Member shall:

- (a) have no interest financial or otherwise in the Employer, the Contractor or the Project Manager, nor any financial interest in the Contract except for payment under the Dispute Board Agreement;
- (b) not previously have been employed as a consultant or otherwise by the Employer, the Contractor or the Project Manager, except in such circumstances as were disclosed in writing to the Employer and the Contractor before they signed the Dispute Board Agreement;
- (c) have disclosed in writing to the Employer, the Contractor and the Other Members (if any), before entering into the Dispute Board Agreement and to his/her best knowledge and recollection, any professional or personal relationships with any director, officer or employee of the Employer, the Contractor or the Project Manager, and any previous involvement in the overall project of which the Contract forms part;
- (d) not, for the duration of the Dispute Board Agreement, be employed as a consultant or otherwise by the Employer, the Contractor or the Project Manager, except as may be agreed in writing by the Employer, the Contractor and the Other Members (if any);
- (e) comply with the annexed procedural rules and with GC Sub-Clause 46.3;
- (f) not give advice to the Employer, the Contractor, the Employer's Personnel or the Contractor's Personnel concerning the conduct of the Contract, other than in accordance with the annexed procedural rules;
- (g) not while a Member enter into discussions or make any agreement with the Employer, the Contractor or the Project Manager regarding employment by any of them, whether as a consultant or otherwise, after ceasing to act under the Dispute Board Agreement;
- (h) ensure his/her availability for all site visits and hearings as are necessary;
- (i) become conversant with the Contract and with the progress of the Facilities (and of any other parts of the project of which the Contract forms part) by studying all documents received which shall be maintained in a current working file;

- (j) treat the details of the Contract and all the DB's activities and hearings as private and confidential, and not publish or disclose them without the prior written consent of the Employer, the Contractor and the Other Members (if any); and
- (k) be available to give advice and opinions, on any matter relevant to the Contract when requested by both the Employer and the Contractor, subject to the agreement of the Other Members (if any).

### 5. General Obligations of the Employer and the Contractor

The Employer, the Contractor, the Employer's Personnel and the Contractor's Personnel shall not request advice from or consultation with the Member regarding the Contract, otherwise than in the normal course of the DB's activities under the Contract and the Dispute Board Agreement. The Employer and the Contractor shall be responsible for compliance with this provision, by the Employer's Personnel and the Contractor's Personnel respectively.

The Employer and the Contractor undertake to each other and to the Member that the Member shall not, except as otherwise agreed in writing by the Employer, the Contractor, the Member and the Other Members (if any):

- (a) be appointed as an arbitrator in any arbitration under the Contract;
- (b) be called as a witness to give evidence concerning any dispute before arbitrator(s) appointed for any arbitration under the Contract; or
- (c) be liable for any claims for anything done or omitted in the discharge or purported discharge of the Member's functions, unless the act or omission is shown to have been in bad faith.

The Employer and the Contractor hereby jointly and severally indemnify and hold the Member harmless against and from claims from which he is relieved from liability under the preceding paragraph.

Whenever the Employer or the Contractor refers a dispute to the DB under GC Sub-Clause 46.3, which will require the Member to make a site visit and attend a hearing, the Employer or the Contractor shall provide appropriate security for a sum equivalent to the reasonable expenses to be incurred by the Member. No account shall be taken of any other payments due or paid to the Member.

## 6. Payment

The Member shall be paid as follows, in the currency named in the Dispute Board Agreement:

- (a) a retainer fee per calendar month, which shall be considered as payment in full for:
  - (i) being available on 28 days' notice for all site visits and hearings;

- (ii) becoming and remaining conversant with all project developments and maintaining relevant files;
- (iii) all office and overhead expenses including secretarial services, photocopying and office supplies incurred in connection with his duties; and
- (iv) all services performed hereunder except those referred to in sub-paragraphs (b) and (c) of this Clause.

The retainer fee shall be paid with effect from the last day of the calendar month in which the Dispute Board Agreement becomes effective; until the last day of the calendar month in which the Taking-Over Certificate is issued for the whole of the Works.

With effect from the first day of the calendar month following the month in which Taking-Over Certificate is issued for the whole of the Works, the retainer fee shall be reduced by one third This reduced fee shall be paid until the first day of the calendar month in which the Member resigns or the Dispute Board Agreement is otherwise terminated.

- (b) a daily fee which shall be considered as payment in full for:
  - (i) each day or part of a day up to a maximum of two days' travel time in each direction for the journey between the Member's home and the site, or another location of a meeting with the Other Members (if any);
  - (ii) each working day on site visits, hearings or preparing decisions; and
  - (iii) each day spent reading submissions in preparation for a hearing.
- (c) all reasonable expenses including necessary travel expenses (air fare in less than first class, hotel and subsistence and other direct travel expenses) incurred in connection with the Member's duties, as well as the cost of telephone calls, courier charges, faxes and telexes: a receipt shall be required for each item in excess of five percent of the daily fee referred to in sub-paragraph (b) of this Clause;
- (d) any taxes properly levied in the Country on payments made to the Member (unless a national or permanent resident of the Country) under this Clause 6.

The retainer and daily fees shall be as specified in the Dispute Board Agreement. Unless it specifies otherwise, these fees shall remain fixed for the first 24 calendar months, and shall thereafter be adjusted by agreement between the Employer, the Contractor and the Member, at each anniversary of the date on which the Dispute Board Agreement became effective.

If the Parties fail to agree on the retainer fee or the daily fee the appointing entity or official named in the PC shall determine the amount of the fees to be used.

The Member shall submit invoices for payment of the monthly retainer and air fares quarterly in advance. Invoices for other expenses and for daily fees shall be submitted following the

conclusion of a site visit or hearing. All invoices shall be accompanied by a brief description of activities performed during the relevant period and shall be addressed to the Contractor.

The Contractor shall pay each of the Member's invoices in full within 56 calendar days after receiving each invoice and shall apply to the Employer (in the Statements under the Contract) for reimbursement of one-half of the amounts of these invoices. The Employer shall then pay the Contractor in accordance with the Contract.

If the Contractor fails to pay to the Member the amount to which he/she is entitled under the Dispute Board Agreement, the Employer shall pay the amount due to the Member and any other amount which may be required to maintain the operation of the DB; and without prejudice to the Employer's rights or remedies. In addition to all other rights arising from this default, the Employer shall be entitled to reimbursement of all sums paid in excess of one-half of these payments, plus all costs of recovering these sums and financing charges calculated at the rate specified in accordance with GC Sub-Clause 12.3.

If the Member does not receive payment of the amount due within 70 days after submitting a valid invoice, the Member may (i) suspend his/her services (without notice) until the payment is received, and/or (ii) resign his/her appointment by giving notice under Clause 7.

#### 7. Termination

At any time: (i) the Employer and the Contractor may jointly terminate the Dispute Board Agreement by giving 42 days' notice to the Member; or (ii) the Member may resign as provided for in Clause 2.

If the Member fails to comply with the Dispute Board Agreement, the Employer and the Contractor may, without prejudice to their other rights, terminate it by notice to the Member. The notice shall take effect when received by the Member.

If the Employer or the Contractor fails to comply with the Dispute Board Agreement, the Member may, without prejudice to his other rights, terminate it by notice to the Employer and the Contractor. The notice shall take effect when received by them both.

Any such notice, resignation and termination shall be final and binding on the Employer, the Contractor and the Member. However, a notice by the Employer or the Contractor, but not by both, shall be of no effect.

#### 8. Default of the Member

If the Member fails to comply with any of his obligations under Clause 4 concerning his impartiality or independence in relation to the Employer or the Contractor, he/she shall not be entitled to any fees or expenses hereunder and shall, without prejudice to their other rights, reimburse each of the Employer and the Contractor for any fees and expenses received by the Member and the Other Members (if any), for proceedings or decisions (if any) of the DB which are rendered void or ineffective by the said failure to comply.

## 9. Disputes

Any dispute or claim arising out of or in connection with this Dispute Board Agreement, or the breach, termination or invalidity thereof, shall be finally settled by institutional arbitration. If no other arbitration institute is agreed, the arbitration shall be conducted under the Rules of Arbitration of the International Chamber of Commerce by one arbitrator appointed in accordance with these Rules of Arbitration.

## Annex

## **DISPUTE BOARD GUIDELINES**

- 1. Unless otherwise agreed by the Employer and the Contractor, the DB shall visit the site at intervals of not more than 140 days, including times of critical construction events, at the request of either the Employer or the Contractor. Unless otherwise agreed by the Employer, the Contractor and the DB, the period between consecutive visits shall not be less than 70 days, except as required to convene a hearing as described below.
- 2. The timing of and agenda for each site visit shall be as agreed jointly by the DB, the Employer and the Contractor, or in the absence of agreement, shall be decided by the DB. The purpose of site visits is to enable the DB to become and remain acquainted with the progress of the Works and of any actual or potential problems or claims, and, as far as reasonable, to prevent potential problems or claims from becoming disputes.
- 3. Site visits shall be attended by the Employer, the Contractor and the Project Manager and shall be co-ordinated by the Employer in co-operation with the Contractor. The Employer shall ensure the provision of appropriate conference facilities and secretarial and copying services. At the conclusion of each site visit and before leaving the site, the DB shall prepare a report on its activities during the visit and shall send copies to the Employer and the Contractor.
- 4. The Employer and the Contractor shall furnish to the DB one copy of all documents which the DB may request, including Contract documents, progress reports, variation instructions, certificates and other documents pertinent to the performance of the Contract. All communications between the DB and the Employer or the Contractor shall be copied to the other Party. If the DB comprises three persons, the Employer and the Contractor shall send copies of these requested documents and these communications to each of these persons.
- 5. If any dispute is referred to the DB in accordance with GC Sub-Clause 46.3, the DB shall proceed in accordance with GC Sub-Clause 46.3 and these Guidelines. Subject to the time allowed to give notice of a decision and other relevant factors, the DB shall:
  - (a) act fairly and impartially as between the Employer and the Contractor, giving each of them a reasonable opportunity of putting his case and responding to the other's case, and
  - (b) adopt procedures suitable to the dispute, avoiding unnecessary delay or expense.
- 6. The DB may conduct a hearing on the dispute, in which event it will decide on the date and place for the hearing and may request that written documentation and arguments from the Employer and the Contractor be presented to it prior to or at the hearing.

- 7. Except as otherwise agreed in writing by the Employer and the Contractor, the DB shall have power to adopt an inquisitorial procedure, to refuse admission to hearings or audience at hearings to any persons other than representatives of the Employer, the Contractor and the Project Manager, and to proceed in the absence of any Party who the DB is satisfied received notice of the hearing; but shall have discretion to decide whether and to what extent this power may be exercised.
- 8. The Employer and the Contractor empower the DB, among other things, to:
  - (a) establish the procedure to be applied in deciding a dispute,
  - (b) decide upon the DB's own jurisdiction, and as to the scope of any dispute referred to it,
  - (c) conduct any hearing as it thinks fit, not being bound by any rules or procedures other than those contained in the Contract and these Guidelines,
  - (d) take the initiative in ascertaining the facts and matters required for a decision,
  - (e) make use of its own specialist knowledge, if any,
  - (f) decide upon the payment of financing charges in accordance with the Contract,
  - (g) decide upon any provisional relief such as interim or conservatory measures,
  - (h) open up, review and revise any certificate, decision, determination, instruction, opinion or valuation of the Project Manager, relevant to the dispute, and
  - (i) appoint, should the DB so consider necessary and the Parties agree, a suitable expert at the cost of the Parties to give advice on a specific matter relevant to the dispute.
- 9. The DB shall not express any opinions during any hearing concerning the merits of any arguments advanced by the Parties. Thereafter, the DB shall make and give its decision in accordance with GC Sub-Clause 46.3, or as otherwise agreed by the Employer and the Contractor in writing. If the DB comprises three persons:
  - (a) it shall convene in private after a hearing, in order to have discussions and prepare its decision;
  - (b) it shall endeavour to reach a unanimous decision: if this proves impossible the applicable decision shall be made by a majority of the Members, who may require the minority Member to prepare a written report for submission to the Employer and the Contractor; and
  - (c) if a Member fails to attend a meeting or hearing, or to fulfil any required function, the other two Members may nevertheless proceed to make a decision, unless:

- (i) either the Employer or the Contractor does not agree that they do so, or
- (ii) the absent Member is the chairman and he/she instructs the other Members to not make a decision.

User's Guide 93

# **Section VIII. Particular Conditions**

The following Particular Conditions shall supplement the General Conditions in Section VII. Whenever there is a conflict, the provisions herein shall prevail over those in the General Conditions.

# **Table of Clauses**

PC 1.	Definitions	3-95
PC 5.	Law and Language	3-Error! Bookmark not defined.
PC 7.	Scope of Facilities [Spare Parts] (GC Clause 7)	$.3\hbox{-}Error!\ \textbf{Bookmark}\ \textbf{not}\ \textbf{defined.}$
PC 8.	Time for Commencement and Completion	3-Error! Bookmark not defined.
PC 11.	Contract Price	3-Error! Bookmark not defined.
PC 13.	Securities	3-Error! Bookmark not defined.
PC 22	Installation	3-Error! Bookmark not defined.
PC 25.	Commissioning and Operational Acceptance	3-Error! Bookmark not defined.
PC 26.	Completion Time Guarantee	3-Error! Bookmark not defined.
PC 27.	Defect Liability	3-Error! Bookmark not defined.
PC 30.	Limitation of Liability	3-Error! Bookmark not defined.
PC 46.	Disputes and Arbitration	3-Error! Bookmark not defined.

## **Particular Conditions**

The following Particular Conditions (PC) shall supplement the General Conditions (GC). Whenever there is a conflict, the provisions herein shall prevail over those in the GC. The clause number of the PC is the corresponding clause number of the GC.

#### PC 1. Definitions

The Employer is: KENYA POWER AND LIGHTING COMPANY

The Project Manager is: TO BE APPOINTED

The Bank is: International Development Association (IDA)

Country of Origin: all countries and territories as indicated in Section V of the bidding documents, Eligible Countries

### PC 5. Law and Language

- PC 5.1 The Contract shall be interpreted in accordance with the laws of: KENYA.
- PC 5.2 The ruling language is: ENGLISH
- PC 5.3 The language for communications is: ENGLISH

### PC 7. Scope of Facilities [Spare Parts] (GC Clause 7)

PC 7.3 The Contractor agrees to supply spare parts for a period of years: N/A

## PC 8. Time for Commencement and Completion

- PC 8.1 The Contractor shall commence work on the Facilities within **Two weeks** from the Effective Date for determining Time for Completion as specified in the Contract Agreement.
- PC 8.2 The Time for Completion of the whole of the Facilities shall be **18 months** from the Effective Date as described in the Contract Agreement.

## **PC 11. Contract Price**

PC 11.2 Not Applicable

#### PC 13. Securities

- PC 13.3.1 The amount of performance security, as a percentage of the Contract Price for the Facility or for the part of the Facility for which a separate Time for Completion is provided, shall be: 10% of Total Contract Price
- PC 13.3.2 The performance security shall be in the form of the bank guarantee attached hereto in Section IX, Contract Forms.
- PC 13.3.3 The performance security shall not be reduced on the date of the Operational Acceptance.
- PC 13.3.3 The performance security shall be reduced to ten percent (10%) of the value of the component covered by the extended defect liability to cover the Contractor's extended defect liability in accordance with the provision in the PC, pursuant to GC Sub-Clause 27.10

#### PC 22 Installation

PC 22.2.5 Working Hours

Normal working hours are: from Monday to Friday except public holidays observed in Kenya

PC 22.2.8 Funeral Arrangements: Not Applicable

### PC 25. Commissioning and Operational Acceptance

PC 25.2.2 The Guarantee Test of the Facilities shall be successfully completed within 4 Weeks from the date of Completion.

## **PC 26. Completion Time Guarantee**

PC 26.2

Applicable rate for liquidated damages: 0.5% per week of delay

The above rate applies to the price of the part of the Facilities, as quoted in the Price Schedule, for that part for which the Contractor fails to achieve Completion within the particular Time for Completion.

Maximum deduction for liquidated damages: 10% of contract price

PC 26.3No bonus will be given for earlier Completion of the Facilities or part thereof.

### PC 27. Defect Liability

PC 27.1 At least, six months Defect Lliability period is required to fix civil works that may prematurely fail due to inadequate quality of material/poor workmanship.

#### PC 30. Limitation of Liability

PC 30.1 (b) The multiplier of the Contract Price is: 1.5 times

## PC 46. Disputes and Arbitration

PC 46.1 The DB shall be appointed within 28 days after the Effective Date.

PC 46.1 The DB List of members shall be: one sole member from among the two candidates presented below:

## (1) NAME: Peter Fraser Scott R.Eng. M.I.C.Arb. - MEMBER

PROFESSION: Civil Engineering

#### 1 EDUCATION AND MEMBERSHIP:

Hendon College, Middlesex University, 1963 to 1965 – (Business Studies)

Enfield College, Middlesex University, 1965 to 1968 – (Civil Engineering)

Registered Engineer (Kenya)

Registered Consulting engineer (Kenya)

Chartered Engineer (U.K.)

Member of the Institution of Engineers of Kenya,

Member of the Institution of Civil Engineers, U.K.

Member of the Institution of Highways and Transportation, U.K.

Member of the Chartered Institute of Arbitrators.

Member of the Kenya Association of Consulting Engineers

#### (2) NAME: Joseph Theophil Thuo - FELLOW

PROFESSION: BSc. Eng, M.I.E.K; M.A.A.K; FCIArb

Consulting Engineer and Arbitrator

**EDUCATION AND MEMBERSHIP:** 

M.I.E.K. Registered Engineer, M.A.A.K, FCIArb

NB:- The hourly fee for the Adjudicators

Fellow – Ksh. 10,000 Member – Ksh. 7,500

- PC 46.2 Appointment (if not agreed) to be made by FIDIC –Federation International Ingenieurs Conseils
- PC 46.5 Rules of procedure for arbitration proceedings:

### (a) Appointed arbitration institution:

Contracts with foreign contractors: Any dispute, controversy or claim arising out of or relating to this Contract, or breach, termination or invalidity thereof, shall be settled by arbitration in accordance with the UNCITRAL Arbitration Rules as at present in force.

# **Section IX. - Contract Forms**

# **Table of Forms**

Notification of Award - Letter of Acceptance					
Contract Agreement					
Appendix 1. Terms and Procedures of Payment	104				
Appendix 2. Price Adjustment	106				
Appendix 3. Insurance Requirements	108				
Appendix 4. Time Schedule	111				
Appendix 5. List of Major Items of Plant and Installation Services and List Subcontractors	1 1				
Appendix 6. Scope of Works and Supply by the Employer	113				
Appendix 7. List of Documents for Approval or Review	114				
Appendix 8. Functional Guarantees	115				
Performance Security Form – Bank Guarantee	117				
Bank Guarantee Form for Advance Payment	119				

# **Notification of Award - Letter of Acceptance**

To:
This is to notify you that your Bid dated for execution of the for the Contract Price in the aggregate of , as corrected and modified in accordance with the Instructions to Bidders is hereby accepted by our Agency.
You are requested to furnish the Performance Security within 28 days in accordance with the Conditions of Contract, using for that purpose one of the Performance Security Forms included in Section IX, - Contract Forms, of the Bidding Document
Authorized Signature:
Attachment: Contract Agreement

# **Contract Agreement**

THIS AGREEMEN'	T is ma	ide the	day of,,			
BETWEEN						
having its principa Employer"), and (2	ıl plac )	e of and	rporation incorporated under the laws of and business at (hereinafter called "the, a corporation incorporated under the laws of having its principal place of business at after called "the Contractor").			
deliver, install, con Facilities"), and the and conditions herei	nplete Contra nafter	and concept and co				
NOW IT IS HEREB	Y AG	REED	as follows:			
Article 1.	1.1	Contr	ract Documents (Reference GC Clause 2)			
Contract Documents		the E	The following documents shall constitute the Contract between the Employer and the Contractor, and each shall be read and construed as an integral part of the Contract:			
		(a)	This Contract Agreement and the Appendices hereto			
			Letter of Bid and Price Schedules submitted by the Contractor			
		(c)	Particular Conditions			
		(d)	General Conditions			
		(e)	Specification			
		(f)	Drawings			
		,	Other completed bidding forms submitted with the Bid			
			Any other documents forming part of the Employer's Requirements			
		(i)	Any other documents shall be added here			
	1.2	Order	of Precedence (Reference GC Clause 2)			
		Docur order	e event of any ambiguity or conflict between the Contract ments listed above, the order of precedence shall be the in which the Contract Documents are listed in Article 1.1 tract Documents) above.			
	1.3	<u>Defin</u>	itions (Reference GC Clause 1)			
		Capit	alized words and phrases used herein shall have the same			

meanings as are ascribed to them in the General Conditions.

## Contract Price (Reference GC Clause 11) Article 2. **Contract Price** The Employer hereby agrees to pay to the Contractor the and Terms of Contract Price in consideration of the performance by the **Payment** Contractor of its obligations hereunder. The Contract Price shall be the aggregate of: specified in Price Schedule No. 5 (Grand Summary), \_\_\_\_\_, or such other sums as and may be determined in accordance with the terms and conditions of the Contract. 2.2 Terms of Payment (Reference GC Clause 12) The terms and procedures of payment according to which the Employer will reimburse the Contractor are given in the Appendix (Terms and Procedures of Payment) hereto. The Employer may instruct its bank to issue an irrevocable confirmed documentary credit made available to the Contractor in a bank in the country of the Contractor. The credit shall be for an amount of ; and shall be subject to the Uniform Customs and Practice for Documentary Credits 1993 Revision, ICC Publication No. 600. In the event that the amount payable under Schedule No. 1 is adjusted in accordance with GC 11.2 or with any of the other terms of the Contract, the Employer shall arrange for the documentary credit to be amended accordingly. Effective Date (Reference GC Clause 1) Article 3. 3.1 **Effective Date** The Effective Date from which the Time for Completion of the Facilities shall be counted is the date when all of the following conditions have been fulfilled: This Contract Agreement has been duly executed for and (a) on behalf of the Employer and the Contractor; The Contractor has submitted to the Employer the (b) performance security and the advance payment guarantee; The Employer has paid the Contractor the advance payment (c) The Contractor has been advised that the documentary credit referred to in Article 2.2 above has been issued in its favor. Each party shall use its best efforts to fulfill the above conditions for which it is responsible as soon as practicable. If the conditions listed under 3.1 are not fulfilled within two (2) months from the date of this Contract notification because of reasons not attributable to the Contractor, the Parties shall discuss and agree on an equitable adjustment to the Contract Price and the Time for Completion and/or other relevant conditions of the Contract. The address of the Employer for notice purposes, pursuant to GC 4.1

4.1 is:

# Article 4. Communications

	4.2 The address of the Contractor for notice purposes, pursuant to GC 4.1 is:
Article 5. Appendices	5.1 The Appendices listed in the attached List of Appendices shall be deemed to form an integral part of this Contract Agreement.
	5.2 Reference in the Contract to any Appendix shall mean the Appendices attached hereto, and the Contract shall be read and construed accordingly.
	EREOF the Employer and the Contractor have caused this Agreement to by their duly authorized representatives the day and year first above
Signed by, for and o	n behalf of the Employer
[Signature]	
[Title]	
in the presence of	
Signed by, for and o	n behalf of the Contractor
[Signature]	<del>-</del>
[Title]	
in the presence of	

## **APPENDICES**

Appendix 1	Terms and Procedures of Payment
Appendix 2	Price Adjustment
Appendix 3	Insurance Requirements
Appendix 4	Time Schedule
Appendix 5	List of Major Items of Plant and Installation Services and List of Approved
	Subcontractors
Appendix 6	Scope of Works and Supply by the Employer
Appendix 7	List of Documents for Approval or Review
Appendix 8	Functional Guarantees

## **Appendix 1. Terms and Procedures of Payment**

In accordance with the provisions of GC Clause 12 (Terms of Payment), the Employer shall pay the Contractor in the following manner and at the following times, on the basis of the Price Breakdown given in the section on Price Schedules. Payments will be made in the currencies quoted by the Bidder unless otherwise agreed between the Parties. Applications for payment in respect of part deliveries may be made by the Contractor as work proceeds.

#### TERMS OF PAYMENT

## Schedule No. 1. Plant and Equipment Supplied from Abroad

In respect of plant and equipment supplied from abroad, the following payments shall be made:

Ten percent (10%) of the total CIP amount as an advance payment against receipt of invoice and an irrevocable advance payment security for the equivalent amount made out in favor of the Employer. The advance payment security may be reduced in proportion to the value of the plant and equipment delivered to the site, as evidenced by shipping and delivery documents.

Eighty percent (80%) of the total or pro rata CIP amount upon Incoterm "CIP", upon delivery to the carrier within forty-five (45) days after receipt of documents.

Five percent (5%) of the total or pro rata CIP amount upon issue of the Completion Certificate, within forty-five (45) days after receipt of invoice.

Five percent (5%) of the total or pro rata CIP amount upon issue of the Operational Acceptance Certificate, within forty-five (45) days after receipt of invoice.

### Schedule No. 2. Plant and Equipment Supplied from within the Employer's Country

In respect of plant and equipment supplied from within the Employer's country, the following payments shall be made:

Ten percent (10%) of the total EXW amount as an advance payment against receipt of invoice, and an irrevocable advance payment security for the equivalent amount made out in favor of the Employer. The advance payment security may be reduced in proportion to the value of the plant and equipment delivered to the site, as evidenced by shipping and delivery documents.

Eighty percent (80%) of the total or pro rata EXW amount upon Incoterm "Ex-Works," upon delivery to the carrier within forty-five (45) days after receipt of invoice and documents.

Five percent (5%) of the total or pro rata EXW amount upon issue of the Completion Certificate, within forty-five (45) days after receipt of invoice.

Five percent (5%) of the total or pro rata EXW amount upon issue of the Operational Acceptance Certificate, within forty-five (45) days after receipt of invoice.

## Schedule No. 3. Design Services

In respect of design services for both the foreign currency and the local currency portions, the following payments shall be made:

Ten percent (10%) of the total design services amount as an advance payment against receipt of invoice, and an irrevocable advance payment security for the equivalent amount made out in favor of the Employer.

Ninety percent (90%) of the total or pro rata design services amount upon acceptance of design in accordance with GC Clause 20 by the Project Manager within forty-five (45) days after receipt of invoice.

## Schedule No. 4. Installation Services

In respect of installation services for both the foreign and local currency portions, the following payments shall be made:

Ten percent (10%) of the total installation services amount as an advance payment against receipt of invoice, and an irrevocable advance payment security for the equivalent amount made out in favor of the Employer. The advance payment security may be reduced in proportion to the value of work performed by the Contractor as evidenced by the invoices for installation services.

Eighty percent (80%) of the measured value of work performed by the Contractor, as identified in the said Program of Performance, during the preceding month, as evidenced by the Employer's authorization of the Contractor's application, will be made monthly within forty-five (45) days after receipt of invoice.

Five percent (5%) of the total or pro rata value of installation services performed by the Contractor as evidenced by the Employer's authorization of the Contractor's monthly applications, upon issue of the Completion Certificate, within forty-five (45) days after receipt of invoice.

Five percent (5%) of the total or pro rata value of installation services performed by the Contractor as evidenced by the Employer's authorization of the Contractor's monthly applications, upon issue of the Operational Acceptance Certificate, within forty-five (45) days after receipt of invoice.

#### PAYMENT PROCEDURES

The procedures to	be followed in	n applying for	certification	and making	g payments	shall be	e as
follows:							

\_\_\_\_\_

## Appendix 2. Price Adjustment

Where the Contract Period (excluding the Defects Liability Period) exceeds eighteen (18) months, it is normal procedure that prices payable to the Contractor shall be subject to adjustment during the performance of the Contract to reflect changes occurring in the cost of labor and material components. In such cases the bidding documents shall include in this Appendix 2 a formula of the following general type, pursuant to GC Sub-Clause 11.2.

Where Contracts are of a shorter duration than eighteen (18) months or in cases where there is to be no Price Adjustment, the following provision shall not be included. Instead, it shall be indicated under this Appendix 2 that the prices are to remain firm and fixed for the duration of the Contract.

## Sample Price Adjustment Formula

Prices payable to the Contractor, in accordance with the Contract, shall be subject to adjustment during performance of the Contract to reflect changes in the cost of labor and material components, in accordance with the following formula:

$$PI = P0 \times (a + b\frac{LI}{Lo} + c\frac{MI}{Mo}) - Po$$

in which:

 $P_1$  = adjustment amount payable to the Contractor

 $P_0$  = Contract price (base price)

a =percentage of fixed element in Contract price ( $a = _{\_}\%$ )

 $b = \text{percentage of labor component in Contract price } (b = \underline{\ \ \ \ \ \ \ \ \ })$ 

c = percentage of material and equipment component in Contract price ( $c = \underline{\ \ \ \ \ \ \ \ }$ )

 $L_0, L_1$  = labor indices applicable to the appropriate industry in the country of origin on the base date and the date for adjustment, respectively

 $M_0$ ,  $M_1$ = material and equipment indices in the country of origin on the base date and the date for adjustment, respectively

N.B. a+b+c=100%.

## **Conditions Applicable To Price Adjustment**

The Bidder shall indicate the source of labor and materials indices and the base date indices in its bid.

The base date shall be the date twenty-eight (28) days prior to the Bid closing date.

The date of adjustment shall be the mid-point of the period of manufacture or installation of component or Plant.

The following conditions shall apply:

- (a) No price increase will be allowed beyond the original delivery date unless covered by an extension of time awarded by the Employer under the terms of the Contract. No price increase will be allowed for periods of delay for which the Contractor is responsible. The Employer will, however, be entitled to any price decrease occurring during such periods of delay.
- (b) If the currency in which the Contract price,  $P_0$ , is expressed is different from the currency of the country of origin of the labor and/or materials indices, a correction factor will be applied to avoid incorrect adjustments of the Contract price. The correction factor shall correspond to the ratio of exchange rates between the two currencies on the base date and the date for adjustment as defined above.
- (c) No price adjustment shall be payable on the portion of the Contract price paid to the Contractor as an advance payment.

## **Appendix 3. Insurance Requirements**

## **Insurances to be Taken Out by the Contractor**

In accordance with the provisions of GC Clause 34, the Contractor shall at its expense take out and maintain in effect, or cause to be taken out and maintained in effect, during the performance of the Contract, the insurances set forth below in the sums and with the deductibles and other conditions specified. The identity of the insurers and the form of the policies shall be subject to the approval of the Employer, such approval not to be unreasonably withheld.

#### (a) <u>Cargo Insurance</u>

Covering loss or damage occurring, while in transit from the supplier's or manufacturer's works or stores until arrival at the Site, to the Facilities (including spare parts therefor) and to the construction equipment to be provided by the Contractor or its Subcontractors.

Amount Deductible limits Parties insured From To

#### (b) Installation All Risks Insurance

Covering physical loss or damage to the Facilities at the Site, occurring prior to completion of the Facilities, with an extended maintenance coverage for the Contractor's liability in respect of any loss or damage occurring during the defect liability period while the Contractor is on the Site for the purpose of performing its obligations during the defect liability period.

Amount Deductible limits Parties insured From To

## (c) Third Party Liability Insurance

Covering bodily injury or death suffered by third parties (including the Employer's personnel) and loss of or damage to property (including the Employer's property and any parts of the Facilities that have been accepted by the Employer) occurring in connection with the supply and installation of the Facilities.

<u>Amount</u> <u>Deductible limits</u> <u>Parties insured</u> <u>From</u> <u>To</u>

#### (d) Automobile Liability Insurance

Covering use of all vehicles used by the Contractor or its Subcontractors (whether or not owned by them) in connection with the supply and installation of the Facilities. Comprehensive insurance in accordance with statutory requirements.

## (e) Workers' Compensation

In accordance with the statutory requirements applicable in any country where the Facilities or any part thereof is executed.

## (f) Employer's Liability

In accordance with the statutory requirements applicable in any country where the Facilities or any part thereof is executed.

### (g) Other Insurances

The Contractor is also required to take out and maintain at its own cost the following insurances:

Details:

Amount Deductible limits Parties insured From To

The Employer shall be named as co-insured under all insurance policies taken out by the Contractor pursuant to GC Sub-Clause 34.1, except for the Third Party Liability, Workers' Compensation and Employer's Liability Insurances, and the Contractor's Subcontractors shall be named as co-insureds under all insurance policies taken out by the Contractor pursuant to GC Sub-Clause 34.1, except for the Cargo, Workers' Compensation and Employer's Liability Insurances. All insurer's rights of subrogation against such co-insureds for losses or claims arising out of the performance of the Contract shall be waived under such policies.

## **Insurances To Be Taken Out By The Employer**

The Employer shall at its expense take out and maintain in effect during the performance of the Contract the following insurances.

Details:

<u>Amount</u> <u>Deductible limits</u> <u>Parties insured</u> <u>From</u> <u>To</u>

# Appendix 4. Time Schedule

# Appendix 5. List of Major Items of Plant and Installation Services and List of Approved Subcontractors

A list of major items of Plant and Installation Services is provided below.

The following Subcontractors and/or manufacturers are approved for carrying out the items of the Facilities indicated below. Where more than one Subcontractor is listed, the Contractor is free to choose between them, but it must notify the Employer of its choice in good time prior to appointing any selected Subcontractor. In accordance with GC Sub-Clause 19.1, the Contractor is free to submit proposals for Subcontractors for additional items from time to time. No Subcontracts shall be placed with any such Subcontractors for additional items until the Subcontractors have been approved in writing by the Employer and their names have been added to this list of Approved Subcontractors.

Major Items of Plant and Installation Services	Approved Subcontractors/Manufacturers	Nationality

## Appendix 6. Scope of Works and Supply by the Employer

The following personnel, facilities, works and supplies will be provided/supplied by the Employer, and the provisions of GC Clauses 10, 21 and 24 shall apply as appropriate.

All personnel, facilities, works and supplies will be provided by the Employer in good time so as not to delay the performance of the Contractor, in accordance with the approved Time Schedule and Program of Performance pursuant to GC Sub-Clause 18.2.

Unless otherwise indicated, all personnel, facilities, works and supplies will be provided free of charge to the Contractor.

<u>Personnel</u>	Charge to Contractor (if any)
<u>Facilities</u>	Charge to Contractor (if any)
<u>Works</u>	Charge to Contractor (if any)
Supplies	Charge to Contractor (if any)

## **Appendix 7. List of Documents for Approval or Review**

Pursuant to GC Sub-Clause 20.3.1, the Contractor shall prepare, or cause its Subcontractor to prepare, and present to the Project Manager in accordance with the requirements of GC Sub-Clause 18.2 (Program of Performance), the following documents for

## A. Approval

- 1.
- 2.
- 3.

## B. Review

- 1.
- 2.
- 3.

## **Appendix 8. Functional Guarantees**

1		1
1.	Gene	rai

This Appendix sets out

- (a) the functional guarantees referred to in GC Clause 28 (Functional Guarantees)
- (b) the preconditions to the validity of the functional guarantees, either in production and/or consumption, set forth below
- (c) the minimum level of the functional guarantees
- (d) the formula for calculation of liquidated damages for failure to attain the functional guarantees.

### 2. Preconditions

The Contractor gives the functional guarantees (specified herein) for the facilities, subject to the following preconditions being fully satisfied:

#### 3. Functional Guarantees

Subject to compliance with the foregoing preconditions, the Contractor guarantees as follows:

3.1 Production Capacity

\_\_\_\_\_\_

#### and/or

3.2 Raw Materials and Utilities Consumption

\_\_\_\_\_\_

#### 4. Failure in Guarantees and Liquidated Damages

4.1 Failure to Attain Guaranteed Production Capacity

If the production capacity of the facilities attained in the guarantee test, pursuant to GC Sub-Clause 25.2, is less than the guaranteed figure specified in para. 3.1 above, but the actual production capacity attained in the guarantee test is not less than the minimum level specified in para. 4.3 below, and the Contractor elects to pay liquidated damages to the Employer in lieu of making changes, modifications and/or additions to the Facilities, pursuant to GC Sub-Clause 28.3, then the Contractor shall pay liquidated damages at the rate of \_\_\_\_\_\_\_ for every complete one percent (1%) of the deficiency in the production capacity of the Facilities, or at a proportionately reduced rate for any deficiency, or part thereof, of less than a complete one percent (1%).

4.2 Raw Materials and Utilities Consumption in Excess of Guaranteed Level

\_\_\_\_\_

If the actual measured figure of specified raw materials and utilities consumed per unit (or their average total cost of consumption) exceeds the guaranteed figure specified in para. 3.2 above (or their specified average total cost of consumption), but the actual consumption attained in the guarantee test, pursuant to GC Sub-Clause 25.2, is not more than the maximum level specified in para. 4.3 below, and the Contractor elects to pay liquidated damages to the Employer in lieu of making changes, modifications and/or additions to the Facilities pursuant to GC Sub-Clause 28.3, then the Contractor shall pay liquidated damages at the rate of [amount in the contract currency] for every complete one percent (1%) of the excess consumption of the Facilities, or part thereof, of less than a complete one percent (1%).

#### 4.3 Minimum Levels

Notwithstanding the provisions of this paragraph, if as a result of the guarantee test(s), the following minimum levels of performance guarantees (and consumption guarantees) are not attained by the Contractor, the Contractor shall at its own cost make good any deficiencies until the Facilities reach any of such minimum performance levels, pursuant to GC Sub-Clause 28.2:

(a) production capacity of the Facilities attained in the guarantee test: ninety-five percent (95%) of the guaranteed production capacity (the values offered by the Contractor in its bid for functional guarantees represents 100%).

#### and/or

(b) average total cost of consumption of all the raw materials and utilities of the Facilities: one hundred and five percent (105%) of the guaranteed figures (the figures offered by the Contractor in its bid for functional guarantees represents 100%).

#### 4.4 Limitation of Liability

Subject to pa	ıra. 4.3 ab	ove, the (	Contractor's	aggregate	liability to	o pay li	iquidated
damages for	failure to	attain the	e functional	guarantees	shall not	exceed	1
percent (	%) of the	Contract	price				

# **Performance Security Form** – *Bank Guarantee* <sup>13</sup>

Beneficiary:	
Date:	
PERFORMANCE GUARANTEE	No.:
	(hereinafter called "the Contractor") has dated with you, for the execution reinafter called "the Contract").
	ecording to the conditions of the Contract, a performance
to pay you any sum or sums not ex upon receipt by us of your first d stating that the Contractor is in bre	hereby irrevocably undertake acceeding in total an amount of() <sup>14</sup> demand in writing accompanied by a written statement each of its obligation(s) under the Contract, without your story your demand or the sum specified therein.
This guarantee shall be reduced by h	nalf upon our receipt of:

- (a) a copy of the Operational Acceptance Certificate; or
- a registered letter from the Contractor (i) attaching a copy of its notice (b) requesting issuance of the Operational Acceptance Certificate and (ii) stating that the project manager has failed to issue such Certificate within the time required or provide in writing justifiable reasons why such Certificate has not been issued, so that Operational Acceptance is deemed to have occurred.

This guarantee shall expire no later than the earlier of:<sup>15</sup>

- twelve months after our receipt of either (a) or (b) above; or (a)
- eighteen months after our receipt of: (b)
  - (i) a copy of the Completion Certificate; or
  - a registered letter from the Contractor, attaching a copy of the notice to (ii) the project manager that the Facilities are ready for commissioning, and stating that fourteen days have elapsed from receipt of such notice (or seven days have elapsed if the notice was a repeated notice) and the project manager has failed to issue a Completion Certificate or inform the Contractor in writing of any defects or deficiencies; or

The Employer should insert either the Bank Guarantee (4.1) or the Conditional Guarantee (4.2).

The Guarantor shall insert an amount representing the percentage of the Contract Price specified in the Contract and denominated either in the currency(ies) of the Contract or a freely convertible currency acceptable to the Employer.

This text shall be revised as and where necessary to take into account (i) partial acceptance of the Facilities in accordance with Sub-Clause 25.4 of the GCC; and (ii) extension of the performance security when the Contractor is liable for an extended warranty obligation pursuant to Sub-Clause 27.10 of the GCC (although in this latter case the Employer might want to consider an extended warranty security in lieu of the extension of the performance security).

(iii)	a registered letter from the Contractor stating that no Completion Certificate has been issued but the Employer is making use of the Facilities; or
(c) the	day of, 2 <sup>16</sup>
Consequently, any de office on or before the	emand for payment under this guarantee must be received by us at this at date.
	ject to the Uniform Rules for Demand Guarantees, ICC Publication No. aragraph (ii) of Sub-article 20(a) is hereby excluded.
[signature(s)]	

Insert the date twenty-eight days after the expected expiration date of the Defect Liability Period. The Employer should note that in the event of an extension of the time for completion of the Contract, the Employer would need to request an extension of this guarantee from the Guarantor. Such request must be in writing and must be made prior to the expiration date established in the guarantee. In preparing this guarantee, the Employer might consider adding the following text to the form, at the end of the penultimate paragraph: "The Guarantor agrees to a one-time extension of this guarantee for a period not to exceed [six months][one year], in response to the Employer's written request for such extension, such request to be presented to the Guarantor before the expiry of the guarantee."

## **Bank Guarantee Form for Advance Payment**

Beneficiary:
Date:
ADVANCE PAYMENT GUARANTEE No.:
We have been informed that (hereinafter called "the Contractor") has entered into Contract No dated with you, for the execution of (hereinafter called "the Contract").
Furthermore, we understand that, according to the conditions of the Contract, an advance payment in the sum of () is to be made against an advance payment guarantee.
At the request of the Contractor, we hereby irrevocably undertake to pay you any sum or sums not exceeding in total an amount of ()upon receipt by us of your first demand in writing accompanied by a written statement stating that the Contractor is in breach of its obligation under the Contract because the Contractor used the advance payment for purposes
other than toward the execution of the Works.  It is a condition for any claim and payment under this guarantee to be made that the advance payment referred to above must have been received by the Contractor on his account number at
The maximum amount of this guarantee is valid shall be progressively reduced in proportion to the value of each part-shipment or part-delivery of plant and equipment to the site, as indicated in copies of the relevant shipping and delivery documents that shall be presented to us. This guarantee shall expire, at the latest, upon our receipt of documentation indicating full repayment by the Contractor of the amount of the advance payment, or on the day of, 2, whichever is earlier. Consequently, any demand for payment under this guarantee must be received by us at this office on or before that date.  This guarantee is subject to the Uniform Rules for Demand Guarantees, ICC Publication No. 458.
[signature(s) name of bank or financial institution]

Insert the expected expiration date of the Time for Completion. The *Employer* should note that in the event of an extension of the time for completion of the Contract, the *Employer* would need to request an extension of this guarantee from the Guarantor. Such request must be in writing and must be made prior to the expiration date established in the guarantee. In preparing this guarantee, the *Employer* might consider adding the following text to the form, at the end of the penultimate paragraph: "The Guarantor agrees to a one-time extension of this guarantee for a period not to exceed [six months][one year], in response to the *Employer*'s written request for such extension, such request to be presented to the Guarantor before the expiry of the guarantee."
