

**CONTRACT FOR THE PURCHASE OF RESCUE EQUIPMENT
FOR COLLAPSED STRUCTURE**

KNOW ALL MEN BY THESE PRESENTS:

This AGREEMENT is made and entered into this FEB 03 2021 day of _____ 2021
in FAB, Mariveles, Bataan, by and between:

The **AUTHORITY OF THE FREEPORT AREA OF BATAAN**, a body corporate created and existing under Republic Act No. 9728, as amended by Republic Act No. 11453, with office address at the Second Floor, AFAB Administration Building, Freeport Area of Bataan (FAB), Mariveles, Bataan, represented herein by its Administrator, **EMMANUEL D. PINEDA**, hereinafter referred to as the "**AFAB**".

– and –

PALMER-ASIA INC., a duly organized and existing corporation under Philippine laws, with office address at No. 33 Epifanio delos Santos Avenue (EDSA), Bangkal, Makati City, represented herein by its FRED Sales Executive, **PATRICK Q. PERILLA**, who is likewise duly authorized, hereinafter referred to as the "**SUPPLIER**";

WITNESSETH:

WHEREAS, the AFAB invited bids for certain goods and ancillary services for the **PURCHASE OF RESCUE EQUIPMENT FOR COLLAPSED STRUCTURE**, with an approved budget of Fifteen Million Pesos and 00/100 (PHP 15,000,000.00) with a duration of one hundred (100) calendar days;

WHEREAS, a competitive bidding process was conducted by the AFAB in accordance with Republic Act No. 9184 and its Revised Implementing Rules and Regulations, and the SUPPLIER was selected having submitted the single calculated and responsive bid;




WHEREAS, the SUPPLIER has expressed willingness to supply the said requirement of the AFAB;

NOW, THEREFORE, in view of the foregoing premises and the mutual covenants and undertakings hereinafter provided, the AFAB and the SUPPLIER, hereinafter collectively referred to as the "**PARTIES**", agree as follows:

1. In consideration for the full and faithful performance and accomplishment of all obligations specified in this Agreement which the SUPPLIER agrees

to undertake, perform and accomplish, the AFAB shall pay the SUPPLIER the total contract price of **FOURTEEN MILLION NINE HUNDRED EIGHTY NINE THOUSAND NINE HUNDRED NINETY NINE PESOS AND 00/100 (PHP 14,989,999.00)** payable upon delivery of rescue equipment.

2. In this Agreement words and expressions shall have the same meaning as are respectively assigned to them in the Conditions of Contract hereinafter referred to.
3. The following documents shall be deemed integral parts of this Agreement and the terms and conditions embodied therein shall be deemed reproduced herein by reference and/or incorporation:
 - a. the Bid Form, the Price Schedule, the Schedule of Requirements, and the Technical Specifications submitted by the SUPPLIER;
 - b. the other documents/statements contained in the bidding envelopes submitted by the SUPPLIER;
 - c. the Terms of Reference (ToR) posted in the PhilGEPS;
 - d. the additional Post-Qualification Documents submitted by the SUPPLIER;
 - e. the Invitation to Bid and Bid Documents issued to the SUPPLIER including Bid Bulletin/s (if any) and Minutes of Pre-Bid Conference;
 - f. the Resolution of the Bids and Awards Committee declaring the Single Calculated and Responsive Bidder and Recommendation for Award;
 - g. the Entity's Notice of Award with the SUPPLIER's conforme thereto;
 - h. the SUPPLIER's Performance Bond;
 - i. Other requirements of laws, rules and regulations and executive orders applicable thereto.
4. The SUPPLIER shall furnish all labor, materials, equipment and supplies, and the performance of all operations necessary for the complete implementation of the Project, all in strict compliance with the terms and conditions of this Agreement, as well as all the applicable terms and conditions of the documents listed in Item Number 3 above.
5. Payment for the Project shall be made upon the actual and satisfactory provision of the rescue equipment by the SUPPLIER, as evidenced by a Certificate of Acceptance to be issued by the AFAB. The delivery of the said equipment shall be made free of charge to the AFAB.

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6. The SUPPLIER shall provide training and orientation on how to use the rescue equipment without additional cost to the AFAB.
7. In relation to this Agreement, the SUPPLIER shall pay taxes in full and on time and that failure to do so will entitle the AFAB to suspend payment of the services rendered by the SUPPLIER.
8. The SUPPLIER is the sole employer of all the workers assigned under this Agreement and shall be solely responsible and liable for strict compliance with all pertinent labor legislation, rules and regulations. No employer – employee relationship exists between the AFAB and the SUPPLIER or any of the workers in the SUPPLIER's employ. Neither is there deemed any agency, partnership, license or joint venture. The SUPPLIER holds the AFAB absolutely free and clear by any of the said workers, for any reason whatsoever.
9. The terms and conditions herein set forth shall be automatically modified by the applicable provisions of laws, rules and regulations, especially as they pertain to minimum wage rates and other statutory benefits of the workers.
10. The SUPPLIER shall guarantee its good from defects due to faults in materials for a period of one (1) year reckoned from the date the equipment is accepted by the AFAB.
11. Defects found within the guarantee period shall be immediately corrected by the SUPPLIER upon receipt of written notice from the AFAB. Should the SUPPLIER fail to correct said defects after a period of fifteen (15) days, the AFAB shall undertake the necessary corrective measures at the expense of the SUPPLIER.
12. The obligation for the warranty as provided in the preceding paragraph shall be covered by either retention money in an amount equivalent to at least one percent (1%) but not to exceed five percent (5%) of every process payment, as the case may be, or a special bank guarantee equivalent to at least one percent (1%) but not to exceed five percent (5%) of the total contract price. The said amounts shall only be released after the lapse of the warranty period; *Provided, however,* that the rescue equipment delivered is free from patent and latent defects and all the conditions imposed under this Agreement have been fully met.
13. Should the SUPPLIER fail to satisfactorily deliver its good under this Agreement within the specified delivery schedule, inclusive of duly granted extensions, if any, the SUPPLIER shall pay liquidated damages, and not by way of penalty, in the amount equivalent to one tenth (1/10) of one percent (1%) of the cost of the unperformed portion of the PROJECT for each calendar day of delay, including Sundays and Holidays, until the work is completed and accepted by the AFAB, in accordance with the
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formula and conditions set forth in the existing rules and prevailing rules and regulations; *Provided*, that the payment of liquidated damages shall not in any manner relieve the SUPPLIER from its obligations and responsibilities under this Agreement.

14. The SUPPLIER shall commence the execution of this Agreement within seven (7) calendar days from receipt of the Notice to Proceed, and must comply with its obligations under this Agreement within one hundred (100) calendar days from date of commencement, unless otherwise terminated for failure of the SUPPLIER to perform its obligations under this Agreement, in line with the Guidelines on Termination of Contracts issued by the Government Procurement Policy Board (GPPB Resolution No. 018-2004 dated 22 December 2004).
15. This Agreement shall take effect upon the date of receipt by the SUPPLIER of the Notice to Proceed from the AFAB.

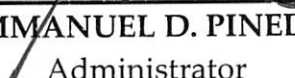
IN WITNESS WHEREOF, the Parties have set their hands on the date and at the place first written above.

**AUTHORITY OF THE FREEPORT
AREA OF BATAAN**


PALMER-ASIA INC.

BY:

BY:



EMMANUEL D. PINEDA
Administrator

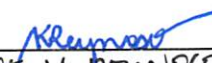


PATRICK Q. PERILLA
FRED Sales Executive

SIGNED IN THE PRESENCE OF:



Alewyn Aidan K. Ong
Deputy Administrator for Operations



KRISTINE V. REYNOSO
External Affairs Officer

ACKNOWLEDGMENT

Republic of the Philippines)
Mariveles, Bataan) S.S.
MAKATI CITY

BEFORE ME, this FEB 03 2021 of _____ 2021 in Mariveles, Bataan, personally appeared:

NAME	COMPETENT EVIDENCE OF IDENTITY	DATE & PLACE OF ISSUE/EXPIRY
EMMANUEL D. PINEDA	Passport No. P094436B	DFA Manila/7 March 2029
PATRICK Q. PERILLA	TIN No. 316-242-391-000	May 29, 2014

both known to me to be the same persons who executed the foregoing instrument and they acknowledged to me that the same is their own free and voluntary act and deed, as well as that of the entities they represent.

This instrument refers to the "CONTRACT FOR THE PURCHASE OF RESCUE EQUIPMENT FOR COLLAPSED STRUCTURE" that consists of five (5) pages including the page whereon this acknowledgment is written, and which is signed by the Parties and their instrumental witnesses on each and every page thereof and sealed with my notarial seal.

IN WITNESS WHEREOF, I have hereunto set my hand on the date and at the place first written above.

Notary Public

Doc. No. 104:
Page No. 22:
Book No. 78:
Series of 2021

RUBEN T. M. RAMIREZ
NOTARY PUBLIC
UNTIL DEC. 31, 2021
IBP NO. 142536 / 01-04-2021 CY 2021
ROLL NO. 28947 / MCLE 6 3-22-19
PTR NO. 8533046 / 01-04-2021/APPT. M-168
MAKATI CITY