



KENYA ELECTRICITY GENERATING COMPANY PLC.

KGN-FUEL-08-2018.

TENDER FOR SUPPLY OF DUAL PURPOSE KEROSENE FOR MUHORONI POWER STATION ON CONSIGNMENT STOCKING.

29th November, 2018.

ADDENDUM NO 2 AND CLARIFICATION 1.

In Accordance with the Tender for “Supply of Dual Purpose Kerosene for Muhoroni Power Station on Consignment Stocking”. KenGen hereby issues **Addendum No.2 and Clarification no.1.**

No	PRELIMINARY EVALUATION CRITERIA	AMMEDMENT OF PRELIMINARY EVALUATION CRITERIA.
1	Audited Financial Statements shall be for 2015 & 2016	Audited Financial Statements shall be for 2016/2017.
	PRICE CALCULATION FOR EVALUATION.	AMMEDMENT OF PRICE CALCULATION FOR EVALUATION
2	The FOB price of DPK and CBK mean exchange rate for the month of December 2018 will be used for tender evaluation	The FOB price of DPK and CBK mean exchange rate for the month of for the month of November 2018.
	QUANTITY OF FUEL	ADDITIONAL INFORMATION ON QUANTITY OF FUEL
3	The quantity of DPK required shall be approximately 3000 Metric Tonnes per month for the 28MW Power Plant	The quantity of DPK for both units shall be approximately 6,000 Metric Tonnes per month
	STOCKS TRANSITION AT THE END OF CONTRACT	ADDITIONAL INFORMATION
4	On expiry of the contract KenGen shall consume any stock balance still left in the KenGen tanks first. The supplier shall be expected to buildup stock to maintain minimum stock levels to ensure	During transition, both parties may be required to be on site to manage their stocks until the closing balance has been exhausted. The incoming supplier shall be expected to buildup stock to maintain

<p>that at any given time at the commencement of the contract the stock levels shall not fall below the minimum stock.</p> <p>At the end of the contract the parties will undertake final dipping and the supplier will invoice the purchaser for the stocks established at the delivery price</p>	<p>minimum stock levels to ensure that at any given time at the commencement of the contract the stock levels shall not fall below the minimum stock.</p>
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CLARIFICATION 1.

No.	BIDDER'S QUESTION	KENGEN'S RESPONSE
1.	<p>Clause 3.17.2 on Security Fuel Stock of 600MT and minimum fuel stock of 300MT – KenGen has specified penalties for failure of Supplier to maintain the specified quantities. In the event the Supplier maintains the specified Security and minimum stocks and there is significantly reduced or no consumption, will the Supplier be compensated for stock holding?</p>	<p>No. KenGen will not compensate.</p>
2.	<p>Measurement of Quantity Delivered – For purposes of determining quantity of fuel delivered, please confirm the Fuel Supplier can install own offloading flowmeters</p>	<p>The Supplier may install its own offloading flowmeters for purposes of confirming fuel delivered at its own cost.</p>
3	<p>Calibration of Storage tanks – Please confirm the storage tanks are calibrated and certificates of calibration will be provided to the Fuel Supplier</p>	<p>The tanks are calibrated, and the certificates will be provided to the supplier.</p>
4	<p>Price for Contracted Fuel – Pricing formula provides for FOB price of DPK for the month preceding the month of delivery. In the case where fuel delivered is not consumed for some time, for instance it exceeds 3 months, would the month of reference remain the one preceding the month of fuel delivery?</p>	<p>The reference shall be the month preceding the month of consumption.</p>

ACKNOWLEDGEMENT OF ADDENDUM NO 2 AND CLARIFICATION 1.

We, the undersigned hereby certify that the Addendum/Clarification is an integral part of the document and has been incorporated in the tender proposal.

Signed.....

Tenderer.....

Date.....