“Georgian Manganese” Ltd (Zestafoni Ferroalloy plant, Chiatura mine plant and Vartsikhe hydro power plant) announces an open bid for the provision of Diesel Fuel L62 from June 2018 to December 2018.

QTY: 280 000 – 300 000 L per month (80 000 L delivered in Zestafoni, Rest- delivered in Chiatura)

The tender proposal should be submitted in sealed envelope on address 6 Tengiz Abuladze Street, 1st Lane (for Eka Kiria) not later than May 15, 2018 till 15:00.

Participant qualification requirements are as follows:

1. a certificate from the Register for Entrepreneurs and Non-Entrepreneur (non-commercial) Legal Entities, confirming that no reorganization or liquidation is being carried out against it;
2. a certificate from a tax body on settlements against the budget and registration as a VAT payer;
3. Information of carrying out similar provisions during last 3 years; with contractors and contract amount indication.
4. The participant together with the tender offer must submit a quality certificate

 Necessary documentations recipient must be submit as well:

1. List of Gasoline Tankers, with plate numbers, photos and certificates.

**For further information please contact us in writing at the following address:**

e.kiria@gaalloys.com

**The bid documentation shall be rejected if a participant fails to submit thequalification documents on time or any of them proves to be false or does not meet the terms and conditions required by the bid documentation.**

The tender will be conducted for the cost of one (1) liter of diesel (gasoline 0.1%).

The winner of the tender will be the applicant who will set the lowest price and the best payment terms (such as deferred payment for the delivered goods). At the same time, the applicant must comply with the requirements of the tender documentation and the requirements of relevant legal acts.

**Determination of the value of the object of purchase and the terms of payment**

From the lowest final price set by the winner of the tender is calculated "Z", in US dollars (transportation costs, logistics and storage costs, overheads and profit of the enterprise) according to the following formula:

$$Z=\left(\frac{ C bid\*1000 }{D\*1,18 }– A May\right)\* \frac{1}{R may}-P may$$

Where:

C bid - the final price for 1 liter of diesel fuel (in GEL);

Rmay is the arithmetic average of the official GEL exchange rate against the US dollar for one week of May before tender proposal providing;

D is the density index of diesel fuel represented by the tender proposal (g / cm3);

Pmay is the average arithmetic price of the 1 metric ton of fuel in US dollars for one week of May 2018, before tender proposal providing, set on the PLATTS EUROPEAN MARKETSCAN.

Amay - The amount of excise tax per one metric ton of fuel in GEL for May 2018.

The values of Z and D remain unchanged until December 31, 2018.

The supplier shall determine the nominal value per 1 liter of diesel for each current calendar month (hereinafter - nominal value - Cnom) according to the following formula:

$∁$nom$=\frac{\left(\left( P+Z \right)R+A\right) \* 1,18 \* D}{1000}$

Where:

P and R are the average of the corresponding data for the previous calendar month, A is the excise amount per one metric ton of fuel for the current month, 18% is VAT, and Z and D are the values determined in clause above.

Based on the specifics of petroleum products (fuel) on the ratio of its value with variable prices (P) on international trade exchanges and / or the ratio to the official exchange rate (R) and / or the dependence of the excise amount per metric ton of fuel, the supplier is obliged monthly to provide to the purchased organization the price calculated per nominal value for the unit of goods delivered for the current month (contract price for the current month C1).

The contract price for June 2018 will be determined by the cost of 1 liter of diesel fuel (Cbid) in the tender offer. The contract price for each subsequent month is calculated on the basis of the nominal value of one liter of diesel fuel.

The settlement between the supplier and the organization is made by the established settlement price (C2) on the basis of the contract price of the current month, by transfer in the national currency and includes all taxes established by the legislation of Georgia.

When setting the settlement price, the following circumstance is taken into account: When buying a diesel, the supplier will provide the organization with an invoice for the relevant brand on the day of fuel supply. The settlement price is calculated on the basis of the nominal value determining the settlement price.

The Supplier shall be obliged on the first working day of each month to provide the tender commission specified in clauses 3.2 A, P and R and the contract price calculated for them (C1) for 1 liter of diesel for the current month.

**Fuel quality control**

In order to determine the compliance of the fuel quality with the established standards, the supplier is obliged by its own funds, not to conduct a scheduled examination in the National Forensic Office of Georgia named after Levan Samkharauli or other internationally recognized organizations (eg TUV, SGS, etc.) who have at least 3 years of experience in the field of fuel expertise and submit a corresponding report of the tender commission's expertise. The time and place for the examination or receipt of samples will be determined by the commission and accordingly notified the supplier and the expert organization within a reasonable time.

The procuring entity or supplier has the right to request an alternative examination if one of them does not agree with the results of the planned examination. In this case, the alternative expert's expenses are borne by the party that requires an alternative examination. Alternative expertise has the advantage if it is conducted in an internationally recognized organization (eg TUV, SGS, etc.) in which the experience in the field of fuel testing is at least 3 years. In the course of the alternative examination, there should be no conflict of interests between the supplier and the organization conducting an alternative examination on any issues (for example: the country of the fuel producer, the relationship between the supplier and the organization conducting the examination and other issues) that can cast suspicion on impartiality and objectivity Report.

In the event that the purchasing organizer justifies the tender commission suspicion about the damage to the car or machinery because the fuel is not of high quality, the commission has the right to demand from the supplier an unscheduled expert examination on the parameters determined by the commission, the verification of which will be considered expedient on the basis of a specific case. The supplier of the results of the examination will present to the tender commission, the expenses of the examination will be covered by the supplier.