SAKHALIN ENERGY INVESTMENT COMPANY LTD.

INVITATION TO TENDER

For the purchase of light vehicles

All goods being offered for tender are located at Armros parking area, 441-A Lenina Street, Yuzhno-Sakhalinsk, Sakhalin Region

General Terms

Tender Reference: DRF_1885_ Light vehicles

Bid closing date: all interested parties to submit their bids no later than 1st of July 2019, 10:00 hrs Sakhalin time (GMT+11).

1. All tender submissions are to be sent to the Contracting Tender box by emailing the Bid Submission Form (Appendix 1) to: contracting-tenderbox@sakhalinenergy.ru

All tender submissions, communication and additional documentation are to be clearly marked with the Tender Reference number. The Tender Reference number must be mentioned in SUBJECT field of the e-mail message in which the bid is submitted.

It is not permitted to send financial offers to any other party in Sakhalin Energy, including the nominated Company's representatives. Failure by bidders to observe this instruction will lead to disqualification of such bids.

2. Review and evaluation of bids may take several weeks after the tender completion date.

Technical inquiries and clarification contacts:

e-mail: Seic-surplus-disposal-team@sakhalinenergy.ru

Inspection of the Assets on offer:

All vehicles (hereinafter referred to as "the Assets") being offered for tender are located on the territory of Armros parking area, 441-A Lenina Street, Yuzhno-Sakhalinsk, Sakhalin Region.

Access to the Site is restricted and inspection of Assets on offer can be arranged only via Sakhalin Energy representatives.

e-mail: Seic-surplus-disposal-team@sakhalinenergy.ru

Terms and conditions of sale:

1. Description of the Assets on offer:

The Assets being offered for sale are 34 light vehicles - Toyota, Mitsubishi, Ford.

The vehicles are in used condition (car mileage data presented in the table below).

All the cars are in satisfactory condition and conform to different technical characteristics.

All the assets are not related to the PSA therefore there are no PSA related constraints to sale.

The Assets will be offered for sale as 9 (lots).

Full description of the Assets presented in the table below:

| Lot № | № from DRF | Description | Plate number | Car mileage, km | YoM |
|-------|---------------------------|------------------|--------------|-----------------|------|
| 1 | 1 | Mitsubishi L-200 | В316УХ | 75 744 | 2005 |
| | 2 Mitsubishi L-200 B317YX | | 69 000 | 2005 | |
| | 3 | Mitsubishi L-200 | В318УХ | 36 794 | 2005 |
| | 4 | Mitsubishi L-200 | В319УХ | 64 596 | 2005 |
| | 8 | Mitsubishi L-200 | В963УР | 85 109 | 2005 |
| 2 | 9 | Mitsubishi L-200 | B964XH | 85 206 | 2006 |
| | 10 Mitsubishi L-200 B971 | | В971УР | 50 894 | 2005 |
| | 12 Mitsubishi L-200 | | K207AO | 46 714 | 2006 |
| | 13 | Mitsubishi L-200 | K210AO | 36 518 | 2006 |
| | 14 | Mitsubishi L-200 | K211AO | 35 822 | 2006 |

| 3 | 15 | Mitsubishi L-200 | K213AO | 69 510 | 2006 |
|---|----|------------------------------------|--------|---------|------|
| | 16 | Mitsubishi L-200 | K215AO | 65 083 | 2006 |
| | 17 | Mitsubishi L-200 | K217AO | 108 974 | 2006 |
| | 18 | Mitsubishi L-200 | K219AO | 61 271 | 2006 |
| | 19 | Mitsubishi L-200 | K223AO | 80 035 | 2006 |
| | 11 | Ford Ranger | K058BP | 85 039 | 2006 |
| | 20 | Ford Ranger | K349BP | 76 630 | 2006 |
| 4 | 21 | Ford Ranger | K351BP | 98 959 | 2006 |
| | 22 | Mitsubishi L-200 (новая модель) | K440MT | 49 387 | 2007 |
| | 5 | Toyota Land Cruiser 105 | В384УМ | 393 547 | 2005 |
| 5 | 6 | Toyota Land Cruiser 100 (TD) | B843PB | 412 042 | 2005 |
| | 23 | Toyota Land Cruiser 100 (TD) | K670EM | 203 887 | 2007 |
| | 7 | Toyota Land Cruiser 105 | B863PB | 364 441 | 2005 |
| 6 | 24 | Toyota Land Cruiser 100 (TD) | K814KB | 197 806 | 2007 |
| | 25 | Toyota Land Cruiser 100 (TD) | K824KB | 320 063 | 2007 |
| | 26 | Toyota Land Cruiser 100 (TD) | K907EX | 232 561 | 2007 |
| 7 | 27 | Toyota Land Cruiser 100 (TD) | K932KE | 379 581 | 2007 |
| | 29 | Toyota Land Cruiser 105 | В094РУ | 424 333 | 2005 |
| | 28 | Toyota Land Cruiser 100 (TD) | K296BP | 338 936 | 2006 |
| 8 | 30 | Toyota Land Cruiser 100 (TD) | K933KE | 287 155 | 2007 |
| | 32 | Toyota Land Cruiser 105 | В496ХУ | 269 308 | 2005 |
| | 31 | Toyota Land Cruiser 100 (TD) | K529KT | 263 417 | 2007 |
| 9 | 33 | Toyota Land Cruiser 100 (TD) | К908НО | 290 217 | 2007 |
| | 34 | Toyota Land Cruiser 105 | В179УО | 263 461 | 2005 |

2. Location and Price Basis

2.1. The Assets on offer are located on the territory of Armros parking area, 441-A Lenina Street, Yuzhno-Sakhalinsk, Sakhalin Region.

The basis of Pricing shall be as follows:

- a) As-is- where-is basis
- b) Ex-Works, Armros parking area, 441-A Lenina Street, Yuzhno-Sakhalinsk, Sakhalin Region.
- 2.2. All offers shall be specified in Russian Rubles (RUR).
- 3. Obligations of the Buyer:

The Buyer shall:

- 3.1 Perform 100% advance payment for the purchased Assets to the Seller's account within 5 working days after receipt invoice.
- 3.2 Organize the removal of the Assets within 7 working days after receipt by the Seller of 100% payment. All the Buyer's vehicles entering the Site shall meet all safety rules valid in the RF.
- 4. Obligations of the Seller

The Seller shall:

- 4.1 Provide access to the Site for inspection and subsequent removal of the Assets by the time agreed with the Buyer.
- 5. Bid Submission and Contract
- 5.1 Bidders are requested to fill in the Bid Submission Form (Appendix 1 to this Invitation to Tender) and to send it to the Contracting Tender box as per General Terms specified above.

5.2 Seller does not bind itself to award sales agreement to the highest or any tender received. Goods being offered for sale may not necessarily be awarded for sale after the subsequent analysis of bids. Seller reserves right to withdraw any item from the lot on offer.

6. Warranty/Guarantee

The physical transfer of the Assets shall be made on "as-is" basis and Seller shall not be responsible vis-à-vis the Purchaser for warranties and guarantees for workmanship which may normally be applied to the sales of goods under applicable laws. For this reason, it is mandatory that prospective bidders or their agents inspect the Assets to confirm quantities and condition of the goods prior to submitting their bids.

7. Act of Hand Over/Title and Transfer

The Act of Handover is to be signed by the Buyer and the Seller prior to physical handover of the Assets to the Buyer. The responsibility for the safe handling of the Assets and all risks pertaining to the Assets shall be transferred to Buyer from the moment of the Act of Handover is signed.

8. <u>Indemnity</u>

The Buyer shall protect, defend, release, indemnify and hold Seller harmless from and against any claims, actions, liabilities, charges, demands, judgments and expenses (including legal expenses) which may be incurred by Seller in connection with the failure of Buyer to perform its obligations under the Sales Contract.

9. Fulfillment of Obligations

For non-fulfilment or improper fulfilment of the Sales Contract, its one-sided amendment or one-sided termination, the party in fault shall compensate to the other party the damage in the amount of the direct damage.

10. Disputes

The disputes, disagreements, claims following from the present Agreement shall be resolved by negotiations. In case of failure to be resolved by negotiations, they shall be subject to the Sakhalin Arbitration court examination according the procedure envisaged by the existing legislation of the Russian Federation.

11. Other issues

- 11.1 All the issues, not covered in the Sales Contract, shall be governed by the applicable existing legislation of the Russian Federation.
- 11.2 Unilateral termination of this Agreement by the Seller is possible in the event of:
 - (a) Violation by the Buyer of terms and conditions pertaining to payment if it exceeds 10 (ten) days.
 - (b) Violation by the Buyer of terms of the Assets removal, specified in the Item 3.2 of this Invitation to Tender, if it exceed 10 (ten) days.

Bid Submission Form

| Company/Name | | | | |
|---|------------------|--------|--|--|
| | | | | |
| Tender Reference: DRF_1885_ Light vehicles | | | | |
| Date: ""2019 | | | | |
| | | | | |
| Table 1 | | | | |
| General Information about Bidder | | | | |
| Company's address/individual* | | | | |
| Company's postal address | | | | |
| Phone number* | | | | |
| Fax number | | | | |
| E-mail* | | | | |
| Company's focal point (full name) | | | | |
| Focal point's position | | | | |
| Web-site | | | | |
| Number of permanent staff in Sakhalin | | | | |
| Copy of Certificate of Incorporation | | | | |
| Tax Registration Number of Company | | | | |
| Management structure table (showing names of directors and senior positions) | | | | |
| | | | | |
| | | | | |
| Table 2 | | | | |
| Additional information | | | | |
| Specify company's type: | | | | |
| Consulting company / Research institute / Recruitment Age | ency / Other (sp | ecify) | | |
| | | | | |
| Specify company's status (government owned or private) | | | | |
| Company shareholders (if possible) | | | | |
| If Russian content is less than 100%, please name your for partners and indicate percentage of their interest | reign | | | |

 $[\]ensuremath{^{*}}\xspace The individuals to fill up only asterisk marked lines.$

Commercial Proposal

| Lot Nº | № fro m DRF | Description | Plate number | Car mileage, km | YOM | Offered price per unit, RUR VAT Included | Offered price for Lot, RUR VAT Included |
|-----------|----------------------|---------------------------------|-----------------|-----------------------|------|---|---|
| 1 | 1 | Mitsubishi L-200 | В316УХ | 75 744 | 2005 | | |
| | 2 | Mitsubishi L-200 | В317УХ | 69 000 | 2005 | | 1 |
| | 3 | Mitsubishi L-200 | В318УХ | 36 794 | 2005 | | 1 |
| | 4 | Mitsubishi L-200 | В319УХ | 64 596 | 2005 | | 1 |
| | 8 | Mitsubishi L-200 | В963УР | 85 109 | 2005 | | |
| | 9 | Mitsubishi L-200 | B964XH | 85 206 | 2006 | | |
| | 10 | Mitsubishi L-200 | В971УР | 50 894 | 2005 | | 1 |
| 2 | 12 | Mitsubishi L-200 | K207AO | 46 714 | 2006 | | 1 |
| | 13 | Mitsubishi L-200 | K210AO | 36 518 | 2006 | | 1 |
| | 14 | Mitsubishi L-200 | K211AO | 35 822 | 2006 | | 1 |
| | 15 | Mitsubishi L-200 | K213AO | 69 510 | 2006 | | |
| | 16 | Mitsubishi L-200 | K215AO | 65 083 | 2006 | | 1 |
| 3 | 17 | Mitsubishi L-200 | K217AO | 108 974 | 2006 | | 1 |
| | 18 | Mitsubishi L-200 | K219AO | 61 271 | 2006 | | 1 |
| | 19 | Mitsubishi L-200 | K223AO | 80 035 | 2006 | | 1 |
| | 11 | Ford Ranger | K058BP | 85 039 | 2006 | | |
| , | 20 | Ford Ranger | K349BP | 76 630 | 2006 | | 1 |
| 4 | 21 | Ford Ranger | K351BP | 98 959 | 2006 | | 1 |
| | 22 | Mitsubishi L-200 (новая модель) | K440MT | 49 387 | 2007 | | |
| | 5 | Toyota Land Cruiser 105 | В384УМ | 393 547 | 2005 | | |
| 5 | 6 | Toyota Land Cruiser 100 (TD) | B843PB | 412 042 | 2005 | | |
| | 23 | Toyota Land Cruiser 100 (TD) | K670EM | 203 887 | 2007 | | |
| | 7 | Toyota Land Cruiser 105 | B863PB | 364 441 | 2005 | | |
| 6 | 24 | Toyota Land Cruiser 100 (TD) | K814KB | 197 806 | 2007 | | 1 |
| | 25 | Toyota Land Cruiser 100 (TD) | K824KB | 320 063 | 2007 | | |
| | 26 | Toyota Land Cruiser 100 (TD) | K907EX | 232 561 | 2007 | | |
| 7 | 27 | Toyota Land Cruiser 100 (TD) | K932KE | 379 581 | 2007 | | 1 |
| | 29 | Toyota Land Cruiser 105 | В094РУ | 424 333 | 2005 | | |
| | 28 | Toyota Land Cruiser 100 (TD) | K296BP | 338 936 | 2006 | | |
| 8 | 30 | Toyota Land Cruiser 100 (TD) | K933KE | 287 155 | 2007 | | |
| | 32 | Toyota Land Cruiser 105 | В496ХУ | 269 308 | 2005 | | |
| | 31 | Toyota Land Cruiser 100 (TD) | K529KT | 263 417 | 2007 | | |
| 9 | 33 | Toyota Land Cruiser 100 (TD) | К908НО | 290 217 | 2007 | | |
| | 34 | Toyota Land Cruiser 105 | В179УО | 263 461 | 2005 | | |

The Assets are being offered for sale as 9 (nine) separate lots:

Offered price for the Lot №1 must not be less than RUR 1,860,000.00 (VAT included)

Offered price for the Lot №2 must not be less than RUR 1,950,000.00 (VAT included)

Offered price for the Lot №3 must not be less than RUR 1,950,000.00 (VAT included)

Offered price for the Lot №4 must not be less than RUR 1,350,000.00 (VAT included)

Offered price for the Lot №5 must not be less than RUR 2,850,000.00 (VAT included)

Offered price for the Lot №6 must not be less than RUR 2,900,000.00 (VAT included)

Offered price for the **Lot №7** must not be less than **RUR 2,850,000.00** (VAT included) Offered price for the **Lot №8** must not be less than **RUR 2,900,000.00** (VAT included)

Offered price for the Lot №9 must not be less than RUR 2,900,000.00 (VAT included

^{*} In spite of the fact that the assets are being offered for sale as <u>9 lot</u>, it is mandatory to indicate in commercial proposal offered price for every line in the lot. In the event that unit quantities within the lot are changed, for any reason, by the time of sale, the total price of the lot will be recalculated proportionally.