



Hydrocarbons # 93

LPG >> from Uzbekistan CIF (SCO)

PRODUCT: LPG
ORIGIN: UZBEKISTAN

PRICE: USD \$560 per metric ton

PORTS: CIF ASWP

CURRENCY: Final settlement payment is made in USD
MODE OF PAYMENT: LC/SBLC/MT103/TT

INSPECTION: SGS ON SELLER'S COST AT LOADING PORT, CIQ/SGS ON BUYER'S COST AT DISCHARGING PORT.

Note 1: NCNDA with Penalty payment to be signed by the CO-SELLER; ICPO to be issued to the CO-SELLER, who will verify before forwarding to the Main seller.

Note 2: Split invoices from Seller and Co-Seller, making the total payment of (the above-mentioned price).

CIF TRANSACTION PROCEDURE (DLC/SBLC)

1. Buyer Issues Irrevocable Corporate Purchase Order (ICPO) and CIS Addressed to The Seller.
2. The Seller releases the draft Sales and Purchase Agreement (SPA) to the Buyer for review and any necessary amendments. Once the Buyer has completed their review, they should sign and return the SPA to the Seller for final endorsement along with a fresh POF/BCL. The electronically signed contract shall be deemed legally binding.
3. Both parties shall submit the signed Sales and Purchase Agreement (SPA) to their respective banks, and the Seller shall issue the following PPOP documents:
 - A. Product quality passport - quality certificate
 - B. Product allocation certificate issued by the Ministry of Energy.
 - C. Export license issued by the Ministry of Energy.
 - D. Certificate of origin
 - E. Product quantity certificate
 - F. Proforma Invoice.
 - G. Authorization to Sell C Collect (ATSC)
4. Buyer's Bank shall issue payment guarantees in the form of either a Standby Letter of Credit (SBLC) MT760 or a Documentary Letter of Credit (DLC) MT700 for the total face value of the goods. This guarantee shall be valid for 366 days and must adhere to the Seller's approved standard verbiage. If the buyer fails to issue the payment instrument within 7 banking days, the buyer may alternatively remit 5% of the total face value via MT 103 to enable the seller to charter a vessel for the loading of the first shipment to the buyer's destination port.

NOTE: that the remitted 5% is deductible from the total cost of the product in the buyer's discharge port.

5. Upon confirmation of the Buyer's LC bank instrument, the Seller's Bank issues a 2% Performance Bond to the Buyer, Bank to Bank.
6. The Seller shall load and assign the vessel under the Buyer's name and issue the following POP documents:
 - A. Export License.
 - B. Complete storage report.
 - C. Ullage Report.
 - D. Insurance documents. It is issued by an internationally recognized insurance company and covers at least 110% of the CIF value of the goods on board the vessel.

- E. Cargo Manifest.
- F. Copy of the port's storage agreement.
- G. Copy of the Agreement to transport the product to the discharge port.
- H. Copy of Q88.
- I. Bill of Lading
- J. Test Report by SGS on the port of loading.
- K. Dip Test Authorization (DTA) and ATB at the Buyer's discharge dock.
- L. Copy of NOR/ETA.
- M. Certificate of Transfer Ownership.
- N. Allocation Title Ownership Certificate.

Subsequently, the Seller will authorize the Vessel Captain to issue the Notice of Readiness (NOR) and Estimated Time of Arrival (ETA) to the Buyer's shipping agent. The loaded vessel will then proceed to the Buyer's designated port of discharge. Upon arrival, the shipment announcement will be made in the Buyer's name, and the Buyer's shipping agent will facilitate the clearance of the vessel at the port.

7. Upon arrival at the Buyer's port, the captain of the vessel shall issue a Master's Authorization to Board (MATB) to the Buyer's inspectors, allowing them to board the vessel. The Buyer's inspectors will then conduct a thorough inspection of the cargo. After verifying the quality and quantity (QCQ) of the product, the inspectors will disembark, taking samples for further QCQ analysis.
8. Once the Quality and Quantity (QCQ) inspection is completed and the results have been released to both the Buyer and Seller, the Seller shall issue a commercial invoice. The Buyer will then make the payment via MT103 in accordance with the terms outlined in the signed agreement and as stipulated in the commercial invoice.
9. Once the Seller, consultants, mandate, and facilitator have confirmed receipt of funds in their respective bank accounts as per the commercial invoice, all cargo documents shall be handed over to the Buyer.
10. The seller continues with subsequent monthly deliveries as per the Contract.