M240418

# **PURCHASE AGREEMENT**

# SUPPLY AND DELIVERY OF ONE (1) UNIT BRAND-NEW PASSENGER VAN

THIS AGREEMENT	made this	day of	2024 between:

The CENTER FOR INTERNATIONAL TRADE EXPOSITIONS AND MISSIONS (CITEM) of Golden Shell Pavilion, Roxas Boulevard, cor. Gil J. Puyat Avenue, Pasay City, Philippines, represented in this act by its EXECUTIVE DIRECTOR, LEAH PULIDO OCAMPO, (hereinafter called "the CITEM") of the one part and TOYOTA OTIS, INC., of 1770 Paz Guazon Street, Barangay 831, Paco, Manila, 1007, Philippines, represented in this act by its MARKETING PROFESSIONAL, KAREN KRISTY LIM SILANGCRUZ (hereinafter called "the Supplier") of the other part;

WHEREAS, CITEM invited Bids for certain goods, viz., "Supply and Delivery of One (1) Unit Brand New Passenger Van, CITEM Solicitation No.: 2024-0130-R1 and has accepted a Bid by TOYOTA OTIS, INC., for the Supply and Delivery of One (1) Unit Brand-New Passenger Van in the amount of ONE MILLION THREE HUNDRED NINETY THOUSAND PESOS (Php 1,390,000.00), inclusive of taxes (hereinafter called "the Contract Price").

## NOW THIS AGREEMENT WITNESSETH AS FOLLOWS:

WHEREAS, CITEM, the government agency mandated to actively promote Philippine exports through the organization of trade fairs and selling missions;

WHEREAS, there is a need to engage the services of a supplier for the delivery of one (1) unit brand-new Passenger Van as replacement for the old service vehicle;

WHEREAS, the CITEM Bids and Awards Committee (CITEM-BAC) has conducted Negotiated Procurement – two (2) Failed Biddings in accordance with Sec. 53.9 of the 2016 Revised Implementing Rules and Regulations of RA 9184 for the said requirement needed in the operation of CITEM;

WHEREAS, the Center for International Trade Expositions and Missions invited all prospective suppliers to take interest in the procurement of above-mentioned requirement, apart from the posting of the requirement in the Philgeps in compliance with RA 9184;

WHEREAS, among the three (3) invited bidders; and those who took interest to participate in the bidding, one (1) submitted its bid and underwent negotiation in accordance with RA 9184;

WHEREAS, TOYOTA OTIS, INC., was given sufficient time to rectify and submit necessary documents;

WHEREAS, the BAC appointed a Technical Working Group to conduct the post qualification on the single calculated bidder, TOYOTA OTIS, INC., wherein the latter submitted a post qualification report to the BAC for consideration;

WHEREAS, the BAC reviewed the post qualification report submitted by the Technical Working Group, and it was found that TOYOTA OTIS, INC., is substantially compliant for the above-mentioned requirement;

WHEREAS, upon careful examination and evaluation, the BAC found and declared TOYOTA OTIS, INC., as the Single Calculated and Responsive Bidder (SCRB);

NOW, THEREFORE, for and in consideration of the foregoing premises and of the Parties' faithful and strict compliance of the terms and conditions hereinafter provided, CITEM by these presents, hereby agrees to procure to TOYOTA OTIS, INC., one (1) unit brand-new Passenger Van under the following terms and conditions:

#### **UNDERTAKINGS:**

## SPECIFICATIONS

## SUPPLY AND DELIVERY OF ONE (1) UNIT BRAND NEW PASSENGER VAN

Engine Type	4 Cylinders, L-Type, 16 Valve DOHC, Diesel		
Displacement	Minimum = 2982 cc / Maximum = 3000 cc		
Transmission	5-Speed Manual		
Max. Power	at least 136 PS @ 3,400 Rpm		
Max. Torque	at least 300 Nm @ 1,200-2,400 Rpm		
Emission Standard	Euro 4		
Fuel Capacity	at least 70 liters		
Minimum Length	4,690 mm		
Minimum Width	1,690 mm		
Minimum Height	1,980 mm		
Wheelbase	at least 2,570 mm		
Seating Capacity	15-seater		
Wheel / Size	at least 15" - Steel		
Front Brake	Ventilated Discs		
Rear Brake	Drum		
Air-conditioner	Dual, Manual Controls		
Steering	Power Equipped		
Gear Type	Rack and Pinion		
Airbags	Driver and Front Passenger		
Seatbelts	Front: 3 pt. ELR (2 pcs.) + 2 pt. NR (1 pc.) + D+P		
	Pretensioner		
	Rear: 2 pt. NR (11 pcs.)		
Side Door Impact	Equipped		
Beams			
Color	Either White or Silver/Gray		
Tools	Standard Tools		
Spare Parts	Spare Tire		
Service Warranty	3 years or 100,000 kms whichever comes first		

## 3.3. INCLUSIVE IN THE PACKAGE/ADDITIONAL AMENITIES:

- Basic tool kit with completed set of tools, new spare tire, early warning device, tint, floor matting.
- Warranty with 3 years (100,000 km)
- Free labor on preventive maintenance service within the first 1,000 kilometer checkup.

#### II. PERIOD OF DELIVERY

TOYOTA OTIS, INC., shall deliver the said requirement within thirty (30) working days upon receipt of Notice to Proceed and/or Purchase Agreement.

## III. CONTRACT PRICE

- In consideration of the abovementioned requirement, CITEM shall pay TOYOTA OTIS, INC., the amount of ONE MILLION THREE HUNDRED NINETY THOUSAND PESOS (Php 1,390,000.00), inclusive of taxes, within thirty (30 days) from inspection, full delivery and/or acceptance of CITEM.
- In consideration for the payments to be made by CITEM to TOYOTA OTIS, INC., as hereinafter mentioned, the Supplier hereby covenants with the Entity to provide the goods and to remedy defects therein in conformity in all respects with the provisions of the Contract.
- CITEM hereby covenants to pay TOYOTA OTIS, INC., in consideration of the
  provision of the goods and the remedying defects therein, the contract Price or
  such other sum as may become payable under the provisions of the contract at
  the time and in the manner prescribed by this Contract.

#### PENALTY FOR DELAY/BREACH

- All deliveries/undertaking shall be subjected to inspection by CITEM. Poor quality of goods shall be replaced/rejected at the expense of the Supplier; and CITEM has the right to impose penalty and/or withdraw/cancel this Purchase Agreement;
- 2. In the event **TOYOTA OTIS, INC.**, encounters delay in the delivery, it shall promptly notify **CITEM** stating the reason for such delay and may request for an appropriate extension for completion of the delivery; provided that the delay is caused by circumstances beyond the Supplier's control or is due to force majeure. Any extension granted shall not entail additional fee over the consideration herewith provided.
- 3. Delay caused by reasons other than force majeure and/or delay in the delivery, shall be tantamount to default. TOYOTA OTIS, INC., shall then be required to pay CITEM the amount equivalent to one tenth of one percent (1/10 of 1%) of the total consideration for each day of delay incurred in the performance of its obligation until such time that the services are completely performed and the items are fully delivered and accepted.
- Should TOYOTA OTIS, INC., incurred an unreasonable delay (more than 10 days) despite extension, or penalties incurred due to such delay amounted equivalent to 10% of the contract amount, CITEM has the right to cancel the contract.
- That in case of material breach or cancellation of the contract, TOYOTA OTIS, INC., shall be liable to pay CITEM damages equivalent to 20% of the amount of this undertaking.
- 6. Any amendment, modification, or alteration to this contract shall be in writing and signed by both parties.

#### TERMINATION OF THE CONTRACT

1. CITEM may likewise terminate this Agreement if TOYOTA OTIS, INC., does not show satisfactory performance in the delivery of goods/services with acceptable quality based on the Specifications and standards, PROVIDED that such termination shall not be construed as waiver of TOYOTA OTIS, INC.'s liabilities and CITEM's right to recover the value of payments, plus damages under this Contract; or CITEM may procure, upon such terms and in such manner as it deems appropriate, similar goods to those undelivered, and TOYOTA OTIS, INC., shall be liable to CITEM for the costs for such similar Goods and Services plus damages under this Contract.

# 1.1. TERMINATION FOR DEFAULT

**CITEM**, without prejudice to any other remedy for breach of Contract, by written notice of default sent to **TOYOTA OTIS**, **INC.**, may terminate this Agreement in whole or in part:

- a. If TOYOTA OTIS, INC., fails to deliver any or all of the Goods or perform the services within the period(s) specified in this Agreement, or within any extension thereof granted by CITEM; or.
- b. If TOYOTA OTIS, INC., fails to perform any other obligation(s) under the Agreement;
- c. If **TOYOTA OTIS**, **INC.**, in the judgment of **CITEM**, has engaged in corrupt or fraudulent practices in completing for or in executing the Agreement.

For the purpose of this paragraph:

"Corrupt practice" means the offering, giving, receiving, or soliciting of anything of value to influence the action of a public official in the procurement process or in contract execution.

"Fraudulent practice" means a misrepresentation of facts in order to influence a procurement process or the execution of a contract to the detriment of CITEM, and includes collusive practice among Bidders (prior to or after bid submission) designed to establish bid prices at artificial non-competitive levels and to deprive CITEM of the benefits of free and open competition.

## 1.2. TERMINATION FOR INSOLVENCY

CITEM may at any time terminate the Agreement by giving written notice to TOYOTA OTIS, INC., if TOYOTA OTIS, INC., becomes bankrupt or otherwise insolvent. In this event, termination shall be without compensation to TOYOTA OTIS, INC., provided that such termination will not prejudice or affect any right of action or remedy which has accrued or will accrue thereafter to CITEM.

## 1.3. FORCE MAJEURE

a. Notwithstanding the provisions of Article 13 of GCC, TOYOTA OTIS, INC., shall not be liable for forfeiture of its Performance Security Liquidated Damages or Termination for Default if the delays in performance or failure to perform its obligations under the Agreement is the result of Force Majeure.

b. For purposes of this section, "Force Majeure" means an event beyond the control of TOYOTA OTIS, INC., and not involving TOYOTA OTIS, INC.,'s fault or negligence. Such events may include, but are not restricted to, wars and revolutions, fires, flood, epidemics, quarantine restrictions and freight embargoes. c. If a Force Majeure arises, TOYOTA OTIS, INC., shall promptly notify CITEM in writing of such condition and the cause thereof. Unless otherwise directed by CITEM in writing, TOYOTA OTIS, INC., shall continue to perform its obligations under the Agreement as far as reasonably practical, and shall seek all reasonable alternative means of performance not prevented by Force Majeure.

## **ARBITRATION**

 In case of a dispute between CITEM and TOYOTA OTIS, INC., the dispute shall be resolved in accordance with Republic Act 9285 ("R.A. 9285"), otherwise known as the "Alternative Dispute Resolution Act of 2004."

## ADDITIONAL PROVISIONS

- 1. There shall be no escalation of rates during the duration of the Agreement.
- 2. This Agreement shall be governed by and construed in accordance with the laws of the Philippines, particularly the RA 9184.
- In the event any of the Parties is compelled to institute any judicial proceedings to enforce any of the terms and conditions of this agreement, the parties hereby agreed that any such proceedings shall be brought exclusively in the Proper Courts of Pasay City.
- No amendment in or modification of the terms of this Agreement shall be made except by written agreement signed by the parties.

**IN WITNESS WHEREOF,** the parties hereto have caused this Agreement to be executed in accordance with the laws of the Republic of the Philippines on this \_\_\_\_\_ day of December 2024, hereat Pasay City, Metro Manila.

December 2024, hereat Pasay City, Metro Manila.	
CENTER FOR INTERNATIONAL TRADE EXPOSITIONS AND MISSIONS By:	TOYOTA OTIS, INC.,  By:
LEAH PULIDO OCAMPO Executive Director  Signed in the prese	KAREN KRISTY LIM SILANGCRUZ Marketing Professional nce of:
MA. LOURDES D. MEDIRAN Deputy Executive Director	WITNESS

Chief, Controllership Div.

## **ACKNOWLEDGMENT**

REPUBLIC OF THE PHILIPPINES) CITY OF PASAY ) S.S	e City of Pasay, on this
BEFORE ME, a Notary Public for and in the 2024 personally appeared the following:	e City of Pasay, on this day of Decemb
Name	Competent Evidence of Identity Issued at/on
LEAH PULIDO OCAMPO KAREN KRISTY LIM SILANGCRUZ	
	e persons who executed the foregoing instrument eir free and voluntary act and deed as well as the they represent.
	f Services consisting of Six (6) pages including itten, has been signed by the parties and their e.
Witness my hand and seal this day of	2 7 DEC 2024
Doc. No. 337 Page No. 48 Book No. 3 Series of 2024	ATTYO TARY FUBLICE L. JAIME  NOTARY PUBLIC  UNTIL DECEMBER 31, 2025  ATTORNEY'S ROLL NO. 27802  IBP OR NO. 414661/JAN. 10, 2024  PTR NO. PC 8453863/JAN. 0J, 2024/PASAY CITY  Commission No. 24-21 (EXPIRED DECEMBER 31, 2025  MCLE No. VI-0018402 ISSUED ON MAY 20, 2022  VALID UNTIL 14 APRIL 2025  OFFICE ADDRESS-STALL#1 NO. 54 ARNAIZ AVE., LIBERTAD, PASAY CITY