

ORIGIN: KAZAKHSTAN

**COD 2113B. FOB TANK TO TANK INJECTION AGREEMENT:
ROTTERDAM, HOUSTON, JURONG, FUJAIRAH.**

1. Buyer accepts seller working procedure and issue ICPO, with CIS and Commitment Letter, addressed to the seller refinery.
2. Seller issues commercial invoice (CI), Buyer signs and returns back commercial invoice and tank storage agreement (TSA).
3. Seller provide buyer with the below listed PPOP.
 - a. Product Passport (product analysis report)
 - b. Irrevocable Commitment Letter to Supplier
 - c. Statement of Product Availability
 - d. Tank to Tank Injection Agreement (TTTIA) to be signed by buyer tank farm
4. Seller provides to buyer with:
 - a. SGS Report
 - b. Injection Report
 - c. Tank Storage Receipt (TSR)
 - d. Unconditional Dip Test Authorization (UDTA)
5. (NCNDA/IMFPA) will be signed, buyer within 24 hours after successful dip test in seller tanks provide tank storage receipt (TSR) seller proceed for Tank to Tank injection and provide buyer with the injection report of the product into buyer tanks.
6. Buyer make payment for total cost of product injected into buyer tanks via MT103, Seller transfer title ownership to buyer with all exportation documents required of buyer for the transaction.
7. Upon conclusion of first lift transaction seller pays all intermediaries involved in the Transaction and proceeds with the signing of contract with Buyer.

PROCEDURES ARE NOT NEGOTIABLE.

Buyer must be logistically and financially prepared before starting the transaction.

Product is already positioned in the offered ports, but in first-come, first-served basis.

To start the transaction Enerdealers will have to receive formally written by email from the Buyer, where it is explained the chosen procedure, product, quantity and port, with CIS, logistics agreement and Commitment Letter. After successful DD on the Buyer Enerdealers will introduce the buyer with the Seller or Seller mandate to move forward with the transaction.

DO NOT SEND THE ICPO IF YOU DO NOT UNDERSTAND THE PROCEDURE.

All communications between Buyer and Seller will be in CC to ceo@enerdealers.com.

Refineries place the product in transit at the ports of sale, in the tanks at the TANK FARM terminals, which are located within customs territory, which is controlled by Port Authority in a restricted area for authorized personnel only. Port Authority controls the product, so not just any person or buyer can enter the tanks.

PROCEDURE EXPLANATION:

Step 2:

After receiving the ICPO with the TSA, CIS and Commitment Letter, the Seller proceeds to approve the purchase and the TSA.

If the Seller rejects the TSA, Buyer must find another TSA for the Seller's approval.

Once the purchase and the TSA are approved, the Seller issues the Commercial Invoice.

The issuance of a Commercial Invoice by the Seller implies that the Seller has made an ASSIGNMENT OF THE PRODUCT TO THE BUYER'S NAME with the Ministry of Energy of Kazakhstan, the Port Authority, and the Seller's TANK FARM. **This action generates expenses for the Seller.**

Each day that the ASSIGNMENT OF THE PRODUCT TO THE BUYER'S NAME remains in effect represents one day of cost for the Seller. For this reason, the Seller requests that the Buyer acts promptly upon receiving the Commercial Invoice, to minimize Seller's expenses.

Buyer must be ready to proceed before sending the ICPO, to avoid delays after the product has been assigned.

Step 3:

Seller delivers PPOP documents, where they assume responsibility for the product with the Buyer.

Tank-to-Tank Injection Agreement (TTIA) has to be signed by Buyer's tank farm.

- 1- Buyer must sign it as stated.
- 2- Buyer's tank farm must sign it.
- 3- Buyer's tank farm must include the codes requested in the document.
- 4- Buyer must submit, along with the completed and signed document, the TSR for all the estimated days in the injection program.

Usually, tank farms only signs and includes the codes if the Buyer has paid for all the days of the injection program needed. Buyer must obtain the TSR and have sufficient funds to pay their tank farm. Seller does not request any payment from the Buyer; Buyer must pay the tank farm they have chosen to participate in this purchase.

Seller only earns money when the product is delivered as requested. These steps are necessary to submit the injection contract to the Port Authority for validation and approval.

IMPORTANT NOTE:

The Buyer must proceed within the established expiration timeframe of the Tank To Tank Injection Agreement (TTTIA) for it to be returned complete and signed. Any delay may generate additional costs for the Buyer.

Remember that the Seller has made a PRODUCT ASSIGNMENT IN THE BUYER'S NAME, which generates a daily cost for the Seller.

Buyer's responsiveness will determine whether they will have to pay for additional days, due to the cost of the product assignment in their name. When these delays occur, the Seller typically invoices the Buyer for the days of the delay, and the process is halted until Buyer makes the corresponding payment. This prevents Seller from delivering the next-level POP documents until payment is received for the days of delay caused by the Buyer's procrastination.

Step 4:

After Seller has submitted the completed and signed Tank-to-Tank Injection Agreement (TTTIA), along with the Tank Storage Receipt (TSR), to the Port Authority for validation and approval, the seller will deliver the following documents to the buyer within 48 hours:

- (a) SGS Report
- (b) Injection Report
- (c) Tank Storage Receipt (TSR)
- (d) Unconditional Dip Test Authorization (UDTA)

Buyer will then verify the documents and the product.

Seller will provide the Buyer with the necessary facilities to verify the quality and quantity of the product, enabling them to confirm acceptance of the product for injection into the designated tanks.

Step 5:

The Buyer, using the UDTA (Unconditional Dip Test Authorisation), contracts SGS or similar company to inspect the product in Seller's tanks.

When Buyer receives the quality and quantity report from SGS or the contracted company, they decide whether to accept the product and authorize the injection of the product from the Seller's tanks into the tanks designated by the Buyer.

The Seller contracts a company to perform the product injection, covering the costs.

The product is injected from the Seller's tanks into the tanks designated by the Buyer.

IMPORTANT NOTE:

During the injection, additional costs may be incurred by the Buyer. For example:

The buyer has paid for all the days stipulated in the Injection Program, but the following occurs during the injection:

On Saturdays, injections are only performed for half a day, so only half of the estimated quantity is injected, resulting in an additional day that the Buyer must pay for.

Injection is not permitted on Sundays, but these days are considered paid for. Each Sunday generates an additional day that the Buyer must pay for.

After the injection process is complete, the injection company needs one day to dismantle the equipment. This also generates an additional day that the Buyer must pay for.

The injection company needs one or two days to prepare the final injection report. The Buyer must pay for one or two additional days for this report.

The company must contract SGS or a similar company to conduct a quality and quantity audit of the product injected into the Buyer's tanks. This also requires one or two additional days, which the buyer must pay for. The Buyer must be financially prepared for these unforeseen expenses.

In conclusion:

Payment for additional days of storage at the Buyer's tank farm to complete the injection: for Saturdays, Sundays, one day to dismantle equipment, one or two days for the final injection report, one or two days for the quality and quantity report of the product injected into the tanks.

All payments must be made and the TSRs (Tank Service Receipts) must be in place to complete the injection and for the Buyer to receive the product. This is why buyers must have sufficient funds available to cover commitments and unforeseen expenses in each purchase and sale transaction.

Step 6:

After verifying the quality and quantity of the product injected into Buyer's tanks, Buyer must pay the Seller in full.

Seller will provide to the buyer with the product ownership documents at no additional cost.

Then the contract continues.

If you understand this procedure and are willing to fulfill the obligations of the Buyer, and if you have sufficient funds to cover commitments and unforeseen expenses, please submit the LOI to initiate the purchase and sale process, with CIS, TSA and Commitment Letter to:

ceo@enerdealers.com to the Att of: Ms Diana Gispert.