

LUECO Third Party Bids and Awards Committee (TPBAC)
Quezon Avenue, San Fernando City

BID BULLETIN No. 2

The Confidentiality Undertaking template is amended to include notarial page herein attached.

For TPBAC:

A handwritten signature in black ink, appearing to read 'Elnora Z. Balagot', written over a horizontal line.

Elnora Z. Balagot
Secretariat

CONFIDENTIALITY UNDERTAKING

43-64 MW

This Confidentiality Undertaking (the “**Undertaking**”) is executed in favor of the La Union Electric Company, Inc. (“**LUECO**”) by [Name of Bidder] (the “**Recipient**”).

1. CONFIDENTIAL INFORMATION

Recipient is interested in obtaining information from LUECO, in furtherance of the Bidding for the **43-64 MW** Contract Capacity for the Required Contract Period to LUECO under the terms and conditions set out in the Bidding Documents and Electric Power Purchase Agreement (EPPA) template (the “**Project**”). The selection process shall be undertaken through a Bidding process in accordance with the Instructions to Prospective Bidders issued by LUECO’s Third Party Bids and Awards Committee (“**TPBAC**”). By reason of such interest of the Recipient, LUECO proposes to disclose certain Confidential Information (as defined below) to the Recipient. Recipient acknowledges that LUECO has the exclusive right to determine what information it may furnish to the Recipient.

As used herein, “**Confidential Information**” means all information concerning LUECO or its assets, liabilities or obligations furnished to the Recipient directly by any of LUECO’s officials, employees, and legal, technical, financial advisors, agents or other representatives, including: (i) information obtained by the Recipient (a) during the due diligence process, (b) through site visits to LUECO or its offices and facilities and (c) through any management presentation by LUECO; (ii) information contained in any other written material furnished or otherwise made available to the Recipient; (iii) information furnished to the Recipient electronically; (iv) information presented to the Recipient or its advisors orally, whether presented in a management presentation or another forum; and (v) all analyses, compilations, forecasts, studies or other documents prepared by the Recipient or its Representatives (as defined in Section 3 hereof) which contain or reflect any of the foregoing information.

Notwithstanding the foregoing, information disclosed by LUECO which would otherwise be Confidential Information shall not be deemed Confidential Information to the extent that it can be proven by written records that said information is (i) part of the public domain without violation of this Undertaking or (ii) disclosed pursuant to administrative or judicial action; *provided*, that, the Recipient shall use its best efforts to maintain the confidentiality of the Confidential Information (including but not limited to asserting in such action any applicable privileges), and shall, immediately after getting knowledge or receiving notice of such action, notify LUECO thereof and give LUECO the opportunity to seek any other legal remedies so as to maintain such Confidential Information in confidence. If only a portion of the Confidential Information falls under any of the above, then only that portion of the Confidential Information shall be excluded from the use and disclosure restrictions of this Undertaking.

2. NO REPRESENTATION

Recipient acknowledges and agrees that LUECO is not making any representation or warranty, expressed or implied, as to the accuracy or completeness of the Confidential Information or that such information will remain unchanged. Recipient releases LUECO or any of its official and employees of any liability to the Recipient or any other person arising out of or related to the Confidential Information or any interpretations or conclusions made or drawn therefrom by the Recipient. Only those representations or warranties that are made to the Recipient in a definitive agreement issued by LUECO in connection with the Project, as, and if it is executed by LUECO, and subject to such limitations and restrictions as may be specified in such agreement, will have any legal effect.

3. RECIPIENT'S OBLIGATIONS

Unless LUECO gives its prior written authorization, the Recipient shall, during a period of one (1) year from the date of disclosure of any Confidential Information hereunder:

- (a) not use the Confidential Information for any other purpose than for the Project;
- (b) protect the Confidential Information against disclosure in the same manner and with the same degree of care, but not less than a reasonable degree of care, with which it protects confidential information of its own;
- (c) limit circulation of the Confidential Information to its officers, directors, employees, affiliates, outside auditors and legal, technical, financial advisors, agents or other representatives (collectively, the "**Representatives**") who need to know such Confidential Information only for the purpose of evaluating the Project, and who have executed and delivered a confidentiality undertaking in favor of LUECO covering the Confidential Information.

Confidential Information furnished in tangible form or on electronic media shall not be duplicated by the Recipient except for purposes of evaluating the Project. Upon the request of LUECO, the Recipient shall either return all Confidential Information received in written, electronic or other tangible form, including copies, or reproductions or other media containing such Confidential Information or destroy the same and certify that it has been destroyed, as requested by LUECO, within ten (10) days of such request; *provided*, however, that the Recipient may retain one copy of all Confidential Information provided in written, electronic or tangible form for its corporate records if required for regulatory purposes, subject to the Recipient providing LUECO written notification of such regulatory purpose with details satisfactory to LUECO. Without limiting the generality of the foregoing, in the event that the Project is not consummated with the Recipient (for any reason whatsoever, including but not limited to the Recipient's not (i) submitting Qualification Documents or Financial Proposal, or (ii) being declared the Winning Power Supplier), neither the Recipient nor its Representatives shall use any of the Confidential Information for any purpose. Recipient will be responsible for any breach of this Undertaking by its Representatives.

During the course of the Recipient's evaluation, the Recipient shall make all inquiries and other communications directly to LUECO in writing and addressed to LUECO's TPBAC, through the TPBAC Secretariat, as indicated in the Invitation to Bid.

Recipient agrees not to directly or indirectly contact or communicate with any other official or other employee of LUECO concerning the Project, or to seek any information in connection therewith from such person, without the express written consent of LUECO.

4. COMMUNICATIONS WITH OTHER BIDDERS

Except as may be required by applicable law, the Recipient shall refrain from communicating, and cause its Representatives to refrain from communicating, directly or indirectly, with any Bidder about the Project, or about any subject related to the Project; *provided*, however, that the Recipient may communicate with its Representatives bound by a confidentiality agreement with LUECO covering the Confidential Information.

5. GOVERNING LAW AND VENUE

This Undertaking shall be governed by and construed in accordance with the laws of the Republic of the Philippines and the Recipient consents to the exclusive jurisdiction of the courts of San Fernando City, La Union (to the exclusion of all others) for any dispute arising out of this Undertaking.

6. NO IMPLIED WAIVER

Failure of LUECO to insist in any one or more instances upon strict performance by the Recipient of any of the terms of this Undertaking shall not be construed as a waiver of any continuing or subsequent failure to perform or delay in performance of any term hereof.

7. NO COMMITMENT

- (a) Recipient acknowledges that LUECO has reserved the right to terminate or suspend, at any time and without cause, further participation by the Recipient and to refuse to disclose any further Confidential Information to the Recipient.
- (b) This Undertaking does not constitute a solicitation of bids for the Project.
- (c) Recipient also acknowledges and agrees that no contract or agreement provided for the Project shall be deemed to exist between the Recipient and LUECO, as applicable, unless and until a definitive agreement has been executed and delivered by the Recipient and LUECO.

8. SEVERABILITY

If any term of this Undertaking is held by a court of competent jurisdiction to be invalid or unenforceable, then this Undertaking, including all of the remaining terms, will remain in full force and effect as if such invalid or unenforceable term had never been included.

IN WITNESS WHEREOF, Recipient has executed this Undertaking in [*insert place of execution*] on [*insert date*].

[NAME OF BIDDER]

By:

(Authorized Representative)

Date: _____

Signed in the Presence of:

SUBSCRIBED AND SWORN TO before me this ___ day of (*month and year*) at (*place*), affiant exhibiting to me his/her (*proof of identity acceptable under Philippine notarial regulations*) issued at (*City*) on (*date*).

NOTARY PUBLIC

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