TERMS OF REFERENCE

Operations of Service Stations at PSO Company Owned retail outlets

Introduction and Background

Pakistan State Oil Company Limited (PSO), is the largest energy company in Pakistan, and is engaged in the import, storage, marketing and distribution of range of petroleum products including Motor Gasoline (Mogas), High Speed Diesel (HSD), Furnace Oil (FO), Jet Fuel (JP-1), Kerosene, CNG, LPG, Petrochemicals and Lubricants. PSO serves around 3 Million customers everyday across the entire economic value chain with over 3500 Retail outlets and controls around 74% of the country's oil storage capacity and refueling facilities at 9 airports and 2 sea ports.

Non Fuel Retail (NFR) Department in PSO is responsible for developing and providing services at PSO retail outlets that provide day to day convenience to our customers by engaging well-reputed and experienced parties. Shop Stop, Service Stations and Tyre Shops "Facility(ies)" are a few of such customer-centric services.

Scope and Objective:

To provide unmatched, state-of-the-art and professionally managed facilities to our valuable customer and generate incremental revenue for the company. PSO is inviting technically and financially sound parties having required expertise and proven track record to operate and manage Service Station at the Company owned Company operated outlets across Pakistan by entering into license agreement with Pakistan State Oil Company.

The applicant will be required to operate service station at the designated space. An applicant may submit a proposal to operate all or a number of outlets as a chain of Service Stations. The applicant may also offer other Car Care facilities and products range at designated spaces of facility at the outlet. After approval from PSO, the applicant would be required to have the capability to introduce different promotion programs including acceptance of passes offered to the customers by PSO to ensure repeat sales and visits.

Deliverables for Service Station:

- i. The applicant will be required to provide excellent service to the customers
- ii. The applicant shall be required to pay a monthly license fee to PSO on a monthly advance basis
- iii. The applicant will pay all utility charges

- iv. The applicant shall be required to keep the facility operational 14-16 hours; 7 days a week; unless already agreed with PSO in case of any variation
- i. The applicant shall be responsible for employing all staff and its related statutory requirements according to labor laws.
- v. The applicant shall be required to procure all material and parts at its own cost
- vi. The applicant may make investment to make "Waiting Area" for customers within the forecourt at designated space where applicable
- vii. Preference shall be given to those parties who have capability to provide multiple facilities and products (such as Car Detailing etc along with Car Wash).

General Key Deliverables

- i. The applicant will be required to abide by all federal, local and provincial laws
- ii. The applicant will be required to pay all utility bills as per their sub meters installed by PSO
- iii. The applicant will install its own security and surveillance system "CCTV" at its own cost and expense.
- iv. The applicant will not construct/amend the interior or exterior without PSO's prior approval.
- v. The applicant will carry out all the repairs and maintenance job of respective facility and equipment installed therein at his own cost and will keep it in good working condition all the time in accordance with the directions/HSE standards advised to applicant from time to time by PSO.
- vi. The applicant will ensure to maintain and manage the HSE Standards of the PSO conveyed to him by the PSO from time to time and the applicant will ensure that these rules are implemented inside or outside the relevant facility in letter and spirit and no violation whatsoever is committed or caused to be committed including in the law and order situation.
- vii. Licence fee shall commence from the date of handing over the possession of the designated space.
- viii. Current Licensees will be given preference
- ix. The licenced facilities will be run according to guidelines given by PSO.
- x. The applicant will give support in promotional activities and must follow the promotional calendar endorsed by PSO NFR department.
- xi. The applicant must ensure all the employees working on facility are provided with PSO uniform which must be worn during working hours.

OTHER TERMS & CONDITIONS

1. Application Procedure

- It would be single stage/one envelope application process.
- Each page of TOR along with Annexure A has to be signed and stamped by the applicant. If they wish to provide additional details, they may do so on their letterhead.

- Each applicant shall submit TOR and duly filled form attached as Annexure A in a sealed envelope.
- Applicant must only write the licence fee (exclusive of all taxes, duties etc) in front of the retail outlet name which applicant is interested in under "Licence Fee" column of form.
- Applicant can apply for more than one outlet if it has capability to run number of outlets simultaneously.
- Service Tax is applicable on the retail outlets according to the local/provincial laws.
- Incomplete forms or document may be rejected by the Company.
- Any proposal/EOI received via courier or in person after the deadline will not be acceptable.
- Applicants who are sending through courier need to ensure that it reaches the drop box well before the deadline.
- Applicants may submit their proposals along with necessary information & documents in a sealed envelope on the drop box marked as "NFR" latest by January 4th, 2019 by 5:00 pm at the below mentioned address.

Ground Floor, PSO House Khayaban-e-Iqbal, Clifton Karachi UAN: 111-111-PSO (776)

• Applicant must mark the envelope **as "EOI for Operations of Service Station".** The name and address of the applicant must also appear on the envelope.

Disclaimer

Pakistan State Oil Company Limited reserves the right to reject any or all proposals without assigning any reason.

Pakistan State Oil Company may consider any EOI not prepared and/or not submitted in accordance with the provisions hereof as not qualified and reject any and all proposals. Any proposal may be withdrawn prior to the above scheduled time and authorized postponement thereof.

2. Transfer of Rights

The facilities allotted to the applicant, cannot be transferred, sublet and sub-contracted for operations to any third party.

3. Time Line

i. The agreement will be valid for the period of 3 years which can be extended further for 2 years as mutually agreed by the parties.

ii. The successful parties will make the facility operational within 1 months of handing over the possession or any agreed time, failure to do so may result in the termination of the Licence Agreement.

4. Force Majeure

Neither party shall be liable to the other Party (except for obligations to make payments) on account of any failure to perform by reason of any event beyond its control such as strikes and lockouts (other than strikes or lockouts at the Site), accidents, fires, explosions, floods, earthquakes, wars, declared or undeclared hostilities, act of any government or government authority or government entity, riots, rebellions, revolutions, blockades, embargoes, acts of god or any other cause beyond the control of that Party and which such Party could not avoid by the exercise of reasonable diligence.

5. Mode of Payment

Payment will be made:

- i. Payment of Licence fee and security deposit would be made in PKR in favor of Pakistan State Oil in the form of Pay order/demand draft only.
- ii. License fee shall be paid one month advance in addition to the one time security deposit i.e equivalent to three months licence fee.

6. Disclaimer

PSO reserves the right to reject EOI of any applicant, and PSO has a right to alter or eliminate any specified location and /or cancel the TOR/EOI without assigning any reason.

7. Documents Required:

Following documents are to be submitted along with EOI:

S.No	Document	Attached (Yes/No)
1	Complete company profile, details of business along with addresses on	
	letterhead	
2	Copy of CNIC of applicant	
3	NTN Certificate	
4	Sales Tax Registration Certificate (if applicable)	
5	Affidavit on stamp paper of appropriate value that the applicant has not	
	been involved in any litigation or is defaulter of PSO.	
6	Bank Certificate in original showing turnover, conforming account	

	handling with xx number of years etc.	
7	All the documents specified in Annexure A, where applicable.	

Mandatory Requirements:

(*Please Tick appropriate column, the applicant will be automatically rejected if following requirements are not met*)

S. No	Description	Yes	No
01	Has your firm/business been involved in any litigation or blacklisted with PSO or any other entity?		
	(If yes please provide details on Company Letter Head) If no, Please provide an undertaking stating that your company has never been blacklisted neither involved in litigation with PSO.		
02	Is your firm/business registered with the tax (FBR) Authorities?		
	(If yes please provide NTN Certificate. If applicable also provide Provincial/Service Tax Registration number)		

EXPRESSION OF INTEREST FOR THE OPERATIONS OF SERVICE STATION

Details of the Applicant				
Name of the Appl	icant:			
Mailing Address:				
Residential Addre	ess:			
CNIC #:				
GST	#	(if	applicable):	
Landline umber:			—	
Cellphone			number:	
Email Address: _				
D	etails/information requi	ired for Service Station/Ca	r Wash:	
Type of Ownersh	ip			
	Partnership Partnership ship and company kindly	Company provide legal paperwork of	the business owners and	
Experience in the	-	ervicesY of business, location, and b		
•	•	nanaged being managed (names, ad	dresses and proof of the	
How many other	types of facilities along v	with basic car wash you ca	n offer. Please specify.	

ANNEXURE A Details of the Applicant

These include: Detailing, different product ranges etc.(please provide detailed services you can offer)

Service Station/ Car Wash Sites

Choose any or all of them and propose a monthly license fee in the 'Licence Fee' column against each outlet.

S #	City	Site Name	Licence Fees
1	Multan	PSO S/S 11 (Faridia)	
2	Peshawar	PSO S/S 71 (Army Golden Arrow)*	
3	Faisalabad	PSO S/s 14 (Police Welfare)	
4	Sukkur	PSO S/s 29 (Aamir)	
5	Hyderabad	PSO S/s 09 (Shan)	
6	Rawalpindi	PSO S/s 20 (Radiant)	

*The successful applicant will maintain waiting area of service station in presentable manner and place Sofa's, and install LCD & CCTV cameras at its own cost.

*Due to high security area, successful applicant shall obtain security clearance from Army prior to taking over the facility. Appointment of operator and execution of Agreement are subject to presenting the security clearance.

*In case of refusal for security clearance, the next applicant in line will be given the opportunity.

STATEMENT REGARDING SUBMISSION OF DOCUMENTS

Having read the terms and condition given in this TOR/EOI document we/I hereby declare:

- a. That the information furnished in our proposal/EOI is accurate to the best of our knowledge.
- b. That in case of being awarded the facility we acknowledge that we will adhere to the terms and conditions aforementioned in the EOI/TOR document, and all the policies outlined herein.
- c. We enclose all the required documents and information required for the proposal/EOI evaluation.

Date..... Applicant's Name..... Represented by