

C1.2 PSC3 Contract Data

Part one - Data provided by the *Employer*

| Clause | Statement | Data |
|----------|--|---|
| 1 | General | |
| | The <i>conditions of contract</i> are the core clauses and the clauses for main Option | |
| | | A: Priced contract with activity schedule |
| | dispute resolution Option | W1: Dispute resolution procedure |
| | and secondary Options | |
| | | X1: Price adjustment for inflation |
| | | X2 Changes in the law |
| | | X7: Delay damages |
| | | X9: Transfer of rights |
| | | X10: <i>Employer's Agent</i> |
| | | X11: Termination by the <i>Employer</i> |
| | | Z: <i>Additional conditions of contract</i> |
| 10.1 | The <i>Employer</i> is (Name): | Eskom Holdings SOC Ltd (reg no: 2002/015527/30), a state owned company incorporated in terms of the company laws of the Republic of South Africa |
| | Address | Registered office at Megawatt Park, Maxwell Drive, Sandton, Johannesburg |
| | Tel No. | 013 297 9796 |
| | Fax No. | 086 768 2755 |
| 11.2(9) | The <i>services</i> are | Dams and Ash Dams Professional Services |
| 11.2(11) | The Scope is in | Part 3: Scope of Work |
| 12.2 | The <i>law of the contract</i> is the law of | the Republic of South Africa |
| 13.1 | The <i>language of this contract</i> is | English |
| 13.3 | The <i>period for reply</i> is | 1 week |
| 13.6 | The <i>period for retention</i> is | 1 year following Completion or earlier termination. |
| 2 | The Parties' main responsibilities | |
| 25.2 | The <i>Employer</i> provides access to the following persons, places and things | access to access date |

| | | | | |
|----------|--|--|-------------------------------------|---|
| | | 1 | Ash Dams and Low Level AWR Dams | Immediate access |
| | | 2 | Station's Drains | Immediate access |
| | | 3 | Sewage Plant Maturation Ponds | Immediate access |
| | | 4 | High Level Dams | Immediate access |
| | | 5 | Raw Water Reservoirs | Immediate access |
| | | 6 | Coal Stock Yard Dams | Immediate access |
| 3 | Time | | | |
| 31.2 | The anticipated <i>starting date</i> is. | 02 May 2018 | | |
| 11.2(3) | The <i>completion date</i> for the whole of the <i>services</i> is. | 3 years after commencement, 01 May 2021 | | |
| 11.2(6) | The <i>key dates</i> and the <i>conditions</i> to be met are: | Condition to be met | key date | |
| | | 1 | Aerial Survey for Ash Dams | Survey 1 – by 30 November 2018 Survey 2 – by 31 March 2021 |
| | | 2 | Annual Dam Safety Inspection | 30 August 2018 |
| | | 3 | Design of new penstock 7 | 30 November 2018 |
| 31.1 | The <i>Consultant</i> is to submit a first programme for acceptance within | 1 week of the Contract Date. | | |
| 32.2 | The <i>Consultant</i> submits revised programmes at intervals no longer than | 12 weeks. | | |
| 4 | Quality | | | |
| 40.2 | The quality policy statement and quality plan are provided within | N/A | | |
| 42.2 | The <i>defects date</i> is | 52 weeks after Completion of the whole of the services. | | |
| 5 | Payment | | | |
| 50.1 | The <i>assessment interval</i> is | the 25th day of each successive month. | | |
| 50.3 | The <i>expenses</i> stated by the <i>Employer</i> are | Item | Amount | |
| | | N/A | N/A | |
| 51.1 | The period within which payments are made is | 4 weeks. | | |
| 51.2 | The <i>currency of this contract</i> is the | South African Rand | | |

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| 51.5 | The <i>interest rate</i> is | <p>the publicly quoted prime rate of interest charged by Standard Bank of South Africa Limited at the time an amount payable in SA Rand was due,</p> <p>and</p> <p>the LIBOR rate applicable at the time for amounts due in other currencies. LIBOR is the 6 month London Interbank Offered Rate quoted under the caption "Money Rates" in The Wall Street Journal for the applicable currency or if no rate is quoted for the currency in question then the rate for United States Dollars, and if no such rate appears in The Wall Street Journal then the rate as quoted by the Reuters Monitor Money Rates Service (or such service as may replace the Reuters Monitor Money Rates Service) on the due date for the payment in question, adjusted <i>mutatis mutandis</i> every 6 months thereafter and as certified, in the event of any dispute, by any manager employed in the foreign exchange department of The Standard Bank of South Africa Limited, whose appointment it shall not be necessary to prove</p> | |
| 6 | Compensation events | There is no reference to Contract Data in this section of the core clauses and terms in italics used in this section are identified elsewhere in this Contract Data. | |
| 7 | Rights to material | There is no reference to Contract Data in this section of the core clauses and terms in italics used in this section are identified elsewhere in this Contract Data. | |
| 8 | Indemnity, insurance and liability | | |
| 81.1 | The amounts of insurance and the periods for which the <i>Consultant</i> maintains insurance are | | |
| | Event | Cover | Period following Completion of the whole of the <i>services</i> or earlier termination |
| | Liability for failure by the <i>Consultant</i> to use the skill and care normally used by professionals providing services similar to the <i>services</i> | Whatever the <i>Consultant</i> deems necessary in respect of each claim, without limit to the number of claims | See Notes to Consultants in Annexure A |

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| | death of or bodily injury to a person (not an employee of the <i>Consultant</i>) or loss of or damage to property arising from or in connection with the <i>Consultant's</i> Providing the Services. | Whatever the <i>Consultant</i> deems necessary for any occurrence or series of occurrences arising out of one event without limit to the number of claims. | See Notes to Consultants in Annexure A |
| | death of or bodily injury to employees of the <i>Consultant</i> arising out of and in the course of their employment in connection with this contract | As prescribed by the Compensation for Occupational Injuries and Diseases Act No. 130 of 1993 and the <i>Consultant's</i> common law liability for people falling outside the scope of the Act with a limit of indemnity of not less than R500 000-00 (five hundred thousand) in respect of each claim, without limit to the number of claims | As <i>Consultant</i> deems necessary |
| 81.1 | The <i>Employer</i> provides the following insurances | Refer to Annexure A for details of insurance provided by the <i>Employer</i>. | |
| 82.1 | The <i>Consultant's</i> total liability to the <i>Employer</i> for all matters arising under or in connection with this contract, other than the excluded matters, is limited to | The total of the Prices | |
| 9 | Termination | There is no reference to Contract Data in this section of the core clauses and terms in italics used in this section are identified elsewhere in this Contract Data. | |
| 10 | Data for main Option clause | | |
| A | Priced contract with activity schedule | | |
| 21.3 | The <i>Consultant</i> prepares forecasts of the total <i>expenses</i> at intervals of no longer than | 2 weeks. | |
| 11 | Data for Option W1 | | |
| W1.1 | The <i>Adjudicator</i> is | the person selected from the ICE-SA Division (or its successor body) of the South African Institution of Civil Engineering Panel of Adjudicators by the Party intending to refer a dispute to him. (see www.ice-sa.org.za). If the Parties do not agree on an Adjudicator the Adjudicator will be appointed by the Arbitration Foundation of Southern Africa (AFSA). | |
| | Address | | |
| | Tel No. | | |

| | | |
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| | Fax No. | |
| | e-mail | |
| W1.2(3) | The <i>adjudicator nominating body</i> is: | the Chairman of the ICE-SA Division (or its successor body) of the South African Institution of Civil Engineering. (See www.ice-sa.org.za). |
| W1.4(2) | The <i>tribunal</i> is: | arbitration |
| W1.4(5) | The <i>arbitration procedure</i> is | the latest edition of Rules for the Conduct of Arbitrations published by The Association of Arbitrators (Southern Africa) or its successor body. |
| | The place where arbitration is to be held is | South Africa |
| | The person or organisation who will choose an arbitrator <ul style="list-style-type: none"> • if the Parties cannot agree a choice or • if the <i>arbitration procedure</i> does not state who selects an arbitrator, is | the Chairman for the time being or his nominee of the Association of Arbitrators (Southern Africa) or its successor body. |
| 12 | Data for secondary Option clauses | |
| X1 | Price adjustment for inflation | |
| X1.1 | The index is | Statistics South Africa CPI |
| | The staff rates are | 100% is subject to escalation |
| X2 | Changes in the law | |
| X2.1 | The law of the project is | Any law within the Republic of South Africa which applies to the <i>Consultant</i> providing the services |
| X7 | Delay damages | R1000.00 per day |
| X10 | The <i>Employer's Agent</i> | |
| X10.1 | The <i>Employer's Agent</i> is | Eskom Holdings SOC Ltd, Arnot Power Station |
| | Name: | Harry Steyn |
| | Address | Arnot Power Station Private Bag X2 RIETKUIL 1097 |
| | The authority of the <i>Employer's Agent</i> is | To manage and administer the Contract |
| X11 | Termination by the <i>Employer</i> | There is no reference to Contract Data in this Option and terms in italics used in this Option are identified elsewhere in this Contract Data. |
| Z | The <i>Additional conditions of contract</i> are | Z1 to Z11 always apply. |

Z1 Cession delegation and assignment

- Z1.1 The *Consultant* does not cede, delegate or assign any of its rights or obligations to any person without the written consent of the *Employer*.
- Z1.2 Notwithstanding the above, the *Employer* may on written notice to the *Consultant* cede and delegate its rights and obligations under this contract to any of its subsidiaries or any of its present divisions or operations which may be converted into separate legal entities as a result of the restructuring of the Electricity Supply Industry.

Z2 Joint ventures

- Z2.1 If the *Consultant* constitutes a joint venture, consortium or other unincorporated grouping of two or more persons or organisations then these persons or organisations are deemed to be jointly and severally liable to the *Employer* for the performance of this contract.
- Z2.2 Unless already notified to the *Employer*, the persons or organisations notify the *Employer* within two weeks of the Contract Date of the key person who has the authority to bind the *Consultant* on their behalf.
- Z2.3 The *Consultant* does not alter the composition of the joint venture, consortium or other unincorporated grouping of two or more persons without the consent of the *Employer* having been given to the *Consultant* in writing.

Z3 Change of Broad Based Black Economic Empowerment (B-BBEE) status

- Z3.1 Where a change in the *Consultant's* legal status, ownership or any other change to his business composition or business dealings results in a change to the *Consultant's* B-BBEE status, the *Consultant* notifies the *Employer* within seven days of the change.
- Z3.2 The *Consultant* is required to submit an updated verification certificate and necessary supporting documentation confirming the change in his B-BBEE status to the *Employer* within thirty days of the notification or as otherwise instructed by the *Employer*.
- Z3.3 Where, as a result, the *Consultant's* B-BBEE status has decreased since the Contract Date the *Employer* may either re-negotiate this contract or alternatively, terminate the *Consultant's* obligation to Provide the Services.
- Z3.4 Failure by the *Consultant* to notify the *Employer* of a change in its B-BBEE status may constitute a reason for termination. If the *Employer* terminates in terms of this clause, the procedures on termination are those stated in core clause 91. The payment on termination includes a deduction of the forecast of the additional cost to the *Employer* of completing the whole of the *services* in addition to the amounts due in terms of core clause 92.1.

Z4 Ethics

- Z4.1 Any offer, payment, consideration, or benefit of any kind made by the *Consultant* which constitutes or could be construed either directly or indirectly as an illegal or corrupt practice, as an inducement or reward for the award or in execution of this contract constitutes grounds for terminating the *Consultant's* obligation to Provide the Services or taking any other action as appropriate against the *Consultant* (including civil or criminal action).
- Z4.2 The *Employer* may terminate the *Consultant's* obligation to Provide the Services if the *Consultant* (or any member of the *Consultant* where the *Consultant* constitutes a joint venture, consortium or other unincorporated grouping of two or more persons or organisations) is found guilty by a competent court, administrative or regulatory body of participating in illegal or corrupt practices.

Such practices include making of offers, payments, considerations, or benefits of any kind or otherwise, whether in connection with any procurement process or contract with the *Employer*

or other people or organisations and including in circumstances where the *Consultant* or any such member is removed from the an approved vendor data base of the *Employer* as a consequence of such practice.

- Z4.3 If the *Employer* terminates in terms of this clause, the procedures on termination are those stated in core clause 91. The payment on termination includes a deduction of the forecast of the additional cost to the *Employer* of completing the whole of the *services* in addition to the amounts due in terms of core clause 92.1.

Z5 Confidentiality

- Z5.1 The *Consultant* does not disclose or make any information arising from or in connection with this contract available to Others. This undertaking does not, however, apply to information which at the time of disclosure or thereafter, without default on the part of the *Consultant*, enters the public domain or to information which was already in the possession of the *Consultant* at the time of disclosure (evidenced by written records in existence at that time). Should the *Consultant* disclose information to Others in terms of clause 23.1, the *Consultant* ensures that the provisions of this clause are complied with by the recipient.
- Z5.2 If the *Consultant* is uncertain about whether any such information is confidential, it is to be regarded as such until notified otherwise by the *Employer*.
- Z5.3 In the event that the *Consultant* is, at any time, required by law to disclose any such information which is required to be kept confidential, the *Consultant*, to the extent permitted by law prior to disclosure, notifies the *Employer* so that an appropriate protection order and/or any other action can be taken if possible, prior to any disclosure. In the event that such protective order is not, or cannot, be obtained, then the *Consultant* may disclose that portion of the information which it is required to be disclosed by law and uses reasonable efforts to obtain assurances that confidential treatment will be afforded to the information so disclosed.
- Z5.4 The taking of images (whether photographs, video footage or otherwise) of the *Employer's* project works or any portion thereof, in the course of Providing the Services and after Completion, requires the prior written consent of the *Employer*. All rights in and to all such images vests exclusively in the *Employer*.

Z6 Waiver and estoppel: Add to core clause 12.3:

- Z6.1 Any extension, concession, waiver or relaxation of any action stated in this contract by the Parties, or the *Adjudicator* does not constitute a waiver of rights, and does not give rise to an estoppel unless the Parties agree otherwise and confirm such agreement in writing.

Z7 Provision of a Tax Invoice. Add to core clause 51

- Z7.1 The *Consultant* (if registered in South Africa in terms of the companies Act) is required to comply with the requirements of the Value Added Tax Act, no 89 of 1991 (as amended) and to include the *Employer's* VAT number 4740101508 on each invoice he submits for payment.

Z8 Notifying compensation events

- Z8.1 Delete from the last sentence in core clause 61.3, "unless the *Employer* should have notified the event to the *Consultant* but did not".

Z9 Employer's limitation of liability

- Z9.1 The *Employer's* liability to the *Consultant* for the *Consultant's* indirect or consequential loss is

limited to R0.00 (zero Rand)

Z10 Termination: Add to core clause 90.1, at the second main bullet point, fourth sub-bullet point, after the words "against it":

Z10.1 or had a business rescue order granted against it.

Z11 Delay damages: Addition to secondary Option X7 Delay damages (if applicable in this contract)

Z11.1 If the *Consultant's* payment of delay damages reaches the limits stated in this Contract Data for Option X7 or Options X5 and X7 used together, the *Employer* may terminate the *Consultant's* obligation to Provide the Services.

Z11.2 If the *Employer* terminates in terms of this clause, the procedures on termination are those stated in core clause 91. The payment on termination includes a deduction of the forecast of the additional cost to the *Employer* of completing the whole of the *services* in addition to the amounts due in terms of core clause 92.1.

Z12 Supplier Development and Localisation

The *Contractor* complies with and fulfils the *Contractor's* obligations in respect of the Supplier Development and Localisation in accordance with and as provided for in the *Contractor's* Supplier Development and Localisation Compliance Schedule stated below:

Corporate Social Investment

In terms Corporate Social Investment, the amount committed by **JG Afrika (Pty) Ltd** is **R64 200.00 excluding VAT** to **Siyaqubeka Home Based Care** based at **Carolina** for CSI Project as a direct beneficiation of the Local to site communities of **Rietkuil** or the surrounding areas of **Nkangala District Municipality**.

The Contractor shall keep accurate records and provide the Employer with reports on the Contractor's actual delivery against the above stated Supplier Development and Localisation criteria.

The Contractor's failure to comply with his Supplier Development and Localisation obligations constitutes substantial failure on the part of the Contractor to comply with his obligations under this contract.

Annexure A: Notes to Consultants

This is guidance to Consultants to assist their decision making about what cover to arrange in the insurance to be provided by the Consultant. The guidance is not part of the contract and the Employer carries no liability for it. The Consultant must obtain its own advice.

1. For the purpose of works contracts, insurance provided by Eskom (the *Employer*) has been arranged on the basis of “project” or “contract” value, where the value is the total of the Prices at Completion of the whole of the works including VAT.

A “project” is a collection of contracts or work packages to be undertaken as part of a single identified capital expansion or refurbishment of a particular asset or facility.

A “contract” is a single contract not linked to or being part of a “project”.

2. There are three main “formats” of cover and deductible structure; Format A, Format B and Format Dx.

Format A is for a project or contract value less than or equal to R350M (three hundred and fifty million Rand) inclusive of VAT.

Format B is for a project or contract value greater than R350M (three hundred and fifty million Rand) inclusive of VAT.

In the case of contracts / packages within a project:

- For a contract / package of R50M which is part of a R400M project, Format B will apply
- For a contract / package of R250M which is part of a R6 billion project, Format B will apply;
- For a contract / package of R120M which is part of a R350M project Format A will apply;

For a contract which is not part of a project the same limits apply:

- For a contract of R50M, Format A will apply
- For a contract of R355M, Format B will apply.

Format Dx applies only to Distribution Division projects and contracts. If a Distribution Division project or contract exceeds the Format A limit, the Eskom Insurance Management Services [EIMS] need to be contacted for advice on how to formulate the insurance cover. Cover and deductibles for Distribution Division are per the relevant policy available on the internet web link given below.

Format A generally applies to Transmission Division projects and contracts. If a Transmission Division project or contract exceeds the Format A limit, the Eskom Insurance Management Services [EIMS] need to be contacted for advice on how to formulate the insurance cover.

3. **Further information and full details of all Eskom provided policies and procedures may be obtained from:**

http://www.eskom.co.za/Tenders/InsurancePoliciesProcedures/Pages/EIMS_Policies_From_1_April_2014_To_31_March_2015.aspx

4. The Insurance which the *Consultant* is to provide against his liability for claims made against him arising out of his failure to use reasonable skill and care (first row in the Insurance Table of clause 81.1 in the PSC3) should also indemnify the *Consultant* for those sums which he could become legally liable to pay as damages arising from any claim first made against him and reported to Insurers some time after Completion of the whole of the *services*. Hence the *Consultant* needs to ensure that his cover is in place at least until all his liabilities under the contract have expired. Such claims could arise out of any negligent act, error or omission committed or alleged to have been committed by the *Consultant* in the conduct of professional services in connection with the contract.