



03.04.20	18 No	3091	0	110	174
----------	-------	------	---	-----	-----

your ref. №	date	

To: Dr. Mohammad Ahmadian Managing Director of NPPD

Copy to: Mr. H. Ghaffari The Bushehr Nuclear Power Plant Manager and Managing Director

On noncompliance of the L/C with the Contract

Dear Sir,

We refer to the Contract for delivery of spare & replacement parts and reserve equipment for Bushehr NPP Unit-1 No.SP-BNPP-1-2017/309/1265-D dated May 2017 (the Contract).

Let me express sincere gratitude for increasing the L/C No. FE 96000233 and extending its conditions.

However, please be kindly informed that while handing the required documents over to the Nominated Bank (Gazprombank), the Supplier did not manage to meet the conditions mentioned in the L/C due to its noncompliance with the terms of the Contract. We would like to bring to your attention the following issues that we received from the Bank:

- 1. i.50 of the L/C: the title of the Applicant is incomplete. The title according to the Proforma-invoice should be "Atomic Energy Organization of Iran Nuclear power production and Development Company of Iran, 8, Tandis Str. Africa Ave., Tehran, Iran".
- 2. i.45A of the L/C: incorrect Goods description ("The Goods" instead of "Spare& Replacement Parts and Reserve Equipment").
- 3. Iranian customs tariff No. 8401 that was approved in the course of negotiations in Tehran does not comply with tariffs in i.47A.
- 4. The i.46A of the L/C does not comply with the i.3.3.2 of the Contract that says: "...AND/OR roads waybill of the international carriage of the Goods by road CMR." The Supplier can only provide the CMR to the Bank within the work of fulfilment of the conditions of the Contract.

- 5. Detailed packing lists do not contain the number of the L/C. This is due to the fact that the L/C had been issued after the acceptance of the Goods from manufacturers. This issue was approved by the Customer in the e-mail dated October 05, 2017.
- 6. JSC Gazprombank cannot check the authenticity of the signature of the authorized representative of the Applicant. We kindly ask you to give instructions to the issuing bank to hand the valid information about the representative over to the paying bank (authorized signature sample, full name and passport data).
- 7. Certificates of origin do not contain the number of the L/C and full description of the Goods. The wrong consignee is indicated (NPPD instead of Bank Markazi Jomhouri Islami Iran). Please note that the form of the Certificate was approved by the Customer in the e-mail dated December 27, 2017.

For the purpose of the final customs clearance of the Goods delivered to BNPP-1 you are kindly requested to provide the related clarifications to the Central Bank of Iran for resolving the aforementioned noncompliance and acceptance of the required documents.

The Supplier suggests changing the date of expiry of the L/C (i.31D of the L/C) from May 20, 2018 to December 31, 2020 considering that the last Final Acceptance Certificates probably will not be presented to the Nominated Bank earlier.

Please be informed that in case of delay of the customs clearance of the Goods delivered to BNPP-1 by Warehouse receipts No. 1513-2-1-414-1F and 1513-2-1-415-1F, the following shipment would be impossible due to the risk of its arrest and placement to the temporary storage warehouse.

Stacerety Yours,

Director General

Evgeny Salkov



