

Information of Iranian Light Crude oil Supply in Iran Energy Exchange

Commodity Commercial Name		Supply Date and Time	
Iranian Light crude oil		14:00:00	1 st of July 2020
Producer		Type of contract	
National Iranian Oil Company(NIOC)		Premium Discovery	
Base Price Dollar Premium		Reference Price	
Brent (Bwave) minus 8 USD		41.64 USD per barrel	
Minimum Purchase for price discovery (bbl)		Max Purchase (bbl)	Min Purchase (bbl)
1,000		1,000,000	35,000
Target Market		Delivery Point	Delivery period
International		FOB Kharg	15 th July 2020 till 15 th August 2020
Payment Terms and conditions			
<p>- The Buyer is required to pay 6 percent of order value based on the quoted price (equal to 33.64 USD/BBL) before the transaction date, as the prepayment through Iranian Rial or foreign exchanges to the accounts announced by Central Securities Depository of Iran (CSDI). Subject to the approval of NIOC (either NICO) the Buyer can settle the payment outside of the Iran Energy Exchange framework, by provide adequate credit and subsequently pay to the nominated accounts by NIOC (either NICO). The Exchange rate shall be determined by the average of SANA rate for two business days before the transaction date (SANA exchange rate quoted on Sanarate website, www.sanarate.ir).</p> <p>- Final settlement is according to the term No. 7.</p>			

General Terms and Conditions

1. Base quoted price is determined by the average of five latest available Brent BWAVE index (first month) before the supply notice date. The quotations are published on daily basis in the Platt's Crude Oil Marketwire reports.
2. The minimum purchasable volume (each LOT) and the minimum volume for price discovery are 1,000 barrels. The minimum loading volume on FOB basis is 35 K barrels. Operational tolerance for each cargo is ± 10 percent.
3. Except for the occupied territories of Palestine, all destinations are allowed.
4. All domestic and foreign companies are allowed to participate. It is required for the Buyer to provide his/her company information (i.e. address, phone and fax number, official email, registration code and documents, economic code, national identification number and legal foreign entities inclusive number, also contact information of the Buyer's representative).
5. In order to sign the contract, the Buyer needs to be introduced to NIOC (either NICO) in written.
6. The final price of the cargo shall be determined on the Brent BWAVE basis and by the average of the agreed pricing window, according to the signed

contract, plus the discovered premium/discount on the Iran Energy Exchange. Subject to the approval of the Seller, changing the pricing basis is applicable by considering the spread with Brent BWAVE index.

7. The Buyer is obliged to pay for the balance before the start of loading and based on the provisional pro-forma issued by the Seller through foreign exchange to the nominated account by NIOC (either NICO) or provide acceptable guarantees by NIOC (either NICO). Final invoice shall be issued after the completion of loading and based on the exact loading figures mentioned in the issued bill of lading. The final settlement is performed based on the previous provisional amounts paid by the Buyer.

Note: Payment by credit procedure is only applicable when Buyer accepts all seller's terms and conditions for credit payment.

8. Delivery is based on FOB Kharg which subject to the approval of NIOC (either NICO), can change by considering the relevant costs and conditions.
9. **Delivery period is from 15th July 2020 to 15th August 2020.** By the end of the initial delivery period, NIOC (either NICO) can extend the delivery period proportional to the volumes not lifted. In this case, the Buyer is required to deliver his request for any extension, until 5 business days before the end of the delivery period. In case of delivering the extension request after the mentioned deadline, the Buyer has no right to claim in this regard.
10. Loading conditions shall be determined based on the agreed terms through the signed contract.
11. Subject to seller's approval and agreement, the Buyer is allowed to aggregate all of his contracts to lift a larger cargo.
12. In case that the Buyer does not lift the cargo or does not pay for the balance in due time, the Seller shall keep the right to terminate the contract and the Buyer is subject to penalties.
13. The Buyer is obliged to pay for the all of the commissions according to the Iran Energy Exchange regulations (for both sides), also the costs arising from the operation based on FOB, STS, other costs covering banking commissions (to transfer the funds), customs and tax, insurance and governmental/local bills according to the relevant regulations.
14. Other terms and conditions shall remain the same as the signed contract.