

Republic of the Philippines  
**PHILIPPINE PORTS AUTHORITY**  
PPA Building, Bonifacio Drive, South Harbor,  
Port Area, Manila, Philippines

**CONTRACT AGREEMENT  
FOR THE CONSTRUCTION OF PORT OPERATIONAL AREA,  
PORT OF CURRIMAO, ILOCOS NORTE**

This Agreement made and entered into this \_\_\_\_\_ day of \_\_\_\_\_ 2022, in Manila, Philippines, by and between:

**PHILIPPINE PORTS AUTHORITY (PPA)**, a government instrumentality created under Presidential Decree No. 857, as amended, with principal office at PPA Building, Bonifacio Drive, South Harbor, Port Area, Manila, represented herein by its General Manager, **JAY DANIEL R. SANTIAGO**, duly authorized for this purpose under Board Resolution No. 2445, Series of 2015, attached herein as **Annex A**.

- and -

**KHAN KON CHI CONSTRUCTION AND DEVELOPMENT CORPORATION**, duly organized and existing in accordance with Philippine laws, with principal office address at KM. 10.5, Purok 30, Brgy. Cabantian, Davao City, represented herein by its Authorized Representative, **ARSENIO B. GROSPE**, duly authorized for this purpose as shown in Secretary's Certificate dated 10 January 2022, attached herein as **Annex B**.

WHEREAS, the Entity is desirous that the Contractor execute the Construction of Port Operational Area, Port of Currimao, Ilocos Norte, with an approved Budget for the Contract (ABC) of Php **154,885,070.97** and the Entity has accepted the Bid for **ONE HUNDRED FIFTY TWO MILLION SIX HUNDRED TWO THOUSAND FOUR HUNDRED SIXTY ONE AND 11/100 PESOS (Php 152,602,461.11)** by the Contractor for the execution and completion of such Works and the remedying of any defects therein.

NOW THIS AGREEMENT WITNESSETH AS FOLLOWS:

1. In this Agreement, words and expressions shall have the same meaning as are respectively assigned to them in the Conditions of Contract hereinafter referred to.
2. The following documents as required by the 2016 Revised Implementing Rules and Regulations of Republic Act No. 9184 shall be deemed to form and be read and construed as part of this Agreement, viz:
  - a. Philippine Bidding Documents (PBDs);
    - i. Drawings/Plans;
    - ii. Specifications;
    - iii. **Bill of Quantities**;
    - iv. General and Special Conditions of Contract;
    - v. Supplemental or Bid Bulletins, if any

Witness:  
CLARISSA S. SAREN  
Bidding Associate

KHAN KON CHI CONSTRUCTION & DEVELOPMENT CORPORATION

BY:   
ARSENIO B. GROSPE  
Authorized Representative

Witness:  
MARK JON S. PALOMAR  
Chairperson, HO-BAC-EP

PHILIPPINE PORTS AUTHORITY

BY:   
JAY DANIEL R. SANTIAGO  
General Manager

- b. Winning bidder's bid, including the Eligibility requirements, Technical and Financial Proposals, and all other documents or statements submitted;

Bid form, including all the documents/statements contained in the Bidder's bidding envelopes, as annexes, and all other documents submitted (e.g., Bidder's response to request for clarifications on the bid), including corrections to the bid, if any, resulting from the Procuring Entity's bid evaluation;

- c. Performance Security;
- d. Notice of Award of Contract and the Bidder's conforme thereto; and
- e. Other contract documents that may be required by existing laws and/or the Procuring Entity concerned in the PBDs. Winning bidder agrees that additional contract documents or information prescribed by the GPPB that are subsequently required for submission after the contract execution, such as the Notice to Proceed, Variation Orders, and Warranty Security, shall likewise form part of the Contract.

3. In consideration of the sum of **ONE HUNDRED FIFTY TWO MILLION SIX HUNDRED TWO THOUSAND FOUR HUNDRED SIXTY ONE AND 11/100 PESOS (Php 152,602,461.11)** or such other sums as may be ascertained, **KHAN KON CHI CONSTRUCTION AND DEVELOPMENT CORPORATION** agrees to execute the Construction of Port Operational Area, Port of Currimao, Ilocos Norte, in accordance with its Bid.

4. The Philippine Ports Authority agrees to pay the above-mentioned sum in accordance with the terms of the Bidding.

5. In execution of its Works, **KHAN KON CHI CONSTRUCTION AND DEVELOPMENT CORPORATION** shall likewise hold PPA free and harmless from any liability due to actions, damages, or accident it may cause in the course thereof.

6. The failure of PPA to insist upon a strict performance of any of the terms, conditions and covenants hereof shall not be deemed a relinquishment or waiver of any of the rights or remedies that it may have, nor shall it be construed as a waiver of any subsequent breach or default of its terms, conditions and covenants which shall continue to be in full force and effect. Silence on the part of PPA shall not be considered as condonation or waiver of any breach or default by **KHAN KON CHI CONSTRUCTION AND DEVELOPMENT CORPORATION** of any covenant or condition herein provided. No waiver by PPA of its rights under this Contract shall be deemed to have been made unless expressly made in writing and signed by its duly authorized representative.

IN WITNESS whereof, the Parties have hereto caused this Agreement to be executed in accordance with the laws of the Republic of the Philippines, on the day and year first above written.

KHAN KON CHI CONSTRUCTION & DEVELOPMENT CORPORATION

Witness:  
CLARISSA S. SAREN  
Bidding Associate

BY:   
ARSENIO B. GROSPE  
Authorized Representative

PHILIPPINE PORTS AUTHORITY

Witness:  
MARK JON S. PALOMAR  
Chairperson, HO-BAC-EP

BY:   
JAY DANIEL R. SANTFAGO  
General Manager

**PHILIPPINE PORTS AUTHORITY**

TIN No. 000-352-232-000

By:

**JAY DANIEL R. SANTIAGO**  
General Manager

**KHAN KON CHI CONSTRUCTION AND DEVELOPMENT CORPORATION**

Tin No. 009-432-379-000

By:

**ARSENIO B. GROSPÉ**  
Authorized Representative

WITNESSES

**MARK JON S. PALOMAR**  
Chairperson, HO-BAC-EP

**CLARISSA S. SAREN**  
Bidding Associate

**ACKNOWLEDGMENT**

REPUBLIC OF THE PHILIPPINES)

**QUEZON CITY** ) S.S.

BEFORE ME, a Notary Public for and in the **QUEZON CITY** this      day of **FEB 22 2022**, 2022, personally appeared the following :

NAME	COMPETENT EVIDENCE OF IDENTITY	DATE OF ISSUE OR EXPIRY DATE	PLACE OF ISSUE
Jay Daniel R. Santiago	PPA ID No. 00102016		
Arsenio B. Grospe	PRC No. 0082573		

known to me and to me known to be the same persons who executed the foregoing instrument and they acknowledged to me that the same is their own free act and deed as well as the free and voluntary act of the entities they represent.

POSITION	COMPANY	CTC No.	DATE	PLACE
General Manager	Phil. Ports Authority	00372460	1-21-22	Manila
Authorized Representative	Khan Kon Chi Const. & Dev't., Corp.	00198842	1-07-22	Davao City

The foregoing instrument is a Contract for the Construction of Port Operational Area, Port of Currimao, Ilocos Norte, consisting of three (3) pages, including this page on which this Acknowledgment is written, signed by the parties and their instrumental witnesses on each and every page hereof.

IN WITNESS WHEREOF, I have hereunto affixed my hand and notarial seal on these presents at the place and on the date first above written

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Series of 2022

**ATTY. ROGELIO J. BOLIVAR**  
NOTARY PUBLIC IN QUEZON CITY  
Commission No. Adm. Matter No. NP 204 (2021-2022)  
IEP O.R. No. 132134 MD 2021 & IBP O.R. No. 133076 MD 2022  
PTR O.R. No. 2463255D 1/3/22 / Roll No. 33832 / TIN# 129-871-009  
MCLE No. VI-0029583 valid from 12/16/19 valid until 04/14/22 Quezon City  
Address: 31-F Harvard St. Cubao, Q.C.

KHAN KON CHI CONSTRUCTION & DEVELOPMENT CORPORATION

Witness: **CLARISSA S. SAREN**  
Bidding Associate

BY: **ARSENIO B. GROSPÉ**  
Authorized Representative

Witness: **MARK JON S. PALOMAR**  
Chairperson, HO-BAC-EP

PHILIPPINE PORTS AUTHORITY

BY: **JAY DANIEL R. SANTIAGO**  
General Manager