



THE UNITED REPUBLIC OF TANZANIA
PETROLEUM BULK PROCUREMENT AGENCY

DIAMOND PLAZA BUILDING, 3RD FLOOR SAMORA AVENUE/MIRAMBO STREET, P.O. BOX 2634 DAR ES SALAAM - TANZANIA
TEL: +255 22 286 1586 FAX: +255 22 2128886, EMAIL: info@pbpa.go.tz | WEBSITE: www.pbpa.go.tz



Our Ref: PBPA/SAHARA/01/2016

1st January 2016

Managing Director,
Sahara Energy DMCC
2201 REEF TOWERS
JLT DUBAI

Dear Sir,

RE: NON-CONFORMITY TO THE TANZANIAN STANDARDS - MOGAS ON BOARD "MT RIDGEBURY JOHN B" ETA 25TH DECEMBER 2015 - DELIVERY LAYCAN 23 - 25 DECEMBER 2015 (BPS 40)

Reference is made to the above captioned subject.

Kindly be informed that the sample of your product (MOGAS) on board MT Ridgebury John B (BPS 40) which was drawn for testing by the Tanzania Bureau of Standards (TBS) and jointly appointed surveyor (ITS) on 25th December 2015 has failed in three parameters: RON, Oxygenates and Benzene Content. This is as per TBS results (see the attachment).

While we have noted the test results by the jointly appointed surveyor (ITS) showing that the same parameters do meet the Tanzanian Standards (see the attachment), but according to our contract, TBS has the final decision on the quality of the products to be allowed to enter into the Tanzanian market. In this regards, we have been guided by TBS that this product on board MT Ridgebury John B cannot be allowed to enter the Tanzanian market.

Please be guided and informed so.

Kind Regards,
Petroleum Bulk Procurement Agency

Michael Mjinja
Ag. Executive Director

Cc: Director General
TBS

Director General
EWURA



TANZANIA BUREAU OF STANDARDS — TEST HOUSE

P O Box 9524

Dar es Salaam

Tel: (022) 2450206/2450949/2450298

Fax: (022) 2450959 - Office Address: Junction Morogoro/Sam Nujoma Rds, Ubungo.

DATE
2015-12-31

TH 04
TBS Code No.
QBA-W (0767)

Page 1 of 3

Member of the International Organization for Standardization (ISO), Codex Alimentarius Commission (WHO/FAO), Agent for ISO and other National Standards Bodies

TEST REPORT

This report is issued in accordance with Section 4 (1) (c) of the Standards Act No. 2 of 2009. The report shall not be published, other than in full, without prior written approval of the Director General, TBS.

“A SADCAS ACCREDITED TESTING LABORATORY No. TEST - 5 0017”

Client: HEAD INSPECTION

Name and address of receiver: PICL

Sample: MOGAS

Site and position sampled: OUTER ANCHORAGE MT RIDGEBURY JOHN B”

Sampling plan: ALL TANKS

Date of sampling: 2015-12-25

Date received: 2015 -12-25

Date tested: 2015-12-25 to 2015-12-26

Specification: TZS 672:2012-EAS 158:2012(E) Automotive gasoline (Premium motor spirit) Specification.

Test method: As indicated in the table below

INTRODUCTION

One sample consisting of 48 units 1L each of Mogas was submitted to the TBS CHEMISTRY laboratory for checking its conformity to TZS 672:2012-EAS 158:2012(E). The sample was given TBS code No. QBA -W (0767).



TEST REPORT

TEST RESULTS

The sample was analysed as per specified test methods and the given results pertain only to the sample submitted to the TBS chemistry laboratory for testing.

S/N	TEST	METHOD	REQUIREMENT	RESULT	PASS/FAIL
1	*Density at 15°C, kg/m ³	ASTM D 4052	720-780	759.1±0.45	PASS
2	Commercial colour	VISUAL	Red	Yellow	FAIL
3	Doctor test	ASTM D 4952	Negative	Negative	PASS
4	◆Total lead contents, mg/l	IP 352	Max 13	< 2	PASS
5	Reid vapour pressure, kPa at 37.8 °C	ASTM D 323	Max 65	52.0	PASS
6	Distillation recoveries, °C	ASTM D 86			
	10% v/v evaporated, °C		Max 71	56.1	PASS
	50% v/v evaporated, °C		77-115	101.4	PASS
	90% v/v evaporated, °C		Max 180	168.7	PASS
7	End Boiling, Point °C		Max 210	210.0	PASS
8	Residue, % by volume		Max 2.0	0.9	PASS
9	Loss (% Vol)		Report	1.3	-
10	Volatility	Calculation	Max.93	68.5	PASS
11	Benzene content,%v/v	ASTM D 4420	Max 3.0	3.4	FAIL
12	Total aromatics,%v/v	ASTM D 1319	Report	42	-
13	*Research octane number, RON	ASTM D 2699	Min 93.0	92.2±0.4	FAIL
14	Oxygenates, vol %	ASTM D 5845	NIL	2.34	FAIL
15	Existence gum (solvent washed) mg/100mL	ASTM D 381	Max 5	2.5	PASS

NOTE:

1. The reported uncertainty for density and Research Octane Number (RON) is an expanded uncertainty, calculated using a coverage factor of 2 which gives a level of confidence of approximately 95%
2. ◆Subcontracted parameter to SGS
3. *Accredited parameters



TANZANIA BUREAU OF STANDARDS — TEST HOUSE

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TEST REPORT

REMARKS

The sample failed to meet the requirements for commercial colour, benzene content, Research Octane Number and oxygenates. However, commercial colour is mainly a type of dye agreed between a buyer and seller to differentiate Mogas from other petroleum products which does not have impact to the performance characteristics. Therefore, the sample does not conform to specification stated in TZS 672:2012-EAS 158:2012 (E) for the above mentioned parameters.

Reported by:

E Lyimo
Ag. HEAD CHEMISTRY
LABORATORY

Signed by:

G Kaisi
Ag. TESTING AND
CALIBRATION
MANAGER

Approved by:

E Ndumbaro
DIRECTOR OF TESTING,
CALIBRATION & PACKAGING
SERVICES



Valued Quality. Delivered.

Intertek Testing Services (East Africa) (pty) Ltd
Plot No. 5, Minazini Street,
Kilwa Road, Kurasini,
P.O.Box 77428, Dar es Salaam
TANZANIA
Tel: (255) (22) 2850260/6 Fax: (255) (22) 2850278
Email: Ops.CBE-Dar es Salaam@intertek.com

CLIENT: SAHARA ENERGY INTERNATIONAL PTE LTD/PIC LTD

CERTIFICATE OF QUALITY

Certificate No	PET/12/15/133	Sample regist. No	12/15/133
Product	Mogas 93uL	Vessel	Mt. "Ridgebury John B"
Source	Outer anchorage	Tank number	Ship tanks #(1-7 & slop)W before discharge
Date sampled	25/12/2015	Date received	26/12/2015 07:22hrs
Sample ID.No	12/15/157		

TEST (Units)	METHOD	SPECS.	RESULTS
Appearance	Visual	Bright and Clear*	Bright and Clear*
Colour	Visual	Red	Undyed
Odour		Marketable	Marketable
Density @20 °C (Kg/L)	ASTM D4052	0.7160-0.7710	0.7535
Density @15 °C (Kg/M ³)	ASTM D4052	720 - 780	757.9
Reid Vapour Pressure (kPa)	ASTM D5191	Max.65	48.7
Doctor test	ASTM D4952	Negative	Negative
**Octane Number, Research (RON)	ASTM D2699	Min. 93	93.2
**Induction period (minutes)	ASTM D525	Min. 360	>360
**Total aromatics (%vol)	ASTM D5580	Report	36.40
**Benzene (%vol)	ASTM D5580	Max.3.0	2.91
**Oxygenates contents (%vol)	ASTM D4815	Nil	Not detected
Lead contents (mg/L)	IP 352	Max. 13	1.5
Sulphur contents (%mass)	ASTM D4294	Max. 0.015	0.0053
Existent gum (mg/100mL)	ASTM D381	Max. 5	2.0
Copper corrosion for 3hrs @50 °C	ASTM D130	Max.1	1a
Distillation	ASTM D86		
IBP (°C)		Report	40
10% vol Rec (°C)		Max.71	57
20% vol Rec (°C)		Report	66
50% vol Rec (°C)		77-115	101
90% vol Rec (°C)		Max. 180	170
Rec. @ 70 °C (%vol.)		Report	25
FBP (°C)		Max. 210	203
Residue (% vol.)		Max.2.0	1.0
Loss (% vol.)		Report	1.0
Volatility	Calculation	Max. 93	66.2

Remarks:

- ❖ Tests carried out at Intertek Dar-es-salaam and **third part laboratory.
- ❖ *Free from suspended particles.
- ❖ The product is within Tanzania Standard(TZS 672:2012 EAS:158:2012) specification limits for the above tests except on colour

Signed Anthony Kazembe
Laboratory Manager, Technical Signatory.

Date of issue : 30/12/2015
Time issued : 15:20hrs



*This report has been reviewed for accuracy, completeness, and comparison against specifications when available. The reported results are only representative of the sample submitted for testing. This report shall not be reproduced except in full without written approval of the laboratory.

Directors: M.C Riby-Smith (South Africa) & Joshua Kituri (Kenya)

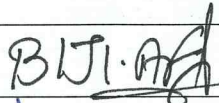

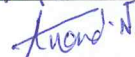
Terms and Conditions are available on request



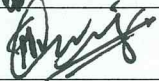
**RESOLUTION OF THE SUPPLIER (SAHARA ENERGY
RESOURCES DMCC) RECEIVERS OF THE CARGO
ONBOARD MT RIDGEBURY JOHN B**

Following rejection of the cargo for failure to meet TBS specifications, the receivers resolution reached on 9th January 2016 and the supplier response thereof the receivers and the supplier in the presence of PBPA staff have unanimously agreed that;

- (a) The replacement cargo shall be allocated the delivery date range of 27th to 29th January 2016.
- (b) The Pricing month of the cargo shall be average of January 2016 platt's
- (c) The receivers have waved the late delivery penalty as stipulated in the shipping and supply contract dated 3rd November 2015. However any delay from the newly allocated delivery window shall be subject to penalties as per the shipping and supply contract.
- (d) Copy of the 9th January resolution and the supplier response thereof are hereby attached and forming part of this resolution. Other agreed matters in the referred resolution and the response from the supplier remain unchanged.

Dated this 11th day of **January 2016**.

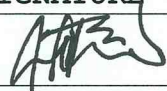

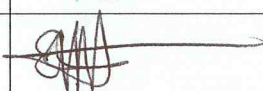
RECEIVERS OF THE CARGO			
S/N	NAME OF THE COMPANY	NAME OF THE REPRESENTATIVE	SIGNATURE
1	LAKE OIL LTD	BIJI ALAPPAT	
2	MOGAS TANZANIA	ASHISH GOYAL	
3	ORYX OIL COMPANY	ANAND NATARAJAN	

4	CAMEL OIL (T) LTD	ANWAR O. ABEID	
5	GULF BULK PETROLEUM (T) CO.	M.S NASSER	
6	SOCIETE PETROLIE (T) LTD	RUMARA DIEDONNE	
7	ACER PETROLEUM LTD	NABIL MITHA	
8	DALBIT PETROLEUM LTD	ESTHER NGERO	
9	DALBIT PETROLUM LTD	FRANCIS KAHUKI	
10	DELTA PETROLEUM LTD	DAVID R. RWEYEMEMU	

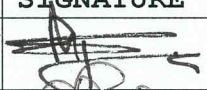

11. SHIRE PETROLEUM LTD FRANCO RUKINDA

SUPPLIER


SAHARA ENERGY RESOURCES DMCC

S/N	NAME	POSITION	SIGNATURE
1	TAOFIK LAWAL	OPERATIONS MANAGER	
2	IDOWU OGUNKANMI	BUSINESS DEVELOPMENT MANAGER	
3	ELIMEN OGHUMAN	BUSINESS DEVELOPMENT SUPERVISOR	

PBPA

S/N	NAME	POSITION	SIGNATURE
1	MICHAEL MJINJA	AG. EXECUTIVE DIRECTOR	
2	LILIAN RWEGIMBURA	AG. LEGAL MANAGER	

INVITEE

	NAME	ASSOCIATION	SIGNATURE
	SALUM BISARARA	TAOMAC	



PETROLEUM BULK PROCUREMENT AGENCY

ADDENDUM

IN RESPECT OF

SHIPPING AND SUPPLY CONTRACT
(PIC/2015/G-P/40)

FOR

SUPPLY OF PETROLEUM PRODUCTS

FOR

THE MONTH OF DECEMBER 2015

The following addendum is made to the above Shipping and Supply Contract which was signed issued on the 3rd November 2015. The addendum is hereby provided to:-

- Change the pricing for the replacement cargo following the rejection of the cargo onboard MT. RIDGEBURY JOHN.
- Change the late delivery penalties for the replacement cargo
- Provide delivery date range for the replacement cargo

Following the resolution reached on 11th January 2016 between the supplier and receivers the shipping and supply contract is changed as indicated below. The changes are intended to cover transitions relating to the replacement cargo only. Other terms and conditions remain unchanged.

Clause 6.3 the cargo shall be replaced within the terms and conditions of the contract, however the pricing reference for the replacement cargo shall be average of January 2016 Platts.

Clause 6.4 Replaced cargo shall be treated as fresh cargo. However if the replacement cargo will be delayed then the late delivery penalty stipulated in clause 18 shall apply.

Delivery schedule

The delivery date range for the replacement cargo shall be 27th January 2016 to 29th January 2016



IN WITNESS WHEREOF, the authorized representatives of the Parties hereto have executed these presents in the manner and on the dates hereafter appearing:

SIGNED and SEALED with the common seal of PETROLEUM BULK PROCUREMENT AGENCY This 14th day of Jan, 2016



IN THE PRESENCE OF:

NAME: Mchacha M. J. NIA
SIGNATURE: [Signature]
POSTAL ADDRESS: Box 2634 km
QUALIFICATION: Executive Director

NAME: LILIAN J. RWEGIMBURA
SIGNATURE: [Signature]
POSTAL ADDRESS: P.O BOX 2634 DSM
QUALIFICATION: AG. LEGAL MANAGER

SIGNED and SEALED with the common seal of SAHARA ENERGY RESOURCES DMCC This 14th day of January 2016



IN THE PRESENCE OF:

NAME: Ogunkanmi. IDAWU
SIGNATURE: [Signature]
POSTAL ADDRESS: 2201, REEF TOWERS, JLT, DUBAI
QUALIFICATION: BUSINESS DEVELOPMENT MANAGER

NAME:
SIGNATURE:
POSTAL ADDRESS:
QUALIFICATION:

[Signature]



The Executive Director,
Petroleum Bulk Procurement Agency,
Diamond Plaza Building, 3rd Floor,
PO BOX 8895, Dar Es Salaam – Tanzania

7th of January, 2015

MT RIDGEBURY JOHN B – 23-25/12 PMS delivery at KOJ under BPS 40

Dear Mr. Mjinja,

We hereby acknowledge receipt of your rejection notice dated on the 6th of January for the above mentioned vessel i.e. MT Ridgebury John B with ETA at Dar Es Salaam on the 25th of December, 2015.

However, please note we still fail to understand why the Tanzania Bureau of Standards (TBS) refused to initially re sample and re test our product based on fresh withdrawn samples as stated in the Petroleum Act under clause No 22.1 (re-sampling and re-testing).

Indeed, after having witnessed the re testing which was held yesterday, the 6th of January in TBS premises, we are yet to be satisfied with the source of the sample as we couldn't identify any signatures from the Master of the vessel nor any of its representative.

Moving forward and in view of our relationship with the PETROLEUM BULK PROCUREMENT AGENCY, TBS including the Tanzanian Government, we have decided as per your letter and clause No 6.3 (quality) of the shipping and supply contract (Tender NO. PIC/2015/G-p/40) to immediately sail away the MT Ridgebury John B for a new destination as to avoid any further demurrage and not disrupt the BPS programme and subsequently supply a replacement cargo to arrive in Dar Es-Salaam within the 28th -31st of January, 2016.

In view of the above, we kindly request your confirmation regarding the revised delivery window for the replacement vessel.

Yours faithfully,

Gilberto Palacios


Managing Director
Sahara Energy Resources DMCC



Jumeirah Lakes Towers, Reef Tower, office No 2201-C Dubai, United Arab Emirates, P.O. Box 309082
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Fax +971 4 392 86 66

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www.sahara-group.com



The Executive Director,
Petroleum Bulk Procurement Agency,
Diamond Plaza Building, 3rd Floor,
PO BOX 8895, Dar Es Salaam – Tanzania

4th of January, 2015

MT RIDGEBURY JOHN B – 23-25/12 PMS delivery at KOJ under BPS 40

Dear Sir,

We refer to our letter dated on the 1st of January, 2016 where we requested a re-sampling and re-testing of the cargo on board the MT Ridgebury John B, this being after TBS official notification that the cargo was off-specification as per their own testing results, but based on the fact that the results from the independent surveyor mutually appointed between both our companies and which confirmed that the cargo was fully within the required specification in all its parameters.

We also insisted in the urgency of the matter as to avoid further delays as this situation clearly results in unnecessary accumulation of demurrage which is something we want to avoid to the marketers. Last but not least we did consider fair our proposal of re-sampling and re-testing as it was already done in previous occasions, which by the way resulted into the confirmation that our cargoes were on specification.

Nevertheless and despite the fact that we continue confirming our cargo being as fully on-spec based on the certificate of qualities made available to us/you by ITS before loading, after loading and upon arrival at discharge port.

In view of the lack of response to our request to re-sample and re-test and in order to mitigate and save the interests of all parties, we refer to clause No 6.3 (quality) of the shipping and supply contract (Tender NO. PIC/2015/G-p/42) and will immediately sail away the MT Ridgebury John B for a new destination as to avoid any further demurrage and not disrupt the BPS programme and subsequently supply a replacement cargo to arrive in Dar Es-Salaam within the 25th -31st of January, 2016.

We consider the above as being the fastest and easiest solution for everyone to feel secure as to the quality that is being loaded and imported.

Yours faithfully,

Gilberto Palacios


Managing Director
Sahara Energy Resources DMCC



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dubai@sahara-group.com
www.sahara-group.com

Cc: Director General - TBS
Cc: Director General – EWURA
Cc: Director General - TPA
Cc: The Commissioner of Customs and Excise - TRA



Executive Director
Petroleum Bulk Procurement Agency
Diamond Plaza Building
3rd floor Samora Avenue/Mirambo street
P. O. Box 2634
Dar Es Salaam

Dear Sir.

RE: NON CONFORMITY TO THE TANZANIAN STANDARDS MOGAS ON BOARD THE MT RIDGEBURY JOHN B WITH ETA 25TH DECEMBER 2015 WITH DELIVERY LAYCAN 23-25 DECEMBER 2015 (PBS 40)

Please refer to the heading above. Reference is made to your letter to the Commissioner of Customs and Excise with reference number PBPA/SAHARA/01/2016 dated 2016-01-01 and the test results issued on 30th December 2015 by INTERTEK and on 31st December 2015 by TBS for MOGAS on board EX MT RIDGEBURY JOHN B

As per the general international required practices prior loading the petroleum products has to be tested for its standards compliance. We tested the petroleum products with ITS Testing Services (UK) Ltd before loading (Load port shore tanks) of which the results indicated as follows:

PARAMETERS	REQUIREMENTS	RESULTS	PASS/FAIL
Benzene content %v/V	Max 3.0	2.9	PASS
Research Octane Number	Min 93	93.4	PASS
Oxygenates, Vol %	NIL	Not detected	PASS

We also tested the same products after loading (load port ship tanks) by ITS Testing Services (UK) Ltd and the results indicated as follows:

PARAMETERS	REQUIREMENTS	RESULTS	PASS/FAIL
Benzene content %v/V	Max 3.0	2.91	PASS
Research Octane Number	Min 93	93.2	PASS
Oxygenates, Vol %	NIL	Not detected	PASS

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As a means of resolving the matter amicably, we met TBS Officials on 31st December 2015 at their head office. The meeting ended with no consensus of which TBS maintained their results status and refused the request to re take the samples and re- test the products at TBS laboratory or a neutral third party international laboratory.

By making reference to the above stated scenario it's wise for now to re-test the said failed products to a neutral accredited laboratory chosen by TBS at Suppliers costs and testing should be witnessed by all parties.

Please note that, rejecting re-taking of samples and re testing defeats the whole purpose of fair and just decision and for justice to be seen to be done to all concerned parties.

The consequences of this, other than having an impact over the good reputation of our company which is trading worldwide, have been even bigger for the Tanzanian marketers and the Tanzanian people. In fact at each of these 3 occasions, our vessels have been prevented from berth/discharge as programmed, resulting thus in a considerable and important yet unnecessary amount of demurrages that ultimately are borne by the marketers, thus the Tanzanian people.

We fail to understand why TBS refuses to re-sample and re-test the cargo with Intertek witnessing the whole process as they have previously done where TBS afterward have recognized that their first finding where not accurate.

We again fail to understand why TBS has rejected a cargo that has been found on-spec by the contractual independent inspector without re-sampling and retesting it again as it is always done in the industry all over the world.

Delaying to take necessary steps is preventing concerned parties to take necessary action hence may results in endangering the security of supply of petroleum products and this will affect the national economy.


Take further notice that, the whole exercise has to be accomplished on an urgency matter for not more than 24 hours. Delaying to take immediate effect as negative impact to both parties and the nation at Large.

Together with this letter please find enclosed herewith copies of tests results referred above.

If TBS maintain their position and refuse to take fresh sample and to retest we will have no other choice than to approach our legal firm and to hold TBS fully responsible for all direct and indirect costs and consequences but not limited to the demurrage, that our good company is suffering in order to prove to the Tanzanian Authority that the cargo loaded on the mt Ridgebury John B is genuine and meeting all the parameters required by our contractual obligation.

We urge you to please take the necessary step to urgently intervene in this matter to insure that a resampling and testing is conducted by all parties to validate and reconfirm the quality of our cargo either at their laboratory or international laboratory.

Yours faithfully,


Valery Gullebon
Director



CC: Minister Ministry of Industry, Trade and Investment – FOR INTERVENTION

CC: Permanent Secretary (Trade and Investment) – Ministry of Industry, Trade and Investment – FOR INTERVENTION

CC; Permanent Secretary - Ministry of Energy and Minerals – FOR INTERVENTION

CC: Attorney General's chamber- FOR INTERVENTION

CC: Director General - EWURA FOR INFORMATION



8th January, 2016

**TOTSA Total Oil Trading SA
World Trade Center 1
10 Route de L'Aéroport
Case Postale 276
CH-1215 Geneve 15 Aéroport
Switzerland**

Dear Sir,

**NOTICE OF CLAIM IN RESPECT OF TOTAL SALE OF GASOLINE TANZANIAN SPEC
FOB JEBEL ALI**

We refer to our contract for Sale of Gasoline Tanzanian Spec FOB Jebel Ali UAE during November/December 2015 to give you Notice of our claims in respect of losses and damages which Sahara have suffered as a result of your supply of Gasoline on board MT Ridgebury John B with Bill of Lading dated 15th December, 2015, which was determined by the Tanzanian Bureau of Standards and the Tanzanian Bulk Procurement Agency as not conforming with Tanzanian Import Standards.

It was a term of our contract that the quality of product supplied by you and loaded on the vessel MT. Ridgebury John B would meet the Tanzanian specifications. Regrettably as you are aware, it turned out the cargo you supplied to us was rejected by the Tanzanian Authorities on the grounds that it failed to meet requirements as clearly stipulated by TBS. Please find attached herewith the letter from the Tanzanian Petroleum Bulk Procurement Agency dated 1st January, 2016 communicating their decision not to allow the product to enter Tanzania together with the Test Report of the Tanzanian Bureau of Standards dated 31st December, 2015.

Sahara Energy Resource Limited has suffered serious financial losses as well as grave reputational damage as a result of the manifest error or fraud on your part in failing to supply the product in accordance with stipulated specifications.

Take Notice that apart from the unquantifiable reputational damage which we have suffered, we have so far incurred the following financial losses for which we hereby demand to be indemnified in full for the following:

- 1 Demurrage at Dar es Salaam : Vessel arrived on Dec. 25th 2015 & sailed on January 07th 2016. 13 days in total. The 7 first days at USD 18'000 & the remaining 6 days at USD 20'000 => Total : USD 246'000.
- 2 Freight : Lump sum USD 225'000
- 3 SGS Inspection : approximately USD 3'000
- 4 Late Delivery Penalty as per contract with receiver PICL : USD 0.50 per metric tons of the nominated quantity (BL quantity : 38'466.939 mt air) per day or part there of which shall accrue from the day succeeding the last day of the allocated delivery range until the vessel arrives
- 5 From December 25th 2015 to January 31st (corresponding to the estimated arrival of the replacement ship) : 37 days. => $0.5 \times 37 \times 466.939 \times 37 =$ approx. USD 712'00
- 6 Demurrage at Jebel Ali (discharge) : USD 18'000 PDPR : estimation 3 days : USD 54'000
- 7 Way leaves at Jebel Ali (as per Worldscale) : USD 42'200
- 8 Pricing difference between Average of November to Average of December : 1'232'000



Costs mentioned in Items 1 thru 8 cumulatively totaling \$2,514,200.00 USD (Two Million five hundred and fourteen thousand two hundred USD)

We want to state clearly that these are the known claims as of this time. Any additional claims both as a direct consequence and indirect damage or consequence to Sahara Energy will be passed to you. And we shall be advising you of further or additional loses and damages suffered as soon they are determined and shall also look up to you to be indemnified.

Yours faithfully,

Pooja Nagalla

Uade Ahimie

Subject: FW: GASOLINE RIDGEBURY STREET B/L DATE : 15 dec 2015
Attachments: image001.jpg; image002.jpg

From: Valery Guillebon
Sent: Wednesday, January 06, 2016 3:44 PM
To: opsdubai@sahara-group.com; Idowu Ogunkanmi; Alessandro Ravalli; Product Operations
Cc: Wale Ajibade; Tope Shonubi
Subject: FW: GASOLINE RIDGEBURY STREET B/L DATE : 15 dec 2015

Dear all,

Please find below excuse/explanation email just received from Total.

Valery Guillebon
|
m. +41 78 636 01 27 | t. +41 22 596 07 81
|
| valery.guillebon@sahara-group.com<<mailto:valery.guillebon@sahara-group.com>>

From: Emmanuel DUPLA [<mailto:emmanuel.dupla@totsa.com>]
Sent: 06 January 2016 15:40
To: Valery Guillebon
Subject: GASOLINE RIDGEBURY STREET B/L DATE : 15 dec 2015

Dear Valéry,

We refer to your email dated January 1st 2016 putting us on notice for alleged off-spec cargo loaded on board of the vessel Ridgebury John B with bill of lading dated 15th December 2015. At first we were very surprise to receive such

notice as we are a regular supplier of Tanzanian cargo. Nonetheless we have investigated the matter with Intertek as they were the mutually appointed inspector at load port Jebel Ali.

The investigation conveyed that even so Intertek reported the NIL for oxygenates on the shore tank composite before the loading and the ship's composite after loading at Jebel Ali, it clearly seems that they have made a mistake in testing the Oxygenates and therefore in reporting the true value on the certificates.

We are still investigating the matter very seriously and for the long relationship that both our company have, we would like to present to your good company our apologies for delivering a cargo not meeting the contractual agreement.

We are doing our outmost to understand the reasons and to clarify this matter.

Best regards,

Emmanuel Dupla



THE UNITED REPUBLIC OF TANZANIA
PETROLEUM BULK PROCUREMENT AGENCY

DIAMOND PLAZA BUILDING, 3RD FLOOR SAMORA AVENUE/MIRAMBO STREET, P.O.BOX 2634 DAR ES SALAAM - TANZANIA
TEL: +255 22 212 8885 FAX: +255 22 212 8886, EMAIL: info@pbpa.go.tz | WEBSITE: www.pbpa.go.tz



OUR REF: - PBPA/SAHARA DMCC/09/2016

26th July 2016

MANAGING DIRECTOR,
SAHARA ENERGY RESOURCES DMCC
P.O BOX 309082,
DUBAI,
UNITED ARAB EMIRATES

Dear Sir

RE: REINSTATEMENT TO PARTICIPATE IN BPS TENDERS

The above captioned matter refers. Reference is made to our letter with reference number PBPA/SAHARA DMCC/04/2016 Dated 26TH May 2016 and your letters dated 10th June 2016 and 4th July 2016.

Kindly be informed that following the report issued by the joint fact finding team, your compliance/adherence to the government directives (to evacuate contaminated JE A1 and to clean all tanks and pipelines which have been contaminated), your commitment to adhere to the Tanzanian Laws, rules and Regulations, and cooperating with the government institutions dealing with the bulk procurement system the Agency has decided reinstated you to participate in BPS tenders.

With this letter you are also reminded to observe international standards and procedures of offloading petroleum products from the delivery vessels.

Be so informed.

PETROLEUM BULK PROCUREMENT AGENCY

MICHAEL MJINJA
Ag. EXECUTIVE DIRECTOR

CC: PERMANENT SECRETARY,
MINISTRY OF ENERGY AND MINERALS,
P.O BOX 2000
DAR ES SALAAM

DIRECTOR GENERAL,
EWURA,
P.O BOX 72175,
DAR ES SALAAM