

SCO Created: **1/1/2025**, Version: **1**, Good Through: **3/31/2025**

Attention: POTENTIAL END-BUYER

PK - SOFT CORPORATE OFFER (SCO)

We hereby state and represent that it is our intention to SELL, and we hereby confirm that we are ready, willing, and able to SELL the following commodities as per the specifications, in the quantities, and for the prices as specified in the terms and conditions as stated below. This representation is made with full corporate authority and responsibility. Prices and procedures subject to change without notice. **Procedures are non-negotiable. Sell Side is CLOSED.**

Fuel & Measurement	Minimum /month	Maximum /month	FOB Gross	FOB Net	CIF Gross	CIF Net	Comm.
AVIATION JET FUEL A1, BBLs	500,000	10,000,000					\$1 / \$1
EN590 (USLD 10, 50, 500 PPM) , MT	50,000	1,000,000					\$5 / \$5
VIRGIN FUEL D6, Gallons	100 MM	800MM					\$0.025/ea
LIQUEFIED NATURAL GAS (LNG), MT	50,000	200,000					\$5 / \$5
LIQUIFIED PETROLEUM GAS (LPG), GOST: 20448- 90, MT	50,000	500,000					\$5 / \$5
D2 GAS OIL, GOST: 305-82, MT	50,000	1,000,000					\$5 / \$5
PET COKE, MT	15,000	1,000,000					\$5 / \$5
HIGH SPEED DIESEL EURO 4 GRADE (GASOLINE), MT	50,000	1,000,000					\$5 / \$5
FUEL OIL CST-180, MT	10,000	500,000					\$5 / \$5
EASTERN SIBERIA PACIFIC OCEAN (ESPO), MT	50,000	10,000,000					\$5 / \$5
JP54, COLONIAL, BBLs	500,000	10,000,000					\$1 / \$1
MAZUT M100, GOST: 10585-99, MT	50,000	1,000,000					\$5 / \$5
BITUMEN GRADES: 60/70, MT	10,000	50,000					\$5 / \$5
AUTOMOTIVE GAS OIL, MT	50,000	1,000,000					\$5 / \$5
EXPORT BLEND CRUDE, GOST: 51858-2002, BBLs	500,000	5,000,000					\$2 / \$2
UREA 46% PRILLED & GRAN., MT	50,000	500,000					\$5 / \$5
DAP FERTILIZER, MT	50,000	500,000					\$5 / \$5
GASOLINE 89 – 95 OCTANES, MT	20,000	100,000					\$5 / \$5
DIESEL-ULTRA-LOW SULPHUR, MT	50,000	1,000,000					\$5 / \$5
LIGHT CYCLE OIL, MT	10,000	500,000					\$5 / \$5
BASE OIL, MT; SN 100	50,000	200,000					\$5 / \$5
SN 120	"	"					\$5 / \$5
SN 150	"	"					\$5 / \$5
SN 300	"	"					\$5 / \$5
SN 500	"	"					\$5 / \$5

TERMS AND CONDITIONS

FUEL ORIGIN:	KAZAKHSTAN STANDARD
DELIVERY PORTS:	ROTTERDAM / HOUSTON / ASWP
INCOTERMS:	FOB / CIF
LOADING PORTS:	AKTAU / BAUTINO / PAVLODAR
CIF PAYMENT TERMS:	MT103 / SBLC / DLC MT 700 / LC
INSPECTION:	SGS OR EQUIVALENT
COMMISSIONS:	50/50% PAID TO SELL AND BUY SIDE, <u>SELL SIDE IS CLOSED</u>
INSURANCE:	BY SELLER COVERING 110% OF THE SHIPMENT VALUE
MAX. TRIAL LIFTS:	2,000,000 BARRELS; 200,000 METRIC TONS; 2,000,000,000 GAL.
FUEL AVAILABILITY:	FUELS ON THIS SCO ARE ALWAYS AVAILABLE. YOUR CI IS YOUR GUARANTEE OF AN ALLOCATION.
PRICES:	SUBJECT TO CHANGE WITHOUT NOTICE.
PROCEDURES:	SELLER PROCEDURES ONLY, NON-NEGOTIABLE.

ICPO SUBMISSION POLICY AS OF 1/1/2025

Before Dragon Industries will process a new order for any of its sellers, the Buyer and Buyer Mandate (if applicable) **MUST** sign the “Understanding Fuel Producer Procedures” document which will accompany any Soft Corporate Offer (SCO).

NOTE ON THE USE OF FIDUCIARY RECEIVERS

Sanction policies, along with their effects on International Banking practices, have dramatically affected the availability of funds when using foreign wire transfers. To facilitate timely transactions, our sellers will use regionally based fiduciary receivers rather than have funds sent directly to the refineries. A Fiduciary CIS and Relationship Letter will be provided upon request when engaged in a valid transaction.

A. FOB PROCEDURE: TANK TO TANK (TTT), TTIA

1. Buyer issues an official ICPO with the Seller's procedure, passport copy, banking details along with its Tank Storage Agreement "TSA".
2. Upon successful validation of the Buyer's ICPO, logistics company, and storage agreement with the local port authority, Seller issues a Commercial Invoice (CI) to the Buyer. Buyer signs, seals, and returns the CI to the Seller.
3. Upon receipt of the Signed CI, Seller will issue a Tank to Tank Injection Agreement (TTTIA) to be fully completed, signed, and sealed by the Buyer and its Storage Facility. Upon receiving and verifying the fully endorsed TTTIA, Seller issues the POP below to the Buyer along with NCNDA/IMFPA to be signed by all intermediaries with the commission structure involved in the transaction.
 - Injection Report.
 - Product Passport.
 - 24 Hours SGS Report.
 - Product Certificate of Origin.
 - Tank Storage Receipt (TSR).
 - Authorization to sell and collect.
 - Commitment/Guarantee to Supply.
 - Unconditional Dip-Test Authorization.
 - Product Title Holder Transfer Agreement.
4. At Buyer's option, Buyer may perform a Dip Test in Seller's tank at Buyer's expense.
5. Upon successful verification of POP or Dip Test in the Seller's tank, Buyer provides a Tank Storage Receipt (TSR) with sufficient storage to accommodate the Seller's injection programming. Seller then injects the product into Buyer's tanks.
6. Buyer makes the payment for the product via MT103, Seller transfers the Title Holder & Ownership of the product to the Buyer.
7. After successful Trial Lift (First Lift), Seller issues SPA/Contract for 12 months with R&E to Buyer for processing.
8. Within 24 hours of the completion of the injection, the Seller pays commissions to all intermediaries involved for the initial lift and on all subsequent lifts.

B. FOB PROCEDURE: TANK TO TANK (TTT), 3/2

1. Buyer issues an official ICPO with the Seller's procedure, passport copy, banking details along with its Tank Storage Agreement "TSA" for seller's approval.
2. Seller issues a Commercial Invoice (CI). Buyer then signs, seals, and returns the CI to the Seller.
3. Buyer and Seller will jointly pay the lease for the Buyer's tank farm. The Buyer pays for 3 days and the Seller pays for 2 days after the Seller verifies that the Buyer's tank farm has received the payment from the Buyer, for a total of 5 paid days of tank lease.
 - a. Buyer will forward a copy of the wire confirmation for its 3 days to the Seller.
 - b. Buyer will provide a letter to Seller stating that the storage obtained by buyer and seller will only be used for this transaction.
 - c. Buyer will request that its tank farm provide a letter addressed to Seller stating that the storage obtained by buyer and seller will only be used for this transaction.
 - d. Seller will forward a copy of the wire confirmation for its 2 days to the Buyer.
4. Seller provides buyer with the following FULL POP Documents:
 - a. Fresh SGS Report, less than 48 hours
 - b. Unconditional Dip Test Authorization
 - c. Injection Report
 - d. Tank Storage Receipt with GPS Coordinates
 - e. Tank Farm Bar-code Information
 - f. Letter of Commitment to Supply.
 - g. Authority to Sell & Collect (ATSC)
 - h. Endorsed Injection Schedule by the Seller and Buyer Tank Farm
 - i. A Physical Authority To Verify (PATV)
5. Optionally, Buyer may conduct its own Dip-Test in Seller's tank at Buyer's expense.
6. Seller Injects the fuel into Buyer's tank after successful SGS Q&Q report and Buyer makes payment by MT103 TT Wire Transfer according to the final product value Invoice.
7. Seller transfers the title of ownership per Buyer's instruction. Buyer lifts the product.
8. After successful Trial Lift (First Lift), Seller issues SPA/Contract for 12 months with R&E to Buyer for processing.
9. Within 24 hours of the completion of the injection, the Seller pays commissions to all intermediaries involved for the initial lift and on all subsequent lifts.

C. FOB PROCEDURE: TANK TAKE OVER (TTO)

1. Buyer accepts the seller's working procedure and issues an Irrevocable Corporate Purchase Order (ICPO) with its banking details and signatory Passport copy.
2. The Seller issues Commercial Invoice (CI) for the product, Buyer countersigns and returns to the Seller.
3. Seller receives the countersigned CI, Buyer requests a 5-day (five day) tank extension invoice for the dip test in the Seller's tanks.
4. Upon receipt of the Buyer's payment, the Seller opens communication with its Tank Farm Management for the creation, issuance, and Buyer's endorsement of the Tank Take Over documentation. Upon complete registration of the Buyer's documentation with the port authority, Seller issues the PPOP documents below:
 - a. Authorization to Sell and Collect
 - b. Product Passport/Analysis.
 - c. Product Certificate of Origin.
 - d. Injection report.
 - e. Unconditional Dip-Test Authorization
5. Buyer confirms receipt of the PPOP documents and conducts its inspection and Dip-Test with its SGS team. Upon successful verification of PPOP and the Dip Test in the Seller's tank, Buyer makes the payment for the total amount of the product via MT103. Seller confirms the Buyer's payment and transfers title ownership of the product to the Buyer. The Buyer then completely takes over Seller's storage tanks.
6. After successful Trial Lift (First Lift), Seller issues SPA/Contract for 12 months with R&E to Buyer for processing.
7. Within 24 hours of the completion of the injection, the Seller pays commissions to all intermediaries involved for the initial lift and on all subsequent lifts.

D. FOB PROCEDURE: TANK TO VESSEL (TTV)

1. Buyer sends Seller an ICPO with banking details, company information, and passport after review of Seller's Soft Corporate Offer, along with a CPA.
2. Seller issues a Commercial Invoice (CI) for the available quantity to the Buyer. The Buyer signs, seals, and returns the CI to the Seller.
3. Seller issues to Buyer the following:
 - a. Product Passport.
 - b. Certificate of Origin.
 - c. Commitment Letter to Supply.
 - d. Authorization to Sell and Collect.
 - e. Statement of Product Availability.
 - f. Five (5) Day Tank Extension Fee Invoice (refundable if Seller's fuel does not pass inspection and deductible from the cost of the fuel if Buyer waives its own dip test in favor of verifying Seller's SGS).
4. Buyer pays for the tank extension and upon Seller confirmation of the payment, Seller issues the following POP along with the NCNDA/IMFPA to be signed by all intermediaries with the commission structure involved in the transaction.
 - a. SGS Test (24 hours).
 - b. Unconditional Dip Test Authorization (UDTA).
 - c. Authorization to Verify (ATV).
 - d. Tank storage receipt (TSR).
 - e. Injection Report
5. Upon the countersigning of the UDTA, the Buyer has the option to schedule SGS/Intertek to conduct a Dip Test of the product in the Seller's Tank at the Buyer's Expense.
6. Upon successful Dip Test OR acceptance of the Seller's SGS report, Buyer provides Vessel details (Q88) to Seller and Seller shall immediately submit the Notice of Readiness to Inject.
7. Seller commences injection into the Buyer's Vessel and issues the Injection Report to the Buyer.
8. Upon confirmation of the total quantity injected into Buyer's vessel, the Buyer makes 100% payment by MT103 TT Wire Transfer for the total product, Seller transfers the Title Holder & Ownership of the product to the Buyer.
9. After successful Trial Lift (First Lift), Seller issues SPA/Contract for 12 months with R&E to Buyer for processing.
10. Within 24 hours of the completion of the injection, the Seller pays commissions to all intermediaries involved for the initial lift and on all subsequent lifts.

E. CIF PROCEDURE: ANY SAFE WORLD PORT

1. Buyer issues an Irrevocable Corporate Purchase Order (ICPO) addressed to the Seller Refinery along with scanned copy of the buyer's passport.
2. Supplier verifies Buyer Irrevocable Corporate Purchase Order and issue Commercial Invoice for the First Trial Shipment Note: Sales & Purchase Agreement will be jointly signed after the Trial Shipment.
3. Upon buyer endorsement of the Commercial Invoice, Seller send the below Documents to buyer.
 - Charter Party Agreement.
 - Product Quality Passport
 - Commitment to supply.
 - Statement of Availability of the Product.
4. Seller and Buyer proceed to endorse the Charter Party Agreement (CPA) document with the Shipping Company and both jointly bear the charges for the shipment.
5. After the shipment charges have been met by both the Seller and the Buyer, Seller issues the following Proof of Product documents along with assurance delivery letter:
 - Attestation of Allocation.
 - Allocation Transaction Passport Code Certificate.
 - Copy of statement Availability of the Product.
 - Copy of the refinery commitment to supply the product.
 - Copy of port storage agreement
 - Copy of the charter party agreement
 - Copy of the Product Passport
 - SGS Report
 - Bill Of Lading
 - Vessel's Q88
 - Tank Receipt
 - Certificate of Origin
 - Certificate of Inspection
 - Notice of Readiness
 - Net Weight
 - Full Packing List
 - Cargo Manifest
 - DTA and ATV
6. Buyer responds by issuing Irrevocable Non-Transferable Letter of Credit (MT760) SBLC or Letter of Credit (LC).
7. Shipment will commence according to terms and conditions of the Contract and accordingly to the agreed Delivery Schedule.
8. Buyer's bank release payment of the product via MT103 upon the arrival of the cargo at the discharge port and successful report of SGS Inspection at discharge port.
9. Supplier's bank releases the commissions to all representatives and intermediaries according to sign NCNDA

F. CIF PROCEDURE: ANY SAFE WORLD PORT

1. Buyer confirms soft corporate offer and issues ICPO according to Seller's SCO procedure & terms.
2. Seller confirms ICPO and issues draft contract for Buyer signatory. Buyer sign & seals contract and returns it to Seller for acceptance and final signatures.
3. Seller bears the cost to register, endorse, and legalize contract with the Ministry of Energy. Seller issues a payment Invoice to the Buyer for the cost of the Product Transfer Certificate (PTC). This payment also covers 50% of the CPA charges to certify the Buyer as the product title holder for the delivery quantity.
4. Upon confirmation of the Buyer payment, Seller sends the POP documents below to the Buyer via email, along with a NCNDA/IMFPA to be signed by all intermediaries with the commission structure involved in the transaction, and Hard Copies are sent via courier service:
 - a. SGS Report.
 - b. Product passport (quality and quantity).
 - c. Copy of product transfer certificate.
 - d. Copy of warehouse agreement.
 - e. Commitment letter to supply.
5. Seller finalizes shipment schedules with the shipping company with notice of readiness and approval for delivering the commodity to the Buyer's discharge Port.
6. The Buyer's bank issues a bank instrument Via DLC-MT700 for the value of the first shipment to the Seller's Nominated fiduciary bank in a format acceptable to Seller's bank within 7 banking days to enable the Seller to commence transfer/loading of the product with the shipping company. Seller then releases the POP documents below after loading via a bank-to-bank SWIFT within five (5) working days and to allow Buyer to activate its DLC-MT700 for the value of goods:
 - a. Copy of Products certificate of origin.
 - b. Copy of statement of availability of product.
 - c. Copy of export license approval.
 - d. Copy of warehouse agreement.
 - e. Copy of vessel questionnaire 88.
 - f. Copy of charter party agreement with the shipping company.
 - g. Copy of assignment of ownership document.
 - h. Fresh cut SGS REPORT/DIP TEST letter.
7. Buyer or Buyer's representative visits the loading port to witness product inspection at the Port facility. Lifting starts and Buyer releases payment to Seller via Swift DLC payment instrument, four (4) days from discharging the entire cargo from the destination port, along with confirmation of the relevant shipping documents from both the loading and discharge ports.
8. Seller pays all the intermediaries involved in the transaction 24 hours after confirmation of the Buyer payment for the initial lift and on all subsequent lifts.
9. If the Seller commits a material breach of the contractual provisions in this agreement and/ or fails to meet the delivery obligations in Article 05 of the SPA, the Buyer will be entitled to a claim on the Performance Bond (PB) immediately.