

PORT TUG OPERATORS - APPLICATION PROCESS

Port of CAUCEDO – DOMINICAN REPUBLIC

Pursuant to the provisions of tugboat operator in port of Caucedo, Dominican Republic, application is hereby made for a right to operate as a Port Tug Operator at the Port of Caucedo,

In support thereof, the interested parties must fill out the application form attached submit it to the Port's acting Port Authority Zona Franca Multimodal Caucedo, S.A.

It is also required the submission of the following documents to be attached in support of this application:

1. Dominican Mercantile Register
2. Financial Information, to include Financial Statements
3. Listing of the applicant's officers and managers which include experience of each in the harbor tug industry. Applicant must indicate which of these officers and managers will be assigned on a permanent basis to the Port of Caucedo operations.
4. Documentation of certification by and good standing with the any known and respected Society for Quality Control under ISO 9001:2000 and/or ANSI/ASQ Q9001-2000 standards promulgated by the International Organization Standardization and/or the American National Standards Institute.
5. Documentation of certification by and good standing with the International Safety Management System (ISM).
6. Documentation of Dominican Port Authority approval to operate TUGBOATS in Dominican Ports
7. Documentation of the Dominican Navy approval to navigate and operator in the Dominican Republic.
8. Specifications of the firefighting capability of no less than two of the tugs to be permanently assigned to the Port of Brownsville.
9. A listing of the tugs to be assigned to the Port of Caucedo, with the technical



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10. Specifications of each, in particular the type of drive and the power rating.
11. Certificates of insurance in compliance with the Harbor Tug Operator's Insurance
12. A copy of the Captain's License for each captain that will be operating a tug boat in the Port of Caucedo. Current licenses must be maintained on file with the Port of Caucedo.
13. Preliminary tariff of charges to be implemented for the licensed services in the Port of
14. Copy of Application Fee receipt.

APPLICATION FEE

All applicants must pay a fee of \$5,000.00 [Five Thousands American Dollars] before submitting application. This application fee is non-refundable and will not be pro-rated for fractional parts of a year. PAYMENT does not guarantee that payee will be granted the rights to operate in Port of Caucedo.

Payment recipient: CAUCEDO SERVICES INC. (USD Account)

FUNDS TO BE TRANSFERRED TO:

Bank: Citibank, N.A.
Address: 111 Wall Street, New York, NY 10043
ABA: 021000089
SWIFT: CITIUS33
Account Name: Caucedo Services, INC
Account Number: 36321068

INSURANCE REQUIREMENTS

All Port Tug Operators shall provide and maintain minimum insurance coverage as follows:

All policies shall name Zona Franca Multimodal Caucedo as an additional insured, with the provision that such coverage will not extend to actions resulting from the Port's own sole negligence and all policies shall include a waiver of subrogation in favor of the Port's on all coverages. The policy or policies shall contain a clause that the insurer will not cancel or change the policy or policies without first giving Zona Franca Multimodal Caucedo sixty (60) days prior written notice.

- 1) Workmen Compensation Limits



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a. Employer's Liability \$1,000,000.00

2) Comprehensive General Liability Limits

Comprehensive General Liability including Broad Form Liability, Personal Injury Liability, Contractual Liability, Products/Completed Operations Liability and including coverage for explosion, collapse and underground, and for goods, vessels, and property of whatever description belonging to others while in the care, custody and control of the Licensee.

a. Bodily Injury \$4,000,000.00 each occurrence

b. Property Damage \$4,000,000.00 each aggregate

c. Combined Single Limit \$4,000,000.00 comb. Single limit

3) Comprehensive Automobile Liability Limits

a. Bodily Injury \$1,000,000.00 each person

\$1,000,000.00 each occurrence

b. Property Damage \$1,000,000.00 each occurrence

c. Combined Single Limit \$1,000,000.00 Comb. single limit

4) Automobile Coverage to include:

All owned vehicles

All non-owned vehicles

All hired vehicles

Coverage on Licensee's Vessels Limits

Protection and Indemnity – including crew Value of vessel or \$1,000,000.00 limit

(Whichever is greater)

Pollution Insurance Limits

Pollution Liability \$1,000,000.00 each occurrence

\$1,000,000.00 each aggregate

The above minimum requirements may be covered exclusively by primary insurance or may be covered by a combination of primary and umbrella liability insurance. Each



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insurance policy shall have a combined deductible and/or self-insurance retention of no more than \$100,000.00.

Certificates of insurance shall be supplied to Zona Franca Multimodal Caucedo.

PORT TUG OPERATOR'S PERMIT

In the event the application is approved and a Permit is granted, the applicant agrees to abide by the rules and regulations of Port of Caucedo. These are available at www.caucedo.com

The applicant agrees to maintain compliance with the provisions of Items found in the Tug Standards published by Zona Franca Multimodal Caucedo under which this permit is granted.

The person whose signature appears below on behalf of the applicant declares that he/she has read this application, understands its contents to be true and factual, and is authorized to sign on behalf of the applicant.

Signed on this _____ day of _____, _____

on behalf of _____

(Type or print name of applicant)

By: _____

Typewritten Name: _____

Title: _____

By: _____

Typewritten Name: _____

Title: _____

This application will be reviewed by the staff of the Zona Franca Multimodal Caucedo and or sub-contractor.

Applications that are found to comply with the requirements of Zona Franca Multimodal Caucedo will be notified within the following 25 (twenty five) working days after the date the application has been received by Zona Franca Multimodal Caucedo.

Applications that are NOT found to comply with the requirements of Zona Franca Multimodal Caucedo will be notified within the following 25 (twenty five) working days after the date the application has been received by Zona Franca Multimodal Caucedo.