Annex C

Quantity Estimate and Supplier Stocks

A	B	C	D	E
No.	**Product name**	**Est. annual requirement (quantity of units; indicative)**	**White Stock quantity ceiling (% of amount in Column C)** [a)]	**Offtake period for White Stock quantity** [b)] **(months)**
1	Long-lasting Insecticidal Mosquito Net (Polyethylene)	300,000	5 %	3

[a)] To be allocated and agreed randomly to the awarded bidders.

[b)] Replenishment should be planned by the supplier to re-instate the agreed White Stock level latest at the end of the (maximum) offtake period for the White Stock quantity.

Within the ceiling established in Column D above, UNHCR may re-set and/or adjust White Stock levels from time to time as needed and communicated to the supplier, taking any required production lead time in line with Frame Agreement(s) into account. UNHCR may consult with the supplier(s) in regard to the desired stock level. Any adjustments beyond the ceilings will be subject to mutual agreement in writing between UNHCR and the supplier.

Notwithstanding the above requirements, after signing the Frame Agreement the supplier will nevertheless be requested to commence stock building only once UNHCR has confirmed such by email.

The Consignment Stock ceiling p.a. is 50 % of the amount respectively given in Column D. UNHCR may call on the Consignment Stock option at any given point in time in the course of the Frame Agreement. Subject to mutual written agreement between UNHCR and the supplier, the Consignment Stock may at times replace the White Stock.

The supplier will be required to submit a monthly inventory report detailing the contents of the stockpile, showing the current status of the stockpile (White Stock, Consignment Stock and any Set Aside Stock which the supplier may wish to list) and movements in and out of the stock. UNHCR may require the supplier to submit the report using a standardized format or an electronic interface.

UNHCR reserves the right to inspect the stockpile at any time itself or via its contracted Quality Control Agent, subject to the provision of 3 days' notice. UNHCR or its Quality Control Agent may take a physical inventory of products in the stockpile and retrieve samples for testing purposes.

The supplier warrants that the stockpile will be completed and ready for physical inspection by UNHCR or its Quality Control Agent within 6 (six) weeks of signing of the respective Frame Agreement.

Stock building obligations shall be without prejudice to the provision in para. 3.2.9 of the ITB Document to align production with forecasts.

Stock building obligations for White Stocks shall cease 2 ½ (two and one half) months prior to the expiration of the Frame Agreement, at which time the contracted supplier will commence depletion of the stock. The supplier shall undertake depletion also through delivery to customers other than UNHCR for volumes beyond those pending for delivery for UNHCR within the 2 ½ months' period, based on orders placed with and accepted by the supplier. In the event that the period of the Frame Agreement is extended, the stock depletion obligation shall only apply to the last 2 ½ months of the Agreement as extended.