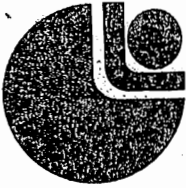


CARGOLIFT-BASECO SHIPYARD CORP.



Engineer Island Compound, 2nd St. Port Area, Manila
Tel. No. 48-22-71
Telex No. 62641 Cargolift PN; Fax No. [632] 530-0205

AFFILIATE OF THE CARGOLIFT GROUP

TO : ALESON SHIPPING LINES, INC.
20 E. Rodriguez Street,
Quezon City

Attention : MR. ALEXANDER TAN
Owner

Your Ref.:
Our Ref.: 98-02-0584
QUOTATION NO.: '0584
DATE: February 03, 1998
TITLE: M/V "Alex Craig"

Gentlemen :

We are pleased to submit herewith our quotation for the drydocking and repair works to be done on your vessel M/V "Alex Craig".

PARTICULARS

LOA - 30.46 M
BMLD - 6.40 M
DMLD - 2.80 M
GT - 223.56 TONS

<u>WORK DESCRIPTION</u>	<u>QTY.</u>	<u>UNIT</u>	<u>UNIT PRICE</u>	<u>TOTAL PRICE</u>
I. <u>DRYDOCKING WORKS :</u>				
1. Drydock vessel for inspection and repair then undock same after completion of work.	1	lot	12,059.00	12,059.00
2. Layday charges.	14	days	1,809.00	25,326.00
II. <u>GENERAL SERVICES :</u>				
1. Tug assist during arrival, mooring, shifting, undocking and departure of vessel.	2	hrs.	2,500.00	5,000.00
2. Provide line handlers for mooring and unmooring of vessel.	2	moves	800.00	1,600.00
3. Provide berthing space for the duration of afloat repairs.	5	days	750.00	3,750.00
4. Connect and disconnect shorepower.	1	time	400.00	400.00
a) Cost per day.	14	days	275.00	3,850.00
5. Connect and disconnect fresh water line.	1	time	350.00	350.00
a) Cost per tons.	10	tons	100.00	1,000.00
6. Assign firewatchman during replating at engine room.	2	days	300.00	600.00

The terms and conditions under which this proposal is made are on the back hereof and shall apply to all work, materials and services done, supplied or rendered by the Company.

Acceptance of this proposal as evidenced by Owner having the works partially or fully done in the Contractor's own or designated yard shall mean acceptance of the terms and conditions upon which this offer is made.

7. Conduct spot sanding and ultrasonic gauging.	124	pts.	63.00	7,812.00
8. Scrape-off marine growth and barnacles from bottom to light water line.	1088	sf	2.10	2,284.80
9. Erect scaffoldings inway of hot works and hull treatment and preservation.	1	lot	3,500.00	3,500.00
10. Establish distinct water line mark at port/starboard side of vessel.	1	lot	1,650.00	1,650.00
11. Paint port/starboard draft marks and plimsoll marks.	1	lot	700.00	700.00
12. Paint port/starboard vessel's name and port of registry.	1	lot	1,500.00	1,500.00
13. Shifting of hull blocks and inway of hull preservation.	25	sets	350.00	8,750.00
14. Apply grease on zinc anodes inway of painting.	20	pcs.	35.00	700.00
15. Provide three (3) copies of shell expansion plan.	1	lot	4,000.00	4,000.00

III. HULL PRESERVATION (OWNER SUPPLIED MATERIALS):

1. Sandblast from keel to light load line including rudder blade and fender, and 3' above light load line. Assume : 3592.55 SF.

a) Spot.	1077.76	sf	21.00	22,632.96
b) Sweep.	2514.78	sf	11.00	27,662.58

2. Paint with three (3) coats (1 touch-up primer, 1 anti-corossive and 1 anti-fouling) from keel to light load line. Assume :

a) One (1) touch-up primer.	1030.89	sf	2.20	2,267.96
b) Two (2) full coat anti-corossive and anti-fouling.	1962.08	sf	4.40	8,633.15
c) Paint with two (2) coats (1 primer and 1 boottopping) 3' above light load line.	599.58	sf	4.40	2,638.15
d) Paint with one (1) coat port/starboard entire fender guard above light load line. Assume :	194.66	sf	2.20	428.25

IV. UNDERWATER WORKS :

1. Check tailshaft clearances with respect to its stern bearing.	1	unit	1,800.00	1,800.00
2. Remove securing bolts of stern tube bearing guard inway for check-up of bearing clearances then re-install back after completion of works.	1	lot	3,500.00	3,500.00
3. Check pintle clearance with respect to its pintle bushing.	1	unit	1,200.00	1,200.00

4. Clean and polish propeller.	1	unit	1,500.00	1,500.00
5. Open-up sea valves, scrap, clean, grind, lap valve disc and seats then repack using vessel's packing then box-up in good order.				
a) 2" diameter gate valve.	5	units	1,600.00	8,000.00
b) 3" diameter gate valve.	7	units	1,750.00	12,250.00
6. Remove port/starboard sea chest gratings, scrape, clean and paint then box-up in good order.	2	units	1,000.00	2,000.00

V. MISCELLANEOUS REPAIR (OWNER SUPPLIED MATERIALS):

1. Range-out and reverse port/stbd. anchor chain #1 and #3 then renew anchor chain shackle.	2	sets	2,500.00	5,000.00
2. Range-out port/starboard anchor chain inway for its shackle renewal then re-install after completion of works.	2	sets	5,000.00	10,000.00
		GRAND TOTAL	-	<u>194,344.85</u>

PESO : ONE HUNDRED NINETY FOUR THOUSAND THREE HUNDRED FORTY FOUR PESOS AND 85/100 ONLY.

TERMS AND CONDITIONS :

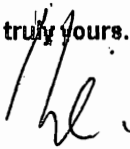
1. To be billed prior to release of vessel.
2. Full payment before release of the vessel.

NOTE : If payment is in US Dollar currency, exchange rate will be the current rate in time of billing, no vat.

GENERAL NOTES :

1. Final bill shall be based on actual work done.
2. Shipyard shall be not responsible for any deficiencies which were not covered in the repair of vessel.
3. Vessel should be gas free before entering the yard.
4. Vessel's Owner Representative shall submit gas free certificate duly signed by authorized personnel prior to start of hot works.

Very truly yours.



ROBERTO A. UMALI
General Manager

CONFORME : _____
Owner/Representative

DATE : _____