08 JAN 2020

(Date)

MS. MA. CRISTINA B. ESPRITU
Attorney-in-Fact
Poongsan Corporation
Poongsan Bldg., 23 Chungjeong-ro,
Seodaemun-gu, Seoul, South Korea

Dear Ms. Espiritu:

We are pleased to inform you that your Bid dated November 12, 2019 for the supply and delivery of 6,500,000 pieces of 5.56mm Case-under IB# GA-BAC-2020DP-05 with a Contract Price equivalent to FORTY-SEVEN MILLION SIXTY THOUSAND PESOS (PhP47,060,000.00), in accordance with the Instructions to Bidders is hereby accepted.

You are hereby required to provide within ten (10) days from receipt hereof the performance security in any of the following form and amount:

<table>
<thead>
<tr>
<th>FORM</th>
<th>% of Total Contract Price</th>
<th>AMOUNT (PhP)</th>
</tr>
</thead>
<tbody>
<tr>
<td>a) Cash or cashier's/manager's check issued by a Universal or Commercial Bank payable to National Treasury for the account of Government Arsenal.</td>
<td>5%</td>
<td>2,353,000.00</td>
</tr>
<tr>
<td>b) Bank draft/guarantee or irrevocable letter of credit issued by a Universal or Commercial Bank: Provided, however, that it shall be confirmed or authenticated by a Universal or Commercial Bank, if issued by a foreign bank.</td>
<td>30%</td>
<td>14,118,000.00</td>
</tr>
<tr>
<td>c) Surety bond callable upon demand issued by a surety or insurance company duly certified by the Insurance Commission or authorized to issue such security.</td>
<td></td>
<td></td>
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</tbody>
</table>

Failure to provide the performance security shall constitute sufficient ground for cancellation of the award and forfeiture of the bid security.

Very truly yours,

[Signature]
DANIEL R. CASABAR, JR.
Director

Conforme:

MS. MA. CRISTINA B. ESPRITU
Date: ____________________
Republic of the Philippines  
DEPARTMENT OF NATIONAL DEFENSE  
Government Arsenal  
CAMP GENERAL ANTONIO LUNA  
Limay, Bataan  

BIDS AND AWARDS COMMITTEE  

RESOLUTION No. GA-BAC-PB-2020-009  
29 November 2019  

"A RESOLUTION DECLARING POONGSAN CORPORATION AS THE SINGLE CALCULATED AND RESPONSIVE BIDDER (SCRB) and RECOMMENDING THE ISSUANCE OF NOTICE OF AWARD FOR THE PROCUREMENT OF 5.56MM CASE UNDER IB # GA-BAC-2020DP-05"

WHEREAS, the Procurement through Public Competitive Bidding of 6,500,000 pieces of 5.56mm Case for the Government Arsenal (GA), with a total Approved Budget of the Contractor (ABC) amounting to Php47,125,000.00 was programmed in the FY 2020 Annual Procurement Plan Direct Production Materials;

WHEREAS, its Invitation to Bid (IB) was posted in the PhilGEPS, the GA Website and in conspicuous places at the GA premises from 18 – 25 October 2019;

WHEREAS, Poongsan Corporation’s financial proposal was declared as the Single Calculated Bid (SCB) in the total amount of Php47,060,000.00 pursuant to Resolution No. GA-BAC-PB-2020-005 dated 14 November 2019;

WHEREAS, upon validation and verification of the eligibility requirements, technical capability, based on the Post Qualification last September 2019, and financial proposal, the PQ Team recommended the declaration of Poongsan Corporation’s bid as Single Calculated and Responsive Bid (SCRB), hence, the supplier is qualified to undertake the supply and delivery of 5.56mm Case;

NOW THEREFORE, BE IT RESOLVED, as it is hereby resolved, that the GA BAC adopts and approves the recommendation of the GA BAC TWG I to:

1. Declare Poongsan Corporation as post-qualified;

2. Declare Poongsan Corporation’s bid as the Single Calculated and Responsive Bid (SCRB); and

3. Recommend to the Director, GA the issuance of Notice of Award in favor of Poongsan Corporation for the procurement of 5.56mm Case in the total amount of Php47,060,000.00 under IB No. GA-BAC-2020DP-05.

Signed this 29th day of December 2019 at Camp General Antonio Luna, Limay, Bataan.

[Signatures]

MS. TERESITA L. VITUG  
Chairperson

MS. AVELINA C. ALIANGAN  
Vice-Chairperson

MS. AMELITA Q. OMADTO  
Member

ENGR. JOPARI P. NOCEDA  
Member

[Approved/Disapproved]

DANIEL R. CASABAÑA JR  
Director