BIDS AND AWARDS COMMITTEE

RESOLUTION No. GA-BAC-PB-2018-127
27 December 2018

"A RESOLUTION DECLARING THE SINGLE CALCULATED AND RESPONSIVE BIDDER (SCRB) and RECOMMENDING THE ISSUANCE OF NOTICE OF AWARD FOR THE PROCUREMENT OF 5.56MM M27 LINKS UNDER IB# GA-BAC-2018DP-19-R"

WHEREAS, the Invitation to Bid (IB) for the Procurement of 6,500,000pcs 5.56mm M27 Links for the Government Arsenal (GA) with a total Approved Budget for the Contract (ABC) amounting to PhP29,250,000.00 was posted in the PhilGEPS, the GA Website and in conspicuous places at the GA premises from 13 to 20 November 2018;

WHEREAS, prior to the bid opening, two (2) prospective bidders namely; Holistic Marketing Services Communication Firm Corp. and Gecar Machine Solutions, Inc. secured bidding documents;

WHEREAS, during the submission and opening of bids on 05 December 2018, said bidders submitted their eligibility and technical components;

WHEREAS, Gecar Machine Solutions, Inc. JV with POB Drustvos Organicenom Odgovornoscu Za Priozvodnju, Trgovinu I Usluge (POB d.o.o.) documents were rated "passed", while Holistic Marketing Services Communication Firm Corp. JV with BUD Enterprises was declared ineligible to bid for failure to submit an original Joint Venture Agreement as required in ITB Clause 20.3 of the Bidding Documents;

WHEREAS, tabulated below is the result of the opening of the financial proposal of the lone qualified bidder:

<table>
<thead>
<tr>
<th>Bidder</th>
<th>Bid as Read, PhP</th>
<th>Calculated Bid, PhP</th>
</tr>
</thead>
<tbody>
<tr>
<td>Gecar Machine Solutions, Inc.</td>
<td>16,185,000.00</td>
<td>16,185,000.00</td>
</tr>
<tr>
<td>JV with POB d.o.o.</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

WHEREAS, from the above result, the GA TWG I recommended to the GA BAC the declaration of Gecar Machine Solutions, Inc. JV with POB d.o.o. as the Single Calculated Bidder (SCB) and the conduct of its post-qualification pursuant to approved Resolution No. GA-BAC-PB-2018-116 dated 06 December 2018;

WHEREAS, based on the domestic results of the post-qualification of Gecar Machine Solutions, Inc. and foreign post-qualification of POB d.o.o. conducted on December 10 – 21, 2018, the PQ Team headed by Atty. Abegail C. Gabriel recommended the declaration of Gecar Machine Solutions, Inc. JV with POB d.o.o. as post-qualified and as the Single Calculated Responsive Bidder (SCRB), hence, qualified to undertake the supply and delivery of 6,500,000pcs 5.56mm M27 Links;
NOW THEREFORE, BE IT RESOLVED, as it is hereby resolved, that the GA BAC approves and adopts the recommendation of the PQ Team to declare Gecar Machine Solutions, Inc. JV with POB d.o.o. as post-qualified and SINGLE CALCULATED AND RESPONSIVE BIDDER (SCRB) and recommends to the Director, GA the issuance of Notice of Award in its favor for the procurement of 6,500,000 pcs 5.56mm M27 Links in the amount of PhP16,185,000.00 under IB Nr. GA-BAC-2018DP-19-R;

Signed this 27th day of December 2018 at Government Arsenal, DND, Camp General Antonio Luna, Lamao, Limay, Bataan.

MS TERESITA L VITUG
Chairperson

MS AVELINA C ALIANGAN
Vice-Chairperson

MS AMELITA Q. OMADTO
Member

ENGR JOPARI P NOCEDA
Member

ENGR WILROSE B DAGUMANPAN
End-User / Provisional Member

Approved/Disapproved:

DANIEL R CASABAR, JR
Director
NOTICE OF AWARD

28 DEC 2018
(Date)

Mr. George T. Lao
Authorized Representative
Gecar Machine Solutions, Inc.
JV Partnership of POB Drustvos Organicenom
Odgovornoscu Za Prioizvodnju, Trgovinu I Usluge
No. 17 Mars St., Congressional Subd. II,
Tandang Sora, Quezon City

Dear Mr. Lao:

We are pleased to inform you that your Bid dated 05 December 2018 for the supply and delivery of 6,500,000 pcs 5.56mm M27 Links under IB Nr. GA-BAC-2018DP-19-R with a Contract Price equivalent to SIXTEEN MILLION ONE HUNDRED EIGHTY-FIVE THOUSAND PESOS (PhP 16,185,000.00), 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>809,250.00</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>4,855,500.00</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>
</tr>
</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,

DANIEL R. CASABAR, JR
Director

Conforme:

MR. GEORGE T. LAO
Date: