BIDS AND AWARDS COMMITTEE

RESOLUTION No. GA-BAC-PB-2018-114
03 December 2018

“THE RESOLUTION DECLARING THE LOWEST CALCULATED AND RESPONSIVE BIDDER (LCRB) and RECOMMENDING THE ISSUANCE OF NOTICE OF AWARD FOR THE PROCUREMENT OF 9MM CASE AND BULLET UNDER IB# GA-BAC-2019DP-03”

WHEREAS, the Invitation to Bid (IB) for the Procurement of 4,000,000pcs each Case and Bullet for the Government Arsenal (GA) with a total Approved Budget for the Contract (ABC) amounting to PhP46,400,000.00 was published in the Manila Times on 04 October 2018 and posted in the PhilGEPS, the GA Website and in conspicuous places at the GA premises from 04 to 11 October 2018;

WHEREAS, prior to the bid opening, two (2) prospective bidders namely; Poongsan Corporation of South Korea and Companhia Brasileira de Cartuchos (CBC) of Brazil secured bidding documents and joined the bidding;

WHEREAS, during the submission and opening of bids on 26 October 2018, said bidders submitted their eligibility & technical and financial proposals which were all rated “passed”;

WHEREAS, tabulated below is the result of the opening of the financial proposals:

<table>
<thead>
<tr>
<th>Bidder</th>
<th>Bid as Read, PhP</th>
<th>Calculated Bid, PhP</th>
</tr>
</thead>
<tbody>
<tr>
<td>Poongsan Corporation</td>
<td>38,120,000.00</td>
<td>38,120,000.00</td>
</tr>
<tr>
<td>Companhia Brasileira de Cartuchos</td>
<td>37,980,000.00</td>
<td>37,980,000.00</td>
</tr>
</tbody>
</table>

WHEREAS, from the above result the GA BAC TWG I recommended to the GA BAC the declaration of Companhia Brasileira de Cartuchos (CBC) of Brazil as the Lowest Calculated Bidder (LCB) and the conduct of its post-qualification pursuant to approved Resolution No. GA-BAC-PB-2018-090 dated 07 November 2018;

WHEREAS, the results of the post-qualification to CBC of Brazil conducted on June 2018 by the PQ Team headed by Engr. Jose C. Bobadilla, Provisional Member of DND-BAC, was adopted on this procurement project;

WHEREAS, after further verification of the documents and evaluation on the technical capability, the GA BAC TWG I recommended CBC of Brazil as qualified to undertake the supply and delivery of 4,000,000pcs each Case and Bullet;
NOW THEREFORE, BE IT RESOLVED, as it is hereby resolved, that the GA BAC approves and adopts the recommendation of the GA BAC TWG I to declare Companhia Brasileira de Cartuchos (CBC) of Brazil as the LOWEST CALCULATED AND RESPONSIVE BIDDER (LCRB) and recommends to the Director, GA the issuance of Notice of Award in its favor for the procurement of 4,000,000 pcs each Case and Bullet in the amount of PhP37,980,000.00 under IB Nr. GA-BAC-2319DP-03.

Signed this 3rd 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 OMA DTO
Member

ENGR JOPARI P NOCEDA
Member

ENGR EDZELL JOHN M DAGUMANIPAN
End-User / Provisional Member

Approved/Disapproved:

DANIEL R CASABAR, JR
Director
NOTICE OF AWARD

09 JAN 2019
(Date)

Mr. Jeruel G. Sanchez
Authorized Representative
Companhia Brasileira de Cartuchos
Firepower Defense Contractors Inc.
Unit C-305 Lopez Bldg., Session Road
Baguio City

Dear Mr. Sanchez:

We are pleased to inform you that your Bid dated 26 October 2018 for the supply and delivery of 4,000,000pcs 9mm Case and 4,000,000pcs 9mm Bullet under IB Nr. GA-BAC-2019DP-03 with a Contract Price equivalent to THIRTY SEVEN MILLION NINE HUNDRED EIGHTY THOUSAND PESOS (PhP37,980,000.00), 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)</td>
<td>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>
</tr>
<tr>
<td>b)</td>
<td>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>
</tr>
<tr>
<td>c)</td>
<td>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>30%</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. JERUEL G. SANCHEZ
Date: _______________