NOTICE OF AWARD

18 OCT 2019

(Date)

MA. CRISTINA B. ESPIRITU
Corporate Secretary of Yung Sung Industrial Phils. Inc.
POONGSAN CORPORATION
Poongsan Bldg., 23 Chungjeong-ro
Seodaemun-gu Seoul, 03737 Korea

Dear Ms. Espiritu:

We are pleased to inform you that your bid dated 30 September 2019 for the supply and delivery of 2,400,000 pcs 5.56mm Case for Blank Ammunition and 3,000,000 pcs 5.56mm M193 Bullet under IB# GA-BAC-2019DP-20 with a Contract Price equivalent to THIRTY ONE MILLION SIX HUNDRED EIGHTY THOUSAND PESOS (PhP31,680,000.00), 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>1,584,000.00</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>5%</td>
<td>1,584,000.00</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>30%</td>
<td>9,504,000.00</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:

MA. CRISTINA B. ESPIRITU
Date:__________________
BIDS AND AWARDS COMMITTEE

RESOLUTION No. GA-BAC-PB-2019-106
15 October 2019


WHEREAS, the Invitation to Bid (IB) for the Procurement of 5.56mm Case for Blank Ammunition and 5.56mm M193 Bullet consisting of two (2) lots (Lot I – 5.56mm Case for Blank Ammunition; Lot II – 5.56mm M193 Bullet) for the Government Arsenal (GA), with a total Approved Budget for the Contract (ABC) amounting to PhP31,680,000.00 was posted in the PhilGEPS, the GA Website and in conspicuous places at the GA premises from 07 to 14 September 2019;

WHEREAS, prior to the bid opening, only Poongsan Corporation secured bidding documents;

WHEREAS, during the submission and opening of bids on 30 September 2019, Poongsan Corporation submitted its eligibility and technical components, which were all rated “passed”;

WHEREAS, the bids of Poongsan Corporation for Lot I (5.56mm Case for Blank Ammunition) in the amount of PhP19,680,000.00 and Lot II (5.56mm M193 Bullet) in the amount of PhP12,000,000.00 were declared as the Single Calculated Bid/s, as per approved Resolution No. GA-BAC-PB-2019-100 dated 01 October 2019;

WHEREAS, after verification of the documents and evaluation on the technical capabilities, the GA TWG I recommended Poongsan Corporation as qualified to undertake the supply and delivery of 2,400,000 pcs 5.56mm Case for Blank Ammunition and 3,000,000 pcs 5.56mm M193 Bullet;

WHEREAS, the Committee acting on the recommendation of the GA TWG I, resolved to affirm and declare Poongsan Corporation as post-qualified and as the Single Calculated and Responsive Bidder (SCRB) for the project and to recommend to the Director, GA, the issuance of Notice of Award in its favor;
NOW THEREFORE, We, the members of the GA BAC, resolve as it is hereby RESOLVED, to recommend to the Director, GA, the approval and issuance of Notice of Award in favor of Poongsan Corporation for the Procurement of 5.56mm Case for Blank Ammunition and 5.56mm M193 Bullet in the total amount of PhP31,680,000.00.

RESOLVED, this 15th day of October 2019 at Government Arsenal, DND, Camp General Antonio Luna, Lalamo, Limay, Bataan.

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 CASABAR, JR  
Director