



Republic of the Philippines  
DEPARTMENT OF NATIONAL DEFENSE  
GOVERNMENT ARSENAL  
Camp General Antonio Luna  
Lamao, Limay, Bataan

### BIDS AND AWARDS COMMITTEE

#### RESOLUTION No. GA-BAC-PB-2018-054

04 July 2018

**“RESOLUTION DECLARING A FAILURE OF BIDDING AND RECOMMENDING THE CONDUCT OF RE-BIDDING FOR THE PROCUREMENT OF 9MM CASE AND BULLET UNDER IB NR. GA-BAC-2018DP-01”**

**WHEREAS**, the Invitation to Bid (IB) for the Procurement of 3,000,000pcs each 9mm Case and Bullet for the Government Arsenal (GA) with a total Approved Budget for the Contract (ABC) amounting to PhP34,680,000.00 was published in the Manila Times on 19 January 2018 and posted in the PhilGEPS, the GA Website and in conspicuous places at the GA premises from 19 to 25 January 2018;

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

**WHEREAS**, during the submission and opening of bids on 23 February 2018, CBC of Brazil and Poongsan Corporation 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:

Bidder	Bid as Read, PhP	Calculated Bid, PhP
Companhia Brasileira de Cartuchos	32,880,000.00	32,880,000.00
Poongsan Corporation	30,900,000.00	30,900,000.00

**WHEREAS**, as shown above, both bids were within the ABC, but Poongsan Corporation tendered a lower bid;

**WHEREAS**, the GA BAC TWG I recommended to the GA BAC the declaration of Poongsan Corporation as the Lowest Calculated Bidder (LCB) in the amount of PhP30,900,000.00 and the conduct of its post-qualification pursuant to approved Resolution No. GA-BAC-PB-2018-015 dated 04 April 2018;

**WHEREAS**, Post-Qualification of LCB was recommended to be extended to maximum allowable period of forty five (45) calendar days in order to validate documents executed abroad;

**WHEREAS**, Poongsan Corporation underwent Post Qualification and after verification of its submitted documents, it was found out that the said bidder failed to declare all on-going government and private contracts specifically its contract with RMCE METAL PRODUCTS TRADING CORPORATION (RMCE) regarding acquisition of one (1) unit Annealing Machine in the amount of PhP21,800,922.001;

**WHEREAS**, as a result of the said post-qualification, the GA BAC TWG I recommended to the GA BAC the declaration of Poongsan Corporation as Post Disqualified; and the conduct of Post Qualification of the Second Lowest Calculated Bidder, Companhia Brasileira de Cartuchos (CBC) of Brazil in the amount of PhP32,880,000.00 pursuant to approved Resolution No. GA-BAC-PB-2018-043 dated 18 June 2018;

**WHEREAS**, prior to the conduct of post-qualification, the GA BAC sent a letter to CBC for them to extend their bid validity which had already lapsed on 22 June 2018;

**WHEREAS**, CBC responded informing the committee that they would no longer extend the validity of their bid due to the current exchange rate of the Philippine Peso against the US Dollar;

**WHEREAS**, the GA BAC TWG I recommended to the GA BAC the declaration of a failure of bidding and the conduct of re-bidding after the PLD, in coordination with the end-user, conducts a mandatory review of the specifications of the items and re-evaluation of the terms and conditions in the bidding documents, including its cost estimates (Section 35.1(a) and Section 35.2 of the IRR of RA 9184);

**NOW THEREFORE, BE IT RESOLVED**, as it is hereby resolved that the GA BAC declares a FAILURE OF BIDDING and recommends to the Director, GA the conduct of re-bidding after the PLD, in coordination with the end-user, conducts a mandatory review of the specifications and re-evaluation of the terms and conditions in the bidding documents, including its cost estimates for the Procurement of 3,000,000pcs each 9mm Case and Bullet under IB Nr GA-BAC-2018DP-01.

Signed this 4<sup>th</sup> day of July 2018 at 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 JEFFREY T LAVIÑA  
End-User / Provisional Member

~~Approved/Disapproved:~~

  
DANIEL R CASABAR, JR  
Director