



Republic of the Philippines
BIDS AND AWARDS COMMITTEE
City of Davao

TFA

NOTICE OF AWARD

June 1, 2016

**THE MANAGER
ROYAL LUCKY DELI HAUZ
DOOR # 3 FOUNTAIN PLACE COMPOUND
DACUDAO AVE., AGDAO,
DAVAO CITY**

Dear Sir/Maam,

This is to inform you that your bid proposal for **1,008 Kaldero of Lugaw (complete specifications in the P.O.)** after having been recommended for acceptance by the Bids and Awards Committee (BAC) of Davao City and the same has been approved by the City of Davao thru the undersigned with the contract amount of **One Million Eight Hundred Fourteen Thousand Four Hundred Pesos (Php 1,814,400.00)**. You are hereby requested to manifest your acceptance of the said award.

Relative thereto, and in accordance with the bid documents and R.A. No. 9184, otherwise known as the Government Procurement Reform Act and its Implementing Rules and Regulations, you are hereby instructed to furnish the City Government of Davao, the following documents within (10) calendar days from the date of your receipt of this Notice of Award to wit:

A. PERFORMANCE SECURITY

This is to be posted in favor of the City Government of Davao, in the form of cash, manager's check, cashier's check, bank draft/guarantee confirmed by local bank, irrevocable letter of credit issued by a reputable bank Surety bond callable upon demand, issued by the Government Service Insurance System (GSIS) or any reputable surety or insurance company duly accredited by the Office of the Insurance Commissioner, or a combination thereof IN ACCORDANCE with the following schedule:

| Form of Performance Security | Amount of Performance Security (Equal to Percentage of the total Contract Price) |
|--|--|
| a) Cash, cashiers/managers check, bank draft/guarantee confirmed by a universal or commercial bank. | Goods and Consulting Services - Five Percent (5%) |
| b) Irrevocable letter of credit issued by a Universal or Commercial Bank: Provided however, that it shall be confirmed or authenticated by a Universal and Commercial Bank, if | Goods and Consulting Services - Five Percent (5%) |

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| issued by a foreign bank. | |
| c) Surety Bond callable upon demand issued by a surety or insurance company duly certified by the Insurance Commission as authorized to issue such security. | Thirty percent (30%) |
| d) Any combination of the foregoing. | Proportionate to share of form with respect to total amount of security |

Within the same period of ten (10) days as defined above, you are directed to enter into and execute the Contract Agreement.

This Performance Security shall be forfeited in favor of the City Government of Davao in the event it is established that you are in default in any of your obligations under the contract.

The Right to institute action on the penal bond pursuant to Republic Act No. 3688 of any individual firm, partnership, corporation and association supplying the contractor with labor and materials for the prosecution of the work is hereby acknowledged and confirmed.

Finally, it must be noted that you shall not commence the delivery of supplies prior to your receipt of the Notice of Award.

By the Authority of the City Mayor
Per Executive Order No. 23
Dated: September 9, 2013

[Signature]
ATTY. JESUS MELCHOR V. QUITAIN
City Administrator

Received, Acknowledge and Accepted By:

Conformed: *[Signature]*
Copy received by: ROYAL MARY ROSA HERRERA
(Supplier)

Date: 06/08/16