



Philippine Amusement and Gaming Corporation
A Sure Bet for Progress in Gaming, Entertainment and Nation Building

July 08, 2012

MR. PETER GO CHENG

Sales Manager
KOLONWELL TRADING
675 Sabino Padilla Street
Binondo, Manila
Tel> No 742-7706/Fax No. 732-6349

SUBJECT: NOTICE OF AWARD

Dear Mr. Cheng:

This refers to the public bidding for the Supply, Delivery, Installation, Testing and Commissioning of Two (2) units SIC BO Single Sided Table System for Airport Casino Filipino under ITB No. 04-14-2012ACF.

On July 04, 2012, after a thorough evaluation of your offer, the Chairman and Chief Executive Officer, upon the delegated authority of the Board of Directors, accepted your bid proposal in the total amount of **US Dollars 129,100.00**, VAT-exclusive, zero-rated transaction. They likewise approved the award of contract to your company subject to the terms and conditions provided in the Bid Documents/ other related documents, which were furnished and/ or discussed during the Bidding Period:

Please secure and submit within ten (10) calendar days from the receipt of the Notice of Award and in no case later than the signing of the contract, the **Performance Bond** in accordance with any of the following schedule:

Form of Security	Amount in Percentage of Total Contract Price	Minimum Amount
Cash, cashier's / manager's check, bank draft / guarantee confirmed by a Universal or Commercial Bank.	Five Percent (5%)	US Dollars 6,455
Irrevocable letter of credit issued by a Universal or Commercial Bank		

Surety Bond callable upon demand issued by a surety or insurance company duly certified by the Insurance Commission.	Thirty Percent (30%)	US Dollars 38,730
Any combination of the foregoing.	Proportionate to share of form with respect to total amount of security	

The Performance Security shall remain valid until issuance of the final Certificate of Acceptance.

Relatively, we shall inform you if the Service Contract for the aforementioned project is ready for signature.

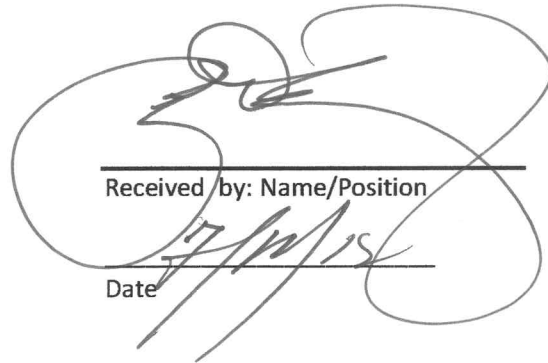
Please be informed that Section 40.1 of RA 9184 stipulates that "If the bidder with the lowest calculated Responsive Bid/Highest Rated Responsive Bid or the bidder with the Single Calculated/Rated Responsive Bid, fails, refuses or is unable to submit the documents required under Section 37.1 of this IRR or to make good its bid by entering into a contract with the procuring entity or post the required Performance Security within the period stipulated in this IRR or in the Bidding Documents, **the bid security shall be forfeited and the appropriate sanctions** provided in this IRR and existing laws shall be imposed, except where such failure, refusal or inability is through no fault of the said bidder." Moreover, any delay in the processing of the contract would also entail delay in the payment of the subject item.

Kindly acknowledge receipt of this letter and fax it back to us at telefax no. 854-0603.

Thank you.



CORNELIUS M. GOZE
Chairman, BBAC
Airport Casino Filipino



Received by: Name/Position
Date

Noted by:



ERNESTO A. FRANCISCO
GENERAL MANAGER