

MEMORANDUM

December 3, 2014

FOR : THE ASSISTANT VICE PRESIDENT
PROCUREMENT AND PROPERTY DEPARTMENT

FROM : THE ASSISTANT MANAGER
PURCHASING UNIT

SUBJECT : **NOTICE OF FAILURE**

This refers to the Negotiated Procurement (Small Value) for the **Supply and Delivery of Two Hundred (200) Pieces Money Clip under ITB No. COR14-00163** with an Approved Budget for the Contract (ABC) amounting to One Hundred Thirty Four Thousand Pesos (Php134,000.00) VAT Exclusive, Zero Rated Transaction.

On the deadline for the Submission and Receipt of Quotation held on October 22, 2014 – 1:00 PM, only one (1) bidder submitted its quotation, Chelsi Leather and Services, Inc. On the same date, its quotation, together with the submitted sample, were forwarded to the end-user (CCD) for evaluation.

On October 24, 2014, the Purchasing Unit received an Evaluation Report from the end-user stating that the Financial Bid of the supplier is within the ABC and the sample submitted was rated as "PASS" subject to approval of prototype prior to the issuance of Notice of Award.

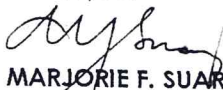
The end-user (CCD) and the supplier were in constant communication during the course of submission and evaluation of the requested prototype.

On November 27, 2014, PU received a Memorandum from the end-user stating that the supplier was not able to comply with their required prototype despite several attempts, thus prompting them to rate it as "FAIL".

A Notice of Disqualification dated December 1, 2014 was sent to CHELSI LEATHER AND SERVICES, INC. which was duly acknowledged last December 2, 2014 together with the waiver to file a request for reconsideration and/or protest.

In view of the foregoing, the Purchasing Unit-Procurement and Property Department respectfully recommends for the information or further instructions, if any, of the Assistant Vice President-Procurement and Property Department, as duly delegated by the Board of the Directors the declaration of a **"Failure"** of Negotiated Procurement (Small Value) for the **Supply and Delivery of Two Hundred (200) Pieces Money Clip under ITB No. COR14-00163** pursuant to Section 35.1 of the IRR of R.A. No. 9184; and,

Thank you.


MARJORIE F. SUAREZ

APPROVED BY:


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MA. REINA G. CARREON
ASSISTANT VICE-PRESIDENT