



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

July 4, 2014

FUNCTIONAL INCORPORATED
 814 J.P. Rizal Street
 Tel. No. 899-8741 to 45
 Fax. No. 897-4758

ATTN: **Mr. ROMEO S. BAUTISTA**
 VP-Operation

Gentlemen:

Subject: **NOTICE OF AWARD**

This refers to the Direct Contracting for the Supply and Delivery of Spare Parts for the Maintenance of Bill/Coin Counting Machine under ITB No. 05-11-2014.

On July 2, 2014, after a thorough evaluation of your offer, President and Chief Operating Officer, upon the delegated authority of the Board of Directors, accepted your quotation in the total amount of Ninety-One Thousand Six Hundred Three Pesos and 88/100 (PhP 91,603.88), VAT Exclusive, Zero Rated Transaction.

The award of contract to your company was also approved subject to the terms and conditions provided in the Request for Quotation and Purchase Order Annex A – Terms and Conditions.

Please secure and submit within ten (10) calendar days from receipt of this notice, a Performance Security in any form, as follows:

Forms of Performance Security	Amount of the Performance Security (Percentage of the Total Contract Price)
Cash, cashier's/manager's check issued by a Universal or Commercial Bank;	Five Percent (5%)
Bank draft/guarantee or irrevocable letter of credit issued by a Universal or Commercial Bank, Provided however that if issued by a foreign bank, it shall be duly confirmed by a Universal or Commercial Bank; or	Four Thousand Five Hundred Eighty Pesos and 19/100 (PhP 4,580.19)
Surety Bond (which is acceptable to PAGCOR) callable upon demand issued by a surety or insurance company duly certified by the	Thirty Percent (30%) Twenty-Seven Thousand Four Hundred

Insurance Commission as authorized to issue such security	Eighty-One Pesos and 18/100 (PhP 27,481.18)
---	---

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


Please acknowledge receipt of this letter and fax it back to us at fax numbers 404-1338 and 524-3911.

Thank you.

Very truly yours,


ROBERT P. LUNA
 Chairperson
 BIDS AND AWARDS COMMITTEE (BAC) 3

Received:


Romeo A. Bautista
 Printed Name and Signature
July 8, 2014
 Date

Cc: BAC 3
 OIC, FTD
 AVP, PGSD