



Philippine Amusement and Gaming Corporation

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

March 31, 2015

VANDERWOOD MANAGEMENT CORPORATION

Unit 2302, 23rd Floor, 88 Corporate Center
 141 Valero St. corner Sedeno, Salcedo Village, Makati City
 Telephone No. (02) 8224715
 Email Address: vanderwoodm@yahoo.com; vandermc888@gmail.com

ATTN: **MR. ADRIAN BARRETTO**
 Operations Manager

Gentlemen:

Subject: **NOTICE OF AWARD**

This refers to the Negotiated Procurement (Lease of a Real Property) for the Lease of Space for a Casino Gaming Facility in Manila for a Period of Fifteen (15) Years under ITB No. 09-16-2014.

On March 24, 2015, after a thorough evaluation of your offer, the Board of Directors accepted your submitted quotation in the total amount of **Three Billion Two Hundred Thirteen Million Three Hundred Eighty-Six Thousand Five Hundred Eighty-Seven Pesos and 08/100 (PhP 3,213,386,587.08)**, VAT Exclusive, Zero Rated Transaction for a period of fifteen (15) years, with details as follows:

NAME OF PROJECT	PERIOD	MONTHLY RENTAL RATE FOR THE 6,500 SQM. REAL ESTATE (VAT-EXCLUSIVE, ZERO-RATED TRANSACTION)	ANNUAL RATE FOR THE 6,500 SQM. REAL ESTATE (VAT-EXCLUSIVE, ZERO-RATED TRANSACTION)	GRAND TOTAL COST FOR THE 6,500 SQM. REAL ESTATE (VAT-EXCLUSIVE, ZERO-RATED TRANSACTION) AMOUNT IN WORDS OF GRAND TOTAL COST (VAT-EXCLUSIVE, ZERO-RATED TRANSACTION)
Lease of Space for a Casino Gaming Facility in Manila for a Period of Fifteen (15) Years	1 st year	PhP 13,000,000.00	PhP 156,000,000.00	THREE BILLION TWO HUNDRED THIRTEEN MILLION THREE HUNDRED EIGHTY-SIX THOUSAND FIVE HUNDRED EIGHTY-SEVEN PESOS AND 08/100 (PhP 3,213,386,587.08)
	2 nd year	PhP 13,000,000.00	PhP 156,000,000.00	
	3 rd year	PhP 13,650,000.00	PhP 163,800,000.00	
	4 th year	PhP 14,332,500.00	PhP 171,990,000.00	
	5 th year	PhP 15,049,125.00	PhP 180,589,500.00	
	6 th year	PhP 15,801,581.25	PhP 189,618,975.00	
	7 th year	PhP 16,591,660.31	PhP 199,099,923.72	
	8 th year	PhP 17,421,243.32	PhP 209,054,919.84	
	9 th year	PhP 18,292,305.48	PhP 219,507,665.76	
	10 th year	PhP 19,206,920.75	PhP 230,483,049.00	
	11 th year	PhP 20,167,266.78	PhP 242,007,201.36	

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	12 th year	PhP 21,175,630.11	PhP 254,107,561.32	
	13 th year	PhP 22,234,411.61	PhP 266,812,939.32	
	14 th year	PhP 23,346,132.19	PhP 280,153,586.28	
	15 th year	PhP 24,513,438.79	PhP 294,161,265.48	

The award of contract to your company was also approved subject to the terms and conditions provided in the Request for Quotation and all the other documents which were furnished to you during the process.

However, please take note of the following conditions which should be met as stated:

1. Submission of a copy of your latest 2015 Mayor's Permit or at least a copy of the Official Receipt (O.R.) or Tax Receipt to confirm that you have applied for a 2015 Mayor's Permit;
2. Submission of all technical specifications/scope of works and terms of reference stipulated in the RFQ and each of the individual parameters of each specifications stipulated in all the Annexes which the bidder has committed to comply with shall be inspected / verified and subject to PAGCOR approval prior to turnover and acceptance; and
3. All the listed observations in the submittals shall be addressed accordingly in the necessary documents and shall no longer form part of the Contract however the same shall be required, inspected, verified and subject to PAGCOR approval prior to turnover and acceptance;

Please acknowledge receipt of this letter and fax it back to us at fax number/s (02) 524-3911 or (02) 523-0577.

Thank you.

Very truly yours,

Lizette F. Mortel
LIZETTE F. MORTEL

Chairperson
 BIDS AND AWARDS COMMITTEE (BAC) 2

cc: BAC 2
 AVP, GSIED
 CHAIRMAN, TWG

W.M.

Received:

 Printed Name and Signature

 Date