

### NOTICE OF AWARD

February 19, 2024

**ARNOLD TACADAO**  
**KMHT ENTERPRISES**  
**TUMAGA, ZAMBOANGA CITY**  
**09173026968**

Sir/Madam:

We are happy to notify that the contract for the items enumerated and specified in Purchase Request No. 23-0239 dated December 07, 2023, for the Contract Price equivalent to **Two Hundred Twenty Three Thousand Five Hundred Twenty Pesos (Php 223,520.00)** is awarded to **KMHT ENTERPRISES**.

You are therefore required within 10 (Ten) days from receipt of this Notice of Award to formally enter into contract with us and to submit performance security (Section 39.2 of the 2016 Revised Implementing Rules and Regulations (2016 RIRR) of RA No. 9184) in any of the form stated hereunder.

Form of Performance Security	Amount of Performance Security (Equal to Percentage of the total Contract Price)
a) Cash, cashier's/manager's check, bank draft/ guarantee confirmed by a Universal or Commercial Bank	n/a (Small Value Procurement)
b) Irrevocable letter of credit issued by a Universal or Commercial Bank: Provided, however, that is shall confirmed or authenticated by a Universal or Commercial or Commercial Bank, if issued by a foreign bank.	n/a (Small Value Procurement)
c.) Surety bond callable upon demand issued by a surety or insurance company <b>duly certified by the Insurance Commission as authorized to issue such security.</b>	n/a (Small Value Procurement)
d) Any combination of the foregoing.	n/a

Moreover, pursuant to **6.4 of Government Procurement and Policy Board (GPPB) Resolution No. 09-0202 dated 7 May 2020**, your company may submit a **Performance Securing Declaration (PSD)** in lieu of a performance security enumerated in Section 39.2 of the 2016 RIRR of RA No. 9184 to guarantee your faithful performance of obligations, subject to the conditions stated therein.

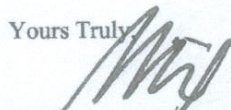
The submission of PSD in lieu of the Performance Securities under Section 39.2 of the 2016 Revised IRR of RA No. 9184 is a temporary measure that is allowed during a State of Calamity or implementation of community quarantine or similar government restrictions. (Item 3., p. 4 of GPPB Resolution No. 09, s. 2020).

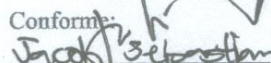
However, in the event that the state of calamity, or community quarantine or similar restrictions were being lifted, you are required to submit/replace the submitted PSD with a Performance Security in any of the prescribed forms under the said Section 39.2 of the 2016 RIRR of RA No. 9184.

Failure to enter into contract or to provide the Performance Security shall constitute a sufficient ground for cancellation of the award.

If you have any queries feel free to call Mr. Oliver John W. Nuevo at telephone number/s (062) 957-4810 Local 205. Thank You.

Yours Truly

  
**Reynaldo R. Cabilin, MPA**  
Acting General Manager

Conform:  
  
Authorized Representative

(Printed Name and Signature)

Date: February 27, 2024