



JUN 07 2019

NOTICE OF AWARD

MR. JERUEL G. SANCHEZ

Authorized Representative

EXPAL SYSTEMS S.A.

Avda. Del Partenon, 16, 28042, Madrid, Spain

Dear Mr. Sanchez:

This is to inform you that the proposal of **EXPAL SYSTEMS S.A.** for the Frigate Acquisition Project Lot 2C Sublot-1 (76mm Ammunition) of the Philippine Navy, with a corresponding contract price in the amount of **SIXTY THREE MILLION THREE HUNDRED EIGHTY NINE THOUSAND SEVEN HUNDRED EIGHT PESOS (PhP63,389,708.00)**, is hereby accepted.

You are hereby directed to provide, within ten (10) days, the Performance Security in the form and amount stipulated in the Bidding Documents. Failure to provide the said performance security shall constitute sufficient ground for the cancellation of the award.

Be guided accordingly.

Truly yours,

DELFIN N. LORENZANA

Secretary



Conforme:

Date: June 17, 2019



Republika ng Pilipinas
Republic of the Philippines
Kagawaran ng Tanggulang Pambansa
Department of National Defense

DND BIDS AND AWARDS COMMITTEE 1
RESOLUTION NO. DND/PN-FAP2C1-19-03

“A Resolution Declaring Expal Systems, S.A. as the Single Calculated and Responsive Bidder for the Frigate Acquisition Project Lot 2C Sublot-1 (76mm Ammunition) of the Philippine Navy and Recommending for the Issuance of a Notice of Award in its Favor”

WHEREAS, on 23 April 2018, the Secretary of National Defense (SND) issued amended Acquisition Decision Memorandum (ADM) No. 2013-019-A-1 directing the Acquisition of Frigate Lot 2 (Missiles and Munitions), consisting of three (3) lots, with a total Approved Budget for the Contract (ABC) in the amount of **PhP2,000,000,000.00**;

WHEREAS, after the conduct of necessary bidding procedures, the DND Bids and Awards Committee 1 (“Committee,” for brevity) conducted the Submission, Opening and Bid Evaluation (SOBE) for the Frigate Acquisition Project Lot 2C Sublot-1 (76mm Ammunition) of the PN with an ABC of **PhP77,536,964.00** on 21 February 2019, which was participated by two (2) prospective bidders, namely: (1) Joint Venture of Elbit Systems Land and C4I, Ltd. and IMI Systems Ltd. and (2) Expal Systems S.A.;

WHEREAS, after thorough evaluation, only Expal Systems S.A. passed the initial evaluation of the eligibility and technical requirements and was declared by the Committee as eligible to bid for the project which was subsequently declared as the Single Calculated Bidder (SCB) with price proposal in the amount of PhP63,389,708.00, within the ABC of PhP77,536,964.00, and to direct the conduct of Post-Qualification on the SCB, through Resolution No. DND/PN-FAP2C1-19-01;

WHEREAS, on 28 February 2019, the Committee further issued Resolution No. DND/PN-FAP2C1-19-02 approving the composition of the PQ Team and alternates and PQ Plan;

WHEREAS, the PQ Team conducted the PQ on Expal Systems S.A. from 7 to 14 April 2019 (inclusive of travel time) in its principal place/s of business and testing facilities in Madrid, Spain pursuant to Travel Authority No. 0330 dated 20 March 2019, and found that Expal Systems S.A. is legally, technically, and financially capable to undertake the procurement project;

WHEREAS, on 25 April 2019, the PQ Team recommended the following for the approval of the Committee:

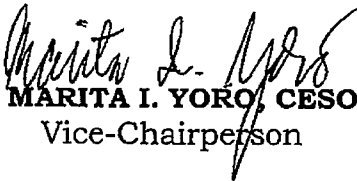
- a. Declare Expal Systems S.A. as post-qualified and Single Calculated and Responsive Bidder (SCRB) for the Frigate Acquisition Project Lot 2C Sublot-1 (76mm Ammunition) of the Philippine Navy in the amount of PhP63,389,708.00, within the ABC of PhP77,536,964.00; and
- b. Recommend to SND the issuance of a Notice of Award in favor of Expal Systems, S.A.


NOW, THEREFORE, we, the members of the Bids and Awards Committee 1, resolve, as it is hereby **RESOLVED**, to approve the following:

- a. Declare Expal Systems S.A. as post-qualified and Single Calculated and Responsive Bidder (SCRB) for the Frigate Acquisition Project Lot 2C Sublot-1 (76mm Ammunition) of the Philippine Navy in the amount of PhP63,389,708.00, within the ABC of PhP77,536,964.00; and
- b. Recommend to SND the issuance of a Notice of Award in favor of Expal Systems, S.A.

ISSUED, this 25st day of April 2019 at the DND BAC Conference Room, Left Wing Basement, DND Building, Camp General Emilio Aguinaldo, Quezon City.


ASEC MANUEL FELINO V RAMOS
Chairperson


DIR MARITA I. YOROC, CESO III
Vice-Chairperson


DIR DINNA ANNA LEE I. CARTUJANO
Member


ATTY JUDITO ANGELO C. TADEO
Member


BGEN ARNOLD F. FERNANDEZ AFP
Member