



JAN 11 2019

NOTICE OF AWARD

MR. KI SUK HAHN
Authorized Representative
POONGSAN CORPORATION
E1901B PSE Center, Exchange Rd.
Ortigas Complex, Pasig City

Dear Mr. Hahn:

This is to inform you that the proposal of **POONGSAN CORPORATION** for the Procurement of 2,051 Metric Tons of Metallic Raw Materials covering a Multi-Year Obligational Contract for a period of three (3) years starting 2019, with a corresponding total contract price in the amount of **SEVEN HUNDRED FORTY MILLION EIGHT HUNDRED ELEVEN THOUSAND FOUR HUNDRED TWELVE PESOS (PhP740,811,412.00)**, is hereby **ACCEPTED**.

You are hereby directed to provide, within ten (10) calendar 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



SECRETARY OF
NATIONAL DEFENSE



DNL-190203

Conforme:

Date: 1/12/2019



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

DND BIDS AND AWARDS COMMITTEE 1

RESOLUTION NO. DND/GA-2051MT-MRM-MYOA-18-03

“A Resolution Declaring Poongsan Corporation of South Korea as the Lowest Calculated and Responsive Bidder (LCRB) for the Procurement of 2,051 Metric Tons of Metallic Raw Materials Project of the Government Arsenal and Recommending the Issuance of a Notice of Award in its Favor”

WHEREAS, the Department of Budget and Management (DBM) issued Multi-Year Obligational Authority (MYOA) # MYOA-BMB-D-18-0000019 dated 26 March 2018 for the Procurement of 2,051 Metric Tons of Metallic Raw Materials Project for CYs 2019-2021 with a total Approved Budget for the Contract of PhP957,584,127.00;

WHEREAS, on 29 August 2018, the Secretary of National Defense (SND) issued Acquisition Decision Memorandum (ADM) No. 2018-026 directing the Procurement of 2,051 Metric Tons of Metallic Raw Materials Project of the Government Arsenal (GA) with an Approved Budget for the Contract (ABC) in the amount of PhP957,584,127.00 in connection with MYOA-BMB-D-18-0000019, which shall be procured through Public Bidding;

WHEREAS, subsequent to compliance with the necessary procedures on procurement, the DND Bids and Awards Committee 1 (“Committee,” for brevity) conducted the Pre-bid Conference for the project on 2 October 2018 which was attended by three (3) prospective bidders, namely: (1) Poongsan Corporation and (2) Altek Dokum Hadde Mamulleri Sanayi Ve Ticaret Anonim Sirketi (Altek) and (3) Kayalar Bakir;

WHEREAS, the Committee conducted the Submission, Opening of Bids and Evaluation (SOBE) for the project on 18 October 2018, which was participated by Poongsan Corporation and Altek Dokum Hadde Mamulleri Sanayi Ve Ticaret Anonim Sirketi;

WHEREAS, in the same conference, the Committee declared Poongsan Corporation of South Korea as the Lowest Calculated Bidder (LCB) and Altek as the Second LCB in Resolution No. DND/GA-2051MT-MRM-MYOA-18-01 with the following proposals:

Jimm

Name of Bidder	Financial Proposal
Poongsan Corporation	PhP740,811,412.00
Altek Dokum Hadde Mamulleri Sanayi Ve Ticaret Anonim Sirketi	PhP792,771,620.00

WHEREAS, the Committee, in compliance with the provision of the 2016 Revised Implementing Rules and Regulations (RIRR) of Republic Act No. 9184 (R.A. 9184) also resolved in Resolution No. DND/GA-2051MT-MRM-MYOA-18-02 and directed the TWG to conduct the post-qualification evaluation of Poongsan Corporation to determine the responsiveness of the submitted legal, technical, and financial requirements;

WHEREAS, the PQ Team, headed by COL CARLO BUENO N BUENA PAF (MNSA), conducted the post-qualification on Poongsan Corporation from November 18-24, 2018 at its Head Office and manufacturing plants in Busan and Ulsan, Seoul, South Korea to verify, validate and ascertain all the submitted documents of Poongsan Corporation during the SOBE;

WHEREAS, on 27 November 2018, the PQ Team presented its PQ report and found that Poongsan Corporation complied with and is responsive to all the requirements set forth in the Bidding Documents and recommended to the Committee that it be declared as post-qualified and the Lowest Calculated and Responsive Bidder (LCRB) for the Procurement of 2,051 Metric Tons of Metallic Raw Materials Project of the Government Arsenal, as well as the issuance of the Notice of Award in favor of Poongsan Corporation, sometime in January 2019; *(Attached is the matrix of the evaluation conducted by the PQ Team)*

NOW, THEREFORE, we, the members of the DND Bids and Awards Committee, hereby resolve, as it is hereby **RESOLVED**, to approve and adopt the following recommendations of the PQ Team:

- a) to declare Poongsan Corporation as post-qualified;
- b) to declare Poongsan Corporation as the Lowest Calculated and Responsive Bidder (LCRB) for the Procurement of 2,051 Metric Tons of Metallic Raw Materials Project of the Government Arsenal at a total contract price of PhP740,811,412.00 for a period of three (3) years, as follows:

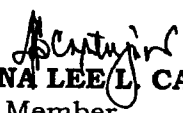
Year	Amount
2019	PhP240,399,864.00
2020	PhP246,644,380.00
2021	PhP253,767,168.00

- c) to recommend sometime in January 2019 to the Secretary of National Defense the issuance of a Notice of Award in its favor. *Jim*

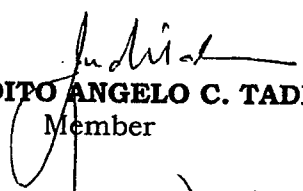
ISSUED, this 27th day of November 2018 at the DND BAC Conference Room, Basement, Left Wing Basement, DND Building, Camp General Emilio Aguinaldo, Quezon City.



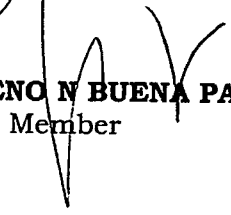
ASEC MANUEL FELINO V. RAMOS
Chairperson



DIR DINNA ANNA LEE L. CARTUJANO
Member



ATTY JUDIPO ANGELO C. TADEO
Member



COL CARLO BUENA BUENA PAF (MNSA)
Member

ENGR JOSE C BOBADILLA
Alternate Regular Member