



DEC 10 2019

NOTICE OF AWARD

MR. JERUEL G. SANCHEZ  
Authorized Representative  
EXPAL SYSTEMS S.A  
Avda Del Partenon, Madrid, Spain

Dear Mr. Sanchez:

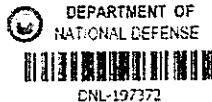
This is to inform you that the proposal of EXPAL SYSTEMS S.A for the Acquisition of Thirty (30) units of Mortars (Lot 2 - 81mm) for the Philippine Navy with a corresponding contract price in the amount of ONE HUNDRED SEVENTY-FIVE MILLION SEVEN HUNDRED FIVE THOUSAND SIX HUNDRED THIRTY-EIGHT and 49/100 PESOS (PhP175,705,638.49) on the date of the Submission and Opening of Bid Envelopes on 29 August 2019, 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:

  
JEREMY SANCHEZ

Date: DEC. 10, 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-MAP-81MM-L2-19-04**

*“A Resolution Declaring Expal Systems S.A. as the Single Calculated and Responsive Bidder (SCRB) for the Acquisition of the Mortar System (Lot 2 - 81mm) Project of the Philippine Navy and Recommending the Issuance of a Notice of Award in its Favor”*

**WHEREAS**, on 16 April 2019, the Secretary of National Defense (SND) issued amended Acquisition Decision Memorandum (ADM) No. 2018-045-A directing the procurement of Mortar System for the Philippine Navy composed of three (3) Lots with a total Approved Budget for the Contract (ABC) in the amount of PhP694,452,000.00 to be procured through Public Bidding:

Lot	Quantity	ABC
Lot 1 - 60mm Mortar	240 Units	PhP444,530,757.00
Lot 2 - 81mm Mortar	30 Units	PhP185,891,600.00
Lot 3 - 120mm Mortar	8 Units	PhP64,029,643.00
	Total	<b>PhP694,452,000.00</b>

**WHEREAS**, the DND Bids and Awards Committee 1 (“Committee,” for brevity) conducted the Submission and Opening of Bid Envelopes (SOBE) for the project on 27 August 2019 which was participated by two (2) bidders, namely; (1) Expal Systems S.A., and (2) Hirtenberger Defence International while the others who bought bidding documents, namely: Joint Venture of Elbit Systems Land and C4I Ltd. and IMI Systems Ltd., Arsenal JSCo and Elbit Systems Land and C4I Ltd. did not submit their respective bidding documents;

**WHEREAS**, after the conduct of a detailed bid evaluation, on 29 August 2019, the Committee, upon the recommendation of the TWG, resolved to declare EXPAL Systems S.A. as the Single Calculated Bidder (SCB) with a bid price in the amount of PhP175,705,638.49 and directed the conduct of Post-Qualification on the SCB to determine the responsiveness of the latter’s bid pursuant to RIRR of RA 9184 (Rule X on Post-Qualification), thus:

Name of Bidder	Financial Proposal	Rank
<b>EXPAL Systems SA (Spain)</b>	<b>PhP175,705,638.49</b>	<b>SCB</b>

**WHEREAS**, USND issued Travel Authority No. 1509 dated 02 October 2019 and DND Travel Authority Number 1564 dated October 10, 2019, respectively, approving the travel of CAPT ALAN M JAVIER and five (5) others

to conduct the post-qualification on Expal Systems for a period of seven (7) days, inclusive of travel time, anytime in October 2019;

**WHEREAS**, the PQ Team conducted the local post-qualification on Firepower Defense Contractors, Inc. (FDCI), local representative of Expal Systems S.A, in Baguio City on 11 October 2019 and at its head office in Madrid, Spain from 19 to 26 October 2019, inclusive of travel time, to verify, validate and ascertain all the submitted documents of the said proponent during the SOBE;


**WHEREAS**, on 07 November 2019, the PQ Team presented its PQ report and found that Expal Systems S.A 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 as the Single Calculated and Responsive Bidder (SCRB) for the Acquisition of 81mm Mortar System Project of the Philippine Navy, as well as the issuance of Notice of Award (NOA) in favor of Expal Systems S.A.;

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

- a) to declare **Expal Systems S.A** as post-qualified;
- b) to declare **Expal Systems S.A**, as the Single Calculated and Responsive Bidder (SCRB) for the Acquisition of 81mm Mortars Project of the Philippine Navy with a bid price in the amount of **PhP175,705,638.49**; and
- c) to recommend to the Secretary of National Defense (SND) the issuance of a Notice of Award (NOA) in its favor.

**ISSUED**, this 7<sup>th</sup> day of November 2019 at the DND Bids and Awards Committee Conference Room, Left Wing Basement, DND Building, Camp General Emilio Aguinaldo, Quezon City.

  
**ASEC MANUEL FELINO V RAMOS**  
Chairperson

  
**DIR MARITA I. YORO, CESO III**  
Vice-Chairperson

**DIR DINNA ANNA LEE L. CARTUJANO**  
Member



**ATTY JUDITO ANGELO C. TADEO**  
Member



**COL MILTON Y BESET PA**  
Alternate Regular Member

**COL REY B ALEMANIA**  
Alternate Provisional Member



**CAPT ALAN M JAVIER PN (GSC)**  
Alternate Provisional Member

RESOLUTION NO. DND/PN-MAP-R-19-04

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**DND Core Values: Patriotism, Professionalism, Good Governance**

Bids and Awards Committee, DND Bldg., Camp General Emilio Aguinaldo, Quezon City, Tel. 982-5626 / 982-5627 Fax: 421-3531, [dndbacsecretariat5626@yahoo.com](mailto:dndbacsecretariat5626@yahoo.com)