



BAGUIO WATER DISTRICT

"Serving Mankind is Serving God"



13 November 2023

MR. LEANDRO H. ALCANTARA
Manager
LHS DRILLING ENTERPRISES
Bagani Ubbog, Candon City, Ilocos Sur

Re: NOTICE OF AWARD

Dear **Mr. Alcantara**:

We would like to inform you that the contract for the project: "*Proposed Drilling of Balacbac Production Well at Balacbac, Baguio City*" is hereby awarded to **LHS DRILLING ENTERPRISES** as it has been declared the lone calculated responsive bidder with a submitted bid price in the amount of **SIX MILLION FOUR HUNDRED EIGHTY-THREE THOUSAND TWO HUNDRED SIX AND 96/100 PESOS (Php6,483,206.96)**.


You are, therefore, required to submit a Performance Security not later than the signing of the Memorandum of Agreement in any form stated hereunder:

FORM	AMOUNT OF PERFORMANCE SECURITY
1. Cash or cashier's/ manager's check issued by a Universal or Commercial Bank	10% of the Contract Price
2. Bank draft/ guarantee or irrevocable letter of credit issued by a Universal or Commercial Bank: Provided however, that it shall be confirmed or authenticated by a Universal or Commercial Bank, if issued by a foreign bank	10% of the Contract Price
3. Surety bond callable upon demand issued by a surety or insurance company duly certified by the Insurance Commission as authorized to issue such security	30% of the Contract Price


Failure to submit a Performance Security shall constitute a sufficient ground for the cancellation of this award and forfeiture of your Bid Security and imposition of appropriate sanctions under RA No. 9184 and its 2016 IRR.

Thank you.

Very truly yours,


ENGR. SALVADOR M. ROYECA
General Manager

Conforme:


MR. LEANDRO H. ALCANTARA
Manager
Date of Receipt: NOV. 15, 2023