



NOTICE OF AWARD

16 May 2024

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

Dear **Mr. Alcantara**:

We would like to inform you that the contract for the project: *"Proposed Drilling of Queen of Angels Production Well"* is hereby awarded to **LHS DRILLING ENTERPRISES** as it has been declared the lone calculated responsive bidder with a submitted bid price of **TEN MILLION TWO HUNDRED FIFTY-THREE THOUSAND AND EIGHT HUNDRED FOURTEEN PESOS (Php10,253,814.00)**.

Pursuant to Section 39 of the Republic Act No. (RA) 9184 and its 2016 revised Implementing Rules and Regulations (IRR), you are hereby required to submit a performance security not later than the signing of the Memorandum of Agreement in any form stated hereunder:

| FORM OF PERFORMANCE SECURITY | AMOUNT |
|--|--------|
| 1. Cash or cashier's/ manager's check issued by a Universal or Commercial Bank. | 10% |
| 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% |
| 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% |

**The amount of performance security shall not be less than the percentage of the total contract price.*

Failure to submit the performance security shall constitute sufficient ground for cancellation of this award and imposition of appropriate sanctions under RA 9184 and its 2016 IRR.

Thank you.

Very truly yours,

-signed-
ENGR. SALVADOR M. ROYECA
General Manager

Conforme:

-signed-
MR. LEANDRO H. ALCANTARA

Date of Receipt: 05/24/2024