

NOTICE OF AWARD

28 October 2011

MR. GEMILIANO C. LOPEZ, JR.
Chairman, President and CEO
PNOC EXPLORATION CORPORATION
Building I Energy Center, Merritt Road
Fort Bonifacio, 1634 Taguig City

ATTENTION: **MR. JONEIL H. MAGPANTAY**
Supervisor

MR. NOEL A. DE ASIS
Account Executive

SUBJECT: Supply and Delivery of 66,000 MT \pm 10% of Local Blended Coal for PSALM Corporation for 4th Quarter of CY 2011

Dear Mr. Lopez:

This is to inform you that your Bid for the Supply and Delivery of 66,000 MT \pm 10% of Local Blended Coal for PSALM Corporation for 4th Quarter of CY 2011 for the following plant is accepted:

<i>Name of Plant</i>	<i>Contract Amount (PhP)</i>
Naga Power Plant Complex	FOUR HUNDRED NINETEEN MILLION EIGHT HUNDRED FIFTY FOUR THOUSAND FIVE HUNDRED TWELVE PESOS (PhP419,854,512.00)

You are required to provide performance security for the above mentioned plant in the form and amount stipulated in the Instructions to Bidders within ten (10) days from receipt of this Notice. Failure on your part to provide the performance security shall constitute sufficient ground for cancellation of the award and forfeiture of the bid security.

Very truly yours,


EMMANUEL R. LEDESMA, JR.
President and CEO

Conforme:

Authorized Representative

Date