

NOTICE OF AWARD

19 September 2011

MR. RENE L. SARTE
Commercial Fuels Sales Manager
Pilipinas Shell Petroleum Corporation
Shell House
156 Valero Street, Salcedo Village
1227 Makati City

ATTENTION : MR. CARMELO H. LAUENCO
Commercial Fuels Key Account Manager

**SUBJECT : Supply and Delivery of Oil-Based Fuel for PSALM Corporation for
Second Semester of CY 2011**

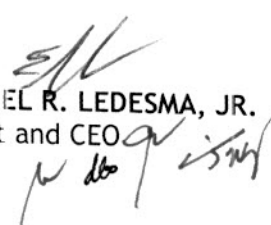
Dear Mr. Sarte:

This is to inform you that your Bid for the Supply and Delivery of Oil-Based Fuel for PSALM Corporation for Second Semester of CY 2011 (*Industrial Fuel Oil*) for the following plant is accepted:

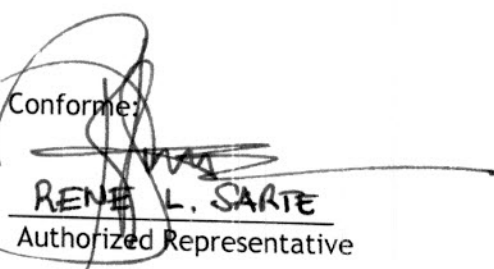
Name of Plant	Contract Amount (PhP)
Naga Power Plant Complex	TWO BILLION FIVE HUNDRED FIFTEEN MILLION SIX HUNDRED THIRTY NINE THOUSAND PESOS (PhP2,515,639,000.00)

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:


RENE L. SARTE
Authorized Representative

19 Sept 2011
Date