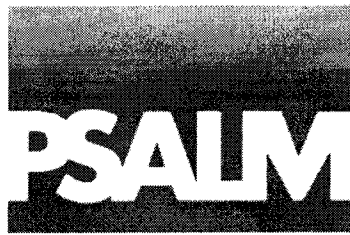


The Republic of the Philippines

Proposed Sale

Of The

**Bauang Diesel Power Plant (BDPP) Land
located in
Payocpoc Sur, Bauang, La Union**



**POWER SECTOR
ASSETS & LIABILITIES
MANAGEMENT CORPORATION**

Supplemental Bid Bulletin No. 3

12 February 2018

SUPPLEMENTAL BID BULLETIN NO. 3

SALE OF BAUANG DIESEL POWER PLANT LAND LOCATED IN PAYOCPOC SUR, BAUANG, LA UNION

1. NOTICE TO BIDDERS

Bidders are hereby notified of the amendments, revisions, modifications and clarifications to the Bidding Procedures dated 5 December 2017 for the proposed sale of the Bauang Diesel Power Plant Land located in Payocpoc Sur, Bauang, La Union.

In accordance with the Bidding Procedures, Bidders are required to acknowledge receipt and acceptance of the terms and conditions of the Bidding Procedures and each Supplemental Bid Bulletin on the space provided in the Letter of Transmittal accompanying this Supplemental Bid Bulletin.

Failure to acknowledge receipt and acceptance of the terms and conditions of the Bidding Procedures and each Supplemental Bid Bulletin may cause the Bid to be considered as not responsive to the Bidding Procedures, which could result in the disqualification and/or rejection of the Bid.

In any case, it is conclusively presumed that the Bidder, in preparing a Bid, has taken into account the information and procedures set forth in the Bidding Procedures and in subsequent Supplemental Bid Bulletins.

2. WARRANT OF LEVY FOR THE BAUANG DPP LAND

Bidders are hereby notified of the Warrant of Levy issued on the BDPP Land by the Provincial Treasurer of La Union dated 12 December 2017, a copy of which was received by PSALM on 16 January 2018. The Warrant of Levy was issued due to alleged non-payment of Franchise Tax of Bauang Private Power Corporation for the years 2001-2010 in the amount of Php150,990,169.80. Further, a Notice of Sale for the Properties was issued by the Office of the Provincial Treasurer dated 25 January 2018.

Upon receipt of the Notice of Sale, PSALM immediately coordinated with the Provincial Government of La Union through a letter informing the latter that PSALM is not liable to pay Franchise Tax, to reconsider its position on the matter and not to proceed with the intended publication of the Notice of Sale. Simultaneously, PSALM is exhausting all its legal options and coordinating with the Provincial Government of La Union for the expeditious resolution of the issue.

3. PROPERTIES COMPRISING THE BDPP LAND/SUBJECT OF THE BID

IB-04 (Subject of the Bid/Background of the Property) of the Bidding Procedures indicated that the BDPP Land subject of the bid is composed of ninety-two (92) lots covering an area of 257,975 square meters, more or less. However, per consultation with the Provincial Treasurer and Assessor of La

Union, PSALM was informed that the individual lots located in Payocpoc Sur were already consolidated into one (1) Tax Declaration and was approved by the Provincial Assessor in 2015 and further revised in 2017 (TD Nos. 2015-07-0029-00051 and 2017-07-0029-00012 respectively). To properly determine the area and the composition of lots covered by the consolidated Tax Declaration and the subject of the sale, a reconciliation and if necessary, a land survey shall be conducted. The result of the survey and the revised subject of the Bid shall be released to the bidders through a separate SBB before the target bidding date.

4. AMMENDMENT OF SECTION IB-03 BIDDING SCHEDULE

In view of the foregoing, Section IB-03 (Bidding Schedule) is hereby amended as follows:

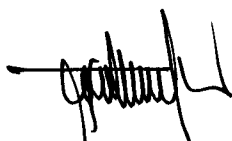
Activity	Date
Bid Submission Deadline	To be set at a later date

5. MISCELLANEOUS PROVISIONS

- a. Unless inconsistent with the provisions of this Supplemental Bid Bulletin No. 3, the provisions of the Bidding Procedures shall continue to be effective and bind the Bidders.
- b. If any one or more of the provisions of the Bidding Procedures or Supplemental Bid Bulletin Nos. 1, 2 and 3 (collectively the "Procedural Documents") is held to be invalid, illegal, or unenforceable, the validity, legality or enforceability of the remaining provisions of each and all Procedural Documents will not be affected thereby. To the extent permitted by Philippine Law, each Bidder waives any provision of law which renders any provision of any of the Procedural Documents invalid, illegal, or unenforceable in any respect.

Please be guided accordingly.

Quezon City, 12 February 2018.



ARNOLD C. FRANCISCO
Chairperson
Privatization, Bids and Awards Committee (PBAC)