

ELLIMAC PRIME HOLDINGS, INC.

900 Romualdez Street, Paco, Manila

June 7, 2019

Mr. NOLI A. ONCHENGCO

President/ General Manager

MAGSI BUILDERS INC.

1405 Sto. Sepulcro

corner Union St., Paco Manila

Subject : **NOTICE TO PROCEED**
Project : Proposed Cinema
Location : Lot 196 Poblacion, Bayawan City,
Negros Oriental

Dear Mr. Onchengco;

We hereby issue this **Notice to Proceed** with the performance of the required services in accordance with the construction plans' specifications and with the terms and conditions stipulated on the Construction Contract for the completion of Fit-out Works with a Contract Amount of **Twenty One Million Five Hundred Thousand Pesos (Php21,500,000.00)**.

In view hereof, you are hereby required to post the following:

1. **SURETY BOND** in favor of **Ellimac Prime Holdings, Inc.** to be secured from a reputable insurance or our accredited bonding company equivalent to thirty percent (30%) of the contract price. The surety bond shall contain a stipulation that the said bond shall be in effect up to January 30, 2020 and the amount assured shall be paid by the surety without delay upon our call or demand in writing case of CONTRACTOR's breach of any its obligations under its contract.

2. **PERFORMANCE BOND** in the amount of equivalent to thirty percent (30%) of the contract price issued by our accredited bonding company with an effectivity period commencing upon the execution of this Contract and expiring on January 30, 2020. The amount assured shall be paid by the insurance agency without delay upon our call or demand in writing.

3. **CONTRACTOR'S ALL RISK INSURANCE (CARI)** in an amount equivalent to the Contract Price to be secured through our accredited insurance or bonding agent. The CARI shall include a Comprehensive General Third Party Liability Coverage with a Combined Single Limit of Thirty Two Million One Hundred Fifty Thousand Pesos (Php2,150,000.00) and shall have covering period up to January 30, 2020.

Very truly yours,


LUISA MERCADO

Business Dev't. &
Technical Manager

