

Republic of the Philippines COMMISSION ON ELECTIONS Special Bids and Awards Committee Intramuros, Manila

NOTICE TO PROCEED

SMARTMATIC TIM CORPORATION

Ground Floor, King's Court Building 2 2129 Dela Rosa Street, Don Chino Roces Avenue Makati City

Attention:

Mr. Juan C. Villa, Jr.

Chairman, Board of Directors

CONTRACT FOR THE PROVISION OF AN The attached MAY 10. AUTOMATED ELECTION SYSTEM FOR THE SYNCHRONIZED NATIONAL AND LOCAL ELECTIONS having been APPROVED, notice is hereby given that work may commence on the 2010 Elections Automation Project effective immediately upon receipt of this Notice to Proceed.

Upon receipt of this notice, you are responsible for performing the services under the terms and conditions of the CONTRACT FOR THE PROVISION OF AN AUTOMATED ELECTION SYSTEM FOR THE MAY 10, 2010 SYNCHRONIZED NATIONAL AND LOCAL ELECTIONS and in accordance with the Contract Documents.

Please acknowledge receipt and acceptance of this notice by signing both copies in the space provided below. Keep one copy and return the other to the Special Bids and Awards Committee, thru its Secretariat.

July 10, 2009, Intramuros, Manila.

Chairman

ATTY. ADOLFO A. IBANEZ Vice Chairman

Arma C. Mar - of ATTY. DIVINA E. BLAS-PEREZ

Member

ATTY. REX D. DOMA

Member

MRS. AIDA C. FERNANDEZ

Member

I hereby acknowledge receipt of, and accept, this Notice to Proceed

on 10 July 2009.

SMARTMATIC TIM CORPORATION

By:

JUAN C. VILLA, JR.

Chairman, Board of Directors

With our conformity:

SMARTMATIC INTERNATIONAL CORPORATION

TOTAL INFORMATION MANAGEMENT CORPORATION

By:

ARMANDO R. YANES

Chief Financial Officer

By:

SALVADOR P. AQUE

Senior Vice President