THIS AGREEMENT made this ______ day of ________, 20___ between GOVERNMENT ARSENAL, Camp General Antonio Luna, Lintay, Bataan of the Philippines (hereinafter called "the Entity") of the one part and GECAR MACHINE SOLUTIONS, INC. of # 17 Mars Street, Congressional Subdivision II, Tandang Sora, Quezon City (hereinafter called "the Supplier") of the other part:

WHEREAS the Entity invited Bids for certain goods and ancillary services, viz., Procurement of Lot II – 320 kgs Trinitroresorcin, IB # GA BAC 2018DP-20 and has accepted a Bid by the Supplier for the supply of those goods and services in the sum of TWO MILLION FIVE HUNDRED SIXTY THOUSAND PESOS (PhP2,560,000.00) only (hereinafter called "the Contract Price").

NOW THIS AGREEMENT WITNESSETH AS FOLLOWS:

1. In this agreement words and expressions shall have the same meanings as are respectively assigned to them in the Conditions of Contract referred to.

2. The following documents shall be deemed to form and be read and construed as part of this Agreement, viz.:

   (a) Bid Form and the Price Schedule submitted by the Bidder;
   (b) Schedule of Requirements;
   (c) Technical Specifications;
   (d) General Conditions of Contract;
   (e) Special Conditions of Contract;
   (f) Entity's Notification of Award; and
   (g) Supplemental Bulletin

3. In consideration of the payments to be made by the Entity to the Supplier as hereinafter mentioned, the Supplier hereby covenants with the Entity to provide the goods and services and to remedy defects therein in conformity in all respects with the provisions of the Contract.

4. The Entity hereby covenants to pay the Supplier in consideration of the provision of the goods and services and the remedying of defects therein, the Contract Price or such other sum as may become payable under the provisions of the contract at the time and in the manner prescribed by the contract.

IN WITNESS whereof the parties thereto have caused this Agreement to be executed in accordance with the laws of the Republic of the Philippines on the day and year first before written

Signed, sealed, delivered by:

[Signature]
DANIEL R CASABAR JR
Director
Government Arsenal

[Signature]
MR. GEORGE T. LAO
General Manager
Gecar Machine Solutions, Inc.
SIGNED IN THE PRESENCE OF:

MS. ROWEENA G. BASA
Superintendent
Planning & Logistics Division

MS. ERLINDA M. GO
Corporate Secretary
Gecar Machine Solutions, Inc.

ATTY. ABEAGAIL C. GABRIEL
Arsenal Legal Officer

MS. ALLECIAH D. CARREON
Chief Accountant

ACKNOWLEDGEMENT

REPUBLIC OF THE PHILIPPINES)
CITY OF BALANGA, BATAAN ) s.s.

BEFORE ME, a Notary Public for and in Balanga City, Bataan, Philippines, on this day of ______, 2019 personally appeared:

DANIEL R CASABAR JR
MR. GEORGE T. LAO
MS. ERLINDA M. GO
MS. ROWEENA G. BASA
ATTY. ABEAGAIL C. GABRIEL
MS. ALLECIAH D. CARREON

Valid Identification Card No.

TIN 120-449-129
UMID ID CRN-0111-3589874-6
TIN 834-172-335
TIN 196-041-509
TIN 406-648-758
TIN 432-710-749

known to me and to me known to be the same persons who executed the foregoing instrument and acknowledged to me that the same is their free and voluntary deed.

WITNESS MY HAND AND SEAL on the date and place above written:

Doc. No.
Page No.
Book No.
Series of 2018

FLAVIAN M. AGUANTA
NOTARY PUBLIC
UNTIL DECEMBER 31, 2021
NO. 10203206012-13
NOTICE TO PROCEED

20 DEC 2018
(Date)

MR. GEORGE T. LAO
General Manager
GECAR MACHINE SOLUTIONS, INC.
# 17 Mars Street, Congressional Subdivision II,
Tandang Sora, Quezon City

Dear Mr. Lao,

The attached Contract Agreement having been approved, notice is hereby given to GECAR MACHINE SOLUTIONS, INC. that work may commence for the supply and delivery of Lot II – 320 kgs Trinitroresorcine, under ITB # GA-BAC-2018-DP-20 for the Government Arsenal, DND upon receipt of this notice provided that the specification will be strictly complied with during delivery.

Upon receipt of this notice, you are responsible for performing the services under the terms and conditions of the Agreement and in accordance with the Implementation Schedule.

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 Arsenal, DND.

Very truly yours,

DANIEL R CASABAR JR
Director

I acknowledge receipt of this Notice on __________
Name of the Representative of the Bidder
Authorized Signature

Dec. 20, 2018
# PURCHASE ORDER

**GOVERNMENT ARSENAL**

**Supplier:** GECAR MACHINE SOLUTIONS, INC.  
**Address:** #17 Mars Street, Congressional Subdivision II, Tandang Sora, Quezon City  
**TIN:** 402-688-122-000  
**P. O. No.:** 2018-12-262  
**Date:** December 4, 2018  
**Mode of Procurement:** Public Bidding

Gentlemen:  
Please furnish this Office the following articles subject to the terms and conditions contained herein:

<table>
<thead>
<tr>
<th>Place of Delivery</th>
<th>Delivery Term</th>
<th>Payment Term</th>
</tr>
</thead>
<tbody>
<tr>
<td>Government Arsenal, Laoag, Limay, Bataan</td>
<td>DAP Camp General Antonio Luna, Laoag, Limay, Bataan</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Stock/Property No.</th>
<th>Unit</th>
<th>Description</th>
<th>Qty</th>
<th>Unit Cost</th>
<th>Amount</th>
</tr>
</thead>
</table>
| kg                | Lot II—TRINITRORESORCINE OR TRINITRORESORCINOL (TNR)  
(Legal Label Name: Stypnic Acid) | Appearance: Yellowish powder.  
Moisture Content: 10% minimum  
Acidity: 0.10% maximum  
Melting Point: 178°C - 180°C,  
Standard Packing: 10 kg/pack. | 320 | P 8,000.00 | P 2,560,000.00 |

Note:  
A. Must be freshly manufactured within one year from the date of award.  
B. Date of manufacture to be indicated in the label/packaging.  
C. Supplier must submit the following  
   - Material Safety Data Sheet (MSDS)  
   - Certificate of Chemical Analysis  
   - 20 grams sample for testing

#### BASIS:
Explosives Division

#### REF:
PR No. 2018-09-339, APP 2018 Savings

#### PURPOSE:
For preparation of 5.56mm, Cal .45 and 7.62mm Priming Composition
TERM OF PAYMENT:
The terms of payment shall be as follows:

Payment of ninety-five percent (95%) for each delivery shall be made thru Check/Disbursement Voucher (DV) or Domestic Letter of Credit (LC) after delivery and acceptance at the Government Arsenal and presentation of Certificate of Acceptance Inspection.

The remaining five percent (5%) shall be retained to cover warranty obligations, to be released only after three (3) months upon submission of an equivalent special bank guarantee.

(Total Amount in Words) TWO MILLION FIVE HUNDRED SIXTY THOUSAND PESOS only

P 2,560,000.00

In case of failure to make the full delivery within the time specified above, a penalty of one-tenth (1/10) of one percent for every day of delay shall be imposed on the undelivered item/s.

Conforme:

MR. GEORGE T. LAO
Signature over Printed Name

Dec. 20, 2018
Date

Very truly yours,

DANIEL R. CASABAR JR
Director

Fund Cluster: 101101
Funds Available: PHP 2,560,000.00

ORS/BURS No.: 02-101101-2018-12-01
Date of the ORS/BURS: Dec. 7, 2018
Amount: PHP 2,560,000.00

MS. ALLECIAH D. CARREON, CPA
Chief Accountant