PURCHASE ORDER

GOVERNMENT ARSENAL

Entity Name

Supplier: **AVESCO MARKETING CORPORATION**
Address: 810 Aurora Boulevard corner Yale Street, Cubao, Quezon City
TIN: 000-400-152-000

P. O. No.: **2019-01-008**
Date: January 14, 2019
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>Date of Delivery</th>
<th>Payment Term</th>
</tr>
</thead>
<tbody>
<tr>
<td>Government Arsenal, Lamao, Limay, Bataan</td>
<td>DAP Camp General Antonio Luna</td>
<td>Within one hundred twenty (120) calendar days from the receipt of Notice to Proceed (NTP)</td>
<td>Lamao, Limay, Bataan</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>
<tbody>
<tr>
<td>Lot II - 7.62mm Carbon Steel Strip</td>
<td>kg</td>
<td>30,000</td>
<td>P 167.95</td>
<td>P 5,038,500.00</td>
<td></td>
</tr>
</tbody>
</table>

A. MATERIAL
The steel strip shall be free from imperfection such as lamination, segregation and surface defects consistent with good mill commercial practice.

B. DIMENSIONAL, PHYSICAL AND MECHANICAL PROPERTIES
1. Thickness, mm : 0.813 ±0.025
2. Width, mm : 31.5 ±0.25
3. Straightness in 2m, mm : 4 max.
4. Coil inside diameter, mm : 320 - 400
5. Coil outside diameter, mm : 756 max.
   (for reference only)
6. Coil weight, kg : 80 max.
   (for reference only)
7. Hardness, HV/HRB, max. : 173 / 85.5
8. Tensile strength, kg/mm² : 45.70 min.
9. Elongation, % : 20 min.

C. CHEMICAL COMPOSITION
1. Carbon, % : 0.47 - 0.56
2. Silicon, % : 0.15 - 0.30
3. Manganese, % : 0.60 - 0.90
4. Phosphorus, % : 0.04 max.
5. Sulfur, % : 0.05 max.

C. PACKING
D.1 Marking Requirements
The outer packing must be clearly marked on the sides as follows:
Name of the Procuring Entity
Name of the Supplier
D.2 Minimum Inner Packing Requirements
D.2.1 Each coil must be properly wrapped by a heavy duty plastic / sack / wax-coated paper and separated by a corrugated fiber board to avoid damage or scratches.
D.2.2 It must be placed in a wooden crate with a maximum of eighteen (18) coils per crate.

E. MANUFACTURING REQUIREMENT
The carbon steel strip shall be manufactured by a single manufacturer only within one (1) year from the date of award, with the manufacturing date indicated on the packaging.

****** nothing follows ******

BASIS: Cartridge Assembly and Packaging Division
REF: PR No. 2018-08-252, APP 2019, Page 2, Item D-I-B
PURPOSE: For fabrication of 7.62mm Metallic Links

TERMS 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 or upon submission of an equivalent special bank guarantee.

(Total Amount In Words) FIVE MILLION THIRTY EIGHT THOUSAND FIVE HUNDRED PESOS only P 5,038,500.00

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: Very truly yours,

MR. THOMAS D. FERRER
Signature over Printed Name
01 FEB 2019

DANIEL R. CASABAR JR
Director

Fund Cluster: 101101
Funds Available: PHP 5,038,500.00

MS. ALLECIAH D. CARREON, CPA
Chief Accountant
**PURCHASE ORDER**

**GOVERNMENT ARSENAL**

**Entity Name**

### Supplier Information

- **Represented by:** GECAR / MR. GEORGE T. LAO
- **No. 17 Mars Street, Congressional Subdivision II,** Tandang Sora, Quezon City
- **TIN:** 402-698-122-000

### Order Details

- **P. O. No.:** 2019-01-007
- **Date:** January 14, 2019
- **Mode of Procurement:** Public Bidding

### Requested Goods

**Gentlemen:**

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

- **Place of Delivery:** Government Arsenal, Lamao, Limay, Bataan
- **Date of Delivery:** Within one hundred twenty (120) calendar days from the receipt of Notice to Proceed (NTP)
- **Delivery Term:** DAP, Camp General Antonio Luna, Lamao, Limay, Bataan
- **Payment Term:** Domestic Letter of Credit

<table>
<thead>
<tr>
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<th>Unit Cost</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>kg</td>
<td>Lot I - Lead Wire for Cal .45</td>
<td>26,000</td>
<td>P 202.95</td>
<td>P 5,276,700.00</td>
</tr>
</tbody>
</table>

**A. Dimension:**
1. Diameter of wire, mm : 9.8 ±0.15
2. Coil inside diameter, mm : 360 ±0
3. Weight per coil, kg : 25 approx.

**B. Chemical Composition:**
1. % Antimony (Sb) : 1.75 ±0.75
2. % Antimony + Lead (Sb+Pb), min : 99.2

**C. Workmanship:**
The material shall be clean and of uniform composition and shall be free from segregations, dross, oxides, blow holes, hard spots, foreign material and other injurious defects.

**D. Packing:**
D.1 Marking Requirements
1. The outer packing must be clearly marked on the sides as follows:
   - Name of Procuring Entity
   - Name of the Supplier
   - Contract Description
   - Final Destination
   - Lot Number
   - Gross Weight
   - Net Weight
   - Any special lifting instructions
   - Any special handling instructions
   - Any relevant HAZCHEM Classifications

D.2 Minimum Packing Requirements
1. Each coil must be properly wrapped by a heavy duty plastic/sack/wax-coated paper and separated by a corrugated fiber board to avoid damage or scratches.
<table>
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<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>D.2.2</td>
<td></td>
<td>It must be placed in a drum or wooden box with a maximum of eight (8) coils per drum or box.</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Note:
The lead wire shall be manufactured within one (1) year from the date of award by a single manufacturer only, with the manufacturing date on the packaging.

**** nothing follows ****

BASIS: Case and Bullet Division

REF: PR No. 2018-08-251, APP 2019, Page 2, Item D-I-B

PURPOSE: For use in the manufacture of Cal .45 Bullet

TERMS OF PAYMENT:
The terms of payment shall be as follows:

A. For foreign manufacturer or supplier:
Payment of ninety-five percent (95%) for each delivery shall be made thru Letter of Credit (LC) after delivery at the Government Arsenal and upon presentation of Certificate of Acceptance Inspection (Pre-delivery inspection) at manufacturer's plant site, shipping documents and Advice of Payment duly signed by the Director, Government Arsenal.

The remaining five percent (5%) shall be retained to cover warranty obligations, to be released after three (3) months or upon submission of an equivalent special bank guarantee. In both instance, upon presentation of the Certificate of Final Acceptance Inspection and Advice of Payment duly signed by the Director, Government Arsenal.

All charges for the opening of LC and / or incidental expenses thereto (i.e. bank commission, documentary stamp, tax, cable, etc.) shall be for the account of the supplier.

B. For local manufacturer or supplier:
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 or upon submission of an equivalent special bank guarantee.

(Total Amount in Words) FIVE MILLION TWO HUNDRED SEVENTY SIX THOUSAND SEVEN HUNDRED PESOS only

P 5,276,700.00

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

01 FEB 2019
Date

Very truly yours,

DANIEL R. CASABAH JR
Director

ORS/EURS No.: 02-101101-2019-01-0024
Date of the ORS/EURS: 28 Jan, 2019
Amount: PHP 5,276,700.00

Fund Cluster: 101101
Funds Available: PHP 5,276,700.00

MS. ALLECIAH D. CARREON, CPA
Chief Accountant