**PURCHASE ORDER**

**GOVERNMENT ARSENAL**

**NSB ENGINEERING DESIGN AND FABRICATION**

**Entity Name**

<table>
<thead>
<tr>
<th>Supplier:</th>
<th>NSB ENGINEERING DESIGN AND FABRICATION</th>
</tr>
</thead>
<tbody>
<tr>
<td>Address:</td>
<td>#309 ML Quezon Street, Purok 4 Lower Bicutan, Taguig City</td>
</tr>
<tr>
<td>TIN:</td>
<td>165-226-163-000</td>
</tr>
<tr>
<td>P. O. No.:</td>
<td>2018-12-274</td>
</tr>
<tr>
<td>Date:</td>
<td>December 14, 2018</td>
</tr>
<tr>
<td>Mode of Procurement:</td>
<td>Public Bidding</td>
</tr>
</tbody>
</table>

**Gentlemen:**

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

<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>pc 1.</td>
<td>pc</td>
<td>1st draw punch</td>
<td>AM05T2A - 01c</td>
<td>M2</td>
<td>15</td>
</tr>
<tr>
<td>pc 2.</td>
<td>pc</td>
<td>1st draw lower die</td>
<td>AM05T2A - 01b</td>
<td>H13/GC 209</td>
<td>15</td>
</tr>
<tr>
<td>pc 3.</td>
<td>pc</td>
<td>1st draw upper die</td>
<td>AM05T2A - 01a</td>
<td>H13/GC 209</td>
<td>15</td>
</tr>
<tr>
<td>pc 4.</td>
<td>pc</td>
<td>2nd draw punch</td>
<td>AM05T2A - 02b</td>
<td>M2</td>
<td>5</td>
</tr>
<tr>
<td>pc 5.</td>
<td>pc</td>
<td>2nd draw die</td>
<td>AM05T2A - 02a</td>
<td>H13/GC 209</td>
<td>15</td>
</tr>
<tr>
<td>pc 6.</td>
<td>pc</td>
<td>1st point punch</td>
<td>AM05T2A - 03b</td>
<td>M2</td>
<td>24</td>
</tr>
<tr>
<td>pc 7.</td>
<td>pc</td>
<td>1st point die</td>
<td>AM05T2A - 03a</td>
<td>H13/GC 320</td>
<td>15</td>
</tr>
<tr>
<td>pc 8.</td>
<td>pc</td>
<td>2nd point punch</td>
<td>AM05T2A - 04b</td>
<td>M2</td>
<td>27</td>
</tr>
<tr>
<td>pc 9.</td>
<td>pc</td>
<td>2nd point die</td>
<td>AM05T2A - 04a</td>
<td>H13/GC 209</td>
<td>15</td>
</tr>
<tr>
<td>pc 10.</td>
<td>pc</td>
<td>3rd point punch</td>
<td>AM05T2A - 05b</td>
<td>M2</td>
<td>36</td>
</tr>
<tr>
<td>pc 11.</td>
<td>pc</td>
<td>3rd point die</td>
<td>AM05T2A - 05a</td>
<td>H13/GC 320</td>
<td>48</td>
</tr>
<tr>
<td>pc 12.</td>
<td>pc</td>
<td>4th point punch</td>
<td>AM05T2A - 06b</td>
<td>M2</td>
<td>33</td>
</tr>
<tr>
<td>pc 13.</td>
<td>pc</td>
<td>4th point die</td>
<td>AM05T2A - 06a</td>
<td>H13/GC 320</td>
<td>39</td>
</tr>
<tr>
<td>pc 14.</td>
<td>pc</td>
<td>pinch trim punch</td>
<td>AM05T2A - 07b</td>
<td>M2</td>
<td>36</td>
</tr>
<tr>
<td>pc 15.</td>
<td>pc</td>
<td>pinch trim die</td>
<td>AM05T2A - 07a</td>
<td>H13/GC 320</td>
<td>36</td>
</tr>
<tr>
<td>pc 16.</td>
<td>pc</td>
<td>steel insert punch</td>
<td>AM05T2A - 08b</td>
<td>M2</td>
<td>54</td>
</tr>
<tr>
<td>pc 17.</td>
<td>pc</td>
<td>steel inserting die</td>
<td>AM05T2A - 08a</td>
<td>H13/GC 320</td>
<td>18</td>
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<tr>
<td>pc 18.</td>
<td>pc</td>
<td>leadcore inserting punch</td>
<td>AM05T2A - 10b</td>
<td>ASSAB PM 23 SUPERCLEAN</td>
<td>45</td>
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<tr>
<td>pc 19.</td>
<td>pc</td>
<td>curling tail die</td>
<td>AM05T2A - 12a</td>
<td>H13/GC 320</td>
<td>21</td>
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<tr>
<td>pc 20.</td>
<td>pc</td>
<td>curling punch body</td>
<td>AM05T2A - 12b</td>
<td>M2</td>
<td>48</td>
</tr>
<tr>
<td>pc 21.</td>
<td>pc</td>
<td>boat tail punch</td>
<td>AM05T2A - 13b</td>
<td>M2</td>
<td>36</td>
</tr>
<tr>
<td>pc 22.</td>
<td>pc</td>
<td>boat tail punch chuck body</td>
<td>AM05T2A - 13c</td>
<td>STEEL A2</td>
<td>15</td>
</tr>
<tr>
<td>pc 23.</td>
<td>pc</td>
<td>1st sizing punch</td>
<td>AM05T2A - 14c</td>
<td>M2</td>
<td>42</td>
</tr>
<tr>
<td>pc 24.</td>
<td>pc</td>
<td>1st sizing die guide</td>
<td>AM05T2A - 14b</td>
<td>H13/GC 209</td>
<td>15</td>
</tr>
</tbody>
</table>

**Place of Delivery:** Government Arsenal, Lamao, Limay, Bataan

**Date of Delivery:** Within ninety (90) calendar days from the receipt of Notice to Proceed (NTP)

**Delivery Term:** DAP Camp General Antonio Luna, Lamao, Limay, Bataan

**Payment Term:**

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P 6,942,540.00
ENGINEERING DESIGN AND FABRICATION

<table>
<thead>
<tr>
<th>Unit</th>
<th>Description</th>
<th>Drawing No.</th>
<th>Material</th>
<th>Qty</th>
<th>Unit Cost</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>pc</td>
<td>1st sizing lower die</td>
<td>AM85ST2A - 14a</td>
<td>H13/GC 209</td>
<td>15</td>
<td>11,125.00</td>
<td>167,875.00</td>
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<tr>
<td>pc</td>
<td>2nd sizing punch</td>
<td>AM85ST2A - 16c</td>
<td>M2</td>
<td>30</td>
<td>5,350.00</td>
<td>160,500.00</td>
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<tr>
<td>pc</td>
<td>2nd sizing die guide</td>
<td>AM85ST2A - 16b</td>
<td>H13/GC 209</td>
<td>15</td>
<td>11,125.00</td>
<td>167,875.00</td>
</tr>
<tr>
<td>pc</td>
<td>2nd sizing lower die</td>
<td>AM85ST2A - 16a</td>
<td>H13/GC 209</td>
<td>15</td>
<td>10,470.00</td>
<td>157,050.00</td>
</tr>
</tbody>
</table>

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

BASIS: Case and Bullet Division

REF: PR No. 2018-09-301, APP 2018 Page 2, II.A.2

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

Payment of ninety-five percent (95%) shall be made thru:

a) Modified Disbursement Scheme (MDS) Checks or Direct Payment Scheme via bank debit system through issuance of Advice to Debit Account (ADA) of Supplier (DBM Circular 2013-16 dated December 23, 2013) after delivery and acceptance at the Government Arsenal; or

b) Letter of Credit (LC) after delivery and presentation of Inspection Acceptance Report (IAR) duly signed by the Inspection Acceptance Committee and written 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 upon submission of an equivalent special bank guarantee, and for LC, upon written 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.

(Total Amount in Words) SIX MILLION NINE HUNDRED FORTY TWO THOUSAND FIVE HUNDRED FORTY PESOS only

P 6,942,540.00

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,

MS. CHARIS ANNE R. FRANCISCO
Signature over Printed Name

DANIEL R. CASABAR JR
Director

28 DEC 2018

Date

Fund Cluster: 101101
Funds Available: PHP 6,942,540.00

ORS/BURS No.: 02-101101-2018-12-26
Date of the ORS/BURS: 02-10-2018
Amount: PHP 6,942,540.00

MS. ALLECIAH D. CARREON, CPA
Chief Accountant
NOTICE TO PROCEED

28 DEC 2018
(Date)

MS. CHARIS ANNE R. FRANCISCO
Marketing Representative
NSB ENGINEERING DESIGN & FABRICATION
No. 309 M.L. Quezon Street, Purok 4,
Lower Bicutan, Taguig City

Dear Ms. Francisco,

The attached Contract Agreement having been approved, notice is hereby given to NSB ENGINEERING DESIGN & FABRICATION that work may commence for the supply and delivery of One (1) lot Tools and Dies for M855 Bullet Assembly, under ITB # GA-BAC-2018-IA-19 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,

[Signature]
DANIEL R CASABAR/Dr.
Director

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

28 DEC 2018
[Signature]
Contract Agreement

THIS AGREEMENT made this _____ day of _______ between
GOVERNMENT ARSENAL, Camp General Antonio Luna, Limay, Bataan of the Philippines
(hereinafter called “the Entity”) of the one part and NSB ENGINEERING DESIGN AND
FABRICATION of No. 309 M.L. Quezon Street, Purok 4, Lower Bicutan, Taguig City, Metro
Manila (hereinafter called “the Supplier”) of the other part:

WHEREAS the Entity invited Bids for certain goods and ancillary services, viz.,
Procurement of one (1) lot Tools and Dies for M855 Bullet Assembly, IB # GA BAC 2018-
IA-19 and has accepted a Bid by the Supplier for the supply of those goods and services in the
sum of SIX MILLION NINE HUNDRED FORTY TWO THOUSAND FIVE HUNDRED FORTY
PESOS (PhP6,942,540.00) 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:

DANIEL R CASABAR JR
Director
Government Arsenal

MS. CHARIS ANNE R. FRANCISCO
Marketing Representative
NSB Engineering Design & Fabrication
SIGNED IN THE PRESENCE OF:

MS. ROWEENA G. BASA
Superintendent
Planning & Logistics Division

MR. WILBERTO C. BELLEZA
Marketing Representative
NSB Engineering Design & Fabrication

ATTY. ABEGAIL S. GABRIEL
Arsenal Legal Officer

MS. ALLECIACH 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 Jan. 2019 personally appeared:

DANIEL R CASABAR JR
TIN 120-449-129

MS. CHARIS ANNE R. FRANCISCO
PhilHealth No. 01-025708875-3

MR. WILBERTO C. BELLEZA
UMID ID No. CRN-0033-573-2055-3

MS. ROWEENA G. BASA
TIN 196-041-509

ATTY. ABEGAIL C. GABRIEL
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. 207
Page No. 40
Book No. x/k 11
Series of 2019

[Signature]
NOTARY PUBLIC
UNTIL DECEMBER 31, 2024
[Stamp]