# PURCHASE ORDER

**GOVERNMENT ARSENAL**  
Entity Name

**Supplier:** ALCRO ELECTRONICS, INC.  
Address: Unit 508/510, Page 1 Building, 1215 Acacia Avenue  
Ayala Alabang, Muntinlupa City

**TIN:** 006-731-129-000  
P. O. No.: 2018-12-282  
Date: December 27, 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>Government Arsenal, Laoag, Limay, Bataan</th>
</tr>
</thead>
<tbody>
<tr>
<td>Date of Delivery:</td>
<td>Within ninety (90) calendar days from the receipt of Notice to Proceed (NTP)</td>
</tr>
<tr>
<td>Delivery Term:</td>
<td>DAP Camp General Antonio Luna, Laoag, Limay, Bataan</td>
</tr>
<tr>
<td>Payment Term:</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>
<tbody>
<tr>
<td>pc</td>
<td>1</td>
<td>1st draw lower die</td>
<td>15</td>
<td>P 3,344.32</td>
<td>49,664.80</td>
</tr>
<tr>
<td>pc</td>
<td>2</td>
<td>1st draw upper die</td>
<td>15</td>
<td>P 3,344.32</td>
<td>49,664.80</td>
</tr>
<tr>
<td>pc</td>
<td>3</td>
<td>2nd draw die</td>
<td>15</td>
<td>P 3,344.32</td>
<td>49,664.80</td>
</tr>
<tr>
<td>pc</td>
<td>4</td>
<td>1st point die</td>
<td>15</td>
<td>8,624.00</td>
<td>129,300.00</td>
</tr>
<tr>
<td>pc</td>
<td>5</td>
<td>2nd point die</td>
<td>24</td>
<td>8,624.00</td>
<td>203,056.00</td>
</tr>
<tr>
<td>pc</td>
<td>6</td>
<td>3rd point die</td>
<td>48</td>
<td>8,624.00</td>
<td>421,392.00</td>
</tr>
<tr>
<td>pc</td>
<td>7</td>
<td>4th point die</td>
<td>39</td>
<td>8,624.00</td>
<td>336,396.00</td>
</tr>
<tr>
<td>pc</td>
<td>8</td>
<td>Pinch trim die</td>
<td>36</td>
<td>8,624.00</td>
<td>310,464.00</td>
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<tr>
<td>pc</td>
<td>9</td>
<td>Inserting die</td>
<td>18</td>
<td>8,624.00</td>
<td>155,192.00</td>
</tr>
<tr>
<td>pc</td>
<td>10</td>
<td>Curling punch body</td>
<td>48</td>
<td>6,512.80</td>
<td>312,686.40</td>
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<tr>
<td>pc</td>
<td>11</td>
<td>Curling &amp; boat tail die</td>
<td>21</td>
<td>8,976.80</td>
<td>187,504.80</td>
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<tr>
<td>pc</td>
<td>12</td>
<td>1st sizing die guide</td>
<td>15</td>
<td>4,928.00</td>
<td>73,860.00</td>
</tr>
<tr>
<td>pc</td>
<td>13</td>
<td>1st sizing lower die</td>
<td>15</td>
<td>4,928.00</td>
<td>73,860.00</td>
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<tr>
<td>pc</td>
<td>14</td>
<td>2nd sizing die guide</td>
<td>15</td>
<td>4,928.00</td>
<td>73,860.00</td>
</tr>
<tr>
<td>pc</td>
<td>15</td>
<td>2nd sizing lower die</td>
<td>15</td>
<td>4,928.00</td>
<td>73,860.00</td>
</tr>
</tbody>
</table>

****nothing follows****
**Basis:** Fabrication Section, Engineering Division

**Ref:** PR No. 2018-09-366, APP 2018, Page 1 B

**Purpose:** For use in 5.56mm (M855) Bullet Assembly Machine (Waterbury Farrel)

**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 assurance 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 or 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) TWO MILLION FOUR HUNDRED NINETY NINE THOUSAND SIX HUNDRED TWENTY ONE PESOS and 60/100 only

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 items.

**Conforme:**

[Signature]

**Very Truly Yours,**

[Signature]

**MR. MARK VINCENT U. PAULE**

Signature over Printed Name

**Date:**

01/09/19

**Fund Cluster:**

101101

**Funds Available:**

PHP 2,499,621.60

**Date of the ORS/BURS:**

Dec 26, 2018

**Amount:**

PHP 2,499,621.60

**MS. ALLEGIAH D. CARREON, CPA**

Chief Accountant

**ORS/BURS No.:**

02-101101-2018-12-7410
NOTICE TO PROCEED

07 JAN 2019
(Date)

MR. MARK VINCENT U. PAULE
Sales Engineer
ALCRO ELECTRONICS, INC.
Unit 508/510, Page 1 Building, 1215 Acacia Avenue,
Ayala Alabang, Muntinlupa City

Dear Mr. Paule,

The attached Contract Agreement having been approved, notice is hereby given to ALCRO ELECTRONICS, INC. that work may commence for the supply and delivery of One (1) lot, Semi-Finished Carbide for M855 Bullet Assembly, under ITB # GA-BAC-2018-IA-21 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 JR
Director

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

[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 ALCRO ELECTRONICS, INC. of Unit 508/510, Page 1 Building, 1215 Acacia Avenue, Ayala Alabang, Muntinlupa City (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 Semi-Finished Carbide for M855 Bullet Assembly, Lot # BAC 2018-IA-21 and has accepted a Bid by the Supplier for the supply of those goods and services in the sum of TWO MILLION FOUR HUNDRED NINETY NINE THOUSAND SIX HUNDRED TWENTY ONE PESOS and 60/100 (PhP2,499,621.60) 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

MR. MARK VINCENT U. PAULE
Sales Engineer
Alcro Electronics, Inc.
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 2018] personally appeared:

DANIEL R CASABAR JR
MR. MARK VINCENT U. PAULE
MS. ROCHELLE L. ONGCHAP
MS. ROWEENA G. BASA
ATTY. ABEGAIL C. GABRIEL
MS. ALLECIAH D. CARREON

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. 477
Page No. 379
Book No. XY 11
Series of 2018

[Signature]

Valid Identification Card No.
TIN 120-449-129
PRC ID No. 0098269
TIN 239-952-371
TIN 196-041-509
TIN 406-648-758
TIN 432-710-749

[Seal]

FLAVIAN T. ARQUANTA
NOTARY PUBLIC