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 TECHLINE, INC. of 100 North Science Ave.,
Laguna Technopark, Biñan, Laguna (hereinafter called "the Supplier") of the other part:

WHEREAS the Entity invited Bids for certain goods and ancillary services, viz.,
Procurement of 37 LI Fabrication Supplies, IB Nr. GA-BAC-2019-IA-07 and has accepted a
Bid by the Supplier for the supply of those goods and services in the sum of EIGHT MILLION
THREE HUNDRED NINETY NINE THOUSAND FIVE PESOS (PhP 8,399,005.00) 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

MR. RONALDO T. BERNARDO
Operations Manager
Techline, Inc.
SIGNED IN THE PRESENCE OF:

MS. ROWEENA G. BASA
Superintendent
Planning & Logistics Division

MS. LENY U. RAEBER
Corporate Secretary
Techline, Inc.

ATTY. ABEGAIL C. GABRIEL
Arsenal Legal Officer

MS. ALLECMIAH 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 May 2019 personally appeared:

Valid Identification Card No.

DANIEL R CASABAR JR TIN 120-449-129
MR. RONALD T. BERNARDO Driver’s License No. N25-97-02579
MS. LENY U. RAEBER Passport No. ECO810067
MS. ROWEENA G. BASA TIN 196-041-509
ATTY. ABEGAIL C. GABRIEL TIN 406-648-758
MS. ALLECMIAH D. CARREON 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. 087
Page No. 18
Book No. 501
Series of 2019
NOTICE TO PROCEED

02 MAY 2019
(Date)

MR. RONALD T. BERNARDO
Operations Manager
TECHLINE, INC.
100 North Science Ave., Laguna Technopark,
Bihan, Laguna

Dear Mr. Bernardo,

The attached Contract Agreement having been approved, notice is hereby given to TECHLINE, INC. that work may commence for the supply and delivery of 2 LJ Oils and Lubricants, under ITB # GA-BAC-2019-IA-05 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

02 MAY 2019
**PURCHASE ORDER**

**GOVERNMENT ARSENAL**

**Entity Name**

Supplier: TECHLINE, INC.
Address: 100 North Science Avenue Laguna Technopark
Biñan, Laguna
TIN: 008-017-939-000

P. O. No.: 2019-03-086
Date: 28 MAR 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>Payment Term</th>
</tr>
</thead>
<tbody>
<tr>
<td>Government Arsenal, Lamac, Limay, Bataan</td>
<td>DAP Camp General Antonio Luna, Lamac, Limay, Bataan</td>
<td></td>
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<tr>
<td>Within sixty (60) calendar days from the receipt of Notice to Proceed (NTP)</td>
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<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></td>
<td></td>
<td>Oils, Lubricants and Others</td>
<td></td>
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<tr>
<td></td>
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<td>1. Cutting coolant oil (Emulsion) @ 18 ltrs/pail</td>
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<td>10. Water Soluble, Cutting Oil</td>
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<td>Submission of one (1) liter sample is required prior to delivery</td>
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<td><strong><strong>nothing follows</strong></strong></td>
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<td>BASIS: Item no. 1 - Fabrication Section, ED.</td>
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<td>Item no. 10 - Explosives Division.</td>
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<td>TERM OF PAYMENT: The terms of payment shall be as follows: Payment of ninety-five (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 one (1) year or upon submission of an equivalent special bank guarantee.</td>
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</tbody>
</table>

(Total Amount in Words) THREE HUNDRED FIFTY SEVEN THOUSAND PESOS only P 357,000.00

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 items.

Conforme:

MR. RONALD V. BERNARDO
Signature over Printed Name

02 MAY 2019

Very truly yours,

DANIEL R. CASABAR, JR
Director

MS. ALLEGIAH D. CARREON, CPA
Chief Accountant