THIS AGREEMENT made the ______ 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 3 LI Production Machine Parts, IB # GA-BAC-2019-IA-20 and has accepted
a Bid by the Supplier for the supply of those goods and services in the sum of SEVEN HUNDRED FIFTY THOUSAND PESOS (PhP750,000.00) 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) the Supplier's Bid, including the Technical and Financial Proposals, and all other
documents/statements submitted (e.g. bidder's response to clarifications on the
bid), including corrections to the bid resulting from the Procuring Entity's bid
evaluation;
(b) the Schedule of Requirements;
(c) the Technical Specifications;
(d) the General Conditions of Contract;
(e) the Special Conditions of Contract;
(f) the Entity's Notice of Award; and
(g) the Performance Security.

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:

MS. ALLEGRA D. CARREON
Chief Accountant,
Government Arsenal

DANIEL R. CASABAR JR.
Director
Government Arsenal

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

MS. AVELINA C. ALIANGAN
Superintendent
Planning & Logistics Division

MS. LENY U. RAEUBER
Corporate Secretary
Techline, Inc

ATTY. ABEGAIL 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 06 day of November 2019 personally appeared:

DANIEL R. CASABAR JR
TIN 120-449-129

MR. RONALD T. BERNARDO
Driver’s License No. N25-97-02579

MS. LENY U. RAEUBER
Passport No. P6138490A

MS. AVELINA C. ALIANGAN
TIN 112-799-751

ATTY. ABEGAIL C. GABRIEL
TIN 406-648-758

MS. ALLECIAH 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. 159
Page No. S
Book No. XXV
Series of 2019

Flaviano T. Aguinaldo
NOTARY PUBLIC
UNTIL DECEMBER 31, 2019
PTR. No. 467/227/1-16-19
B.P. O.R. 070232/1-18-19
NOTICE TO PROCEED

18 NOV 2019
(Date)

MR. RONALD T. BERNARDO
Operations Manager
TECHLINE, INC.
100 North Science Avenue, Laguna Technopark
Biñan, 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 3 LI Production Machine Parts, under ITB # GA-BAC-2019-IA-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,

[Signature]
DANIEL R. CASABAN JR
Director

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

[Signature]
PURCHASE ORDER
GOVERNMENT ARSENAL

Supplier: TECHLINE, INC.
Address: 100 North Science Avenue, Laguna Technopark
Biñan, Laguna
TIN: 006-017-939-000

P. O. No.: 2019-11-223
Date: November 4, 2019
Mode of Procurement: Public Bidding

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 forty five (45) calendar days from the receipt of Notice to Proceed (NTP)

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

<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>PRODUCTION MACHINE PARTS</td>
<td>5)</td>
<td>Z-axis Motor</td>
<td>1</td>
<td>P 250,000.00</td>
<td>250,000.00</td>
</tr>
<tr>
<td></td>
<td>6)</td>
<td>X-axis Motor</td>
<td>1</td>
<td>250,000.00</td>
<td>250,000.00</td>
</tr>
<tr>
<td></td>
<td>7)</td>
<td>Y-axis Motor</td>
<td>1</td>
<td>250,000.00</td>
<td>250,000.00</td>
</tr>
</tbody>
</table>

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

BASIS: Fabrication Section, Engineering Division
REF: P.R No. 2019-07-145;
APP 2019, Page 1-B, B.1

TERMS OF PAYMENT:
The terms of payment shall be as follows:
Payment of ninety-five percent (95%) upon delivery shall be through 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 2019-16 dated December 23, 2013) after delivery and acceptance at the 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.

(Total Amount in Words) SEVEN HUNDRED FIFTY THOUSAND PESOS 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: 

MR. RONALDO BERNARDO
Signature over, Printed Name
20 NOV 2019

Very truly yours,

DANIEL R. CASABAR, JR
Director

Fund Cluster: 101101
Funds Available: PHP 750,000.00

ORS/BURS No.: 02-101101-2019-11-1084
Date of the ORS/BURS: 20 NOV 2019
Amount: PHP 750,000.00

MS. ALEJANDRA D. CARREON, CPA
Chief Accountant