

PURCHASE ORDER
GOVERNMENT ARSENAL

Entity Name

Supplier: COMPANHIA BRASILEIRA DE CARTUCHOS	P. O. No.: 2020-08-066
Address: Av. Humberto de Campos, 3220-09426-900 Ribeirao Pires, Sao Paulo, Brazil	Date: August 13, 2020
TIN: 250-726-383-000	Mode of Procurement: Public Bidding
Represented by: Firepower Defense Contractors, Inc. Unit C-305 Lopez Bldg., Session Road, Baguio City	

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

Place of Delivery: Government Arsenal, Lamao, Limay, Bataan	Delivery Term: DAP Camp General Antonio Luna, Lamao, Limay, Bataan
Date of Delivery: Within one hundred fifty (150) calendar days from the receipt of Notice to Proceed (NTP)	Payment Term: _____

Stock/Property No.	Unit	Description	Qty	Unit Cost	Amount
	pc	One (1) Lot 9mm Case and Bullet a. 9mm Case 1. Workmanship The case shall be free from defects such as scaly metal, draw scratch, dents, splits, bevelled underside of head and other defects which will render it unsuitable for the purpose intended. The case shall be free of corrosion, stains, discolorations, dirt, and smears of lacquer. 2. Dimensional and Marking (Head Stamp) Use Drawing No. NPC101N-07 as reference for dimesion only but the Head Stamp shall be as indicated in the drawing. 3. Residual Stress Should conform to US or NATO Standard. 4. Function and Casualty Test The cartridge case shall function using Pistol, 9mm and Sub-Machine Gun without casualty at ambient temperatures, at -54°C ± 2°C and at 52°C ± 2°C. 5. For Visual and Dimensional Inspection Sampling plan is based on ANSI/ASQ Z1.4-2003 using Double Sampling Plan (Normal) and General Inspection Level II. The AQL for Critical (Visual), Major and Minor defects shall be 0.01%, 0.25% and 1.50%, respectively. Quality conformance examination for defects shall be based on MIL-C-70508 (AR) Amendment 8, Military Specification for 9mm Cartridge, Ball, NATO, XM882. The cartridge case shall be manufactured by a single manufacturer only, within one (1) year from date of award, with the manufacturing date indicated on the packaging.	2,220,000	P 4.55	P 21,223,200.00
	pc	b. 9mm Bullet 1. Workmanship The bullet shall be free from such defects as dent, scratch, split bullet jacket, scaly metal, upset (crooked) point, exposed steel (clad jacket), flat point and other defects which will render it unsuitable for the purpose intended. The bullet shall be clean and free from corrosion, stain, dirt, oil and other foreign matter.	2,220,000	5.01	

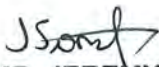
Stock/ Property No.	Unit	Description	Qty	Unit Cost	Amount
		<p>2. Dimensional and Weight Use Drawing No. NPC 201N-04 for reference only.</p> <p>3. Accuracy Should conform to US or NATO Standard</p> <p>4. Bullet Integrity The jacket of the bullet, or any part thereof, shall not strip from the slug when the cartridge is fired.</p> <p>5. For Visual and Dimensional Inspection Sampling plan is based on ANSI/ASQ Z1.4-2003 using Double Sampling Plan (Normal) and General Inspection Level II. The AQL for Major and Minor defects shall be 0.25% and 1.50%, respectively. Quality conformance examination for defects shall be based on MIL-C-70508 (AR) Amendment 8, Military Specification for 9mm Cartridge, Ball, NATO, XM882.</p> <p>6. Manufacturing Requirement The cartridge bullet shall be manufactured by a single manufacturer only, within one (1) year from date of award, with the manufacturing date indicated on the packaging.</p> <p>Note: a. The case and bullet shall be manufactured by a single manufacturer. (per SBB Nr. GA-BAC-9MMCB-01 dtd 22 June 2020) b. Inspection and tests to confirm the goods' compliance to the Contract Specifications shall be conducted by two (2) GA inspectors at the manufacturer's plant site for a duration of five (5) working days exclusive of travel time prior to shipment of the goods, at no extra cost to the Procuring Entity. *****nothing follows*****</p> <p>BASIS: Case and Bullet Division REF: PR No. 2020-02-031, Continuing Appropriations CY 2019 PURPOSE: For assembly of 9mm Ammunition PAYMENT TERM: The terms of payment shall be as follows: Payment of ninety five percent (95%) upon 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) issued at manufacturer's plant site, shipping documents and Advice of Payment duly signed by the Director, GA The remaining five percent (5%) shall be retained to cover warranty obligations, to be released after three (3) months upon presentation of the Certificate of Final Acceptance Inspection and Advice of Payment duly signed by the Director, Government Arsenal or upon submission of an equivalent special bank guarantee. 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.</p>			

(Total Amount in Words) TWENTY ONE MILLION TWO HUNDRED TWENTY THREE THOUSAND TWO HUNDRED PESOS only P 21,223,200.00

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. JEREMY G. SANCHEZ
 Authorized Representative
 Signature over Printed Name
 SEPTEMBER 1, 2020
 Date


DANIEL R. CASABAR JR
 Director

Fund Cluster: 101101
 Funds Available: Php 21,223,200.00

ORS/BURS No.: 02-101101-2020-08-031
 Date of the ORS/BURS: 18 AUG 2020
 Amount: Php 21,223,200.00


MS. ALLECIAH D. CARREON, CPA
 Chief Accountant