

**PURCHASE ORDER**  
**GOVERNMENT ARSENAL**  
Entity Name

Supplier: <u>POONGSAN CORPORATION</u>	P. O. No.: <u>2020-03-024</u>
Address: <u>Poongsan Building, 23, Chungjeong-ro,</u> <u>Seodaemun-gu, Seoul, Korea</u>	Date: <u>March 4, 2020</u>
Represented by: <u>Ma. Cristina B. Espiritu</u> <u>Atty-In-Fact</u>	Mode of Procurement: <u>Public Bidding</u>

Gentlemen:

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

Place of Delivery: <u>Government Arsenal, Lamao, Limay, Bataan</u>	Delivery Term: <u>DAP, Camp General Antonio Luna,</u> <u>Lamao, Limay, Bataan</u>
Date of Delivery: <u>Within two hundred forty (240) calendar days,</u> <u>from the receipt of Notice to Proceed (NTP)</u>	Payment Term: <u>Letter of Credit (LC)</u>

Stock/ Property No.	Unit	Description	Qty	Unit Cost	Amount
	unit	<b>5.56mm BULLET GAGING AND WEIGHING MACHINE</b>  <b>Purpose :</b> The equipment must be brand new and be able to perform gaging of outside diameter and overall length and weighing of 5.56mm M855 bullet; segregation of good, oversized / undersize diameter & length, overweight & underweight bullets.  <b>Technical Data</b> Theoretical Output (minimum) : 120 ppm Electrical Power : 5kw Operating voltage : 220V, 3 phase Control Voltage : 220VAC / 24 VDC Frequency : 60 Hz Noise Level : 78 [ dB (A) ] Compressed air : 6 bar Control : PLC  <b>Includes</b> <ul style="list-style-type: none"> <li>• One (1) set of gages for bullet outside diameter and total length.</li> <li>• One (1) set test weight for calibration</li> <li>• One (1) set weight sensor (as spare)</li> <li>• One (1) unit analytical weighing balance</li> <li>• Machine spare parts, oils and lubricants required for one (1) year operation and maintenance (items and quantity to be specified in the offer)</li> <li>• One (1) set air compressor</li> <li>• Uninterruptible Power Supply (UPS)</li> </ul> <b>Documentation requirements:</b> Hard copy of complete Technical Data Package (TDP) in two (2) sets for 5.56mm bullet in English language and measurements expressed in metric units in accordance with ISO Standards. The TDP should include machine drawings, electrical diagrams, tool drawings in CAD form and spare parts lists and related documents.	1	P 22,950,000.00	P 22,950,000.00

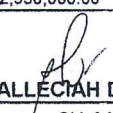
Stock/ Property No.	Unit	Description	Qty	Unit Cost	Amount
		<p>Hard copy of Operation and Maintenance Manual in two (2) sets in English with backup soft copies of documentation, software parameters and program control are to be supplied.</p> <p><b>Installation, Commissioning, Test Run and Training</b>                      Maximum of three (3) weeks shall be allotted for the installation proper, commissioning, test run and training of operators free of cost on site in the following areas: Programming, Machine Operation, Preventive Maintenance and Troubleshooting at no extra cost to the Procuring Entity.                      The machine should be able to process 200,000 bullets during the test run with at least 85% efficiency.</p> <p><b>Other Support Requirements</b>                      Technical assistance and after-sales service once the equipment encounters problem in the operation even after the expiration of the one (1) year warranty period.</p> <p style="text-align: center;">***** nothing follows *****</p> <p><b>BASIS:</b> Case and Bullet Division  <b>REF:</b> PR No. 2019-11-380, APP 2020, Page 7, IV. V. 1-7</p> <p><b>TERMS OF PAYMENT:</b>                      The terms of payment shall be as follows:                      Payment of ninety five percent (95%) upon delivery, installation and commissioning shall be made thru Letter of Credit (LC) at the Government Arsenal, 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 one (1) year or upon submission of an equivalent Special Bank Guarantee. In both instance, upon presentation of the Certificate of Final Acceptance Inspection and 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.</p>			

(Total Amount in Words) TWENTY TWO MILLION NINE HUNDRED FIFTY THOUSAND PESOS only P 22,950,000.00

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 item/s.

Conforme:   
**MA. CRISTINA B. ESPIRITU**  
 Atty-In-Fact  
 Poongsan Corporation  
**16 MAR 2020**  
 Date

Very truly yours,   
**DANIEL R. CASABAR JR**  
 Director

Fund Cluster: 101101  
 Funds Available: PHP 22,950,000.00  
  
**MS. ALLECTIAH D. CARREON, CPA**  
 Chief Accountant

ORS/BURS No.: 02-101101-2020-03-0352  
 Date of the ORS/BURS: 6 MAR 2020  
 Amount: PHP 22,950,000.00