

PURCHASE ORDER

GOVERNMENT ARSENAL

Entity Name

Supplier: GECAR MACHINE SOLUTIONS, INC.
 Address: Mindanao Rattan Compound, P. Burgos St.
Alang-Alang, Mandaue City Cebu
 TIN: 402-688-122-000

P. O. No.: 2020-07-044
 Date: July 2, 2020
 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, Installation, Commissioning, Test Run and Training: Within two hundred ten (210) calendar days from the receipt of Notice to Proceed (NTP)

Delivery Term: _____
 Payment Term: _____

Stock/ Property No.	Unit	Description	Qty	Unit Cost	Amount
	set	<p>LINKAGING MACHINE</p> <p>Consisting of the following: a. one (1) unit for 5.56mm, brand new b. one (1) unit for 7.62mm, brand new</p> <p>Link Type : M27 and M13 Links ✓ Capacity (Minimum) : 120 ppm each machine ✓ Power : 220V, 3-phase, 60 Hz ✓</p> <p>Includes:</p> <ul style="list-style-type: none"> • Complete set of spare parts for each linkaging machine required for one (1) year operation and maintenance to include but not limited to the following: <ul style="list-style-type: none"> - Sensors - Solenoid valves - Belts (Conveyor, Timing) - Cylinders • One (1) set of basic and special mechanical tools for machine maintenance • One (1) unit each of compressed air system compatible to the machine complete with filter, dryer, oil and lubricators good for six (6) months • One (1) unit each of Uninterruptible Power Supply compatible to the machine • Software for accessing the Programmable Logic Controller (PLC) for troubleshooting purposes compatible with Windows Operating System <p>Product:</p> <ul style="list-style-type: none"> ✓ a. 200 rounds per link belt of 5.56mm cartridges ✓ b. 230 rounds (190 ball cartridges + 40 tracer cartridges) per link belt of 7.62mm 	1	P28,995,000.00	P 28,995,000.00

Stock/ Property No.	Unit	Description	Qty	Unit Cost	Amount
		<p>Operations/Processes</p> <ul style="list-style-type: none"> • Feeding of cartridges into a rotary parts feeder • Feeding of metallic links into a rotary parts feeder • For 7.62mm production, automatic insertion of Tracer Cartridge • Assembly of the components into link belts • Automatic cutting and checking of links on the standard quantity/length <p>Details for 7.62mm link belt</p> <p>Three (3) tracer cartridges shall be placed at the beginning of every link belt. One (1) tracer cartridge will be placed after every five (5) 7.62mm rounds with provision for change in the number of alternating tracer cartridges</p> <p>Safety Features</p> <ul style="list-style-type: none"> • The machine should be equipped with safety features that dislodge the cartridges when improperly positioned to the feeder • The machine should have adequate guards to protect the operator from injuries when in operation • Other safety features may be offered as deemed necessary <p>Documentation requirements:</p> <ul style="list-style-type: none"> • Hard copy of complete Technical Data Package (TDP) in two (2) sets, in English language and measurements expressed in metric units in accordance with ISO Standards. The TDP should include complete machine drawings in CAD form, electrical diagrams and spare parts lists and related documents. • Hard copy of Operation and Maintenance Manual in two (2) sets in English with backup soft copies of documentation, software parameters and program control <p>Installation, Commissioning, Test Run and Training</p> <p>Maximum of ten (10) days shall be allotted for the installation proper, commissioning, test run and on-site training of operators in the following areas: Programming, Machine Operation, Preventive Maintenance and Troubleshooting at no extra cost to the Procuring Entity. The machines should be able to process at least 250,000 rounds each of 5.56mm and 7.62mm linked cartridges.</p> <p>Other support requirements</p> <p>Technical assistance, after-sales service and availability of machine spare parts once the equipment encounters problem in the operation even after the expiration of the one (1) year warranty period</p>			

Stock/ Property No.	Unit	Description	Qty	Unit Cost	Amount
		<p>Pre Delivery Inspection:</p> <p>Inspection, testing and training to confirm the machine's conformity to the Contract Specifications shall be conducted by four (4) inspectors prior to shipment of the machine at the manufacturer's plant site for a duration of five (5) working days, exclusive of travel time at no extra cost to the Procuring Entity.</p> <p>All reasonable facilities and assistance, including access to drawings and production data, shall be furnished to the inspectors at no charge to the Procuring Entity.</p> <p>Eight Thousand (8,000) pcs each of 5.56mm and 7.62mm links and ammunition for the Pre Delivery Inspection/test run shall be provided by the supplier</p> <p>BASIS: Cartridge Assembly and Packaging Division REF: PR# 2019-11-375, APP 2020, Page 7-V, V.3 (Equipment Outlay)</p> <p>PURPOSE: To be used for linking 7.62mm and 5.56mm M855 cartridges into ammunition belts</p> <p>TERMS OF PAYMENT :</p> <p>Payment of ninety-five percent (95%) shall be made thru 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 2013-16 dated December 23, 2013) after delivery, installation and commissioning and acceptance at the Government Arsenal, and presentation of Certificate of Acceptance Inspection (Pre-delivery inspection) issued at the manufacturer's plant site.</p> <p>The remaining five percent (5%) shall be retained to cover warranty obligations, to be released only after one (1) year from final acceptance, or upon submission of an equivalent special bank guarantee.</p>			

<p>(Total Amount in Words) TWENTY EIGHT MILLION NINE HUNDRED NINETY FIVE THOUSAND PESOS only</p>	<p>P 28,995,000.00</p>
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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. HILARION E. LLANZA
 Signature over Printed Name


DANIEL R. CASABAR, JR
 Director

16 JUL 2020
 Date

<p>Fund Cluster: <u>101101</u></p> <p>Funds Available: <u>PHP 28,995,000.00</u></p> <p> MS. ALLECIAH D. CARREON, CPA Chief Accountant</p>	<p>ORS/BURS No. <u>02-101101-2020-07-0590</u></p> <p>Date of the ORS/BURS: <u>July 07, 2020</u></p> <p>Amount: <u>PHP 28,995,000.00</u></p>
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