



NOTICE OF AWARD AND CONTRACT AGREEMENT
Supply and Delivery of Personal Protective Equipment (PPE) for the
Procurement Service

Contract No.: PS-CP-MDC-20-03-34
 Date: 07 May 2020

TIANLIANG QIN
 Authorized Representative
XUZHOU CONSTRUCTION MACHINERY GROUP
IMP. AND EXP. CO., LTD
 No. 1 Industry District, Xuzhou Economic Development Zone
 Jiangsu, China
xcmg.han@foxmail.com

After conducting evaluation of the proposal, the **Procurement Service** has determined your proposal as the Best and Most Responsive Proposal for the **Supply and Delivery of Personal Protective Equipment (PPE) for the Procurement Service** based on your **Best and Final Offer** as submitted in response to **RFO No. MDC-RFO-20-03-34** received and evaluated on **06 May 2020** thus, this Notice of Award and Contract Agreement:

Quantity	Unit of Measurement	Item/Description	Unit Price	Total Price
1,000,000	sets	Personal Protective Equipment (PPE)	1,898.00	P 1,898,000,000.00

Delivery Instructions:

Quantity to be Delivered	Date of Delivery	Delivery Site
250,000 sets	On or before May 18, 2020	AFP LOGCOM Warehouse Camp Aguinaldo, Quezon City
250,000 sets	On or before May 25, 2020	
250,000 sets	On or before May 31, 2020	
250,000 sets	On or before June 7, 2020	

Handwritten signature: 秦天亮

Standard warranty provisions apply:

1. The Supplier warrants that the Goods supplied under the Contract are new (unused), and that they incorporate all recent improvements in design and materials (latest models), except when the technical specifications required by the Procuring Entity provide otherwise. The Supplier warrants the timely delivery of the items. Any delay or failure to deliver may result in termination of the contract and blacklisting of the entity.
2. The Supplier further warrants that all Goods supplied under this Contract shall have no issue or defect arising from the design, materials, or workmanship or from any act or omission of the Supplier that may develop under normal use of the supplied Goods in the conditions prevailing in the country of final destination.
3. In order to ensure that any manufacturing defects shall be corrected by the Supplier, a warranty shall be required from the Supplier for a minimum period of three (3) months. The obligation for the warranty shall be covered by, at the Supplier's option, either retention money or a bank guaranty in an amount equivalent to at least one percent (1%) of every progress payment. If the latter is opted, the same shall be submitted three days upon the conclusion of negotiations and before the issuance of the Notice of Award and Contract Agreement. Failure to submit the stated warranty security shall automatically revert the warranty security to the option of retention money.
4. The Procuring Entity shall promptly notify the Supplier in writing of any claims arising under this warranty. Upon receipt of such notice, the Supplier shall, within the period specified and with all reasonable speed, replace the defective Goods without cost to the Procuring Entity.
5. The Procuring Entity shall be allowed to deduct Twelve Percent (12%) Value Added Tax (VAT) charged by the Philippine Government from the purchase price. In the event that the Supplier or the Procuring Entity shall be deemed to be exempt from the payment of VAT on the purchased items to the Republic of the Philippines, the amount will not be refunded to the Supplier.
6. In case of local suppliers, the Procuring Entity shall be allowed to deduct 5% Final Value Added Tax, 1% Expanded Withholding Tax and 1% Warranty.

INSTRUCTIONS:

If you have no corrections to the contents of this NOTICE OF AWARD AND CONTRACT AGREEMENT, please sign this instrument immediately upon receipt. Failure to sign this document and revert this document within two (2) days of

蔡天亮

2

receipt may result in the cancellation of the award and blacklisting for unjustified refusal of award.

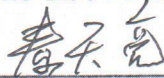
Very truly yours,



USEC. LLOYD CHRISTOPHER A. LAO
Head of the Procuring Entity
Procurement Service

The XUZHOU CONSTRUCTION MACHINERY GROUP IMP. AND EXP. CO., LTD., through its authorized representative, hereby commits to deliver the requirements consistent with the terms above stated:

Tianliang Qin



May 8, 2020

NAME

SIGNATURE

DATE