

ACKNOWLEDGMENT

The undersigned hereby acknowledges receipt of a signed copy of the foregoing Notice on 12-16-02; two signed copies of this Notice are herewith returned.

BY 

(name) David Pereira

Vice President

(title)



DEPARTMENT OF THE ARMY  
UNITED STATES ARMY TANK - AUTOMOTIVE AND ARMAMENTS COMMAND  
ROCK ISLAND, ILLINOIS 61299-7630

REPLY TO  
ATTENTION OF

10 DEC 2002

Heavy Combat Contracting Group

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

Majestic Metal Fabrication  
27941 Groesbeck Highway  
Roseville, Michigan 48066-2785

Gentlemen:

RE: NOTICE OF PARTIAL TERMINATION FOR CONVENIENCE, CONTRACT  
NO. DAAE20-02-C-0031

This is to inform you of the Government's decision to terminate CLIN 0001AB, under Contract Number DAAE20-02-C-0031 (hereinafter referred to as "the contract"), for the convenience of the Government in accordance with FAR 52.249-2, entitled "Termination for the Convenience of the Government". Such termination is effective immediately upon receipt of this notice.

CESSATION OF WORK

You shall stop all work, on the terminated CLIN 0001AB, except:

- a. To the extent necessary to perform any portion thereof not terminated by this notice or,
- b. To the extent that you may wish to retain and continue any work in progress or other material for your own account, or
- c. To the extent the Contracting Officer authorizes you to continue work in process for reason of safety or to clear (or avoid damage to) equipment or to avoid immediate complete spoilage of work-in-process having definite commercial value, or otherwise to prevent undue loss to the Government. If you believe this authorization is necessary or advisable, you shall immediately notify the Contracting Officer by telephone or personal conference to obtain instructions.

You shall keep adequate records, of your compliance with this section, showing the date you received your Notice of PARTIAL Termination, effective date of such termination, and the extent of completion on the terminated CLIN of performance on such effective date.

You shall take such other actions, as may be required by the Contracting Officer, or under the termination clause contained in your contract.

#### NOTIFICATION TO IMMEDIATE SUBCONTRACTORS

You shall give notice of this partial termination to each of your immediate subcontractors (including suppliers), who will be affected by the termination of CLIN 0001AB in your contract. In such notice, you shall:

- a. State the number of your contract with the Government.
- b. State that CLIN 0001AB of the contract have been terminated completely for the convenience of the Government.
- c. Instruct the subcontractor to stop all work, to make no further shipments, to place no further order, and to terminate all subcontracts under this contract with you (subject to the same exceptions stated under "Cessation of Work").
- d. Direct the subcontractor to submit his settlement proposal promptly in order to expedite settlement, if any, and
- e. Request that the subcontractor give similar notice and instruction to his immediate subcontractor(s).

#### NOTICE OF LEGAL PROCEEDINGS

You shall notify the Contracting Officer of any pending legal proceedings, which relate to any subcontracts under terminated CLIN 0001AB, if applicable. The Contracting Officer shall also be promptly notified of any such proceedings brought after receipt of this notice.

#### SETTLEMENTS WITH SUBCONTRACTORS

You remain liable to your subcontractors for claims arising by reason of the termination of their subcontracts. You are requested to settle such termination claims as promptly as possible. For purposes of reimbursement by the Government, such settlements will be governed by provisions of FAR 49.108.

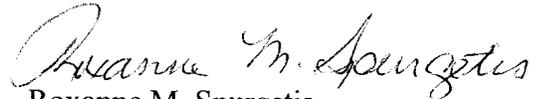
#### ADMINISTRATIVE

The contract administration office named in your contract will furnish you the name of the Terminating Contracting Officer who will be in charge of the settlement of terminated CLIN 0001AB, and who will, upon request, provide you with the necessary settlement

forms. Matters not covered by this Notice should be brought to the attention of the Contracting Officer specified in Block 20 of SF 26.

Please acknowledge receipt of this Notice as provided on the following page.

Sincerely,

  
Roxanne M. Spurgetis  
Contracting Officer

Copy Furnished:  
Cdr, DCMA Detroit  
6501 East 11 Mile Road  
Warren, MI 48397-5000