

**CONTRACT DAAE20-01-C-0090  
PERFORMANCE-BASED PAYMENTS**

EVENT NO.	EVENT TYPE	EXPECTED DATE	DESCRIPTION	ACCOMPLISHMENT EXPECTED	METHOD OF VERIFICATION	EVENT VALUE DOLLAR AMOUNT
1	Severable	Event has occurred	Order Material for manufacture of 832 MK19's	Provide both raw material for machining and completed parts for assembly at GDAS.	Copies of PO's for at least 80% (\$1.9 million) of the total value of the material ordered. ACO to verify items to bill of material & proper contract number on Purchase Orders.	\$3,100,000
2	Cumulative	October 15, 2001	Receive initial long lead material at GDAS for first 3 months production of 246 MK19's	Provide raw material to initiate first three months of production at GDAS. This event is dependent upon the completion of Event No. 1.	Receiving Inspection Acceptance Documents for <u>Initial Deliveries</u> of Three Key Components: 1) BARREL GD-270011 USG-12012058 2) RECEIVER GD-220062/63 USG-3269460 3) BOLT GD-060067 USG-3269461  Inspection documents & accepted hardware to be verified by the QAR at Saco Operations. Quantity of material should represent at least 246 units.	\$900,000

*Attachment 018*

**CONTRACT DAAE20-01-C-0090  
PERFORMANCE-BASED PAYMENTS-CONTINUED**

EVENT NO.	EVENT TYPE	EXPECTED DATE	DESCRIPTION	ACCOMPLISHMENT EXPECTED	METHOD OF VERIFICATION	EVENT VALUE DOLLAR AMOUNT
3	Cumulative	November 15, 2001	Issue Production Orders to Shop to complete the 1 <sup>st</sup> month deliveries of 46 MK19's	Complete Manufacture of Initial 46 units. This event is dependent upon the completion of Event No. 1 & No. 2	<p>Copies of <u>Initial</u> Production Orders for Three Key Items</p> <p>1) BARREL GD-10009 USG-12012058</p> <p>2) RECEIVER GD-10089 USG-3269460</p> <p>3) BOLT GD-10016 USG-3269461</p> <p>Production Order documents &amp; release of hardware to be verified by the QAR at Saco Operations. Quantity of material should represent at least 46 units.</p>	5175,000