

CONTINUATION SHEET**Reference No. of Document Being Continued****Page 2 of 4**

PIIN/SIIN DAAE20-03-G-0001/0026

MOD/AMD 02

Name of Offeror or Contractor: DRS TEST & ENERGY MANAGEMENT INC

SECTION A - SUPPLEMENTAL INFORMATION

DIRECT SUPPORT ELECTRICAL SYSTEMS TEST SETS (DSESTS)

CHASSIS MODIFICATION / EMBEDDED DIAGNOSTICS

CM/ED

1. The purpose of this Modification 02 is to definitize the letter contract issued 12 January 2004. This Modification also provides Revision 1 to Word Directive 26-1AA (Atch 01), in accordance with the authority of Modification P00002 to the Basic Ordering Agreement, which adds authorized hours to CM/ED Development. The following represents the negotiated agreement of 30 March 2004, which defines and incorporates the terms of the Undefinitized Contract Action and the revised Work Directive:

ORDERING PERIOD 1 - THRU 31 OCTOBER 2004

WORK DIRECTIVE # 26-1AA, CM/ED DEVELOPMENT

AUTHORIZED ESTIMATED LABOR HOURS	21,222
ESTIMATED COST	\$3,309,783.12
AUTHORIZED FEE	\$ 189,724.68

2. This Modification incorporates additional funding in the amount of \$2,600,000, increasing the original Delivery Order amount of \$1,000,000.00, to a new Delivery Order total of \$3,600,000.00.

3. The Period of Performance ends 30 October 2004, unless extended by mutual agreement of both parties.

5. In accordance with the Basic Ordering Agreement, the following contract clauses apply:

a. All mandatory clauses are incorporated by reference.

b. Mandatory for Cost Plus Fixed Fee Service Contracts Only: Page 28

c. Optional Clauses: Pages 28 and 29

d. Optional for Cost Plus Fixed Fee contracts only: Page 31 and 32

6. Promptly notify the Contracting Officer upon reaching 75% of either the Authorized Hours or the Total Cost provided on incorporated Work Directive # 26-1AA.

7. All other terms and conditions of the Basic Ordering Agreement, DAAE20-03-G-0001, remain unchanged.

*** END OF NARRATIVE A 003 ***

CONTINUATION SHEET

Reference No. of Document Being Continued

PIIN/SIIN DAAE20-03-G-0001/0026 **MOD/AMD** 02

Name of Offeror or Contractor: DRS TEST & ENERGY MANAGEMENT INC

SECTION G - CONTRACT ADMINISTRATION DATA

LINE	PRON/ AMS CD/ <u>ITEM</u> <u>MIPR</u>	<u>ACRN</u>	<u>OBLG STAT/</u> <u>JOB ORD NO</u>	<u>PRIOR AMOUNT</u>	<u>INCREASE/DECREASE</u> <u>AMOUNT</u>	<u>CUMULATIVE</u> <u>AMOUNT</u>
0001AA	7236F06372 31201678013 A13P30137272	AA	1 3ZGB13	\$ 1,000,000.00	\$ 2,600,000.00	\$ 3,600,000.00
				NET CHANGE	\$ 2,600,000.00	

<u>SERVICE</u> <u>NAME</u>	<u>NET CHANGE</u> <u>BY ACRN</u>	<u>ACCOUNTING CLASSIFICATION</u>	<u>ACCOUNTING</u> <u>STATION</u>	<u>INCREASE/DECREASE</u> <u>AMOUNT</u>
Army	AA	21 32033000035R5R03P31201625FB S20113	W56HZV	\$ 2,600,000.00
				NET CHANGE \$ 2,600,000.00

	<u>PRIOR AMOUNT</u> <u>OF AWARD</u>	<u>INCREASE/DECREASE</u> <u>AMOUNT</u>	<u>CUMULATIVE</u> <u>OBLIG AMT</u>
NET CHANGE FOR AWARD:	\$ 1,000,000.00	\$ 2,600,000.00	\$ 3,600,000.00