

CONTINUATION SHEET**Reference No. of Document Being Continued**

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PIIN/SIIN DAAE20-98-G-0004/0030

MOD/AMD 23

Name of Offeror or Contractor: PEI ELECTRONICS INC

SECTION A - SUPPLEMENTAL INFORMATION

1. This modification changes the 'STS Year Two' option, originally awarded 26 SEP 2001 under modification #12 of Delivery Order 0030, by establishing two new Contract Line Item Numbers; CLIN 0006AM, BRADS Legacy/BRADS Interface Device (BID) for \$1,631,250.00 & CLIN 0017AD, CM/ED Bradley for \$2,392,553.07 with the following provisions below. This change is a within scope change for the purpose of increasing funding in support of the continuing effort in the BRADS Legacy, BRADS Interface Device (BID) & CM/ED Bradley portion of the Bradley Program. Period of Performance is extended to 30 September 2003. In accordance with the formula developed in support of negotiated agreement reached on 22 September 2000, the fee structure is as follows:

STS YEAR TWO

CLIN	NOMENCLATURE	COST	COM	FEE	CLIN TOTAL
0006AM	BRADS LEGACY/BID	\$1,493,244.00	\$5,142.00	\$132,864.00	\$1,631,250.00
0006AN	BRADS BRIDGE FUNDING	\$ 62,927.00	\$ 220.00	\$ 5,603.00	\$ 68,750.00
0017AD	PEI CM/ED	\$2,189,904.07	\$7,656.00	\$194,993.00	\$2,392,553.07
0017AE	CM/ED BRIDGE FUNDING	\$ 123,149.93	\$ 431.00	\$ 10,966.00	\$ 134,546.93

The Government and PEI hereby agree to the following terms and conditions:

(a.) PEI is limited to billing for two month's effort/incurred cost only on the newly established CLINs 0006AM & 0017AD.

(b.) Incurred cost cannot exceed \$160,000.00 for CLIN 0006AM or \$600,000.00 for CLIN 0017AD prior to Government determination at the Program Strategy and Cost Control Method Review indicated below. CLIN 0006AM is a continuation of effort begun under CLIN 0006AD and 0006AK. CLIN 0017AD is a continuation of effort begun under CLIN 0017AA, 0017AB and 0017AC. No reimbursement of CLINs 0006AK and 0017AC for expenditures above the 100% previously established limitation of cost is currently recognized; PEI Electronics Inc will submit a Request for Equitable Adjustment (REA) for these costs. In the interim, the Government establishes CLIN 0006AN as bridge funding against claimed underfunded effort on CLIN 0006AK and CLIN 00017AE as bridge funding against claimed underfunded effort on CLIN 0017AE. PEI Electronics Inc is authorized to bill an amount not to exceed \$68,750.00 (CLIN 0006AN), \$134,546.93 (CLIN 0017AE), representing a portion of the REA; when final settlement of the REA is completed, the amount paid out under this provision will be offset against the settlement. PEI Electronics Inc is reminded that the bridge funding provided under CLINs 0006AN and 0017AE could be totally forfeit in the event that the PEI Electronics Inc submitted REA is found to be insufficient basis for compensation. The Government and PEI Electronics Inc pledge their best efforts to resolve the REA within 60 (SIXTY) days of submission.

(c.) Upon completion of a 60 day Program Strategy and Cost Control Method Review, the Government will evaluate and make a determination on program continuation.

(d.) All efforts in regard to these newly established CLINs are IAW the most current contractually established Statements of Work and/or previously established and current Terms & Conditions Agreements for BRADS Legacy, BRADS Interface Device and CM/ED.

2. Based on the aforementioned actions addressing PM Bradley concerns regarding program management, cessation of and work on CLINs, identified in PCO letter of 2 May 2002 are rescinded. The Contractor is reminded that this action in no way waives any contractual or regulatory limits regarding the Government's responsibility for contractor performance beyond the limits of funding on contract IAW FAR clauses 52.232-22 (f)(1) and 52.232-22 (f)(2).

3. Based upon the aforementioned actions in this modification, the Delivery Order 0030's value is hereby increased by \$4,227,100.00, from \$30,805,475.45 to \$35,032,575.45.

4. All other terms and conditions of Delivery Order 0030 of Basic Ordering Agreement DAAE20-98-G-0004 apply to this modification.

*** END OF NARRATIVE A 026 ***

CONTINUATION SHEET

Reference No. of Document Being Continued
 PIIN/SIIN DAAE20-98-G-0004/0030 MOD/AMD 23

Name of Offeror or Contractor: PEI ELECTRONICS INC

ITEM NO	SUPPLIES/SERVICES	QUANTITY	UNIT	UNIT PRICE	AMOUNT						
0006AM	SECTION B - SUPPLIES OR SERVICES AND PRICES/COSTS <u>SERVICES LINE ITEM</u> NOUN: BRADS LEGACY/BID SECURITY CLASS: Unclassified PRON: W126F93872 PRON AMD: 01 ACRN: BA AMS CD: 538006000000 CUSTOMER ORDER NO: B023AD05D2D2 <u>Inspection and Acceptance</u> INSPECTION: Origin ACCEPTANCE: Origin <u>Deliveries or Performance</u> DLVR SCH PERF COMPL <table border="0"> <tr> <td><u>REL CD</u></td> <td><u>QUANTITY</u></td> <td><u>DATE</u></td> </tr> <tr> <td>001</td> <td>0</td> <td>30-SEP-2003</td> </tr> </table> \$ 1,631,250.00	<u>REL CD</u>	<u>QUANTITY</u>	<u>DATE</u>	001	0	30-SEP-2003				\$ 1,631,250.00
<u>REL CD</u>	<u>QUANTITY</u>	<u>DATE</u>									
001	0	30-SEP-2003									
0006AN	<u>SERVICES LINE ITEM</u> NOUN: BRADS BRIDGE FUNDING SECURITY CLASS: Unclassified PRON: W126F93872 PRON AMD: 01 ACRN: BA AMS CD: 538006000000 CUSTOMER ORDER NO: B023AD05D2D2 <u>Inspection and Acceptance</u> INSPECTION: Origin ACCEPTANCE: Origin <u>Deliveries or Performance</u> DLVR SCH PERF COMPL <table border="0"> <tr> <td><u>REL CD</u></td> <td><u>QUANTITY</u></td> <td><u>DATE</u></td> </tr> <tr> <td>001</td> <td>0</td> <td>30-SEP-2003</td> </tr> </table> \$ 68,750.00	<u>REL CD</u>	<u>QUANTITY</u>	<u>DATE</u>	001	0	30-SEP-2003				\$ 68,750.00
<u>REL CD</u>	<u>QUANTITY</u>	<u>DATE</u>									
001	0	30-SEP-2003									
0017AD	<u>SERVICES LINE ITEM</u> NOUN: PEI CM/ED SECURITY CLASS: Unclassified PRON: W126F93972 PRON AMD: 01 ACRN: BA AMS CD: 538006000000 CUSTOMER ORDER NO: B023AD05D2D2 <u>Inspection and Acceptance</u> INSPECTION: Origin ACCEPTANCE: Origin <u>Deliveries or Performance</u> DLVR SCH PERF COMPL <table border="0"> <tr> <td><u>REL CD</u></td> <td><u>QUANTITY</u></td> <td><u>DATE</u></td> </tr> <tr> <td>001</td> <td>0</td> <td>30-SEP-2003</td> </tr> </table> \$ 2,392,553.07	<u>REL CD</u>	<u>QUANTITY</u>	<u>DATE</u>	001	0	30-SEP-2003				\$ 2,392,553.07
<u>REL CD</u>	<u>QUANTITY</u>	<u>DATE</u>									
001	0	30-SEP-2003									
0017AE	<u>SERVICES LINE ITEM</u>				\$ 134,546.93						

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Reference No. of Document Being Continued
 PIIN/SIIN DAAE20-98-G-0004/0030 MOD/AMD 23

Name of Offeror or Contractor: PEI ELECTRONICS INC

ITEM NO	SUPPLIES/SERVICES	QUANTITY	UNIT	UNIT PRICE	AMOUNT						
	NOUN: PEI CM/ED BRIDGE FUNDING SECURITY CLASS: Unclassified PRON: W126F93972 PRON AMD: 01 ACRN: BA AMS CD: 538006000000 CUSTOMER ORDER NO: B023AD05D2D2 <u>Inspection and Acceptance</u> INSPECTION: Origin ACCEPTANCE: Origin <u>Deliveries or Performance</u> DLVR SCH PERF COMPL <table border="0" style="width: 100%;"> <tr> <td style="text-align: left;"><u>REL CD</u></td> <td style="text-align: center;"><u>QUANTITY</u></td> <td style="text-align: right;"><u>DATE</u></td> </tr> <tr> <td>001</td> <td style="text-align: center;">0</td> <td style="text-align: right;">30-SEP-2003</td> </tr> </table> <div style="text-align: right; margin-right: 100px;"> \$ 134,546.93 </div>	<u>REL CD</u>	<u>QUANTITY</u>	<u>DATE</u>	001	0	30-SEP-2003				
<u>REL CD</u>	<u>QUANTITY</u>	<u>DATE</u>									
001	0	30-SEP-2003									

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Reference No. of Document Being Continued

PIIN/SIIN DAAE20-98-G-0004/0030

MOD/AMD 23

Name of Offeror or Contractor: PEI ELECTRONICS INC

SECTION G - CONTRACT ADMINISTRATION DATA

<u>LINE</u> <u>ITEM</u>	<u>PRON/</u> <u>AMS CD</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>
0006AM	W126F93872 538006000000	BA	1	\$	0.00	\$	1,631,250.00	\$	1,631,250.00
0006AN	W126F93872 538006000000	BA	1	\$	0.00	\$	68,750.00	\$	68,750.00
0017AD	W126F93972 538006000000	BA	1	\$	0.00	\$	2,392,553.07	\$	2,392,553.07
0017AE	W126F93972 538006000000	BA	1	\$	0.00	\$	134,546.93	\$	134,546.93
					NET CHANGE	\$	4,227,100.00		

<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	BA	21 22035000026X6X1853800602516 S01021	W31P4Q	\$ 4,227,100.00
				NET CHANGE \$ 4,227,100.00

	<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:	\$ 30,805,475.45	\$ 4,227,100.00	\$ 35,032,575.45