

AWARD/CONTRACT	1. This Contract Is A Rated Order Under DPAS (15 CFR 700)	Rating DOA5	Page 1 Of 6
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2. Contract (Proc. Inst. Ident) No. DAAE20-99-D-0153	3. Effective Date 1999SEP30	4. Requisition/Purchase Request/Project No. SEE SCHEDULE
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5. Issued By TACOM-ROCK ISLAND AMSTA-LC-CSC BABETTE MURPHY (309) 782-4856 ROCK ISLAND IL 61299-7630 e-mail address: MURPHYB3@RIA.ARMY.MIL	Code W52H09	6. Administered By (If Other Than Item 5) DCMC BOSTON 495 SUMMER STREET BOSTON MA 02210-2138 SCD C PAS NONE ADP PT SC1012	Code S2206A
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7. Name And Address Of Contractor (No. Street, City, County, State, And Zip Code) SACO DEFENSE CORPORATION 291 NORTH STREET SACO ME 04072-0890 TYPE BUSINESS: Other Small Business Performing in U.S. Code 26978 Facility Code	8. Delivery <input type="checkbox"/> FOB Origin <input checked="" type="checkbox"/> Other (See Below) SEE SCHEDULE 9. Discount For Prompt Payment 10. Submit Invoices (4 Copies Unless Otherwise Specified) Item 12 To The Address Shown In:
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11. Ship To/Mark For SEE SCHEDULE Code	12. Payment Will Be Made By DFAS-COLUMBUS CENTER DFAS-CO-JNB/BUNKER HILL P O BOX 182077 COLUMBUS OH 43218-2077 Code SC1016
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13. Authority For Using Other Than Full And Open Competition: <input type="checkbox"/> 10 U.S.C. 2304(c)() <input type="checkbox"/> 41 U.S.C. 253(c)()	14. Accounting And Appropriation Data
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15A. Item No. SEE SCHEDULE	15B. Schedule Of Supplies/Services CONTRACT TYPE: Firm-Fixed-Price	15C. Quantity	15D. Unit	15E. Unit Price	15F. Amount
KIND OF CONTRACT: Supply Contracts and Priced Orders					
Contract Expiration Date: 2003SEP30				15G. Total Amount Of Contract \$0.00	

16. Table Of Contents							
(X)	Section	Description	Page(s)	(X)	Section	Description	Page(s)
Part I - The Schedule				Part II - Contract Clauses			
X	A	Solicitation/Contract Form	1		I	Contract Clauses	
X	B	Supplies or Services and Prices/Costs	3	Part III - List Of Documents, Exhibits, And Other Attachments			
	C	Description/Specs./Work Statement		X	J	List of Attachments	6
	D	Packaging and Marking		Part IV - Representations And Instructions			
X	E	Inspection and Acceptance	4		K	Representations, Certifications, and Other Statements of Offerors	
	F	Deliveries or Performance			L	Instrs., Conds., and Notices to Offerors	
	G	Contract Administration Data			M	Evaluation Factors for Award	
	H	Special Contract Requirements					

Contracting Officer Will Complete Item 17 Or 18 As Applicable

17. <input type="checkbox"/> Contractor s Negotiated Agreement (Contractor is required to sign this document and return _____ copies to issuing office.) Contractor agrees to furnish and deliver all items or perform all the services set forth or otherwise identified above and on any continuation sheets for the consideration stated herein. The rights and obligations of the parties to this contract shall be subject to and governed by the following documents: (a) this award/contract, (b) the solicitation, if any, and (c) such provisions, representations, certifications, and specifications, as are attached or incorporated by reference herein. (Attachments are listed herein.)	18. <input checked="" type="checkbox"/> Award (Contractor is not required to sign this document.) Your offer on Solicitation Number <u>DAAE2099R0107</u> including the additions or changes made by you which additions or changes are set forth in full above, is hereby accepted as to the items listed above and on any continuation sheets. This award consummates the contract which consists of the following documents: (a) the Government s solicitation and your offer, and (b) this award/contract. No further contractual document is necessary.
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19A. Name And Title Of Signer (Type Or Print)	20A. Name Of Contracting Officer
19B. Name of Contractor By _____ (Signature of person authorized to sign)	19c. Date Signed
20B. United States Of America By _____ (Signature of Contracting Officer)	20C. Date Signed

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Name of Offeror or Contractor: SACO DEFENSE CORPORATION

SECTION A - SUPPLEMENTAL INFORMATION

This award is for an Indefinite Delivery Indefinite Quantity contract for barrel assemblies (1005-00-608-5001); operating rod assemblies (1005-01-183-0572); and breech bolts (1005-00-872-4441) for 5 Ordering Periods. The 5 ordering Periods are as follows:

O.P. 1 Date of award through 1 Oct 1999
O.P. 2 1 Oct 1999 through 30 Sep 2000
O.P. 3 1 Oct 2000 through 30 Sep 2001
O.P. 4 1 Oct 2001 through 30 Sep 2002
O.P. 5 1 Oct 2002 through 30 Sep 2003

The ordering ranges and prices proposed by the contractor and accepted by the Government are included on the spreadsheet at attachment 001 to this document.

Award of the minimum guaranteed quantities will be accomplished concurrent to this award, on Delivery Order (D.O.) 0001 and will require first article. Any orders placed beyond delivery order 0001 will only require first article if so indicated.

The Government is not obligated to place any orders, other than for the guaranteed minimum quantities in D.O. 0001.

All delivery orders will be issued unilaterally by the Government with firm delivery dates.

The following will be provided as Government Furnished Material for Clin 0001 (Barrel Assembly):

Bipod Assy, P/n: 7793009, 1 ea. per barrel assy ordered.

Clause E-3, which was revised by Government letter dated 14 Sep 99 is included as part of this award document. Please note the correction to the P/N for the barrel assembly w/bipod assembly (7269027 in lieu of 7269023).

*** END OF NARRATIVE A001 ***

Name of Offeror or Contractor: SACO DEFENSE CORPORATION

ITEM NO	SUPPLIES/SERVICES	QUANTITY	UNIT	UNIT PRICE	AMOUNT
0001	<p>SECTION B - SUPPLIES OR SERVICES AND PRICES/COSTS</p> <p><u>Supplies or Services and Prices/Costs</u></p> <p><u>PRODUCTION QUANTITY</u></p> <p>NOUN: BARREL ASSEMBLY FSCM: 00000 PART NR: 7269027 SECURITY CLASS: Unclassified Ordering Periods, Quantity Ranges and Prices are reflected on the spreadsheet at attachment 001.</p> <p>(End of narrative B001)</p>		EA		
0002	<p><u>Packaging and Marking</u></p> <p><u>Supplies or Services and Prices/Costs</u></p> <p><u>PRODUCTION QUANTITY</u></p> <p>NOUN: OPERATING ROD ASSEMBLY FSCM: 00000 PART NR: 9362510 SECURITY CLASS: Unclassified</p> <p>(End of narrative B001)</p> <p>Ordering Periods, Quantity Ranges and Prices are reflected on the spreadsheet at attachment 001.</p> <p>(End of narrative B002)</p>				
0003	<p><u>Packaging and Marking</u></p> <p><u>Supplies or Services and Prices/Costs</u></p> <p><u>PRODUCTION QUANTITY</u></p> <p>NOUN: BREECH BOLT FSCM: 00000 PART NR: 11010358 SECURITY CLASS: Unclassified Ordering Periods, Quantity Ranges and Prices are reflected on the spreadsheet at attachment 001</p> <p>(End of narrative B001)</p> <p><u>Packaging and Marking</u></p>		EA		

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MOD/AMD

Name of Offeror or Contractor: SACO DEFENSE CORPORATION

SECTION E - INSPECTION AND ACCEPTANCE

	<u>Regulatory Cite</u>	<u>Title</u>	<u>Date</u>
E-1	52.209-4512 TACOM-RI	FIRST ARTICLE TEST (CONTRACTOR TESTING)	MAY/1994

a. The first article shall consist of:

CLIN 0001

DESCRIPTION	QUANTITY	PART NUMBER
BARREL ASSEMBLY W/BIPOD ASSY	3 EA	7269027
SOCKET BARREL	3 EA	7269041
EXTENSION GAS CYLINDER	3 EA	7269030
SUPPRESSOR, FLASH	3 EA	7269034
PISTON, GAS	3 EA	7791247
GAS CYLINDER PLUG ASSEMBLY	3 EA	9362515
PLUG, GAS CYLINDER	3 EA	9362514

CLIN 0002

DESCRIPTION	QUANTITY	PART NUMBER
ROLLER YOKE	3 EA	9362506
ROD ASSEMBLY, OP	3 EA	9362510
YOKE, OP ROD	3 EA	9362509
HEAD, OP ROD	3 EA	7791596
TUBE, OP ROD	3 EA	7269274

CLIN 0003

DESCRIPTION	QUANTITY	PART NUMBER
BOLT, BREECH	10 EA BEFORE PHOSPHATE 3 EA PARTS AFTER PHOSPHATE	11010358

which shall be examined and tested in accordance with contract requirements, the item specification(s), Quality Assurance Provisions (QAPs) and all drawings listed in the Technical Data Package.

b. The first article shall be representative of items to be manufactured using the same processes and procedures and at the same facility as contract production. All parts and materials, including packaging and packing, shall be obtained from the same source of supply as will be used during regular production. All components, subassemblies, and assemblies in the first article sample shall have been produced by the Contractor (including subcontractors) using the technical data package provided by the Government.

c. The first article shall be inspected and tested by the contractor for all requirements of the drawing(s), the QAPs, and specification(s) referenced thereon, except for:

(1) Inspections and tests contained in material specifications provided that the required inspection and tests have been performed previously and certificates of conformance are submitted with the First Article Test Report.

(2) Inspections and tests for Military Standard (MS) components and parts provided that inspection and tests have been performed previously and certifications for the components and parts are submitted with the First Article Test Report.

(3) Corrosion resistance tests over 10 days in length provided that a test specimen or sample representing the same process has successfully passed the same test within 30 days prior to processing the first article, and results of the tests are submitted with the First Article Test Report.

(4) Life cycle tests over 10 days in length provided that the same or similar items manufactured using the same processes have successfully passed the same test within 1 year prior to processing the first article and results of the tests are submitted with the First Article Test Report.

(5) Onetime qualification tests, which are defined as a onetime on the drawing(s), provided that the same or similar

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Name of Offeror or Contractor: SACO DEFENSE CORPORATION

item manufactured using the same processes has successfully passed the tests, and results of the test are on file at the contractor's facility and certifications are submitted with the First Article Test Report.

d. The Contractor shall provide to the Contracting Officer at least 15 calendar days advance notice of the scheduled date for final inspection and test of the first article. Those inspections which are of a destructive nature shall be performed upon additional sample parts selected from the same lot(s) or batch(es) from which the first article was selected.

e. A First Article Test Report shall be compiled by the contractor documenting the results of all inspections and tests (including supplier's and vendor's inspection records and certifications, when applicable). The First Article Test Report shall include actual inspection and test results to include all measurements, recorded test data, and certifications (if applicable) keyed to each drawing, specification and QAP requirement and identified by each individual QAP characteristic, drawing/specification characteristic and unlisted characteristic. The Government Quality Assurance Representative's (QAR) findings shall be documented on DD Form 1222, Request for and Results of Tests, and attached to the contractor's test report. Two copies of the First Article Test Report and the DD Form 1222 will be submitted through the Administrative Contracting Officer to the Contracting Officer with an additional information copy furnished to -2-.

f. Notwithstanding the provisions for waiver of first article, an additional first article sample or portion thereof, may be ordered by the Contracting Officer in writing when (i) a major change is made to the technical data, (ii) whenever there is a lapse in production for a period in excess of 90 days, or (iii) whenever a change occurs in place of performance, manufacturing process, material used, drawing, specification or source of supply. When conditions (i), (ii), or (iii) above occurs, the Contractor shall notify the Contracting Officer so that a determination can be made concerning the need for the additional first article sample or portion thereof, and instructions provided concerning the submission, inspection, and notification of results. Costs of the first article testing resulting from production process change, change in the place of performance, or material substitution shall be borne by the Contractor.

(End of Clause)
(ES6031)

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Name of Offeror or Contractor: SACO DEFENSE CORPORATION

SECTION J - LIST OF ATTACHMENTS

<u>List of</u> <u>Addenda</u>	<u>Title</u>	<u>Date</u>	<u>Number</u> <u>of Pages</u>	<u>Transmitted By</u>
Attachment 001	ORDERING RANGES & PRICES			