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Name of Offeror or Contractor:

SECTION A - SUPPLEMENTAL INFORMATION

The purpose of this amendment is:

1. To revise and clarify the procedures for design verification testing. The intent is to eliminate any undue risk to the contractor. The testing will be divided into two phases as follows:

Phase I: The contractor will submit a quantity of 30 blasting machines to Operating Capability testing, specifically, paragraphs 4.5.2 through 4.7.3 of DFP 002, dated 6 Aug 04. Within 10 days after the conclusion of Phase I testing, the contractor shall submit an informal report to the contracting officer with the results of testing in sufficient detail to enable the Government to decide whether or not to proceed to Phase II. The Government will have an additional 10 days to review the informal test report and determine whether or not to proceed to Phase II. If Phase II testing is initiated, the contractor will be authorized to receive payment for Phase I immediately.

Phase II: The contractor will submit an additional quantity of 107 blasting machines to complete the remainder of the testing, specifically, paragraphs 4.7.4 through 4.8.13 of DFP 002, dated 6 Aug 04. The quantity of 107 assumes there will be 25 blasting machines remaining from Phase I that were not destructively tested. The contractor shall receive payment for Phase II, regardless of the results of Phase II testing, provided the units otherwise meet the requirements of the DFP and are manufactured in the same manner as accepted under Phase I (unless the Government approves changes).

2. To revise the pricing spreadsheet to accommodate this two-phased testing approach. The contractor will provide the total proposed price for each test phase, including the price of hardware required for each phase and the price of testing itself.

3. To incorporate a provision for possible multiple awards. The Government may make more than one award for the guaranteed minimum quantity. However, only one contractor may receive future delivery orders for production units ordered beyond Phase II. If more than one contractor is approved to proceed to Phase II of testing, the Government will consider price and the results of Phase II testing to select one offeror for all future production orders.

4. To clarify the guaranteed minimum quantity as the quantity of 30 units required for Phase I testing and the cost for Phase I testing itself. The Government may also obligate funding for Phase II at the time of contract award or may modify the delivery order prior to initiating Phase II testing.

5. To revise Section B to change the due date for submission of the Design Verification Test Report to 150 days after receipt of order and change the guaranteed minimum quantity (as clarified above). The due date for the Test Report is also changed to 150 days on page 22 of the solicitation, Narrative I001, Design Verification Approval - Contractor Testing.

6. To extend the due date for receipt of offers to 27 Aug 2004.

*** END OF NARRATIVE A 004 ***

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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>
Exhibit A	REVISED PRICING EVALUATION SPREADSHEET		001	