

**CONTRACT FOR THE SUPPLY AND DELIVERY, INSTALLATION,
CONFIGURATION, SET-UP, AND TESTING OF AUDIO-VISUAL SYSTEM**

KNOW ALL MEN BY THESE PRESENTS:

This AGREEMENT is made and entered into this 28 day of JULY 2022 in FAB, Mariveles, Bataan, by and between:

The **AUTHORITY OF THE FREEPORT AREA OF BATAAN**, a body corporate created and existing under Republic Act No. 9728, as amended by Republic Act No. 11453, with office address at the Second Floor, AFAB Administration Building, Freeport Area of Bataan (FAB), Mariveles, Bataan, represented herein by its Administrator, **EMMANUEL D. PINEDA**, hereinafter referred to as the **"AFAB"**;

– and –

AVESCO MARKETING CORPORATION, a duly organized and existing corporation under Philippine laws, with office address at 810 Aurora Blvd., corner, Yale St., Cubao, Quezon City, represented herein by its Manager - Electrical/Indent Department, **DANIEL L. BASA**, who is likewise duly authorized, hereinafter referred to as the **"SUPPLIER."**





WITNESSETH:


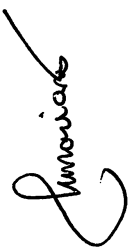

WHEREAS, the AFAB invited Bids for certain goods and ancillary services for the **SUPPLY, DELIVERY, INSTALLATION, CONFIGURATION, SET-UP, AND TESTING OF AUDIO-VISUAL SYSTEM AT AUDIO-VISUAL ROOM 3 (AVR-3) AT THE AFAB MAIN ADMINISTRATION BUILDING**, with an approved budget of Three Million Five Hundred Thousand Pesos and 00/100(Php 3,500,000.00) for a period of ninety (90) calendar days;

WHEREAS, a competitive bidding process was conducted by the AFAB in accordance with Republic Act No. 9184 and its Revised Implementing Rules and Regulations, and the SUPPLIER was selected having submitted the single calculated and responsive bid;

WHEREAS, the SUPPLIER has expressed willingness to supply and install the said requirement of the AFAB;

NOW, THEREFORE, in view of the foregoing premises and the mutual covenants and undertakings hereinafter provided, the AFAB and the SUPPLIER, hereinafter collectively referred to as the **"PARTIES"**, agree as follows:

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1. The consideration for the full and faithful performance and accomplishment of all obligations specified in this Agreement which the SUPPLIER agrees to undertake, perform and accomplish, the AFAB shall pay the SUPPLIER the total contract price of **THREE MILLION FOUR HUNDRED TWENTY THOUSAND SIX HUNDRED EIGHTY TWO PESOS AND FIFTY CENTAVOS (PHP 3,420,682.50)**, with Fifteen Percent (15%) mobilization fee payable upon receipt of the Notice to Proceed and the remaining Eighty Five Percent (85%) full payment shall be released after satisfactorily completing the actual delivery and installation of the audio-visual system.
 2. In this Agreement words and expressions shall have the same meaning as are respectively assigned to them in the Conditions of Contract hereinafter referred to.
 3. The following documents shall be deemed integral parts of this Agreement and the terms and conditions embodied therein shall be deemed reproduced herein by reference and/or incorporation:
 - a. the Bid Form, the Price Schedule, the Schedule of Requirements, and the Technical Specifications submitted by the SUPPLIER;
 - b. the other documents/statements contained in the bidding envelopes submitted by the SUPPLIER;
 - c. the Project Specifications posted in the PhilGEPS, more specifically the Item Specifications, hereto attached as Annex "A" and made an integral part of this Agreement;
 - d. the additional Post-Qualification Documents submitted by the SUPPLIER;
 - e. the Invitation to Bid and Bid Documents issued to the SUPPLIER including Bid Bulletin/s (if any) and Minutes of Pre-Bid Conference;
 - f. the Resolution of the Bids and Awards Committee declaring the Single Calculated and Responsive Bidder and Recommendation for Award;
 - g. the Entity's Notice of Award with the SUPPLIER's conforme thereto;
 - h. the SUPPLIER's Performance Bond; and
 - i. Other requirements of laws, rules and regulations and executive orders applicable thereto.
 4. The SUPPLIER shall furnish all labor, materials, equipment and supplies, and the performance of all operations necessary for the complete implementation of the PROJECT, all in strict compliance with the terms and conditions of this Agreement, as well as all the applicable terms and conditions of the documents listed in Item Number 3 above.

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5. Payment for the Project shall be made upon the actual and satisfactory supply and installation of audio-visual system by the SUPPLIER, as evidenced by a Certificate of Acceptance to be issued by the AFAB.
 6. In relation to this Agreement, the SUPPLIER shall pay taxes in full and on time and failure to do so will entitle the AFAB to suspend payment of the services rendered by the SUPPLIER.
 7. The SUPPLIER is the sole employer of all the workers assigned under this Agreement and shall be solely responsible and liable for strict compliance with all pertinent labor legislation, rules and regulations. No employer – employee relationship exists between the AFAB and the SUPPLIER or any of the workers in the SUPPLIER's employ. Neither is there deemed any agency, partnership, license or joint venture. The SUPPLIER holds the AFAB absolutely free and clear by any of the said workers, for any reason whatsoever.
 8. The terms and conditions herein set forth shall be automatically modified by the applicable provisions of laws, rules and regulations, especially as they pertain to minimum wage rates and other statutory benefits of the workers.
 9. It is understood that the SUPPLIER provides a minimum of one (1) year warranty on all hardware products including parts and labor onsite, and two (2) years after-sales support reckoned from the date of acceptance by the AFAB.
 10. The SUPPLIER shall warrant his goods from manufacturing defects. Defects found within the guarantee period shall be immediately corrected on site by the SUPPLIER within five (5) calendar days upon receipt of written notice from the AFAB. Should the SUPPLIER fail to correct said defects within the required period, the AFAB shall undertake the necessary corrective measures at the expense of the SUPPLIER.
 11. Further, the SUPPLIER shall repair/reconstruct any damage caused to AFAB's properties resulting from the installation of the audio-visual system. Likewise, workmanship shall be of acceptable quality and all defects/damages incurred during the installation, configuration, set-up, and testing activities shall be corrected by the SUPPLIER at its own expense.
 12. The obligation for the warranty as provided in the preceding paragraph shall be covered by either retention money in an amount equivalent to at least one percent (1%) but not to exceed five percent (5%) of every progress payment, as the case may be, or a special bank guarantee equivalent to at least one percent (1%) but not to exceed five percent (5%) of the total contract price. The said amounts shall only be released after the lapse of the warranty period; *Provided, however*, that the supplies delivered are free from patent and latent defects and all the conditions imposed under this Agreement have been fully met.

13. Should the SUPPLIER fail to satisfactorily deliver goods under this Agreement within the specified delivery schedule, inclusive of duly granted extensions, if any, the SUPPLIER shall pay liquidated damages, and not by way of penalty, in the amount equivalent to one tenth (1/10) of one percent (1%) of the cost of the unperformed portion of the PROJECT for each calendar day of delay, including Sundays and Holidays, until the work is completed and accepted by the AFAB, in accordance with the formula and conditions set forth in the existing rules and prevailing rules and regulations; *Provided*, that the payment of liquidated damages shall not in any manner relieve the SUPPLIER from its obligations and responsibilities under this Agreement.
14. The SUPPLIER shall commence the execution of this Agreement within seven (7) calendar days from receipt of the Notice to Proceed, and must comply with its obligations under this Agreement within ninety (90) calendar days from date of commencement, unless otherwise terminated for failure of the SUPPLIER to perform its obligations under this Agreement, in line with the Guidelines on Termination of Contracts issued by the Government Procurement Policy Board (GPPB Resolution No. 018-2004 dated 22 December 2004).
15. This Agreement shall take effect upon the date of receipt by the SUPPLIER of the Notice to Proceed from the AFAB.

IN WITNESS WHEREOF, the parties have set their hands on the date and at the place first written above.

**AUTHORITY OF THE FREEPORT
AREA OF BATAAN**


**AVESCO MARKETING
CORPORATION**

BY:

BY:



EMMANUEL D. PINEDA
Administrator

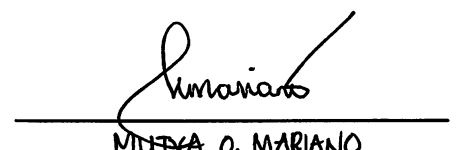


DANIEL L. BASA
Manager - Electrical/Indent Department

SIGNED IN THE PRESENCE OF:



EFREN JOE P. MILLORA II



MUPYA O. MARIANO

ACKNOWLEDGMENT

Republic of the Philippines)
Mariveles, Bataan) S.S.

BEFORE ME, this JUL 28 2022 of _____ 2022 in Mariveles, Bataan, personally appeared:

NAME	COMPETENT EVIDENCE OF IDENTITY	DATE & PLACE OF ISSUE/EXPIRY
EMMANUEL D. PINEDA	Passport No. P094436B	DFA Manila/7 March 2029
DANIEL L. BASA	DRIVERS LICENCE NO. NOB-83-98988	LTD - QUEZON CITY APRIL 01, 2024

both known to me to be the same persons who executed the foregoing instrument and they acknowledged to me that the same is their own free and voluntary act and deed, as well as that of the entities they represent.

This instrument refers to the "CONTRACT FOR THE SUPPLY AND DELIVERY, INSTALLATION, CONFIGURATION, SET-UP, AND TESTING OF AUDIO-VISUAL SYSTEM" that consists of five (5) pages including the page whereon this acknowledgment is written, and which is signed by the Parties and their instrumental witnesses on each and every page thereof and sealed with my notarial seal.

IN WITNESS WHEREOF, I have hereunto set my hand on the date and at the place first written above.

[Signature]
ATTY. ROGELIO J. BOLIVAR
NOTARY PUBLIC IN QUEZON CITY
Commission No. Adm. Matter No. NP 204 (2021-2022)
IBP O.R. No. 132134 MD 2021 & IBP O.R. No. 133078 MD 2022
PTR O.R. No. 2463255D 1/03/2022 Roll No. 33832 / TIN# 129-871-009
MOLE EXTENSION APRIL 15, 2022 UP TO APRIL 14, 2023 AS PER S.C. EN BANC B.M. NO. 850
Address: 31-F Harvard St. Cubao, Q.C.

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Page No. 38;
Book No. XXI;
Series of 2022.