



Republic of the Philippines  
DEPARTMENT OF AGRICULTURE  
Regional Field Office 12  
Regional Center, Carpenter Hill, Koronadal City  
BAC Secretariat Office Tel. / Fax No. 083-2283411

ITB Reference No. 3465016  
Contract No. 2015-0877

**CONTRACT**

KNOW ALL MEN BY THESE PRESENTS:

This contract made and entered this \_\_\_\_ day of \_\_\_\_\_ 2016 by and between the **DEPARTMENT OF AGRICULTURE, REGIONAL FIELD OFFICE 12, KORONADAL CITY**, represented by the **OIC - Regional Executive Director, CARLENE C. COLLADO, CPA** hereinafter called the **First Party** and **PAYO MANUFACTURING CORPORATION** with principal address at **201 Payo Building, Km 7, Bangkal, Davao City**, represented by its **President, EDGAR L. DELIBO**, hereinafter called as the **Second Party**;

**WITNESSETH**

**Whereas**, the **First Party** has a procurement for the **supply and delivery of Two (2) units Corn Picker** with the **Approved Budget for the Contract of Seven Million Pesos (Php7,000,000.00)**;

**Whereas**, a public bidding was conducted on November 3, 2016 with three (3) participating bidders where in the **supply and delivery of Two (2) units Corn Picker** was awarded to **Payo Manufacturing Corporation** being the bidder with the **Lowest Calculated Responsive Bid** in the amount of **Five Million Nine Hundred Thirteen Thousand Six Hundred Pesos (Php5,913,600.00)**;

**Whereas**, the **First Party** has accepted the bid of the **Second Party** in the amount of **Five Million Nine Hundred Thirteen Thousand Six Hundred Pesos (Php5,913,600.00)** which shall be completely delivered within **Ninety (90) calendar days** at **DA-CEMIARC, Bololmala, Tupi, South Cotabato** upon receipt of the approved Notice to Proceed with the following specifications, to wit:

- Self-propelled type
- 70-75 HP rated power, water-cooled, diesel
- 3 to 4 rows picker with blade stalk smashing attachment
- At least 2.5m<sup>3</sup> grain tank
- At least 0.33 ha/hr harvesting capacity
- Performance and efficiency should conform to PAES
- Specification should be signed and sealed by Registered Agricultural Engineer with valid PRC License
- All components should be brand new
- Should have service center within the Region
- Include training on operation and maintenance
- With 1 year warranty
- Painted with Agri-Pinoy logo on both sides and DA logo in 10" diameter

**NOW THEREFORE**, for and in consideration of the following premises, the parties hereto agreed as follows:

1. The following documents shall be deemed to form and be interpreted/construed as part of this agreement, viz:

- (a) Funded and Approved Purchase Request;
- (b) Advertisement;
- (c) Approved Notice of Award;
- (d) Performance Bond;
- (e) Bid form and the Price schedule submitted by the bidder;
- (f) Schedule of requirements;
- (g) Abstract of Bids for Bid project;
- (h) Resolution of the Bids and Awards Committee as the case may be; and
- (i) Other pertinent documents as may be reasonable required by the First Party.

2. The **First Party** hereby covenants to pay the **Second Party** in consideration of the provision of the goods and services and the remedying of defects therein, the Contract Price or such other sum as may become payable under the provisions of the contract at the time and in the manner prescribed by the contract.

3. The Second Party hereby agrees to give demo and trainings for the recipients which shall be undertaken on the delivery site for 2 weeks or 1 month continuous operation before payment shall be made;

4. The obligation of warranty shall be covered by retention money, in an amount equivalent to ten percent (10%) of the total contract price, or a bank guarantee in a form of an irrevocable stand-by letter of credit.

5. Should the Second Party incurred delay, Section 68, Rule XXII of RA 9184, partly states, "Xxx. The amount of the liquidated damages shall be at least equal to one tenth (1/10) of one percent (1%) of the cost of the unperformed portion for every day of delay. Xxx";

6. Other provisions of RA 9184 and its IRR not stipulated in this contract are deemed applicable; and

7. This agreement shall be valid and binding upon approval of both parties.

**IN WITNESS WHEREOF**, the parties hereto set their respective signatures on the day written above.

**Department of Agriculture XII**

**Payo Manufacturing Corporation**

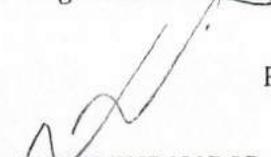
By:

By:

  
**CARLENE C. COLLADO, CPA**  
OIC - Regional Executive Director

  
**EDGAR L. DELIBO**  
President

Reviewed and Witnessed by:

  
**RAY H. EMBAJADOR**  
AP Cereal Focal Person

  
**LORNA P. VILBAR, Ph. D**  
BAC Chairman

OK as to allocation of funds:

*[Signature]*  
**RAKMA B. BUISAN**  
Regional Budget Officer

Funds Available:

*[Signature]*  
**ANNA MAE A. SIDEÑO**  
Administrative Officer V /  
Regional Accountant

*[Signature]*

**ACKNOWLEDGEMENT:**

Republic of the Philippines)  
City of Koronadal ) SS

Before me, a Notary Public for Koronadal City personally appeared the following:

<u>NAME</u>	<u>Res. Cert.</u>	<u>Issued at</u>	<u>Issued on</u>
1. CARLENE C. COLLADO, CPA	1105150	Koronadal City	February 8, 2016
2. EDGAR L. DELIBO			

Known to me to be the same persons who executed the foregoing documents and acknowledged that the same are their voluntary acts and deeds.

This instrument consists of three (3) pages including this page in which the acknowledgement is written, and signed in the left hand margin of each and every page thereof by parties and their witnesses.

Witness my hand this SEP 29 2016 of 2016 at Koronadal City.

*[Signature]*  
**VERONICA A. DONDIEGO**  
NOTARY PUBLIC

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Series of 2016

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