



PROJECT: Procurement of Development, Printing, and Delivery of Textbooks and Teacher's Manuals and Provision of Electronic Textbooks and Teacher's Manuals for Grades 4, 7, and Senior High School (SHS)
CONTRACT NO.: 2024-BLR2(003)-BIII-CB011-C025

CONTRACT

THIS CONTRACT made and entered into this 24th day of April 2024 by and between the **DEPARTMENT OF EDUCATION**, located at DepEd Complex, Meralco Avenue, Pasig City, represented herein by its Undersecretary and Chief of Staff, **ATTY. MICHAEL WESLEY T. POA**, as per Department Order (DO) No. 001, s. 2023, dated 09 January 2023, and Office Order OO-OSEC-2023-267, dated 17 October 2023 (hereinafter referred to as "**DEPED**"); and **ASIAN GRAPHICS PRINTING ENT., INC. In Joint Venture with BOOKS ON WHEELS ENTERPRISES, INC.**, represented herein by its Authorized Representative, **CARLITO H. ALCODIA**, with office address at 30 Bristol Street, North Fairview, District 5, Quezon City (hereinafter referred to as "**ASIAN GRAPHICS JV BOOKS ON WHEELS**"), as per Omnibus Sworn Statement dated 22 February 2024 (hereto attached as Annex "A").

DEPED and ASIAN GRAPHICS JV BOOKS ON WHEELS are collectively called PARTIES.

WHEREAS, DEPED invited bids for the Procurement of Development, Printing, and Delivery of Textbooks and Teacher's Manuals and Provision of Electronic Textbooks and Teacher's Manuals for Grades 4, 7, and Senior High School (SHS) consisting of one hundred forty (140) lots, and received bids from the prospective bidders for **Lot No. 6**; **DEPED** opened, read, and evaluated the bid and declared **ASIAN GRAPHICS JV BOOKS ON WHEELS** as having the Single Calculated Bid for Lot No. 6; after evaluation, **DEPED** post-qualified and declared the bid of **ASIAN GRAPHICS JV BOOKS ON WHEELS** as the Lowest Calculated Responsive Bid for Lot No. 6 in the sum of **PHILIPPINE PESOS FORTY-EIGHT MILLION, TWO HUNDRED SIXTY-EIGHT THOUSAND, SIX HUNDRED FOURTEEN AND 00/100 (Php48,268,614.00) ONLY**, (hereinafter called the "Contract Price"), detailed as follows:

Lot No.	Description	Quantity (Copies)	Amount (In Php)
6	REGION 1, 2, 3 & CAR		48,268,614.00
	Grade 4 Filipino TXs	481,792	
	Grade 4 Filipino TMs	6,882	

NOW THIS CONTRACT WITNESSETH AS FOLLOWS:

1. In this Contract, words and expressions shall have the same meaning as are respectively assigned to them in the Conditions of Contract referred to.

Witness
 CARLITO H. ALCODIA
 ASIAN GRAPHICS JV BOOKS ON WHEELS
 DIR. ARIZ D. CAWILAN
 DEPED's Witness
 ATTY. MICHAEL WESLEY T. POA
 DEPED

2. The following documents as required by the 2016 revised Implementing Rules and Regulations of Republic Act No. 9184 shall be deemed to form and be read and construed as part of this Contract, *viz*:
 - a. Resolution to Award No. 2024-BLR2(003)-BIII-CB-011 dated March 15, 2024;
 - b. Philippine Bidding Documents;
 - i. General and Special Conditions of the Contract, with the Annexes;
 - ii. Schedule of Requirements;
 - iii. Technical Specifications; and
Bid Bulletin Nos. 1 & 2 dated February 15 & 20, 2024, respectively;
 - c. **ASIAN GRAPHICS JV BOOKS ON WHEELS'** bid, including the eligibility requirements, technical and financial proposals, and all other documents or statements submitted;
 - d. Performance Security;
 - e. Notice of Award (NOA) of Contract and **ASIAN GRAPHICS JV BOOKS ON WHEELS'** conforme thereto; and
 - f. Other contract documents required by existing laws and/or DepEd in the Bidding Documents. **ASIAN GRAPHICS JV BOOKS ON WHEELS** agrees that additional contract documents of information prescribed by the Government Procurement Policy Board (GPPB) that are subsequently required for submission after the contract execution such as, but not limited to, Notice to Proceed, Variation Order, and Warranty Security, shall form part of the Contract.
3. **ASIAN GRAPHICS JV BOOKS ON WHEELS** shall post a Performance Security within 10 calendar days from receipt of the NOA in the form and amount prescribed therein. The Performance Security shall be posted in favor of **DEPED**, and shall be forfeited in the event that it is established that **ASIAN GRAPHICS JV BOOKS ON WHEELS** is in default of any of its obligations under this Contract. **ASIAN GRAPHICS JV BOOKS ON WHEELS** shall be responsible for the extension of its performance security and/or undertake to renew its Performance Security whenever necessary, and without the need for prior notice of instruction from **DEPED**, to ensure that it is in force and effect for the whole duration of the Contract and until a Certificate of Final Acceptance is duly issued.
4. The goods referred to in this Contract shall be delivered by **ASIAN GRAPHICS JV BOOKS ON WHEELS** within **one hundred forty (140) calendar days** from the receipt of the Notice to Proceed (NTP). **ASIAN GRAPHICS JV BOOKS ON WHEELS** shall ensure that the goods will be delivered in accordance with the Schedule of Requirements, which is hereto attached as Annex "B" and made an integral part thereof. The delivery terms of this Contract shall be Duties Delivered Paid (DDP) in accordance with INCOTERMS.

Violation of this provision, based on documents and reports submitted and validated by the **DEPED** authorized receiving personnel is a cause for the termination of the Contract and shall be subject to liquidated damages pursuant to Item 15 of this Contract.


Witness


CARLITO H. ALCODIA
ASIAN GRAPHICS JV BOOKS ON WHEELS


DIR. ARIZ D. CAWILAN
DEPED's Witness


ATTY. MICHAEL WESLEY T. POA
DEPED


Witness


CARLITO H. ALCODIA
ASIAN GRAPHICS JV BOOKS ON WHEELS


DIR. ARIZ D. CAWILAN
DEPED's Witness


ATTY. MICHAEL WESLEY T. POA
DEPED

5. **DEPED** shall have the right to visit and inspect **ASIAN GRAPHICS JV BOOKS ON WHEELS'** premises covered by the Contract at any time or stage of the contract implementation to monitor and assess **ASIAN GRAPHICS JV BOOKS ON WHEELS'** capacity to discharge its contractual obligations.
6. **DEPED** shall have the right to inspect and test or cause the testing of the goods covered by the Contract, at any time or stage of contract implementation. Prior to and for purposes of inspection, **ASIAN GRAPHICS JV BOOKS ON WHEELS** shall ensure convenient access to the goods for inspection. **ASIAN GRAPHICS JV BOOKS ON WHEELS** shall assign personnel to undertake the handling, unpacking, assembly, commissioning, disassembly, repacking, resealing, and sorting of the goods prior to, during, and after inspection.
7. The goods shall be inspected by the designated Inspectorate Team prior to delivery or Pre-delivery Inspection (PDI) in accordance with the provisions of the Special Conditions of the Contract, the Schedule of Requirements, or otherwise indicated in other parts of the Bidding Documents. The PDI shall be made upon notice to the DepEd of the readiness of the goods for inspection.

ASIAN GRAPHICS JV BOOKS ON WHEELS shall coordinate with **DEPED**, through the Procurement Management Service- Contract Management Division (ProcMS-CMD), on the conduct of PDI. Any request for PDI shall be done in writing and contain the following information:

- a. Project Title and Contract Number;
- b. Specific goods for inspection;
- c. Quantity of goods for inspection;
- d. Venue/Address of inspection site; and
- e. Proposed schedule of inspection which must be at least 10 calendar days from the submission of the written request.

The request for inspection must be submitted to **DEPED** through ProcMS-CMD or by email at procms.cmd@deped.gov.ph.

Pre-Implementation Conference shall be conducted prior to the inspection of goods by DepEd-Bureau of Learning Resources, as may be applicable.

8. The goods must conform to and comply with the standards mentioned in Section VI. Schedule of Requirements of the Bidding Documents, and must be in accordance with the final technical specifications as approved by the Bids and Awards Committee, or as amended by subsequently issued Bid Bulletin, if any, based on the samples submitted by **ASIAN GRAPHICS JV BOOKS ON WHEELS** and reflected in the post-qualification report, which is hereto attached as Annex "C" and made an integral part hereof.
9. Goods with defects or non-compliant with the required technical specifications upon delivery shall be rejected, orally or in writing, by **DEPED** and replaced by **ASIAN GRAPHICS JV BOOKS ON WHEELS** in accordance with the warranty provisions in the bidding documents. The replacement of the goods shall be subject to re-inspection.

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Witness

10. In case **ASIAN GRAPHICS JV BOOKS ON WHEELS** encounters condition(s) impeding timely delivery of the goods, **ASIAN GRAPHICS JV BOOKS ON WHEELS** shall promptly notify **DEPED** in writing within five (5) calendar days from notice of such condition(s). Any request for work suspension and/or contract period extension by **ASIAN GRAPHICS JV BOOKS ON WHEELS** shall be promptly done in writing as soon as circumstances for such request have become apparent. **ASIAN GRAPHICS JV BOOKS ON WHEELS** must provide sufficient proof to support any request for work suspension and/or contract period extension.

11. The Contract Price shall be paid to **ASIAN GRAPHICS JV BOOKS ON WHEELS** in accordance with the following disbursement procedures:

- a. **ASIAN GRAPHICS JV BOOKS ON WHEELS** may submit a request for payment based on the following:
 - i. Supplier's invoice showing goods' description, actual quantity of goods delivered based on the schedule of delivery and other relevant terms and conditions of the contract, unit price, and total amount;
 - ii. Duly signed Delivery Receipt/s;
 - iii. Duly signed Inspection and Acceptance Report/s (IAR/s), including certification by **ASIAN GRAPHICS JV BOOKS ON WHEELS** duly signed and dated by the authorized representative of **DEPED** indicating that the goods have been delivered in accordance with the Contract; and
 - iv. Warranty Certificate.
 - v. Sales invoice;
 - vi. Bank Certificate with a valid account number for LDDAP; and
 - vii. Request for payment.

Other documents in support of a request for payment may be required by **DEPED** pursuant to existing disbursement, accounting, and auditing rules and procedures.

- b. Payment shall be made to **ASIAN GRAPHICS JV BOOKS ON WHEELS** within Sixty (60) days from submission of the documents specified in SCC Clause 2.2 and other documents as may be prescribed by **DEPED** in the following manner:
 - i. The first progress payment shall be paid upon delivery and acceptance of at least thirty-five percent (35%) of the quantity of Goods subject to the total contracted quantity of goods;
 - ii. The second progress payment shall be paid upon delivery and acceptance of another or succeeding quantity of goods equivalent to at least thirty-five (35%) of the total contracted quantity; and
 - iii. The final payment shall be paid upon full delivery and acceptance of all the remaining quantity of goods.

ASIAN GRAPHICS JV BOOKS ON WHEELS must submit the above-mentioned documents to End-user Unit (Bureau of Learning Resources- Learning Resources Production Division).

[Handwritten signature]
CARLITO H. ALCODIA
ASIAN GRAPHICS JV BOOKS ON WHEELS

[Handwritten signature]
DIR. ARIZ D. CAWILAN
DEPED's Witness

[Handwritten signature]
ATTY. MICHAEL WESLEY T. POA
DEPED

Witness

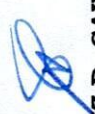
12. Payment shall be subject to the "Warranty" provision in the form of either retention money in an amount equivalent to one percent (1%) of the payment or a Special Bank Guarantee in an amount equal to one percent (1%) of the Contract Price required under Section 62.1 of RA 9184 and its revised IRR.
- a. A three-month comprehensive and onsite warranty for the delivered goods shall reckon from the date of the issuance of the Certificate of Final Acceptance by **DEPED**.
 - b. **ASIAN GRAPHICS JV BOOKS ON WHEELS** shall replace or repair all rejected goods within fifteen (15) calendar days from receipt of the Notice of Rejection, in accordance with SCC Clause No. 1. The replacement goods shall be subject to re-inspection.

In case **ASIAN GRAPHICS JV BOOKS ON WHEELS** opts for retention money, the amount shall be released at the expiration of the warranty period or the remaining amount in case it has been utilized pursuant to the warranty provision unless, during the remainder of the warranty period, the retention money is substituted with a special bank guarantee.

The following shall be required for the release of the retention money:

- 1. Request for Payment for the release of the retention money;
 - 2. Certificate of No Claims against the Warranty;
 - 3. Billing statement;
 - 4. Certificate of Final Acceptance;
 - 5. Bank Certificate with a valid account number for LDDAP;
and
 - 6. Other documentary requirements as may be required under existing accounting and auditing rules and regulations and other issuances.
13. Ownership, title, rights, and interest with respect to the contents of the textbooks and teacher's manuals, including all resources, records, or materials used or obtained in the course of this Contract shall vest exclusively with **DEPED**. **ASIAN GRAPHICS JV BOOKS ON WHEELS** hereby irrevocably waives any claim thereto. **ASIAN GRAPHICS JV BOOKS ON WHEELS** shall not, in any manner or for any purpose, use the contents of the textbooks and teacher's manuals beyond what is expressly allowed for the purpose of accomplishing the terms under this Contract unless express permission of **DEPED** in writing is obtained.
14. Each party in the performance of their respective duties and responsibilities under this Contract and in the implementation thereof shall adhere to Republic Act (RA) No. 10173, otherwise known as the, "Data Privacy Act of 2012" and its Implementing Rules and Regulations and applicable National Privacy Commission issuances. Any gathered data and information should be protected and inspected during the term and even after the termination of this Contract. The processing of any gathered data and information should be in compliance with the confidentiality and privacy requirements under the said law and applicable regulations.


CARLITO H. ALCODIA
ASIAN GRAPHICS JV BOOKS ON WHEELS

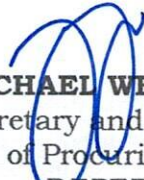

DIR. ARIZ D. CAWILAN
DEPED's Witness



ATTY. MICHAEL WESLEY T. POA
DEPED


15. **ASIAN GRAPHICS JV BOOKS ON WHEELS** shall be liable for liquidated damages in an amount equal to one-tenth (1/10) of one percent (1%) of the cost of the delayed goods scheduled for delivery, for every day of delay until such goods are finally delivered and accepted by **DEPED**. **DEPED** shall deduct the liquidated damages from any money due or which may become due to **ASIAN GRAPHICS JV BOOKS ON WHEELS** or collect from any of the securities or warranties posted by **ASIAN GRAPHICS JV BOOKS ON WHEELS** whichever is convenient to **DEPED**. Once the accumulated amount of liquidated damages reaches 10% of the Contract Price, **DEPED** may rescind or terminate the Contract, without prejudice to other courses of action and remedies available under the circumstances.
16. The **PARTIES** shall make every effort to resolve amicably and by mutual consultation any and all disputes or differences arising between the **PARTIES** in connection with the implementation of the Contract. Should such dispute not be resolved amicably, it shall be submitted to Early Neutral Evaluation pursuant to Republic Act No. 9285 or the "Alternative Dispute Resolution Act of 2004", and its Implementing Rules and Regulations.

IN WITNESS WHEREOF, the **PARTIES** hereto have caused this Contract to be executed in accordance with governing laws on the day and year first above written.


SIGNED, SEALED AND DELIVERED BY:


ATTY. MICHAEL WESLEY T. POA
 Undersecretary and Chief of Staff
 Head of Procuring Entity
 DEPED


CARLITO H. ALCODIA
 Authorized Representative
 ASIAN GRAPHICS PRINTING ENT.,
 INC. In Joint Venture with BOOKS
 ON WHEELS ENTERPRISES, INC.


DIR. ARIZ D. CAWILAN
 DEPED's Witness

SIGNED IN THE PRESENCE OF:


 ASIAN GRAPHICS PRINTING ENT.,
 INC. In Joint Venture with BOOKS
 ON WHEELS ENTERPRISES, INC.'s
 Witness

CERTIFIED FUNDS AVAILABLE: ₱ 48,268,614. -


MA. RHUNNA L. CATALAN
 Chief Accountant

REPUBLIC OF THE PHILIPPINES)

CITY OF PASIG, METRO MANILA) S.S

ACKNOWLEDGMENT

BEFORE ME, a Notary Public in and for CITY OF PASIG, Philippines,
this ____ day of _____ 2024 personally appeared:

APR 20 2024

NAME

GOVERNMENT ISSUED ID

(Number, Issued On, Issued By)

ATTY. MICHAEL WESLEY T. POA
Undersecretary and Chief of Staff
Head of Procuring Entity
DEPED

Employment ID # 60-027125-2
DepEd

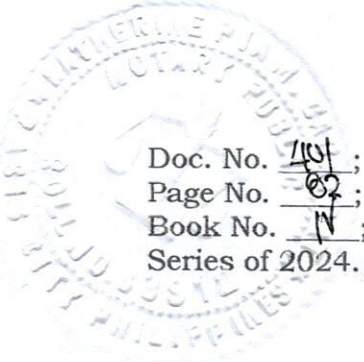
Known to me and to me known to be the same person who executed the foregoing instrument and acknowledged to me that the same is the free and voluntary act and deed of the entity which he/she respectively represents.

The foregoing instrument is a CONTRACT consisting of eight (8) pages (including this page), on which this acknowledgment is written and signed by the party hereto.

WITNESS MY HAND AND SEAL on the date and place first above written.

NOTARY PUBLIC

Doc. No. 101 ;
Page No. 02 ;
Book No. N ;
Series of 2024.



KATHERINE PIA MAGSAJO CABATBAT
Notary Public or Pasig City
Appointment No. 44 Until 31 December 2025
Roll of Attorneys No. 83912
PTR No. 1650446 03/01/2024 Pasig City
IBP No. 391252 03/01/2024 RSM Chapter
MCLE Compliance No. VIII - 0005243 14/04/2028
Cabatbat and Lara Law Office, Room 201, JL Building,
109 A. Mabini Street, Kapasigan,
Pasig City, 1600, Philippines

REPUBLIC OF THE PHILIPPINES)
CITY OF PASIG, METRO MANILA) S.S

ACKNOWLEDGMENT

BEFORE ME, a Notary Public in and for CITY OF PASIG, Philippines,
this ____ day of APR 24 2024 2024 personally appeared:

NAME
CARLITO H. ALCODIA
Authorized Representative
**ASIAN GRAPHICS PRINTING ENT.,
INC. In Joint Venture with BOOKS ON
WHEELS ENTERPRISES, INC.**

GOVERNMENT ISSUED ID
(Number, Issued On, Issued By)

Unified Multi-Purpose ID
CRN - 0003-8340905-6

Known to me and to me known to be the same person who executed the foregoing instrument and acknowledged to me that the same is the free and voluntary act and deed of the entity which he/she respectively represents.

The foregoing instrument is a CONTRACT consisting of eight (8) pages (including this page), on which this acknowledgment is written and signed by the party hereto.

WITNESS MY HAND AND SEAL on the date and place first above written.

NOTARY PUBLIC

Doc. No. 382 ;
Page No. 78 ;
Book No. 11 ;
Series of 2024.

KATHERINE PIA MAGSAJO CABATBAT
Notary Public or Pasig City
Appointment No. 44 Until 31 December 2025
Roll of Attorneys No. 83912
PTR No. 1650446 03/01/2024 Pasig City
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