

History of Changes to Document

Date Revised	Revision	Requested By:	Description of Change
July 27, 2007	New	Howard Norris	Initial Release

- **AWARD NOTICE 1:**

Applicability of U.S. Government Prime Contract Requirements – Award

The supplier is hereby notified that any task orders/releases issued by FNM, LLC as a result of this subcontract/purchase order are in support of one or possibly more U.S. Government prime contracts. The specific prime contract numbers are not available to the buyer at the time of the award of the subcontract/purchase order and may not be available at the time of the issuance of task orders/schedule releases; however, all applicable FAR/DFARS clauses as incorporated into this subcontract/purchase order shall be considered consistent with the FAR/DFARS references in FNM, LLC's prime contracts. The specific prime contract number will be available to the supplier, if needed, after the delivery of the prime contract line items by FNM, LLC to our U.S. Government customer.

Although not specifically identified by line item in this subcontract/purchase order, the supplier is notified that any resulting task order/schedule releases issued by FNM, LLC under this agreement are considered to be rated orders certified for national defense use. The supplier, if awarded any subsequent task orders/schedule releases, shall follow all the requirements of the Defense Priorities and Allocation System Regulation (15 C.F.R. Part 700). It is assumed that the rating will be DO unless otherwise indicated by the buyer.

**\* AWARD NOTICE 2:**

-IDIQ Clause:

The supplier is hereby notified that this subcontracts/purchase orders is issued as an Indefinite Delivery Indefinite (a) Quantity (IDIQ) contracting vehicle, Firm Fixed Price (FFP) Task Orders/Schedule Releases in accordance with FAR 16.5 in support of one or possibly more U.S. Government prime contracts. The quantities of supplies specified in the Schedule are estimates only and are not purchased by this subcontract/purchase order. The subcontract/purchase order covers the base year period of 12 months after the issuance of the IDIQ subcontracts/purchase order with 2 Option Years (13 to 24 months after the issuance of the IDIQ subcontract/purchase order and 25 to 36 months after the issuance of the IDIQ subcontract/purchase order).

- **MINIMUM ORDER GUARANTEE:**

The quantities of supplies specified herein are estimates only. The guaranteed minimum amount for the subcontract/purchase order shall be a total of \$3,000.00, as met through the issuance of one or more task order/schedule releases within the subcontract/purchase order performance period as stated above. Awarded quantities shall be made by issuance of authorized task orders/schedule releases in accordance with specified ordering procedures contained herein.

**- Subcontract/Purchase Order Performance Period:**

(a) The subcontract/purchase order performance period for the Base Period for issuance of task orders is: Date of Award through 12 months after the date of award.

(b) The subcontract/purchase order performance period for the option Period 1 follows in the subsequent months: 13 months after the date of award to 24 months after the date of award.

(c) The subcontract/purchase order performance period for the option period 2 follows in the subsequent months: 25 months after the date of award to 36 months after the date of award.

(d) FNM, LLC reserves the right to exercise the option to extend the term of the proposed subcontract/purchase order for option periods 1 - 2 on the evaluation of the suppliers past performance on previous task orders issued during the preceding subcontract/purchase order performance period.

**- Format of Orders:**

All task order/schedule release must be in writing and signed by an authorized FNM, LLC Purchasing Official. Verbal task orders/schedule releases are not authorized under this subcontract/purchase order.

**- Ordering Terms:**

All task orders/schedule releases are subject to the terms and conditions of this subcontract/purchase order. In the event of conflict between a task order/schedule release and this subcontract/purchase order, the subcontract/purchase order shall control. If mailed, a task order/schedule release is considered "issued" when FNM, LLC deposits the order in the mail. Task order/schedule release may be issued by facsimile, e-mail, or by electronic commerce methods.

Except for any limitations on quantities in the Schedule, there is no limit on the number of task orders/releases that may be issued. FNM, LLC may issue task orders/schedule releases requiring delivery to multiple destinations or performance at multiple locations.

Any task order/schedule release issued during the effective period of the subcontract/purchase order and not completed within the period shall be completed by the supplier within the time specified in the subcontract/purchase order. The subcontract/purchase order shall govern the suppliers and FNM, LLC rights and obligations with respect to that task order/schedule release to the same extent as if the task order/release was completed during the suppliers effective period; provided, that the supplier shall not be required to make any deliveries under this subcontract/purchase order after 36 months after issuance of the subcontract/purchase order.

**- ORDER LIMITATIONS (FAR 52.216-19 modified):**

(a) Minimum order. When FNM, LLC requires supplies covered by this subcontract/purchase order in an amount of less than \$3,000.00 FNM, LLC is not obligated to purchase, nor is the offerer obligated to furnish, those supplies under this subcontract/purchase order.

(b) Maximum order. The subcontractor is not obligated to honor -

- (1) Any order for a single item in excess of \$8,000,000.
- (2) Any order for a combination of items in excess of \$8,000,000; on this Supplier Schedule PO; OR
- (3) A series of task orders/schedule releases within 30 days that together call for quantities exceeding the limitation in paragraph (b)(1) or (2) of this section.