



DEFENSE CONTRACT MANAGEMENT AGENCY
DCMA AERONAUTICAL SYSTEMS DIVISION DALLAS
600 N PEARL STREET, SUITE 1630
DALLAS, TX 75201-2843

IN REPLY
REFER TO: DCMAA-ABEC

FEBRUARY 12, 2007

SUBJECT: Advance Agreement between Overwatch Systems, Ltd., Austin, Texas and the Defense Contract Management Agency (DCMA) regarding Overwatch's Earned Value Management System (EVMS).

PURPOSE: This document establishes an Advance Agreement on Overwatch's EVM System between the U.S. Government and Overwatch Systems, Ltd. (OWS). The foundation of this Agreement is the Overwatch intent to be in continuous conformance with ANSI/EIA Standard 748, EVMS and DFAR 252.234-7000 [March 2005]

As of the date of this agreement, the U.S. Government and Overwatch Systems, Ltd., agree that:

This document establishes an Advance Agreement between DCMA TEXAS and Overwatch Systems, Ltd., Austin, Texas, regarding the implementation and maintenance of an Earned Value Management System at Overwatch Systems, Ltd, Austin, Texas. This agreement specifically addresses the use of the OWS Earned Value Management System (per the OWS EVM System Description, Document Number 03-010411) to meet the Earned Value Management System Criteria established by the Department of Defense Regulation 5000.2R, Appendix VI.

Whereas, the contractor has demonstrated certain management systems and subsystems as identified in Overwatch's Earned Value Management System Description, Document Number 03-010411 dated May 1, 2006, and

DCMA Ground Systems & Munitions Division, Carson, California, by letter dated January 8, 2007, did recognize the compliance of such systems and subsystems with the EVMS Criteria, then

DCMA TEXAS AND OVERWATCH SYSTEMS, AUSTIN, TEXAS AGREE THAT:

(1) Such systems and subsystems which have been recognized as indicated above, together with approved changes thereto, shall apply to future RDT&E and Software Development contracts, which require compliance with Earned Value Management System Criteria, entered into between the contractor and the Government.

(2) As a result of this agreement Overwatch Systems, Ltd., Austin, Texas agrees to maintain their Earned Value Management System as an integrated management system, through an internal surveillance program. DCMA reserves the right to perform surveillance