

PLEASE NOTE:

For documentation purposes, the U.S. Department of the Treasury and/or its designated agent, VSE Corporation reserves the right to monitor all sales. All persons participating in this sale are responsible to read, understand, and comply with the terms of sale as specified herein and agree to be bound thereby.

REGISTRATION:

Persons wishing to participate in the bidding process of the sale are required to complete and sign a bidder registration form, *Attachment 1 (Bidder Registration and Bid Submission Form)*, and send a cashier's check for the full bid amount. Bidders should verify all information was correctly entered and sign their bidder registration form. In order to comply with the Electronic Freedom of Information Act Amendments of 1996 (5 U.S.C 552 (2000)), publication of bid results on the U.S. Department of the Treasury auction website will now include the following: lot number, lot description, purchase price, and successful bidder's name.

CONDITIONS & DESCRIPTIONS:

The condition of the items being offered varies and all property is purchased AS IS. The buyer understands and agrees; (1) that any description or sample of the property given or furnished by VSE Corporation is derived from records and documents, that may be unverified as to accuracy, is solely for identification, and DOES NOT CREATE ANY WARRANTY, expressed or implied, that the property actually conforms to such description or sample; (2) all weights, measurements, and descriptions must be considered approximations and do not create any warranty; (3) that the property is purchased and accepted by buyer "AS IS," "WHERE IS," and "WITH ALL FAULTS." VSE CORPORATION MAKES NO WARRANTIES OR GUARANTEES WHATSOEVER WHETHER WRITTEN, ORAL, OR IMPLIED AS TO QUALITY, QUANTITY, CONDITION, USABILITY, SALABILITY, WEIGHT, MEASUREMENT OR OTHER SPECIFICATIONS. All information derived from third party sources, including but not limited to appraisals, is deemed reliable but not guaranteed.

Mail all bids to:

RICK LEVIN & ASSOCIATES INC., 1467 N. ELSTON, 2ND FLOOR, CHICAGO, IL 60642, ATTN: JOE STEINFELD.

Written bids must be received no later than 4:00 p.m. EDT by Tuesday, August 10, 2010 in order to be included in the sale. Make cashier's check payable to U.S. Treasury/VSE Corporation. Indicate the lot number (1 or 2) and description of the vessel (Panga or Cape Craft) on the outside of the envelope. Unsuccessful bidder's checks will be returned within five (5) business days via FedEx or registered U.S. Mail. PAYMENTS MUST BE MADE BY THE REGISTERED BIDDER. MONIES RECEIVED FROM PARTIES OTHER THAN THE REGISTERED BIDDER WILL BE DECLINED.

DEFAULT:

Failure to make required payments and/or comply with the time frames specified in the sales catalog/brochure for removal of property shall be deemed forfeiture of any rights, title, and interest buyer may have acquired and the property shall revert back to the Government without further notice to buyer and will result in any monies paid being forfeited and the transaction shall be null and void as to the buyer.

REMOVAL:

Property must be paid in full before removal. No partial release of any property. All property must be released to original buyer at one time. Buyer must present a photo I.D. at the time of property release. Should registered buyer wish to send an agent to pick up property, buyer must prepare and sign an authorization letter identifying the agent to act on his/her behalf. Removal of property must be completed

within 7 business days after notification of being the winning high bidder. Removal is at the expense, liability and risk of buyer. No extensions for property release.

RESERVE:

All property sold may be subject to an undisclosed minimum reserve bid. The U.S. Department of the Treasury through VSE Corporation reserves the right to accept or reject any and all bids. Property offered is subject to acceptance by the seller, unless the property, in explicit terms, is offered without reserve. If the reserve price is not achieved, the auctioneer may withdraw the property at any time until he announces completion of the sale.

DISPUTES AND REBIDS:

The decision of the U.S. Department of the Treasury is final in settling disputes. A bidder's retraction does not revive any previous bid. To make a dispute in writing send a formal letter within 30 days of the date of property removal to:

**Department of the Treasury Contract
ATTN: Sales & Marketing Department
2550 Huntington Avenue
Alexandria, VA 22303-1499**

ADDITION OR DELETION FROM SALE:

VSE Corporation reserves the right to withdraw from sale any of the items listed, to sell at this auction items not listed, and to group or subdivide lots. VSE Corporation reserves the right to sell all of the items listed in bulk, whenever the best interest of the Government will be served.

ADDITIONAL TERMS AND CONDITIONS:

The preceding contains selected Terms and Conditions of Sale. Please see "Sale of Government Property General Sale Terms and Conditions" for the complete terms and conditions of this sale online at:

<http://www.treas.gov/auctions/treasury/gp/termsandconditions.pdf>

**BIDS DUE BY August 10, 2010
Panga & Cape Craft Vessels - Written Bid Auction**

BIDDER REGISTRATION AND BID SUBMISSION FORM

BUSINESS/FIRM

CONTACT NAME

BUSINESS ADDRESS (Street Address Only)

CITY

STATE

ZIP

PHONE NUMBER

EMAIL

CASHIER'S CHECK NUMBER

\$ _____
CASHIER'S CHECK AMOUNT

HOW DID YOU FIND OUT ABOUT THIS SALE? (Please check all that apply.)

Email alert

Boattrader

U.S. Treasury Website

Craig's List

Rick Levin & Associates Website

Other: _____

Courtesy Phone Call

***Enclosed is my completed and signed Bidder Registration Form and cashier's check for \$_____ (made payable to U.S. Treasury/VSE Corp.). (If I am not the winning high bidder for the auction, my cashier's check will be returned via FedEx or Registered Mail within five (5) business days.) All bids are subject to VSE Corp. approval.**

***All Bids Due no later than 4 p.m. EDT on August 10, 2010 with no exceptions.**

I certify that I am not (1) under the age of 18; (2) an employee or agent of VSE Corp., or their family members; (3) any employee of the U.S. Department of Treasury/Department of Homeland Security or their immediate family members prohibited from bidding on property/merchandise by policy, regulation, statute or contract; (4) a VSE Corp. subcontractor/vendor, their agents and employees who have access to information concerning the property to be sold at a U.S. Treasury/Homeland Security auction that is not generally available to the public; (5) presently debarred or declared ineligible for the award of contracts by any Federal agency in accordance with 41 CFR 101-45.6; (6) or the party or representing the parties from whom the property was seized. VSE Corp. subcontractors further may not act as agent for a third party in purchasing U. S. Treasury property/merchandise that is or has been in their custody or control. For breach of this warranty, VSE Corp. shall have the right to cancel any purchase contract without liability. Further, I agree that should I be named the successful bidder my registered name, the property description, and winning bid amount will be published on the U.S. Department of Treasury auction website. Electronic Freedom of Information Act Amendments of 1996 (5 U.S.C. 552 (2000)).

I agree to comply with the terms of sale posted at the U.S. Treasury website. I further agree upon purchasing any property it will be my responsibility to comply with any Local, State or Federal regulations or laws as applicable for the items purchased. This agreement is acknowledged by my signature below.

SIGNATURE

DATE