



PLACING AN ORDER WITH A DEFENSE PRIORITIES AND ALLOCATION SYSTEM (DPAS) RATING

Dear Valued Customers,

Marmon Aerospace & Defense manufactures product for the Aerospace & Defense Industries. Based on this we are sometimes required to accept or reject requests from customers that include placing a defense rating on orders. This is for materials required for the exclusive use of the U.S. Armed Forces whenever the President determines that in the interest of national security, prompt delivery of the articles and materials is required. The supplier (Marmon) must give precedence to the order so as to deliver the articles or materials in a required time period.

The standard that Marmon Aerospace & Defense shall adhere to is
15 C.F.R. PART 700 – DEFENSE PRIORITIES AND ALLOCATIONS SYSTEM
Title 15 – Commerce and Foreign Trade

This standard places Marmon in a very responsible and accountable position and the regulations require very specific tasks to be performed during the process of accepting and producing orders. With that said Marmon requires the following from customers when placing a rated order:

Each order must include:

- (a) The appropriate priority rating (e.g. DO-A1, DX-A4, DO-H1);
- (b) A required delivery date or dates. The words “immediately” or “as soon as possible” do not constitute a delivery date. A “requirements contract”, “basic ordering agreement”, “prime vendor contract” or similar procurement document bearing a priority rating may contain no specific delivery date or dates and may provide for the furnishing of items from time-to-time or within a stated period against specific purchase orders, such as “calls”, “requisitions”, and “delivery orders”. These purchase orders must specify a required delivery date or dates and are to be considered as rated as of the date of their receipt by the supplier and not as of the date of the original procurement document;
- (c) The written signature on a manually placed order, or the digital signature or name on an electronically placed order, of an individual authorized to sign rated orders for the person placing the order. The signature or use of the name certifies that the rated order is authorized under this part and that the requirements of this part are being followed; and
- (d) A statement that reads in substance:

This is a rated order certified for national defense use, and you are required to follow all the provisions of the Defense Priorities and Allocations System regulation (15 CFR part 700”).

Marmon Aerospace & Defense has 15 working days to accept or reject the requested delivery date for DO ratings and 10 working days for DX ratings in written or electronic form.

Marmon asks that, because we are held to the high requirements of the regulations, customers also fulfill their responsibilities when placing rated orders. We value our partnerships and hope to continually improve our business relationships as always.

Sincerely,

Timothy B. Grass
President