

SUPPLEMENTAL TERMS

In addition to Buyer's terms and conditions of purchase, the following terms shall apply to purchase orders in support of the programs referenced above. In the event of conflict between Buyer's terms and conditions of purchase and these terms, these terms shall take precedence.

52.211-15 Rated Order

This is a rated purchase order (DO-A3) certified for national defense use, and you are required to follow the provisions of the Defense Priorities and Allocations System Regulation (15 CFR PART 700). This rating must be passed down to all Lower-Tier Subcontractors.

Organizational Conflict of Interest (COI)

Supplier and its subcontractors, consultants, parent companies, subsidiaries, joint ventures, or other business affiliates at any tier may be excluded from performing under this Order if the Government's Procuring Contracting Officer (PCO) determines that an Organizational Conflict of Interest (OCI) exists due to bias or unfair competitive advantage. Supplier shall flow down this provision in any subcontracts or other related instruments (at all tiers). Supplier shall monitor its activities and the activities of its subcontractors and related entities, and promptly disclose any actual or potential OCIs and any actions taken or proposed to negate or mitigate such conflicts.

Right of Access

Supreme Integrated Technology, including Customer, Government and contracted representatives, shall be granted access to Supplier or Sub-Tier Suppliers facilities, personnel, equipment, documentation and records.

Diminishing Manufacturing Sources and Material Shortages (DMSMS)

Supplier shall notify SIT's Purchasing Representative that a part item ordered is no longer available or will become unavailable in the future due to DMSMS (i.e, obsolescence) within ten (10) calendars of receiving such information and to provide such notice from the effective order date through expiration of the warranty period under the order. Supplier's notification to SIT shall identify and fully describe the DMSMS/obsolescence issue, Original Equipment Manufacturer (OEM) name, OEM part number, a statement of impact, a proposed solution to be implemented that will mitigate or resolve the issue, estimated ROM cost of the solution and ROM schedule impacts, and where appropriate, a request to proceed with a corresponding change proposal. Supplier's proposed solution for each incidence of obsolescence should minimize adverse impacts to the design and construction of the current or future Watercraft and the maintainability of previously delivered watercraft.