IDS Terms and Conditions Guide Section A

Clause Number: A300 Effective: 5/1/2006

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RAW MATERIAL RISK MITIGATION

To be considered on this proposal, the Seller shall provide adequate assurance of protection against raw material market price and lead time variability, such as participation in a long term raw material pricing agreement. Any such agreement shall cover all raw material types required to build the parts contained in this RFP/PO and shall cover the period of performance of any work awarded as a result of the seller's response to this proposal and any option periods if required. Upon request by the Boeing procurement agent, Seller shall provide documentation (e.g., packing slips, invoices, long term contract, written pricing and availability assurance from mills, available stock on hand, or other substantive documentation) showing Seller's full compliance with this request. Failure to provide this documentation may cause the Seller's bid to be considered non-responsive.