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BUYER FURNISHED MATERIAL SCRAP ALLOWANCE

Seller accountability for Buyer furnished material scrap allowance issued against this Purchase Order/Contract is required either by finished parts (accepted by Buyer Source Inspection) and/or a Scrap Tag (Buyer or Seller) verified by Buyer's Source Inspection. Parts fabricated in excess of this Purchase Order/Contract quantity (from authorized material scrap allowance) are to be presented to Buyer's Source Inspection for acceptance along with the Purchase Order/Contract quantity.

Authority to ship parts (Buyer Source Inspection accepted) in excess of Purchase Order/Contract quantity, requires the Buyer's Procurement Agent's authorization prior to shipping.