IDS Terms and Conditions Guide Section D

Clause Number: D011 Effective 10/21/2005

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CONSIGNMENT OF RAW MATERIAL TO SUBCONTRACTORS (Variable)

Material as listed below, or engineering authorized substitutions, shall be furnished by Buyer, FOB Seller's plant, in random lengths or incremental sizes and in the optimum size as planned by Buyer, and in quantities including the scrap factors as specified in Seller's quote and constituting a part of its competitive bid. Seller is invited to review this material size in the light of machining methods to be employed and to propose any changes which would reduce offal, increase finished part yield and/or otherwise facilitate the machining process. All materials not shown shall be furnished by Seller. Seller shall be responsible for bailed materials and shall store such materials in corrosion protective facilities at no cost to Buyer. Buyer may inspect such facilities and bailed materials at all reasonable times. Seller shall forward a flash copy of a Product Assurance Record (PAR) within ten (10) days of the date that any part is considered not acceptable, suspect scrap, for production. Bailed materials unaccounted for by Seller and spoilage in excess of Seller's bid factor shall be bought from Buyer at Buyer's actual replacement cost. Disposition of unused material, by piece and size, must be obtained from Buyer upon job completion. Seller shall complete Buyer's furnished inventory forms on specified dates or upon request. Buyer's furnished materials by item and inventory due dates are:

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