

Date: July 10, 2025

Subject: Terms & Conditions and Prime Contract Flow-Down Requirements

Dear Valued Supplier,

This letter is to inform suppliers to Sparton DeLeon Springs, LLC of certain contractual obligations.

Purchase orders and subcontracts for commercial and non-commercial materials and services will incorporate Terms & Conditions to establish legally binding agreements outlining rules, responsibilities, and expectations of the parties.

Additionally, certain purchase orders and subcontracts fall under the terms of a prime contract between Sparton and the U.S. Government. As a result, Sparton is required to incorporate prime contract flow down (PCFDs) clauses to our suppliers and subcontractors, to ensure compliance with government requirements.

Key information regarding flow-down requirements:

- Mandatory flow downs are the entry to being awarded government contracting opportunities.
- Mandatory Inclusion: These clauses must be included in the purchase order or subcontract as mandated by the Federal Acquisition Regulation (FAR) or agency-specific regulations.
- Purpose: Flow-down clauses ensure the government's requirements are met throughout the supply chain.
- Responsibilities: Adhere to the terms and conditions outlined in these flow-down clauses.
- Documentation: Review, acknowledge, and adhere to these clauses.

Sparton is certain your company can understand and recognize the importance of acceptance of our terms & conditions and the customer's PCFD requirements.

Should you have any questions, please contact your Sparton procurement representative, or the undersigned.

Sincerely,

Cindy Morgan

Senior Director of Procurement

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