

Northrop Grumman Corporation 2980 Fairview Park Drive Falls Church, VA 22042-4511 northropgrumman.com

May 9, 2025

(Supersedes prior Announcement issued August 13, 2018)

Announcement

SUBJECT: Duty-Free Entry FAR, DFARS and NASA Requirements

To Our Valued Northrop Grumman Suppliers:

This communication and guidance outline your responsibility to ensure imports by you and your supply base appropriately claim duty-free entry and avoid the imposition of Customs duties and tariffs, as applicable.

Purchase Orders/Subcontract Agreements with Northrop Grumman containing flow down Duty-Free Entry clauses FAR 52.225-8, DFARS 252.225-7013, and/or NFS 1852.225-8, enables U.S. imports to be accorded duty-free entry.

Northrop Grumman will not grant suppliers relief from contractual delivery dates, reimburse or pay a supplier for any additional and/or unexpected costs (including duties and/or tariffs) attributable to supplier's delay, inaccuracies or failure to implement the outlined process to properly claim duty-free entry.

If you have any questions regarding the process or attached guidance or require additional information, please contact your Northrop Grumman Buyer/Subcontract Administrator.

Thank you for your attention to this matter.



Duty Free Entitlement Request for U.S. and Non-U.S. Suppliers

FAR or DFARS (DCMA)

- 1. When available, the duty-free entry *FAR 52.225-8 or DFARS 252.225-7013* clause is incorporated in the Supplier's Purchase Order/Subcontract Agreement through applicable terms and conditions flow downs.
- 2. Suppliers with the *FAR 52.225-8 or DFARS 252.225-7013* clauses in the Supplier's Purchase Order/Subcontract Agreement, must submit a request to the Northrop Grumman Buyer/Subcontract Administrator (SBA) to obtain a DCMA entitlement number at least 30 calendar days prior to the first import. The following information is needed to process the DCMA entitlement request:

Non-US Supplier name & address

List of supplies to be imported into the U.S.: Part number, description, quantity, value foreach Value of Subcontract/PO for foreign supplies

Value of any assists and supplemental payments provided to the non-US supplier

Total value of the subcontract/PO for foreign supplies

Subcontract/PO period of performance

Customs house broker information: Name of broker, filer ID, and email address

- 3. Northrop Grumman will inform the Supplier when/if a "Duty Free Entitlement" has been filed and will provide the DCMA entitlement number and Prime Contract Number.
- 4. The Supplier shall annotate the shipping documents (bill of lading, commercial invoice and CBPF 7501) with the following information:

Prime Contract Number

Entitlement Number

Foreign Supplier

Include the following statement:

"UNITED STATES GOVERNMENT, DEPARTMENT OF DEFENSE Duty-Free Entry to be claimed pursuant to Section XXII, Chapter 98, Subchapter VIII, Item 9808.00.30 of the Harmonized Tariff Schedule of the United States. Upon arrival of shipment at the appropriate port of entry, District Director of Customs, please release shipment under 19 CFR Part 142 and notify (**Insert Customs Broker**), for execution of Customs Form 7501, 7501A, or 7506 and any required duty-free entry certificates."

- 5. When the shipment arrives in the U.S., the Supplier should instruct its Customs Broker to a) enter it under the applicable 9808 HTS Heading and b) request the Duty-Free Certificate through the token sent via Procurement Integrated Enterprise Environment (PIEE) for submission to CBP with the entry.
- 6. The Duty-Free Entry Certificate approval must be filed with US Customs and Border Protection within six (6) months of the entry liquidating.



Duty Free Entitlement Request for U.S. and Non-U.S. Suppliers

FAR (NASA)

- 1. When available, the duty-free entry *FAR 52.225-8 and NFS 1852.225-8*, is incorporated in the Supplier's Purchase Order/Subcontract Agreement through applicable terms and conditions flow downs.
- 2. Suppliers with the *NFS 1852.225-8* clause must complete the NASA certification template as it applies to the Suppliers' international order and submit it to the Northrop Grumman Buyer/Subcontract Administrator (SCA) at least 30 calendar days prior to the first delivery.
- 3. Northrop Grumman will inform the Supplier when/if approved and provide a copy of the NASA letter permitting the use of the NFS 1852.225-8 clause.
- 4. The Duty-Free certificate of approval is provided by NASA before hardware can be shipped. An approved certificate is presented to U.S. Customs at time of entry.
- 5. When the shipment arrives in the U.S., the Supplier should instruct its Customs Broker to enter it under the applicable 9808 HTS Heading.