

FN MANUFACTURING, LLC

P. O. Box 24257
Columbia, SC USA 29224
797 Old Clemson Road
Columbia, SC USA 29229
Tel.: (803) 736-0522
Fax: (803) 736-4169

Date:

To:

Attention: _____

SUBJECT: Submission of Cost or Pricing Data for Procurements Expected to Exceed \$550,000 (or \$500,000 if subcontract will be issued under a prime contract that was awarded to FN Manufacturing, LLC between April 1991 and October 10, 2000)

You may be aware that many of FN Manufacturing, LLC's contracts are U.S. Government funded and, therefore, we are required to adhere to Federal Acquisition Regulations (FAR) which includes a requirement that we justify and document that all procurements are awarded at a fair and reasonable price.

In the case of negotiated awards of \$550,000 or more (or \$500,000 if subcontract will be issued under a prime contract that was awarded to FN Manufacturing, LLC between April 1991 and October 10, 2000), as is contemplated in this instance, certified cost or pricing data is required. An exception is permitted if the Supplier's quotation for commercial items (see FAR 15.403-1 for other exceptions).

Please furnish a separate item cost breakdown for each line item in a format which provides material cost, labor, overhead and profit. The required format is attached.

This letter is to request that the applicable forms be completed as soon as possible and returned to the undersigned.

Upon negotiation and agreement of the subcontract price, the enclosed Certificate of Current Cost or Pricing Data form (PR-700) must be executed as of the date of agreement on price between your firm and FN Manufacturing, LLC and forwarded to the undersigned.

Sincerely

This is an example. You do not have to use if you have your own format.

Submission of Cost or Pricing Data for Procurements

Expected to Exceed \$550,000(or \$500,000 if subcontract will be issued under a prime contract that was awarded to FN Manufacturing, LLC between April 1991 and October 10, 2000)

Date: _____

Name of Company: _____

Part number: _____

Purchase order #: _____

Material Costs: \$ _____

Material Handling: \$ _____

Material Handling rate: _____%

Labor Cost \$ _____

Labor Rate _____ per hour

Labor hours _____

Manufacturing Overhead \$ _____

Manufacturing Overhead Rate _____%

General & Administrative \$ _____

General & Administrative Rate _____%

Profit \$ _____

Profit Rate _____%

Other Direct Costs \$ _____

Total Cost \$=====

Signature _____

Title _____