

## Letter to Navistar Truck Group Suppliers, May 27, 2010

Dear Valued Supplier;

As you may be aware Navistar Defense, LLC has been successful in being awarded a number of contracts to supply vehicles to the U.S. military. These contracts may be governed by the Defense Priorities and Allocation System (DPAS) regulations, 15 CFR part 700.

The DPAS regulations were set up under the Defense Production Act (Public Law 81-774). These regulations require that contractors and subcontractors accept and execute contracts or orders relating to certain approved defense programs on a priority basis over all other contracts and orders. The following link should provide current DPAS information:

<http://guidebook.dcms.mil/38/DPAS%20Guidebook.htm>

Navistar Defense has developed a new program for including rating and contract information on EDI transmissions, specifically the EDI 830. There will be a mandatory testing process to facilitate this implementation. Your complete cooperation in this process is appreciated.

Some highlights regarding the impending change to the EDI 830 include:

- Updating the Version from 002040 to 004010.
- Addition of DPAS codes where applicable along with the rated quantity. This will be communicated in an added SDQ segment.
- Inclusion of Standard Pack Quantities where available. This will be in an added PO4 Segment.

The updated version 004010 Implementation Guide and Business Process Guide are available to you through the [www.navistarsupplier.com](http://www.navistarsupplier.com) website. Additionally, we are doing an extensive testing process using a third party service provider (Softshare). This is web-based testing, and you will receive a communication from them next week to begin the testing process. The communication from them will include more details along with your user id and login to enter into the program. Navistar is expecting your participation and full cooperation during this testing process.

These changes only affect the Truck/Bus manufacturing plants (including Blue Diamond); they do not affect Service or Engine Divisions' EDI 830s. These upgrades will NOT affect the EDI 856/ASN document.

Please note that as a supplier designated for testing, it is imperative that you begin the testing process as soon as possible and become capable with the new document.

Suppliers are allotted 90 days to complete the testing from the time that the invitations are issued, and if the supplier has not completed the testing in that time frame a second invite will be issued at the suppliers' expense. It is expected that you have your testing completed by the week of August 31 2010. It is also expected that all suppliers enroll in the process within 14 days of receiving the invitation email from Softshare.

If you have already tested an ID and feel that no further testing is required for your company please contact me directly via email.

If you should have any questions please contact me at the information below. Thank you for your continued support and cooperation.

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