



March 24, 2020

Subject: Ensuring Shipbuilding Supply Base Stability during COVID-19

Trusted Shipbuilding Partners:

On March 20, 2020, Ingalls Shipbuilding communicated that, per President Trump's coronavirus guidelines and Presidential Policy Directive/PPD-21, the shipbuilding industry has been deemed a "critical infrastructure industry." This means that, while following Centers for Disease Control and Prevention (CDC) guidance to protect its workforce, our industry also bears a special responsibility to maintain normal work schedules. Ingalls and our U.S. Navy customer take this commitment seriously and are committed to help maximize business stability for the critical shipbuilding supply base during the COVID-19 crisis.

As part of our commitment, Ingalls is working closely with the Navy to explore options for minimizing business impacts to the supply base by increasing liquidity and/or providing other forms of financial assistance. Ingalls requests that you tell us of any emerging financial risks, resulting from COVID-19, that may cause your company immediate financial harm or otherwise negatively impact continuation of operations.

In our March 20th letter, we requested that you notify us of COVID-19 related impacts via submittal of a Supplier Impact Report (SIR). Ingalls suppliers should use the "Broad Business Impacts" section of the SIR to communicate specific financial concerns along with a request for specific assistance that may significantly mitigate significant financial impacts and/or continuation of operations.

The SIR template is included in this correspondence as a standalone MS Excel file named "COVID-19-Ingalls-Supplier-Impact-Reporting.xlsx," and is also posted on our supplier website at <https://ingalls.huntingtoningalls.com/suppliers/current-suppliers/>. Completed reports should be provided via email to suppliercerts@hii-ingalls.com; please include your normal buyer POC on copy.

Thank you for your efforts to safely continue the vital business of shipbuilding during these times.

Respectfully,

Scott G. Weldon
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Ingalls Shipbuilding division
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