

To: Aerojet Supplier
Attn: Contracts and Sales Department
Subject: Minimum Supplier Insurance Coverage Requirements

Aerojet requires evidence of adequate insurance coverage prior to commencement of certain categories of work. Our records indicate that the supplies or services your company provides to Aerojet are in that category. The insurance requirements are defined below. Please retain this document for your records, as it may be incorporated in future purchase orders by reference.

MINIMUM SUPPLIER INSURANCE COVERAGE REQUIREMENTS:

- a. Seller shall name Aerojet as an additional insured for the Commercial General Liability and Automobile Liability insurance required below and shall provide a certificate of insurance upon request evidencing compliance with all requirement of this provision. Insurance maintained pursuant to this provision shall be considered primary to, and not contributory with, any insurance maintained by Aerojet. Any self-insured retention, deductibles, and exclusions in coverage in the policies required by this provision shall be assumed by, and at the sole risk of, Seller or its subcontractor providing the insurance and shall, to the extent applicable, be paid by the Seller or such subcontractor. All insurance required by the Purchase Order shall contain a provision that prohibits cancellation or material revision except upon at least thirty (30) days advance written notice to Aerojet. Seller shall provide Aerojet thirty (30) days advance written notice before the effective date of any cancellation or alteration of any insurance required by this provision. The term "subcontractor," as used in this provision shall include Seller's subcontractors at any tier.
- b. Workers' Compensation and Employer's Liability. Seller shall obtain and maintain, and require its subcontractors to obtain and maintain, Workers' Compensation insurance, as required by any applicable laws, for all of their employees performing work on Aerojet's premises. Seller shall obtain and evidence a waiver of subrogation from its Workers' Compensation insurance carrier in favor of Aerojet. Seller shall reimburse Aerojet for any payments of Workers' Compensation insurance premiums relating to any employees of Seller, or its subcontractors, that Aerojet is required to make by any applicable law. Seller shall obtain employer's liability insurance with available limits of at least one million dollars (\$1,000,000).
- c. Commercial General Liability. If Seller or any of its subcontractors will be performing work on Aerojet's premises, Seller shall obtain and maintain, and require its subcontractors to obtain and maintain, Commercial General Liability insurance with available limits for bodily injury of at least one million dollars (\$1,000,000) per occurrence and at least one million dollars (\$1,000,000) annual aggregate, and with available limits for property damage of at least one million dollars (\$1,000,000) per occurrence. Such insurance shall include coverage for all premises and operations, broad form property damage, contractual liability (not limited by any responsibility assumed through the Indemnification provision of the Purchase Order), and products and completed operations.
- d. Automobile Liability. If Seller or any of its subcontractors uses vehicles in the performance of the Purchase Order, Seller shall obtain and maintain, and require its subcontractors to obtain and maintain, Business Automobile Liability insurance covering all vehicles, whether owned, rented, borrowed, or otherwise, with available limits for bodily injury of at least one million dollars (\$1,000,000) for injuries to any person and at least one million dollars (\$1,000,000) for any single accident involving two or more persons, and with available limits for property damage of at least one million dollars (\$1,000,000) per accident.