



Subject: Critical communication – ITT Cannon Stop Ship March 24, 2017

ITT Cannon has informed us that the Defense logistics agency (DLA) has just placed most of its military connectors on Stop Ship. There are two mil-specs (MIL-DTL-5015 & Mil-C-39029 contacts) that are not affected. The military specifications that are affected are:

MIL-DTL-38999, MIL-DTL-26482, MIL-DTL-83723, MIL-DTL-24308, MIL-DTL-83513, MIL-DTL-83733, FSC 5935, VQP-17-031226, CN 055334

Please find the attached ITT Cannon letter which explains the DLA stop ship.

PEI-Genesis is forbidden from shipping any orders for the affected Mil spec Series listed above. ITT Cannon is working with the DLA to resolve this issue, but at this time we do not know when we can resume shipments. We are in daily communication with ITT Cannon and will update you as we receive new information. ITT Cannon may be releasing GIDEPs with more technical details and recommendations.

We are going through our entire backlog now and will notify you in the next few days if any of your orders are affected by this Stop Ship. Possible actions:

1. For most affected products we can ship you *the exact connectors that you have on order*, but we simply cannot *invoice or mark them using the military part number*. If your application allows, we suggest that you allow us to assemble, invoice, and ship your connectors using a commercial part number. This is by far the best option to ensure that you get the products you need. There have been no reported quality issues with the products.
2. We can attempt to cross your order to another manufacturer.
3. You can wait until the issue is resolved between ITT Cannon and the DLA, but at this time we do not have guidance on a time frame for resolution.

We understand that this is a very serious situation and we are doing everything we can in conjunction with ITT Cannon to resolve this situation as quickly as possible.

Sincerely,
Jane Fischetti
GM Distribution Sales