

Evaluated Receipts Settlement (ERS)

Attn: Supplier Representative

Northrop Grumman (NG) uses a process known as Evaluated Receipts Settlements (ERS), where Supplier purchase orders are paid based on confirmed receipt at the designated delivery location. Questions regarding the ERS process may be directed to your Northrop Grumman buyer/subcontracts administrator.

What you can do to help us process payments efficiently:

- 1. **Do not submit an invoice for an ERS Purchase Order.** NG Accounts Payable will not honor invoices for ERS purchase orders.
- 2. **Packing Slips** your packing slip is very important in the ERS process; not only for NG Receiving to accurately transact receipt of your shipment, but also for you to be accurately paid. The packing slip number replaces invoice numbers.
- 3. **Shipments** it is important your shipments match the line items, part numbers and descriptions as stated in the purchase order.
- 4. **Price Changes** any change in price must be coordinated and negotiated with the Northrop Grumman buyer/subcontracts administrator <u>prior to shipment and receipt</u>. Failure to abide by these conditions may disrupt payment.

Payments will be calculated based on the date the goods were received and in accordance with agreed upon purchase order price and payment terms. If you have concerns regarding payments or need reconciliation, we recommend you have related statements available containing your activities for each purchase order when contacting your Northrop Grumman Buyer or NG Accounts Payable with inquiries.

Payment Inquiries:

Can be made through a ticket portal using the following link: https://oasis-invoiceinquiry.myngc.com/

If needed, attachments may be added. The NG Inquiry Team or Buyer team will respond to answer your questions.

Additional Points of Contact:

Accounts Payable ERS Helpdesk: ERSHelpdesk@ngc.com

Northrop Grumman Buyer as recorded on your purchase order.

Thank you in advance for your support and cooperation. We look forward to a continued and valued working relationship.