

## **Appendix I - Firearms and Live Ammunition Policy**

Liquidity Services permits Users who are government agencies to sell firearms and live ammunition on the Site, provided they comply with all applicable federal, state and local laws and regulations, and this Policy. No non-governmental User is permitted to sell firearms or live ammunition on the Site.

Sellers and Buyers of firearms and live ammunition on the Site are responsible and liable for compliance with all applicable laws and regulations.

### **Seller Requirements:**

In addition to all applicable laws and regulations, government agencies must comply with the following requirements to sell firearms and live ammunition on the Site:

#### **Requirements for Sellers, who do not have an Employee or Contractor with an Active Federal Firearms License (“FFL”):**

1. All items must be listed in the restricted category named “Firearms and Live Ammunition”, which restricts participation to Buyers with an active FFL.
2. Seller must verify the identity of Buyer prior to conveying firearms or live ammunition to Buyer. The following forms of identification are required:
  - a. A valid and current government-issued identification with picture (“ID”); and
  - b. A valid and current FFL matching the ID.
3. The holder of the FFL must take possession and sign the bill of sale associated with the Transaction in person, no exceptions.

#### **Requirements for Sellers, who have an Employee or Contractor with an Active FFL:**

1. Seller must submit a copy of the holder’s FFL and ID to us. We will not accept an expired FFL or ID.
2. Seller must ensure we have the most current FFL on record. The Liquidity Services Client Service Representative (“CSR”) for the account will perform semi-annual reviews to ensure the FFL on file is current. If there is an expired FFL or ID on file with us, no transactions will be permitted until a current FFL or ID is provided.
3. Seller is responsible and liable for performing all legally required background checks and paperwork pertaining to Buyer.
4. Seller must keep a signed copy of the bill of sale in accordance with applicable federal and state laws and regulations.

### **Buyer Requirements:**

Besides all applicable laws and regulations, Buyers wishing to participate in auctions in the restricted category of “Firearms and Live Ammunition” on the Site must comply with the following requirements:

1. Buyer must submit a copy of their valid and current FFL and ID to us. All information on the FFL, ID and Buyer’s registration must match. If it does not, Buyer will not be permitted to purchase firearms or live ammunition through the Site or our Services.
2. Buyer must pick up all Assets won in the restricted category of “Firearms and Live Ammunition” in person.
3. Buyer must present their valid and current FFL and ID on removal of the Asset.

Violation of the requirements set forth herein may cause cancellation of the Transaction and/or suspension or termination of the applicable User’s account on the Site.