## 235.070-1 Indemnification under research and development contracts.

- (a) Under 10 U.S.C. 3861, and if authorized by the Secretary concerned, contracts for research and/or development may provide for indemnification of the contractor or subcontractors for—
- (1) Claims by third persons (including employees) for death, bodily injury, or loss of or damage to property; and
- (2) Loss of or damage to the contractor's property to the extent that the liability, loss, or damage—
- (i) Results from a risk that the contract defines as "unusually hazardous;"
- (ii) Arises from the direct performance of the contract; and
- (iii) Is not compensated by insurance or other means.
- (b) Clearly define the specific unusually hazardous risks to be indemnified. Submit this definition for approval with the request for authorization to grant indemnification. Include the approved definition in the contract.

**Parent topic:** 235.070 Indemnification against unusually hazardous risks.