

Famous Secret Precision Machining, Inc.

Aerospace Supplier Terms and Condition Agreement

As a supplier of Famous Secret Precision Machining Inc. (FSPMI), it is understood that your organization agrees to meet the following stipulations that support our AS9100 standards and business requirements whenever FSPMI Purchase Order (P.O.) specify that the order is for an aerospace application and or job (or contains some similar Aerospace AS9100 reference). These requirements are, therefore, to be considered terms and conditions to all Aerospace purchases. Any changes to these terms and conditions will be stated on the Purchase Order (P.O.).

1. Where required, the supplier must use FSPMI's customer-approved special process sources.
2. FSPMI is to be contacted by the supplier in the event of nonconforming product/material or services. All deviations from drawing/specification requirements are to be referred to our Purchasing Department. Approval of the supplier nonconforming product/material/services shall be authorized by FSPMI's Quality Manager or Head through Purchasing Department, before delivery.
3. The supplier is required to notify FSPMI of any changes to the product and/or process and must obtain approval from an authorized FSPMI manager or head before product and or process can be accepted.
4. FSPMI, their customers, and regulatory authorities retain the right of access to all supplier facilities involved in the aerospace order and to all applicable records.
5. The supplier will flow-down to sub-tier suppliers all applicable Purchaser's, regulatory and AS9100 standards to include requirements in the Purchaser purchasing documents as required.
6. The AS9100 standard requires that all applicable customer, regulatory and AS9100 requirements for the supplier must flow-down to sub-tier suppliers (includes requirements in the purchasing documents and key characteristics where required). However, FSPMI does not allow its aerospace suppliers to subcontract any product or process or conduct of service to sub-tier supplier without written notification and consent.
7. FSPMI performs inspection activities to ensure that purchased product meets production requirements.

They may include:

- Receiving inspections (of supplier products/services/documents) may be/are performed by a designated employee. FSPMI verifies the authenticity of the appropriate certificate of conformity, material certificate, etc., and other accompanying documentation by review and comparison (as is appropriate) to the drawing and/or industry specifications or by other means. When necessary, FSPMI may inspect or audit at the supplier's facility.
- Products are inspected to ensure they meet the requirements (dimensions, etc.) and the results are recorded (as appropriate). All special processes (plating, anodizing, heat treatment, etc.) where the compliance cannot be verified by inspections will require a Certificate of Conformity.

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8. When appropriate, FSPMI may delegate the inspection authority to one of its approved suppliers. FSPMI will communicate the inspection requirements (including approved monitoring and measurement equipment/methods) and FSPMI will maintain a record of those approved to carry out such inspections.
9. When FSPMI or its customer intends to perform verification at the supplier's premises, FSPMI will first state the intended verification arrangements and the method of product release or service commencement/completion. This information will be communicated on the FSPMI Purchase Order or via another acceptable purchasing arrangement.
10. The FSPMI's customer or customer's representative will be afforded the right to verify at the supplier's premises that the subcontracted product conforms to specified requirements. Verification by the customer is not used by FSPMI as evidence of effective control of quality by the supplier and shall not absolve FSPMI or its supplier of the responsibility to provide acceptable product, nor shall it preclude subsequent rejection by the customer.
11. To prevent the purchase of counterfeit or suspect/unapproved products and to ensure product identification and traceability (and for other reason), FSPMI will institute controls that include the requirement of Material Certificates, Certificates of Conformity, and /or other supporting documentation from its suppliers as is appropriate. Service providers may be required to provide documentation of process capability and traceability to recognized standards. These requirements may be specified on FSPMI's Purchase Order or may otherwise be communicated to the supplier.
12. Records are available for review by customers and regulatory authorities in accordance with contract or regulatory requirements and should otherwise be kept confidential.
13. FSPMI requires all documents and records must be retained for 10 years from the time of processing. The disposal method for electronic copies is to permanently delete the file and hard copies must be shredded.
14. FSPMI may also require specific actions where timely and/or effective corrective actions to a supplier issue/s are not achieved. These actions may include but are not limited to any or all of the following: withholding payment until the issue is resolved, removal of the supplier from FSPMI's Approved Supplier List, and legal actions.