Supplier Quality Terms and Conditions

By accepting this Purchase Order, you are agreeing to Felton Incorporated's requirements as follows:

a) Any products, processes or services will be clearly identified on the Purchase order or attached drawing, specs, or technical data

b) The supplier shall maintain and implement an effective method for inspection of products/services prior to release. If inspections are done by sample, a statistically valid technique shall be used, and shall be based on MIL-STD-105 or ANSI/ASAC Z1.4 with zero rejects, or equivalent system. If a First Article inspection is required the supplier will provide 100% inspection of all drawing characteristics (including notes), providing actual dimensional information and appropriate approvals.

c) Supplier shall ensure that personnel are qualified and competent to provide quality products/services.

d) Acceptable means of communication between vendor and Felton includes email, phone, mail, fax.

e) Felton evaluates supplier performance for product quality and on time delivery.

f) Immediate disclosure and notification of unexpected anomalies, nonconforming product, processes, or services must be given to Felton Incorporated.

g) Arrangements for disposition of nonconforming product must be made prior to shipment.

h) Felton maintains design and development control of all their products. Special requirements, critical items, or key characteristics will be flowed to the supplier on their PO and/or drawing. Notification must be provided to Felton Incorporated of changes to processes, product, or services, including changes of their external providers or location of manufacture, and Felton Incorporated's approval must be obtained.

i) It is preferred that the supplier maintain an AS9100 or ISO 9001 compliant Quality Management System or similar, at a minimum, unless otherwise approved.

j) Whenever possible, customer designated or approved sources will be utilized

k) When requested, the supplier will provide test specimens for design approval, or inspection verification

l) Supplier acknowledges that it shall apply suitable corrective action when presented with Felton Incorporated complaints or nonconformance reports.

m) Felton Incorporated, our customer, and/or regulatory authorities must be allowed right of access to inspect ad review all related quality records and facilities involved in processing this order to verify quality of products or work. If Felton, or its customers, intends to perform any verification or validation activities at the supplier, they will notify them in advance and make appropriate plans.

n) All applicable requirements, including customer requirements, must flow down the supply chain.

o) Suppliers to Felton Incorporated are responsible for retaining product related documents and records for the life of the product as defined by Felton Incorporated.

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p) Counterfeit and Fraudulent parts prevention – Seller shall only purchase products to be delivered or incorporated as Work to Felton directly from the Original Component Manufacturer/Original Equipment Manufacturer, or through and OCM/OEM authorized distributor chain. Work shall not be acquired from independent distributors or brokers unless approved in advance in writing by Felton. Work consists of those parts delivered under this contract that are the lowest level of separately identifiable items (e.g., articles, components, goods, and assemblies.) Each shipment shall be accompanied by a reproducible copy of an actual OEM material certificate. An approved aftermarket manufacturer or independent distributor shall identify the name and location of all of the supply chain intermediaries from the part manufacturer to the direct source of the product. Traceability documentation shall be submitted with each shipment.

q) Suppliers to Felton Incorporated are required to ensure that all persons are aware of their individual contributions to product and service conformity, their individual contributions to product safety, and the overall importance of ethical behavior.

r) Supplier shall comply with the Aerospace Industries Association of America (AIA) Global Principles of Ethics in the Aerospace & Defense Industry, available for review here:

http://asd-europe.org/business-ethics

Any exceptions to the above requirements must be submitted to Felton Incorporated for approval prior to proceeding with this Purchase Order. Please contact the buyer if you have any questions concerning these requirements.