

## QUALITY ASSURANCE CLAUSES

### **QUALITY ASSURANCE CLAUSES #1-15 SHOWN BELOW ARE STANDARD PURCHASE ORDER CLAUSES AND ARE IN ADDITION TO THE STANDARD TERMS AND CONDITIONS OF THIS ORDER.**

- 1 CERTIFICATIONS:** Supplier or subcontractor shall provide a "Certification of Compliance" that material and or products meet all provisions of this purchase order. Certifications must accompany each production release delivered against this purchase order and must contain as a minimum the following:
  - Purchase Order Number.
  - Part Number
  - A statement that the material conforms to the applicable specifications.
  - A statement that test reports and/or inspection records are on file, subject to examination at your facilities or at point of manufacture.
  - Items requiring age control shall have date of manufacture and shelf life included. Shelf life less than 75% will not be accepted.
  - Signature of authorized agent, and title.
- 2 INSPECTION SYSTEM:** Unless otherwise specified on the face of this purchase order, the supplier or subcontractor shall have an adequate inspection system that is equivalent to Mil-I-45208A or higher level, for maintaining control of materials/products manufactured in your facility.
- 3 CHANGES:** The processes, products and services to be provided including the identification of relevant technical data shall be manufactured or produced in accordance with applicable drawings, specifications, process requirements and work instructions. Deviations may be made only by written amendment to this purchase order when authorized by LPI's Material Review Board.
- 4 APPROVED FACILITIES:** It is the supplier/subcontractor responsibility to utilize only approved facilities for processing (i.e., Magnetic, X-ray, or Zygo inspection, heat treating, plating, anodizing, etc.) used in performance of work relating to this order. Special certifications may be required, see purchase order and attachments.
- 5 LPI FURNISHED MATERIALS FOR SPECIAL PROCESSES:** Unless otherwise specified, all materials furnished for special processing, shall not be under-shipped. Rejected materials shall be identified and segregated from acceptable materials. Rejected materials shall be returned to LPI for disposition.
- 6 PRESERVATION AND PACKAGING REQUIREMENTS:** Unless otherwise specified, the supplier or subcontractor shall maintain controls to assure accomplishment of preservation, packaging, and shipping requirements of this order. The use of commercial practices shall not relieve the supplier or subcontractor of responsibility for packaging in a manner that will insure receipt at LPI in an acceptable condition.
- 7 RIGHT OF ENTRY:** LPI and its applicable customer and/or regulatory agency, shall have the right-of-entry to the supplier and/or subcontractor's facility for verification of the quality of work, records, materials, and processes used in performance to this purchase order.
- 8 RECORD RETENTION:** Supplier shall retain all records pertaining to material/ manufacturing process special processes, test and inspection for a minimum of 10 years or as required by the customer; changes to this requirement shall be addressed on the purchase order. Additional quality requirements may apply when referenced in the P.O
- 9 NON CONFORMING PRODUCT:** In the event that the product is identified as non-conforming after the product has been shipped, the supplier shall provide notification of such escape. Additionally supplier shall control non conforming product to prevent the product from leaving the facility, unless otherwise approved in writing. Obtain organization approval for non-conforming product disposition.
- 10 FOD:** Supplier shall ensure all product delivered to Llamas Plastics is free of any Foreign Object Debris
- 11 SUPPLIER AWARENESS:** Supplier needs to be aware of their contributions to product or service conformity. This also includes their contribution to product safety.
- 12 SUPPLIER ETHICAL BEHAVIORS:** Llamas Plastics, Inc. considers ethical behavior one of its core areas of focus. We conduct our activities outside of our organization as an extension of our internal organization. The expectations we have for our suppliers is one that mirrors the standards set for our own employees.

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- 13 COMPETENCE:** The Supplier shall insure that they employ competent personnel, this includes any training and/or qualifications required for processes, procedures or equipment.
- 14 COUNTERFEIT PREVENTION:** The organization shall plan, implement, and control processes for the prevention of counterfeit or suspect counterfeit products delivered to the customer.
- 15 ITAR:** When required by purchase order, ITAR controls shall be applied as required.

### **THE FOLLOWING QUALITY ASSURANCE CLAUSES ARE IN ADDITION TO THE STANDARD QUALITY ASSURANCE CLAUSES WHEN SPECIFIED ON THE FACE OF THIS PURCHASE ORDER.**

- 16 LPI INSPECTION AT SOURCE:** Supplier or Subcontractor shall request LPI Source Inspection for product verification prior to shipment from his facility. All requests shall be made by calling LPI's Quality Manager 24 to 48 hours in advance for scheduling purposes. Acceptance of product by LPI source Inspector does not relieve the supplier or subcontractor of the responsibility for manufacturing to the purchase order requirements.
- 17 LPI's CUSTOMER AT SOURCE:** Supplier or subcontractor shall request per clause 7 above.
- 18 GOVERNMENT INSPECTION AT SOURCE:** Government inspection is required prior to shipment from your plant. Upon receipt of this order, promptly notify the Government Representative who normally services your plant so that appropriate planning can be accomplished. On receipt of this order, promptly furnish a copy to the Government Representative who normally services your plant, if none to the nearest Army, Navy, Air Force, or Defense Supply Agency inspection office. In the event the representative or office cannot be located, our purchasing agent should be notified immediately.
- 19 SUPPLIER/SUBCONTRACTOR FIRST ARTICLE:** Supplier or subcontractor shall perform first article inspection on first units produced using production tooling for this order. A first article report to accompany first shipment of units. This may include special requirements, critical items and key characteristics design and development control.
- 20 TEST REPORTS:** Test reports shall be submitted containing test results which indicate conformance to applicable specifications.
- A. Supplier or subcontractor to furnish Chemical Test Report as noted.
  - B. Supplier or subcontractor to furnish Physical Test Report as noted.
  - C. Supplier or subcontractor to furnish Functional Test Report as noted.