

Quality Clauses:

QC1 Copies of any applicable material, processing, and test certificates must accompany each shipment of material or product.

QC2 Parts shipped to Precision CNC Inc. must be 100% inspected and accepted by the supplier. Any rework which needs to be performed by Precision CNC Inc. will be debited from the suppliers invoice.

QC3 In a case of non-conformance to PRECISION CNC INC. requirements, all items must be tagged with the discrepancy. The packing slip should be noted with the number of items discrepant.

QC4 During the performance of the purchased order supplier shall give Precision CNC Inc. . Company, Inc., its customers, and regulatory authorities' right of access to the applicable areas of all facilities, at any level of the supply chain, involved in this order and to all applicable records.

QC5 All product must be protected against damage and corrosion during delivery and performance of the order, utilizing sound packaging practices.

QC6 The supplier is responsible to ensure that material utilized for the performance of the order whether consigned by Precision CNC Inc. or furnished by the supplier, is to be stored and identified to insure traceability and to prevent intermingled with other material.

QC7 Material consigned by Precision CNC Inc. may not be substituted by any other material to complete the order requirements unless authorization from PRECISION CNC INC. is given.

QC8 Upon receipt of a drawing from Precision CNC Inc. , it is the supplier's responsibility to thoroughly review and understand the drawing and any associated engineering documentation, and be capable of complying with the requirements prior to manufacturing. Any technical questions regarding interpretation should be discussed with Precision CNC Inc @ 631-847-3999.

QC9 Standard hardware (MS, NAS, BAC, AN, etc.) shall be manufactured to the latest revision specification and will require certification of compliance indicating the original hardware manufacturer.

QC10 Suppliers providing calibration services shall be compliant to ISO 17025 requirements. All calibrations performed must be NIST traceable and traceability identified on provided calibration certification.

QC11 Precision CNC Inc. must be informed by written notification if there are any changes in product and/or process definition. Change will be reviewed by Precision CNC Inc. and approval may be needed.

QC12 Supplier is required to inform Precision CNC Inc. , within 48 hours, of any nonconforming product. Precision CNC Inc. reserves the right to disposition nonconformances related to this PO.

QC13 Supplier records must be retained for a minimum of 10 years. When Precision CNC Inc. . customer has a requirement for retention time of greater than 10 years, the customer requirement will take precedent.

QC14 When a sub-tier supplier is used by a Precision CNC Inc's supplier, the supplier will flow down to the sub-tier all applicable requirements cited in purchasing documents.

QC15 When PRECISION CNC INC.'s customer is identified on the purchase order, supplier must comply with the most current quality system and record retention requirements of the PRECISION CNC INC. 's customer.

QC16 Supplier must provide Certificate of Conformance for product purchased by PRECISION CNC INC. C of C must include PRECISION CNC INC. purchase order number.

QC17 Supplier will ensure that employees involved in the fulfillment of this PO have awareness of their contribution to product or service conformity, their contribution to product safety, and the importance of ethical behavior.

QC18 The supplier shall employ appropriate housekeeping practices to assure timely removal of residue/debris generated, if any, during the manufacturing operations and/or normal daily tasks. Seller shall determine if sensitive areas that may have a high probability for introduction of Foreign Objects should have a special emphasis controls in place that are appropriate for the manufacturing environment. The supplier shall determine the need for, and implement, a FOD prevention program, including awareness training. Refer to NAS 412 standard for guidance.

QC19 Counterfeit Part prevention:

- a) "Counterfeit parts are parts/material/services that are or contain items that are misrepresented as having been designed and/or produced under approved system or other acceptable method. The term also includes approved parts/material that has reached a design life limit or has been damaged beyond possible repair, but is altered and misrepresented as acceptable.
- b) Seller shall establish and maintain a counterfeit parts prevention program ensuring that all counterfeit material(s), services and component parts are not delivered or incorporated into products being acquired by Precision CNC. Counterfeit prevention procedures shall be in accordance with SAE AS6174 and or SAE AS5553.
- c) Seller shall ensure that all sub-contractors (supply chain intermediaries) used by the seller shall have a counterfeit parts prevention program in compliance with SAE AS6174 and or SAE AS5553.
- d) Seller agrees and shall ensure that counterfeit work is not delivered to Precision CNC.
- e) Seller shall only purchase products to be delivered or incorporated as work to Precision CNC directly from Original Component Manufacturers (OCM)/Original Equipment Manufacturers (OEM), or through an OCM/OEM authorized distributor chain. Work shall not be acquired from independent distributors or brokers unless approved in advance in writing by Precision CNC
- f) Seller shall immediately notify Precision CNC with the pertinent facts if seller becomes aware or suspects that it has furnished counterfeit parts/material. When requested by Precision CNC, Seller shall provide OCM/OEM documentation that authenticates traceability of the affected items to the applicable OCM/OEM.

- g) Precision CNC has the right to refuse to accept any materials, services and or component parts it has determined to be suspect or known counterfeit or fraudulent.

Table of Applicable Clauses

(Please review table for any applicable clauses for the product or services provided)

Clause Number	Raw material	Finishing/ NDT	Hardware	Calibration	Machining
Q01	X	X	X		X
Q02	X	X	X		X
Q03	X	X	X		X
Q04	X	X	X	X	X
Q05	X	X	X	X	X
Q06					X
Q07					X
Q08		X			X
Q09			X		
Q10				X	
Q11	X	X	X		X
Q12	X	X	X		X
Q13	X	X	X	X	X
Q14	X	X	X	X	X
Q15	X	X	X		X
Q16	X	X	X		X
Q17	X	X	X	X	X
Q18	X	X	X		X
Q19	X	X	X		X