

## QUALITY CODES

1. Seller shall strictly adhere to the contractual shipment, delivery or completion schedule. In the event of any anticipated or actual delay, seller shall promptly notify Buyer in writing of the reasons for the delay and the actions being taken to overcome or minimize the delay along with an anticipated recovery schedule.
2. Unless otherwise specified, all products procured under this contract are to be of domestic origin only.
3. Seller shall pack the goods to prevent damage and deterioration. Seller shall use standard packaging practices appropriate for the size, weight and configuration of the goods being shipped. Styrofoam peanuts shall not be used as a packing medium.
4. Seller shall establish and maintain a quality control system acceptable to Buyer for the goods purchased under this contract. Seller shall permit Buyer and Buyer's customer to review procedures, practices, processes and related documents to determine such acceptability. Seller shall also afford Buyer and Buyer's customer the right of entry to verify conformance to this purchase order.
5. Seller shall notify Buyer in writing when discrepancies in Seller's process or product are discovered or suspected which may affect the goods delivered or to be delivered under this contract.
6. At no additional cost to Buyer, Goods shall be subjected to inspection, surveillance and test at reasonable times and places, including Seller's subcontractor's locations. Buyer and Buyer's customer shall perform inspections, surveillance and tests so as not to unduly delay the work. Supplier shall prepare records evidencing all inspections made under this order. Inspection reports shall be made available to Buyer upon request.
7. Seller shall clearly mark, maintain an inventory of, and keep segregated or identifiable all of Buyer's property and all property to which Buyer acquires an interest by virtue of this contract. Seller assumes all risk of loss, destruction or damage of such property while in Seller's possession, custody or control.
8. The following contract clauses are incorporated by reference from the Federal Acquisition Regulation and apply to the extent indicated:

52.222-26 Equal Opportunity (subparagraph (b) (1) through(11)).

52.222-35 Affirmative Action for Special Disables and Vietnam Era Veterans. This clause applies only if this contract exceeds \$10,000.

52.222.36Affirmative Action for Handicapped Workers. This clause applies only if this contract exceeds \$2,500.

52.222.37Employment Reports on Special Disabled Veterans and Veterans of Vietnam Era. This clause applies only if this contract exceeds \$10,000.

9. The first article manufactured to the specified configuration will be 100% inspected by the supplier for the conformity to drawing and purchase order requirements. Seller shall supply first article inspection reports, which specify blueprint, dimensions and actuals recorded.
10. Seller shall have a Foreign Object Damage (FOD) program documented in the supplier quality system.
11. All measuring and test equipment used to verify products conformance must be calibrated and traceable to the National Institute of Standards and Technology (NIST).
12. Parts for Boeing Commercial Airplane Group. Process according to the appropriate customer requirements.
13. Parts for Vought Aircraft. Process according to the appropriate customer requirements.
14. Parts for Bell Helicopter. Process according to the appropriate customer requirements.
15. Parts for Lockheed Martin Corporation. Process according to the appropriate customer requirements.
16. Supplier shall notify Gamma Aerospace of changes in product and/or process definition, major organizational changes, changes in manufacturing location, and where required, obtain Gamma Aerospace approval.
17. Gamma Aerospace requirements will be flowed down to sub-tier suppliers in the purchasing documents, including key characteristics where applicable.

18. Record retention will be kept for a period of 10 years on all Quality Related Documents. (Purchase Orders, Work Orders and Certifications)
19. Supplier has established and maintains a Counterfeit Parts Material Prevention and Control Plan in accordance with AS6174 to ensure counterfeit work is not delivered to buyer and will flow down this requirement to all sub-tier suppliers utilized for the items being delivered.

Seller shall not deliver Counterfeit work to customer under this contract.

Seller shall only purchase products to be delivered or incorporated as Work to Gamma Aerospace directly from the Original Component Manufacturer (OCM)/Original Equipment Manufacturer (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 Gamma Aerospace.

Seller shall immediately notify customer with the pertinent facts if Seller becomes aware or suspects that it has furnished Counterfeit Work. When requested by customer, Seller shall provide OCM/OEM documentation.

This clause applies in addition to any quality provision, specification, statement of work or other provision included in this Contract addressing the authenticity of Work. To the extent such provisions conflict with this clause, this clause prevails.

In the event that Work delivered under this Contract constitutes or includes Counterfeit Work, Seller shall, at its expense, promptly replace such Counterfeit Work with genuine Work conforming to the requirements of this Contract. Notwithstanding any other provision in this Contract, Seller shall be liable for all costs relating to the removal and replacement of Counterfeit Work, including without limitation Gamma's cost of removing Counterfeit Work, of installing replacement Work and of any testing necessitated by the reinstallation of Work after Counterfeit Work has been exchanged. The remedies contained in this paragraph are in addition to any remedies the customer may have at law, equity or under other provisions of this Contract.

20. Parts for Collins Aerospace. Process according to the appropriate customer requirements. ASQR-01 and ASQR-01-AA Quality Requirements apply.

21. All production parts, outside processing and material supplied to this purchase order will be accompanied by a Certificate of Conformance (C of C). The C of C will certify the supplied part/raw material/special processes meet all purchase order, specification, and drawing requirements from the buyer.
22. As applicable when completing processes, product or services per this PO they shall be completed by persons of competence including any required qualifications.
23. For raw material suppliers: each cut to size item shall be marked with material traceability information and as required the grain information.
24. When applicable, Vendor must comply with International Traffic in Arms Regulations (ITAR).
25. For Nordam parts only, Nordam Supplier Quality Manual requirements apply, available at <http://www.nordam.com/suppliers>.