

ACCURATE GRINDING & MANUFACTURING CORP.

SUPPLIER TERMS AND CONDITIONS

General Terms and Conditions	
QA 1	Machining suppliers must furnish inspection report, certificate of conformance and as applicable material and processing certifications for the parts, they submit to AGM
QA 2	Documented first article inspection reports shall be submitted to Quality prior to the beginning of production. The supplier assumes all financial responsibility for replacement, rework, and material when production of parts is begun without first article inspection approval from quality. AS9102 f/a form when stipulated on .P.O.
QA 3	Any delay in shipment for any reason has to be conveyed to AGM quality as soon as the delay is known by the supplier.
QA 4	Any change to the contract requirements by the supplier must be approved by the AGM in writing. Notify AGM of changes in product and/or process, changes of suppliers, changes of manufacturing facility location and, where required, obtain AGM's approval.
QA 5	All information in the contract must be held in confidence by the supplier and no third party request for information will be authorized unless instructed in writing by a AGM representative. When ITAR and/or government rated data is noted on the purchase order, the US government restrictions must be followed. If you have any questions concerning ITAR or government rating notify the company buyer. All concerns must be answered prior to you accepting this order. All documents to be retained for 10-year min unless extended retention is required by AGM or its customers. AGM must be notified before any AGM Customer documentation is destroyed.
QA 6	In addition to AGM's right of access, the supplier agrees to right of access for AGM customers, or regulatory agencies to all facilities at any level of the supply chain, involved in the order and to all applicable records in the performance of this contract.
QA 7	Manufactures or machining suppliers must have a quality system in compliance to AS9003, AS9100, or ISO9001; AGM may make conditional exceptions based on supplier survey information or applicable customer requirements.
QA 8	Suppliers are required to notify quality prior to transferring any work to a new facility. AGM will determine (prior to the transfer) if the supplier may perform the transfer of work.
QA 9	Supplier must notify AGM of nonconforming product. Counterfeit Parts from being delivered to AGM (A product produced or altered to imitate or resemble a product without authority or right to do so, with the intent to mislead or defraud by passing the imitation as original or genuine.) Supplier must maintain a minimum product quality rating of 90% and a minimum on-time delivery rating of 90%.
QA 10	Arrangements for AGM's approval of the supplier's disposition of nonconforming material. Supplier must ensure that its personnel are aware of their contribution to product/service conformity and product safety and the importance of ethical behavior.
QA 11	Requirements for the supplier to flow down to their sub-tier suppliers the applicable requirements in AGM purchasing documents, including key characteristics and applicable F.O.D. control processes where required.
QA 12	Requirements for the supplier to comply with executive order E13224. Supplier shall not engage in any transaction of any type with persons or businesses or organizations who commit, threaten to commit or support terrorism.
General Terms and Conditions combined for Processing suppliers.	
QA 13	Processing suppliers must furnish processing certifications to AGM purchase order requirements and shall not process any parts for which they are not certified or approved. Acceptable quality system requirement are AC7004, ISO9001, or AS9100; AGM may make conditional exceptions based on supplier survey information or applicable customer requirements. Supplier must have the ability to ensure the adequacy of the special-process provided and provide AGM the required documentation per purchase order requirements. QA 3, QA 4, QA 5, QA 6, QA 8, QA 9, QA 10, QA 11, QA 12
General Terms and Conditions combined for Material suppliers.	
QA 14	Material suppliers must furnish material certifications to AGM purchase order requirements and shall not supply material for which they are not certified or approved. When noted on our purchase orders, raw material supplied must be USA domestic material. Acceptable quality system requirements are ISO9001, AS9100 or AS9120; AGM may make conditional exceptions based on supplier survey information or applicable customer requirements. The Supplier must have the ability to ensure the adequacy of the product provided and provide AGM the required documentation per purchase order requirements. QA 3, QA 4, QA 5, QA 6, QA 8, QA 9, QA 10, QA 11, QA 12
General Terms and Conditions combined for Machining and Manufacturing suppliers.	
QA 15	For Machining and Manufacturing suppliers QA 1 - QA 12 are applicable. The Supplier must have the ability to ensure the adequacy of the product provided to AGM and provide the required documentation per purchase order requirements.
General Terms and Conditions combined for Calibration and Testing suppliers.	
QA 16	Calibration and Testing suppliers must furnish calibration/test reports to AGM purchase order requirements and be traceable to the specific equipment or item for which they are calibrating or testing, traceability to NIST and/or other national or international standards must be supplied. ISO9001, ISO 17025, Nadcap testing, ANSI Z540, and/or Navlap accreditation will be the quality system requirements; AGM may make conditional exceptions based on supplier survey information or applicable customer requirements. QA 3, QA 4, QA 5, QA 6, QA 8, QA 9, QA 10, QA 11, QA 12

All suppliers must comply with the General Terms and Conditions according to the commodity supplied. Additional Quality clauses will be noted on the Purchase Order as applicable.