



## TERMS & CONDITIONS OF PURCHASE ORDERS

**ACCEPTANCE OF PURCHASE ORDER:** This purchase order shall become a binding contract upon the terms and conditions stated in this purchase order upon acceptance by supplier, by an expression of acceptance or upon commencement of performance by supplier, whichever comes first. Any terms or conditions by supplier in acknowledging or accepting DUVAL PRECISION GRINDING INC.'s ("DUVAL") offer which differ from the terms set herein shall not be binding upon DUVAL PRECISION GRINDING INC. unless agreed to by DUVAL in writing.

**WORKMANSHIP:** It is the supplier's responsibility to 100% understand all Order Requirements prior to PO acceptance. Order Requirements includes all blue print callouts, operations sheets, process sheets, and inspections requirements. Supplier shall maintain appropriate resources, skill, and quality systems comparable with aerospace-grade supplier to ensure product conformance and safety. It is the supplier's responsibility to ensure that their personnel are aware of their contribution to product or service conformity and product safety.

**QMS (QUALITY MANAGEMENT SYSTEM):** Supplier must implement a Quality Management System {QMS} compliant with ISO9001, AS9100, or equivalent. Supplier's QMS certification must comply with its supplier type per AS13100 Table 2. Suppliers registered to a recognized standard will be required to provide Internal Audit results upon request.

**INTEGRITY & ETHICS:** DUVAL expects all suppliers to conduct their business ethically and with integrity including compliance with all applicable local, national, and international laws and regulations. It is the supplier's responsibility to ensure that their personnel are aware of the importance of ethical behavior.

**SAFETY, HEALTH, & ENVIRONMENTAL COMPLIANCE:** DUVAL expects its suppliers to commit to operating a safe workplace and to follow all applicable safety, health, and environmental laws, regulations, and rules.

**COUNTERFEIT PARTS:** Supplier shall plan, implement, and control processes for the prevention of counterfeit or suspect counterfeit part use per AS6174 and prevent their inclusion in product(s) delivered to DUVAL. Supplier must report suspect counterfeit parts to Duval Precision Grinding, Inc. within 3 working days of confirmation.

**FOD PREVENTION:** Supplier must establish & maintain an effective FOD prevention program that meets the requirements of AS9146.

**QUALITY FLOW DOWN:** Supplier, and subcontractors, must comply with quality requirements listed on purchase order. Supplier must notify the organization of changes in product and/or process, changes of suppliers, changes of manufacturing facility location and, where required, obtain organization approval. Suppliers must notify Duval Precision Grinding, Inc. of significant changes to their Quality Management System or business operations.

**SUBCONTRACT:** Supplier may not subcontract work without written authorization from DUVAL. Suppliers are responsible to flow down to sub-tier (when authorized in writing) the applicable requirements in the purchasing documents. Duval's suppliers are evaluated annually based on quality and on-time delivery.

**NON-CONFORMING PRODUCT:** Suppliers are to notify DUVAL of any non-conforming material or workmanship (including latent defects) upon finding of a non-conformance.



**RECORD RETENTION:** Supplier shall retain records related to Fight Safety parts or Critical parts for 40 years, and all other parts for a minimum of 10 years. Records to be disposed of via shredding, incineration, or deletion.

**RIGHT OF ENTRY:** DUVAL and all its regulatory authorities, will have the right to enter the suppliers facility and any facilities involved in this order to verify capability, perform inspection, review applicable records or ensure compliance to the requirements of this order.

**CANCELTATION/TERMINATION:** DUVAL shall have the right to cancel or terminate this order, or any portion of this order, without any cost of other liability.

**WORK TRANSFERS:** The purchase order instructions will define the process for work transfer to the supplier. Supplier may not transfer work to a sub-tier without prior written approval from DUVAL.

A handwritten signature in blue ink that reads "Malcolm Getz".

Malcolm Getz – CEO

A handwritten date in blue ink that reads "4/8/23".

Date

Rev 6 – DATE