

## Quality Clauses

### GENERAL

Vendor is responsible to comply with applicable Quality Clauses and all Meschkat Precision Machining Inc. Purchase Order (P.O.) requirements.

The Vendor is responsible to flowdown to their Vendors applicable quality clauses and requirements including Meschkat Precision Machining Inc. customer requirements.

AS9100:2016 ¶8.4.3 Standard Clauses A. – M. are incorporated as part of all Meschkat Precision Machining Inc. P.O.'s. Other material, part or P.O. specific purchasing information may also be noted on the P.O., including any applicable requirements for qualification of personnel and requirements for approval of product, procedures, processes and equipment.

In case of any conflict with this document or other requirements, the order of precedence is:

1. Meschkat Precision Machining Inc. P.O.
2. Drawings, Specifications, and/or related Electronic Files
3. This document

### A. QUALITY MANAGEMENT SYSTEM

Vendor compliance and/or certification to ISO 9001 or AS9100, or equivalent is preferred, but not mandatory. The Vendor shall maintain a quality program that insures adequate control of quality throughout the performance of this P.O.; and demonstrates adequate process controls ensuring P.O. requirements can be met.

### B. RECORDS & RETENTION

The Vendor shall maintain all records relating to inspection, testing, acceptance, rejection and certification for a period of at least Fifteen (15) years after closure of this purchase order. These records shall be available for review by representatives of Meschkat Precision Machining Inc. and/or its customers and/or regulatory authorities at any reasonable time during the Vendor's working hours throughout the retention period.

### C. IDENTIFICATION AND REVISION STATUS

The identification and revision status of specifications, drawings, process requirements, inspection/ verification instructions and other required technical information shall be maintained relevant to the P.O.

### D. NONCONFORMANCES, MATERIAL DISPOSITION AUTHORITY & CORRECTIVE ACTION

Material disposition, including repair and use-as-is, authority is retained by Meschkat Precision Machining. Any request to ship discrepant material must have written approval from Meschkat Precision Machining prior to disposition action. Vendor will notify Meschkat Precision Machining at the earliest possible time when discrepancies in the Vendor's process or product are discovered or suspected that have or may affect material or product delivered or to be delivered to Meschkat Precision Machining. Any item rejected by Meschkat Precision Machining that is being resubmitted by the Vendor after correction shall have an indication of those items on the Vendor's shipping document. Corrective Action may be required, stating the action(s) taken to correct the discrepancies.

### E. RIGHT OF ENTRY

At times it may be necessary for Meschkat Precision Machining Inc., our customers and regulatory authorities to visit Vendor facilities and/or their Vendors for the purpose of verifying contract compliance and product conformity and records related to the contract. Arrangements for such visits will be coordinated with the Vendor.

#### **F. MATERIALS OR PRODUCT CHANGES**

Notification of any changes that could affect the P.O. is to be made to Meschkat Precision Machining Purchasing Department and revised P.O.'s are to be received or given.

#### **G. VENDOR NOTICE OF CHANGE**

The Vendor provides notification to Meschkat Precision Machining prior to changes to:

- the Vendor's management (ownership),
- location of manufacturing (plant location)
- Vendor part configuration (design, shape or function)
- processes used
- their Vendors.

#### **H. INSPECTION, TESTING AND VERIFICATION INCLUDING DELEGATION AUTHORITY**

1. The Vendor is responsible for performing all of the P.O. requirements, including supplies or services furnished and inspections and tests necessary to substantiate conformance of product. This may involve the use of statistical techniques for product acceptance, related instructions for acceptance by Meschkat Precision Machining, and as applicable, critical items including key characteristics identified on the P.O.
2. If applicable, requirements for test specimens, inspection/verification, investigation or auditing may be included in this responsibility.
3. Any test coupons supplied are to be kept separate and identified as such.
4. Suppliers providing test reports have been designed as having delegation authority for the final inspection and verification of the product and test reports as per the requested standard. Suppliers have been given this delegation authority based on the supplier's capabilities and skill set associated to the product and process requested on the purchase orders.

#### **I. FOREIGN OBJECT DEBRIS (FOD)**

Vendor maintains a program to control and eliminate Foreign Object Debris (FOD) and/or contamination during Vendor's (or Vendor's sources) manufacturing, assembly, test and inspection operations affecting this P.O.

#### **J. SHELF LIFE MATERIALS**

The Vendor provides the manufacturing date, shelf life, and expiration date for all limited shelf life items under this order. All items have 75% or more of their shelf life remaining at the time of shipment to Meschkat Precision Machining. All items are packaged, labeled and transported per their applicable regulatory requirements.

#### **K. CERTIFICATIONS**

A legible and reproducible copy of each required manufacturer's certification is included with each shipment. Certifications are to the latest specification revision unless otherwise indicated by the

P.O. When Vendor furnishes the items on the P.O., the certificate of conformance will include the manufacturer's/vendor's name and address and the signature and title of an authorized agent of the Vendor/distributor. Payment for product received will not be made until all required certifications have been accepted.

#### **L. PROVIDERS OF CALIBRATION SERVICES**

Calibration Vendor performs calibration services in accordance with nationally accepted methods / procedures (for instance, accredited or compliant to ISO 17025) and provides calibration certificates containing the appropriate information.

Notification will be made on a timely basis of out-of-tolerance conditions enabling Meschkat Precision Machining to respond quickly to such an issue. Vendor will use standards traceable back to NIST or an equivalent regulatory body, acceptance tolerances are in accordance with manufacturer's recommendations unless specified otherwise.

**M. COUNTERFEIT PREVENTION** Electronic Components or any other type of product, where there is a potential for counterfeiting, should only be purchased from the Original Equipment Manufacturer (OEM) or a franchised distributor of the OEM. The Original Equipment Manufacturer (OEM) or a franchised distributor of the OEM, should provide, with the shipment a certificate of conformance, certifying that the component or material provided is the part number being procured on the Purchase Order. A certificate of Conformance is used to establish traceability to the OEM. It is not recommended that electronic components or any other type of product, where there is a potential for counterfeiting, be purchased from a broker that is not a franchise distributor. In the event such a purchase should be made, it is the responsibility of the supplier to assure that the proper certifications are available, to provide traceability to the OEM.

**N. PRODUCT SAFETY** - The supplier are responsible to assure the compliance and controls over any product as provided by Meschkat Precision Machining, or manufactured for Meschkat Precision Machining is processed, inspected, controlled and shipped in such a manner to assure the integrity of the product and safety of the product is properly controlled as per the defined Meschkat Precision Machining requirements.

**O. ETHICAL BEHAVIOR** - The Code of Ethics of the Meschkat Precision Machining is a code of conduct towards our environment. It relies on honesty, integrity, justice and protection. A conflict of interest arises when personal interests affect or are likely to affect the objectivity of the choices, decisions or acts of an employee or corporate officer of the Meschkat Precision Machining relative to the interests of Meschkat Precision Machining. For example, a conflict of interest may arise when an employee or corporate officer or a member of his family hold a personal interest, directly or indirectly, in a vendor, a customer or a competitor of the Meschkat Precision Machining.

The acceptance of remunerated duties outside of the Meschkat Precision Machining must not jeopardize the obligation of loyalty by which each employee or corporate officer is bound towards his employer under his contract of employment. The collective bargaining agreements that are applicable or the contracts of employment may comprise specific restrictions regarding the acceptance of other duties (for instance, exclusivity clauses).

The acceptance of personal duties outside of the Meschkat Precision Machining should never induce third parties into thinking that the granting of directorships, consultancies or any other position will enable them to obtain a privileged position in their business relationship with the Meschkat Precision Machining.

Any conflict of interest, real or alleged, must be communicated by the employee or the corporate

officer to his manager who will decide whether this information needs to be transmitted to the Meschkat Precision Machining Ethics Officer.

The Business Ethics of the Meschkat Precision Machining do not accept that employees or corporate officers promise or offer, directly or indirectly, gifts, donations or any other favors to customers or any other partner in order to influence or give the impression to influence a commercial decision. However, these provisions do not apply to accommodations and/or meals for customers as part of a commercial relationship, and in particular an after-sales relationship, provided that this complies with Meschkat Precision Machining practices and subject to prior approval of the manager of the employee.

Conversely, the Business Ethics of the Meschkat Precision Machining do not accept that employees or corporate officers ask for or receive, directly or indirectly, from customers, intermediates or vendors any gift, donations or favors which might compromise their impartiality or their ability to take independent decisions

Also, the Business Ethics of the Meschkat Precision Machining do not accept that employees or corporate officers promise, offer or receive, directly or indirectly, gifts, donations or any other favors to/from a public officer with the intention that this person undertakes or refrains from undertaking any act falling within its duties.

In addition to the business ethics principles and rules mentioned in the other chapters of this Code (conflict of interest, gifts...), each employee or corporate officer in contact with suppliers must ensure that every supplier is treated equally and in an honest way.

In addition, the Supply Chain strategy of the Meschkat Precision Machining is to commit to work only with suppliers who accept the values of the Meschkat Precision Machining.

Any employee who maintains a business relationship with a supplier may not use this relationship for private purposes under terms and conditions different from those generally offered to the public or, in general, on preferential terms as compared with normal market conditions.

Suppliers are required to implement and execute an internal Code of Ethics policy to support the Meschkat Precision Machining code of ethics.

**P. FLOWDOWN:** The flow down as described within this document and purchase orders shall be flow down to any and all subcontractors, and to each sub-tier supplier and through the entire supplier chain for any services or product that affect the product produced for Meschkat Precision Machining.