

## Quality Terms and Conditions

<b>Suppliers to CB MFG. &amp; ENG. must comply with these basic Quality Clauses.</b> <b>Additional Quality Clauses and/or exclusions will be noted on the Purchase Order as required.</b>	
<b>1. Shipment Delays</b>	- Any delay in shipment must be conveyed to CB MFG. & ENG. purchasing as soon as the delay is known. CB Mfg. & Eng. reserves the right to terminate the PO without liability if a revised schedule cannot be agreed upon between all parties.
<b>2. Contract Changes</b>	- Any changes to the contract requirements by the supplier must be approved by CB MFG. & ENG. in writing.
<b>3. Contract Confidentiality</b>	- All information in the contract must be held in confidence and no third party request for information will be authorized unless instructed in writing by a CB MFG. & ENG. representative.
<b>4. Right of Entry</b>	- In addition to CB MFG. & ENG. right of entry, the supplier agrees to right of entry for our customers, or regulatory agencies, to all facilities and records in the performance of this contract.
<b>5. Flowdown</b>	- All applicable requirements must be flowed down to sub-tier suppliers including key characteristics, if any.
<b>6. ITAR</b>	- Suppliers shall protect all technical drawings/data provided with the purchase order in accordance with the International Traffic in Arms Regulations (ITAR) and U.S. export control laws.
<b>7. Changes</b>	- Notify CB MFG. & ENG. of changes in product and/or process definition and, where required, obtain CB MFG. & ENG. approval.
<b>8. Transfer of Work</b>	- Notify CB MFG. & ENG. quality department prior to transferring any CB MFG. & ENG. work to a new facility. CB MFG. & ENG.'s Q.A. Manager will determine, prior to the transfer, if the supplier may perform the transfer of work.
<b>9. Nonconforming Product</b>	- Notify CB MFG. & ENG. quality department of nonconforming product, and make proper arrangements for disposition.
<b>10. Record Retention</b>	- Maintain adequate records of all inspections and tests. Records shall be kept for a period of twenty (20) years after final payment for supplies or services.
<b>11. Latest Revisions</b>	- Unless otherwise specified by the purchase order, the supplier shall furnish and certify goods and/or services to the latest revision of applicable standards and specifications. This applies to customer specifications as required by the CB MFG. & ENG. purchase order. Suppliers shall contact CB MFG. & ENG. to verify latest revisions of customer specifications as required.
<b>12. Counterfeit Prevention</b>	- Suppliers shall purchase all products directly from the original equipment/component manufacturer (OEM/OCM), OEM/OCM approved distributors, or reseller supplier who must provide full traceability back to the OEM/OCM. Electronic components shall ONLY be purchased directly from the OEM/OCM or their authorized representatives and/or distributors.
<b>13. Ethical Behavior</b>	- Suppliers shall practice ethical behavior in order to ensure product safety and conformity. Honest and ethical recording and reporting business practices shall be used and through the submission of a Certificate of Conformance, certify the product meets the requirements of the purchase order, and is accurately and properly represented as such.
<b>14. Product Safety</b>	- Supplier agrees to be aware that their contribution to our products and/or services have a direct impact to the overall conformity and safety of our products and/or services
<b>15. Traceability</b>	- The supplier shall supply certification that clearly shows the complete chain of custody from the raw material manufacturer(s) through the finished product, including ingot source, all thermo-mechanical processing, heat treatment, chemical processing, and inspections as required by the applicable specification requirement. All material and/or product must have full traceability from the mill or manufacturer through all distributors, if applicable, to CB Mfg. & Eng. PO destination
<b>16. Notice of Escapement (NOE)</b>	- Supplier shall inform CB MFG. & ENG. within 24 hours of discovery of suspect nonconforming product having been shipped regardless of destination.
<b>Supplier Specific</b>	
<b>Machining Suppliers</b>	must furnish a Certificate of Conformance, and as applicable inspection reports, material and processing certifications for the parts they submit.
<b>Processing Suppliers</b>	must furnish processing certifications to the purchase order requirements, and shall not process any parts for which they are not certified or approved.
<b>Material and/or Product Suppliers</b>	must furnish material certifications to the purchase order requirements, and shall not supply material for which they are not certified or approved. All material and/or product must be USA domestic material or meet the requirements of DFARS 252.225-7009. Supplier shall furnish chemical/physical test reports with each shipment identifying the applicable specification and revision, actual chemical composition and physical properties, heat or lot number, and Manufacturer name and location. The general shape, size, type, temper and condition of purchased material will be supplied unmodified direct from the material manufacturer. Do NOT heat treat, process, or modify manufacturer's material unless expressed in writing by CB Mfg. & Eng. Violations will be rejected and returned at Supplier's expense.

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Approved by: JM