

## QUALITY CLAUSES

### **101 SUPPLIER QUALITY MANAGEMENT SYSTEM**

Suppliers System shall be in-compliance with the requirements of MIL-I-45208A, FAR21.303h or AS9100 / ISO-9001, Nadcap or other PACO approved System. Supplier Quality System insures supplier is working to latest revisions. Paco reserves the rights to maintain surveillance to its suppliers. Paco may at notice to supplier perform and on-site audit of sellers Quality system.

**102 QUALITY SYSTEM SURVEILLANCE** as a Paco Plastics & Engineering Inc. Supplier manufacturing a product requiring Paco Plastics & Engr. Customer and/or "Federal Aviation Agency" (FAA) approval, the Sellers "Quality Control System" shall be subject to surveillance by Paco and the FAA.

**103 RIGHT OF ENTRY** Allows Paco Plastics & Engineering Inc. its customers and regulatory agencies to determine and verify the quality of work, records and materials at any place, including the premises of the subcontractor. Records to be kept for 10 years minimum.

**104 FIRST ARTICLE INSPECTION (FAI) BY SELLER** FAI is required. Results will be documented per AS9102 "First Article Report" format or equivalent. Records to be kept for 10 years.

### **106 CHEMICAL AND PHYSICAL TEST REPORTS**

Each shipment must be accompanied by one (1) legible and reproducible copy of all chemical and physical test reports identifiable with materials ordered. The reports must contain the signature and title of the authorized representative of the agency performing the test and must assure conformance to specification requirements.

Records to be kept for 10 years minimum.

**107 BOEING PROCESSING** Seller shall assure that any process work to be performed on Boeing design and / or part numbers by the seller or its suppliers shall be performed only by approved sources noted in the latest published Boeing Document Number D1-4426 if applicable. Seller shall perform 100% Inspection for in-process and final inspection, or Seller shall conform to requirements of document D1-8007" Requirements for Supplier Statistical Plans" as may be amended from time to time. With the exception noted herein. Sellers statistical sampling procedure/plan conformance to D1-8007 will constitute Boeing Quality Approval.

### **108 CERTIFICATE OF CONFORMANCE (Process)**

Each shipment shall be accompanied by one legible and reproducible copy of a "Certificate of Conformance" assuring items ordered were produced in accordance with and conform in all respects to the contractual requirements including, as applicable; specifications, latest revision drawings, marking requirements, physical item identification and identification of latest process revision. All records to be kept for a minimum of 10 years. In the event of a non-conformance, Supplier must provide notification of non-conformance to PACO Plastics & Engineering Inc. PACO Plastics & Engineering, Inc to notify supplier of further actions as determined by MRB.

### **109 CERTIFICATION OF MATERIAL CONFORMANCE**

Each shipment shall be accompanied by one (1) legible and reproducible copy of a Certification Document (Certificate of Conformance, Shipper, Packing List, etc.) that includes the identification (signature, electronic signature, stamp, etc. of the person authorizing release of product certifying each material used to fabricate the items ordered in this "Purchase Order".

### **110 PUBLIC LAW 101-592 FASTENER QUALITY ACT**

Supplier (Distributor) Certification A certification shall accompany each shipment of fasteners/washers, containing the following, as a minimum. The manufacturer lot number(s) with associates part number(s), Manufacturers name: Paco, P.O. number, and a statement to the effect that the manufacturers certification (required by the Section 7 of the "Law") is on file with the distributor. Supplier (Manufacturer) Certification A certification in accordance with Section 7 of the "Law" shall accompany each shipment. All records to be kept for a minimum of 10 years.

### **111 PUBLIC LAW 101-592 FASTENER QUALITY ACT (Cont'd)**

**Packaging:** Each lot shall be packaged in a manner that ensures there will be no co-mingling of the like fasteners from different lots in the same container.

**Identification:** Each package shall be identified with the lot number, name of the parts, part identification number, P.O. number and name of the fastener manufacturer.

### **112 STATEMENT OF CONFORMITY/TEST RECORDS FOR NAS,**

#### **AN AND MS FASTENERS.**

#### **When Supplier is the fastener manufacturer-**

Each Shipment shall be accompanied by one legible and reproducible copy of a Certificate of conformance containing the signature and title of an authorized representative which stated that the fastener have been manufactured in accordance with requirements of the applicable NAS, AN MS government approved Parts Standard and Procurement Specification, and the chemical / physical test reports required by the government approved Procurement Specification are on file with the manufacturer, and available for review by customer and / or government quality assurance representative upon request

**When the Supplier is a distributor-** Each shipment shall be accompanied by one legible and reproducible copy of conformity to Purchase order requirements. The statement of conformity as a minimum shall contain PACO's P.O. number, packing slip number, a copy of applicable test records (chemical, physical, processes and NDT) required by the government approved Parts Standard and Procurement Specification are available, or are obtainable upon customer request. The statement of conformity must contain the name of the fastener manufacturer, and shall be signed and dated by an authorized representative. All records to be kept for 10 years.

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**113 REQUIREMENTS FOR 100% INSPECTION BY SELLER, DETAILS** Seller shall perform 100% detail component inspection of all items on this purchase order to ensure conformance to drawing and specification requirements. Evidence of such inspection must be on file and available for review by Paco Plastics & Engineering Inc. Records to be kept for 10 years.

**114 RAW MATERIAL CERTIFICATION** Each shipment shall be accompanied by one (1) legible and reproducible copy of a manufacturers "Certificate of Conformance". Certification records must to be kept an available for 10 years.

**115 SUPPLIER RESPONSIBILITY** Supplier must notify and obtain approval from PACO Plastics & Engineering, Inc. of changes in product and / or process definition. Supplier must flow down to sub-tier suppliers the applicable requirements in the purchasing documents, including key characteristics and specifications.

**116 DPAS PRIORITY (DX-A1 or DO-A1)** This is a priority rated order certified for national defense use. You are required to follow all the provisions of Defense Priorities and Allocations System regulation (15 CFR 350).

**117 BOEING DIGITAL PRODUCT DEFINITION** Seller shall follow the requirements noted in the latest published Boeing Document Number D6-51991 "Quality Assurance Standard or Digital Product Definition at Boeings Supplier".

**118 NOTIFICATION OF QUALITY ESCAPE** Seller shall report to PACO Plastics & Engineering Inc. if a product has been released from Seller or Seller's facility and subsequently found not to conform to the applicable design data.

**119 FOD, (FOREIGN OBJECT DAMAGE / DEBRIS)** The supplier shall implement all necessary arrangements required to prevent, detect ad eliminate foreign object debris during manufacturing, packaging and shipping.

**120 HUMAN RIGHTS AND ANTI SLAVERY** In addition to any other provision set forth in this order or any other applicable agreement, supplier further commits that any material violation of law by Supplier relating to basic working conditions and human rights, including but not limited to laws regarding slavery and human trafficking, applicable to Supplier's performance under this Order may be considered a material breach of the Order for which PACO Plastics & Engineering Inc. may elect to cancel any open orders between PACO Plastics & Engineering Inc. and the Supplier, for cause, inaccordance with the provisions of this Order or any other applicable agreement.

**121 FLAMMABILITY TEST** Test reports showing actual results of flammability test which meet the requirements of FAR 25.853(a) and signed by a responsible party shall accompany this shipment.

**122 COUNTERFEIT PREVENTION** Supplier shall provide only genuine goods, not any unauthorized copy, imitation, substitute, or modified part (e.g., material, part, component), which is knowingly misrepresented as a specified genuine part of an original or authorized manufacturer.

**123 PRODUCT AND SERVICE CONFORMITY** Processes, products, and services provided shall be in conformity to the specified, communicated requirements including the identification of relevant technical data (e.g., specifications, drawings, process requirements, work instructions

**124 PRODUCT SAFETY** Supplier shall provide goods which are able to perform to its designed or intended purpose, fit, and function without causing unacceptable risk of harm to persons or damage to property.

**125 ETHICAL BEHAVIOR** Supplier shall promote and adhere to an organizational culture that encourages ethical conduct, and implementation of federal, state, local, and regulatory agency mandated ethical requirements and codes of conduct.

