

AREMAC HEAT TREATING, LLC.

PURCHASE ORDER QUALITY CLAUSES & TERMS AND CONDITIONS

The following GENERAL TERMS AND CONDITIONS (GTC) and AHTQR) clauses apply to all Aremac Heat Treating, LLC, also refer to as AHT, (California and Georgia) purchase orders and contracts, unless otherwise specified.	
GT&C1	RIGHT OF ACCESS: Aremac Heat Treating, LLC, its customers and regulatory authorities shall have the right to access applicable records at the supplier to perform inspection or ensure compliance to the contract; for all applicable records at any level of the supply chain.
GT&C2	ACCEPTANCE of this order, or the initiating of any process, or the furnishing of any product, or the acceptance of payment, constitutes unconditional acceptance by the supplier
GT&C3	AMENDMENTS to this order, or AHT Terms and Conditions shall be set forth in writing, via Purchase Order Change Notice, and/or revisions to the Purchase Order Terms and Conditions. AHT will consider suppliers request to modification of, or exception to, only if such request is made in writing, prior to the acceptance of the order (ref. acceptance clause)
GT&C4	PRICE as stated on this order covers all goods and services to be provided by the supplier as specified in the order. these prices also cover all charges for packaging, containers, and transportation, unless specifically depicted otherwise on the face of the order
GT&C5	SHIPMENT of goods and services under this order shall be F.O.B. as set forth on the face of the order. Supplier shall follow buyer's instructions regarding method of shipment, except where buyer has so stated on the face of the order.
GT&C6	SCHEDULE for delivery will be the responsibility of the supplier. The supplier shall not be held liable for damages in respect to delivery delay due to causes beyond supplier's reasonable control. However, if the supplier does not meet the delivery date as depicted on the face of the order, AHT may approve a revised delivery schedule, or terminate the order without liability for such termination.
GT&C7	HAZARDOUS MATERIAL Supplier agrees to furnish the applicable material safety data (MSDS) sheet(s) with each shipment, for products designated by industry, state, or federal agencies as hazardous material.
GT&C8	PACKAGING AND PROTECTION of the product shipped shall be in accordance with the AHT P/O or best commercial practice to protect product from damage and/or deterioration.
GT&C9	CANCELLATION shall remain the right of the buyer and may be initiated at any time.
GT&C10	TOOLING furnished by AHT shall be maintained indoors, the supplier is responsible to ensure adequate care is utilized within their facility, to maintain the tooling in good working condition. Any damages to this tooling, while in the care of the supplier shall be reported to the AHT buyer in writing. AHT shall disposition damaged tooling prior to further processing by the supplier. Supplier rework of AHT furnished tooling shall be authorized in writing.
GT&C11	QUALITY ASSURANCE. The supplier shall comply with the AHT Quality System requirements as specified by the AHT Supplier Survey or Purchase Order. Supplier agrees to implement and maintain the Quality or Inspection System during the performance of this contract. An authorized Certificate of Conformance is required with each shipment. Process suppliers shall furnish a complete Certificate of Conformance with each shipment indicating the PO number, specification number and revision, name of supplier and quantities accepted and rejected. Material suppliers shall furnish chemical/physical test reports with each shipment identifying the applicable specification and revision, actual chemical composition and physical properties, melt, heat, batch, or lot.
GT&C12	CONTROL OF NON-CONFORMING MATERIAL: The supplier shall implement and maintain a documented quality system that contains provisions for identifying, documenting, segregating and disposition of nonconforming material. Where it is deemed required that the supplier investigates and implements a corrective action, these records shall be maintained as noted in AHTQR1; if in the investigation the supplier identifies the potential of a nonconformity in previous items processed, Aremac shall be notified within 24 hours. The supplier is not authorized to perform Material Review action of nonconforming material. Upon acceptance of a AHT Purchase Order, the supplier agrees that AHT is entitled to reimbursement of AHT labor and material costs associated with untimely notification of a nonconformity.
AHTQR1	The supplier shall maintain suitable inspection and test records to serve as evidence of conformance with specified requirements. Such records shall be legible and traceable to identify the product, material or batch. These records shall be maintained for a minimum period of ten (10) years or as stated in the contract or purchase order.
AHTQR 2	The supplier shall implement a Quality System in compliance with ISO9001 or SAE AS9100, Nadcap or approved by AHT Quality.
AHTQR 3	The supplier and supplier subcontractors shall meet and maintain a Calibration System in compliance with Calibration System Requirements of ISO10012 or ANSI Z540-1.
AHTQR 4	When specifically noted on the purchase order, AHT Source Inspection and/ or Customer Verification is required at supplier facility prior to shipment. AHT will place an Inspection Stamp on the supplier shipper to indicate AHT acceptance. Contact AHT at least 48 hours prior to shipment from supplier facility.
AHTQR 5	When specifically noted on the purchase order, Government Source Inspection is required at supplier facility prior to shipment. Supplier shall contact AHT and applicable Government Representative to arrange for Government acceptance prior to shipment from supplier facility.
AHTQR 6	When specifically noted on the purchase order, The supplier shall perform and document a complete First Article Inspection Report (FAIR) including 100% of B/P or specification requirements. One copy of supplier FAIR will be furnished to AHT along with the first shipment for this PO/contract.
AHTQR 7	When specifically noted on the purchase order, The supplier shall implement and maintain a Key Characteristics control program acceptable to AHT.
AHTQR 8	The supplier shall comply with the AHT Special Quality Requirement noted (As defined by AHT QA):
AHTQR 9	When work accomplished in performance of a Purchase Order is directly related to a Lockheed Martin Aeronautics Company P/O, it must be accomplished in accordance with the process specification on the Purchase Order and Lockheed Martin Aeronautics Company Appendix QJ.
AHTQR 10	Export Control: Supplier shall comply with all export and import laws and regulation, including but not limited to, the regulation of the United States Arms Export Control Act 22 USC2751-2793, the United States International Traffic in Arm Regulation (ITAR) 22 CRS Parts 120-130

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