

Production Engineering Corporation

General Terms and Conditions

Suppliers shall develop, document, implement and maintain a quality system which ensures compliance to all contract requirements. The quality system shall be patterned after or in accordance with ISO 9001:2008 or AS 9100 (latest version). Certification to ISO 9001/AS9100 by a registered third party is preferred.

Vendors and special process vendors must be on Production Engineering Corporations Approved Supplier List. Contact Production Engineering Corporations, Quality Department for current list.

Vendors are responsible for appropriately packaging items, not to damage goods at time of shipment.

Products that are shelf life sensitive, must be supplied with a minimum of 2/3 shelf life remaining at time of order.

Delivery dates are critical to our customer needs. Vendors to notify PEC in the event delivery date cannot be met at the soonest possible time.

All records pertaining to the purchase order (examples include but are not limited to, spec's, test reports, certifications and all required documents.) and must be retained for a minimum of 7 years.

Production Engineering Corporation, our customer and regulatory authorities reserves the right to access the vendor's facility and all applicable records.

Vendors must notify Production Engineering Corporation of any nonconforming products, and arrangements for Production Engineering approval of supplier nonconforming material. All materials supplied to vendor must be returned to Production Engineering including all nonconforming products.

Suppliers shall flow down to sub-tier suppliers the applicable requirements in the purchasing documents. Including key characteristics where required.

Vendors may not change product or process without written approval from Production Engineering Corporation.

Goods and services supplied under this purchase order shall be produced in accordance with the latest revision / supersedure status of the specifications and standards referenced. Certification Required.

Mercury or mercury containing compounds shall not be intentionally added or come in direct contact with hardware or supplies furnished to Production Engineering.

Unless otherwise specified in purchase order, all steel plate (.190 and thicker) shall be melted and rolled in the United States or Canada. Material certifications must state origin of melt and manufacture.

Unless otherwise specified in purchase order, all steels (stainless, high alloy etc.) in bar, rod, angles, shapes etc. are to meet DFARS 252.225-7014 preference for domestic specialty metals alternate 1. Material certifications must state origin of melt and manufacture.

Standard payment terms are Net 30 days.

Note: The recording of false, fictitious or fraudulent statements or entries on any documentation may be punished as a felony under Federal Statutes including Federal Law Title 18, Chapter 47.

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