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AS9100 Supplement To Terms & Conditions Agreement

General: As a Supplier of Goods or Services to L'Anse Manufacturing, Inc., you and/or your company become a key contributor to the products and services that we deliver to our customers. We value the conformance of your products/services to our specifications and requirements, your contribution to our product's safety, your ethical business practices, and your assurance that the awareness of these practices is communicated throughout your organization.

1.0 Application

1.1 When accepting a L'Anse Manufacturing, Inc. purchase order related to aerospace, or which specifies compliance with AS 9100 or otherwise requires AS 9100 as part of our Terms and Conditions of Subcontract, Flow down requirements as defined within L'Anse Manufacturing's Terms and Conditions for Supplier for Sale of Goods, or L'Anse Manufacturing Terms and Conditions for Services, or a combination of the two, your organization agrees to meet the following stipulations/AS9100 requirements and that they are to be considered integrated into both L'Anse Manufacturing's Terms and Conditions for Supplier of Goods, and/or L'Anse Manufacturing Terms and Conditions for Supplier of Services.

2.0 Product Quality and Process

- 2.1 Where required on L'Anse Manufacturing, Inc. purchase orders, its Suppliers must use L'Anse Manufacturing, Inc.'s customer-approved special process sources.
- 2.2 L'Anse Manufacturing, Inc. requires that products provided by its Approved Suppliers be correct and free of defect per the supplied purchase order. If L'Anse Manufacturing, Inc.'s supplier evaluation identifies a Supplier with a scrap/rework rate that exceeds 10% of their L'Anse Manufacturing work orders, a corrective action can be issued.
- 2.3 The Supplier shall notify L'Anse Manufacturing, Inc. of any changes to a product and/or process.
- 2.4 L'Anse Manufacturing, Inc. is to be contacted (by the Supplier) in the event of any nonconforming product/material. Arrangements for the approval of Supplier nonconforming product/material must be directed by the L'Anse Manufacturing Inc. purchasing agent noted on the purchase order where applicable and in advance of delivery. Approval is at the sole discretion of L'Anse Manufacturing and L'Anse Manufacturing may require changes or additional requirements. Any approval, if granted, does not impact any other terms of Terms and Conditions,

purchase order requirement under this agreement or otherwise incorporated by supplements, Sub contracts, or Flow down requirements.

- 2.5 The AS9100 standard requires that all applicable customer/regulatory/AS9100 requirements for the Supplier to flow down to Subcontractors (includes requirements in the purchasing documents and key characteristics where required). However, L'Anse Manufacturing, Inc. does not allow its aerospace suppliers, or any supplier subject to this Supplement to subcontract any product or process to a Subcontract supplier without L'Anse Manufacturing, Inc. expressed written consent.

3.0 Inspection and Access to Facilities

- 3.1 L'Anse Manufacturing, Inc., their customers, and regulatory authorities retain the right of access to all Supplier facilities involved in the aerospace order and to all applicable records.
- 3.2 Where specified on a purchase order, contract, Subcontract, or Flow down requirement, any L'Anse Manufacturing, Inc. customer or customer's representative will be afforded the right to verify at the Supplier's premises, and/or L'Anse Manufacturing, Inc.'s premises, that subcontracted product conforms to specified requirements. Verification by the customer is not used by L'Anse Manufacturing, Inc. as evidence of effective control of quality by the Supplier and shall not absolve L'Anse Manufacturing, Inc. or its Supplier of the responsibility to provide acceptable product, nor shall it preclude subsequent rejection by the customer.
- 3.3 L'Anse Manufacturing, Inc. may perform inspection activities at Supplier site to ensure that purchased Goods or Services meet purchase requirements. They may include:
 - a) Receiving inspections (of supplier products / services / documents) may be / are performed by the L'Anse Manufacturing process owner, or designee, associated with the order. L'Anse Manufacturing, Inc. verifies the authenticity of the appropriate certificate of conformity, material certificates, etc. and other accompanying documentation by review and comparison (as is appropriate) to the drawing and/or industry specifications or by other means. When necessary, L'Anse Manufacturing, Inc. may inspect or audit at the Supplier's facility.
 - b) Inspection to ensure they meet requirements (dimensions, etc.) and the results are recorded (as appropriate). All special processes (anodizing, heat treat, etc.) where the compliance cannot be verified by inspections will require a Certificate of Conformity.
 - c) L'Anse Manufacturing, Inc. may delegate the inspection authority to one of its approved Suppliers. L'Anse Manufacturing, Inc. will communicate the inspection requirements (including approved monitoring and measurement equipment/methods) and L'Anse Manufacturing, Inc. will maintain a record of those approved to carry out such inspections.
- 3.4 In the event L'Anse Manufacturing, Inc., its customer, or other regulatory body, elects to perform verification at the Supplier's premises, L'Anse Manufacturing, Inc. will first state the intended verification arrangements and the method of product release. This information will be communicated on the L'Anse Manufacturing, Inc. purchase order.

4.0 Supplier Records and Authenticity

- 4.1 L'Anse Manufacturing, Inc. requires that the Supplier have policies and procedures to identify potential counterfeit parts from their Suppliers. L'Anse Manufacturing, Inc. has controls that include the requirement of Material Certificates, Certificates of Conformity, and/or other supporting documentation from its Suppliers. Requirements may be specified on L'Anse Manufacturing, Inc.'s purchase order or will be otherwise communicated to the Supplier. The Supplier shall immediately notify L'Anse Manufacturing, Inc. with the pertinent facts if the Supplier becomes aware of or suspects that counterfeit parts may have been used in a product delivered to L'Anse Manufacturing, Inc. In the event that products delivered under a L'Anse Manufacturing, Inc. purchase order constitutes or includes counterfeit parts or procedures, the Supplier shall, at its expense, promptly replace such counterfeit parts with genuine parts conforming to the requirements of this purchase order. Notwithstanding any other provision in this purchase order, the Supplier shall be liable for all costs relating to the removal and replacement of counterfeit parts.
- 4.2 All Supplier records associated with purchase orders and contracts from L'Anse Manufacturing are to be retained at your facility for a minimum of fifteen (15) years from the date of creation. These records must be made available to L'Anse Manufacturing personnel or our customer upon request.

5.0 Performance and Timely Delivery

- 5.1 L'Anse Manufacturing, Inc. expects 100% on time delivery. If the agreed upon delivery cannot be met, the appropriate purchasing agent noted on the purchase order must be notified in advance. If L'Anse Manufacturing, Inc.'s supplier evaluation process identifies a Supplier with an on time delivery rate of 95% or less, a corrective action can be issued.
- 5.2 L'Anse Manufacturing, Inc. may also require specific actions where timely and/or effective corrective actions to a Supplier issue are not achieved. These actions may include but are not limited to any or all of the following: withholding payment until the issue is resolved, removal of the Supplier from L'Anse Manufacturing, Inc.'s Approved Supplier List, and/or legal action, which in the event that L'Anse Manufacturing prevails in any amount on any matter, all attorney's fees, administrative costs, as well as cost of arbitration, and/or mediation, shall be the responsibility of the Supplier.

If you believe this document has been sent in error and does not apply to this purchase order, or if there is an issue with any of the above noted terms, you must contact the L'Anse Manufacturing, Inc. purchasing agent noted immediately to resolve any dispute. By accepting the purchase order this document was sent in conjunction with, you are agreeing to the terms as laid out without exception.