

COAST COMPOSITES, INC.
SUPPLIER QUALITY ASSURANCE REQUIREMENTS

Rev 10/12/15

GENERAL REQUIREMENTS

The following "Quality Assurance Clauses" are incorporated as an integral part of the COAST COMPOSITES, INC. Purchase Order by reference and are specified on the face page(s) of the Order. These clauses apply to the total tasks of producing items purchased from the company ("Supplier") named on the order and any and all of its sub-tier suppliers as applicable to the task(s) performed. All conformance certifications, checklists, process sheets and process certifications furnished with shipments under this order must be entirely legible and when applicable signed and dated by an authorized representative of the supplier.

QUALITY ASSURANCE CLAUSES

Q1 CERTIFICATE OF CONFORMANCE

A Certificate of Conformance shall accompany the shipment. The certificate shall certify compliance to all purchase order requirements. The certificate must reference the applicable purchase order number, identify the part number including dash number and drawing revision letter of the item(s) shipped, and, specify the quantity shipped.

Q2 MATERIAL TEST REPORTS - PHYSICAL / CHEMICAL / PROCESS

A valid report must accompany all shipments under this Order.

PHYSICAL / CHEMICAL REPORTS

The report shall show the percentage of each element that makes up the chemical composition and physical properties of the raw materials. The report shall specifically identify the material by the number of the melt, heat, batch, lot or other similar designations. All material cut tolerances are +0.125/-0.00" unless specified on purchase order.

PROCESS REPORTS

The report shall show the process type, applicable specifications and results along with certificates. The report shall reference the applicable purchase order number, part number including dash number of the item(s) processed.

Q3 INSPECTION DATA

Documented inspection data is required for 100% of each characteristic of the items manufactured under this purchase order. A copy of the data shall be sent with the delivered items or when required, submitted to COAST COMPOSITES, INC. quality assurance for approval prior to shipment. Supplier must notify Coast Composites, Inc. of any changes in product and/or process definition, and when required obtain approval.

Q4 SOURCE INSPECTION

COAST COMPOSITES, INC. quality assurance and/or its customer representative shall perform inspection of items under this order at the supplier facility prior to shipment. COAST COMPOSITES, INC. also reserves the right to conduct work in-process surveillance. Source inspection prior to shipment shall determine compliance of the items ordered to the requirements of the order. Final acceptance shall take place at destination. COAST COMPOSITES, INC. source inspection must be notified forty-eight (48) hours in advance of the requirement to perform inspection.

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Q5 RIGHT OF ENTRY

Any articles purchased hereunder shall be subject to inspection and testing by COAST COMPOSITES, INC. and/or its customer representative to the extent practical at all times and places including the period of manufacture and, in any event, prior to final acceptance. COAST COMPOSITES, INC. and/or its customer representative may inspect at all reasonable times the manufacturing facilities and operation of the contractor or of any of its subcontractors engaged in the performance of work as a result of a contract. If any inspection or test is made by COAST COMPOSITES, INC. and/or its customer representative on the premises of the contractor, the contractor, without additional charge, shall provide all reasonable data, facilities, access, and assistance for COAST COMPOSITES, INC. and or its customer representative in the performance of their duties. All inspections and tests shall be performed in such a manner as not to unduly delay the work.

Q6 FOREIGN OBJECT DEBRIS/DAMAGE PREVENTION (FOD)

Prior to closing inaccessible or obscured areas and compartments during assembly, Seller shall inspect for foreign objects/materials. Seller shall ensure that tooling, jigs, fixtures, and test or handling equipment are maintained in a state of cleanliness and repair sufficient to prevent FOD.

By delivering items to Buyer, Seller shall be deemed to have certified to Buyer that such items are free from any foreign materials that could result in FOD.

Seller shall ensure that the requirements of this Quality Clause Q6 are flowed down to Seller's subcontractors at every tier.

Buyer shall have the right to perform inspections, verification and FOD Prevention Program audits at Seller's facility to ensure program effectiveness.

Q7 CONTROL OF QUALITY RECORDS Mandatory on all po's.

All quality records created and retained by the supplier that are not forwarded to CCI upon shipment must be controlled and retained for a minimum of 7 years plus current or per CCI purchase contract which ever is longer. Records could include but not limited to: Traceability documents, certificates of inspection, testing, analysis, Spc data, and other such documents.

Q8 CONTROL OF SPECIAL PROCESSES:

Supplier and any subcontractor(s) used shall be a Coast Composites and/or Customer approved source for said Processes. These include operations subject to process controls such as: Coating, joining, heat treating, cleaning, non-destructive test, etc. The vendor (seller) shall be approved as per above to perform specific required Special Processes, or use Special Process vendors acceptable to Coast Composites or Coast Composites customer. A list of such vendors will be supplied upon request.

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Q9 REPORT OF NONCONFORMANCES WITH PRODUCT

The supplier (vendor) shall review the Purchase Order and product manufacturing, processing, and/or testing requirements prior to its initiation. If errors or inconsistencies are noted with the P.O., Part and or other document referenced by the Purchase Order the vendor must immediately notify Coast Composites. Seller proceeding with work without written concurrence does so at his own risk. Product will not be accepted by Coast Composites Quality Assurance Department until the Purchase Order and all documentation referenced properly describe the product delivered. Supplier to notify CCI of nonconforming product and obtain CCI approval for nonconforming product disposition decisions.

Q10 Preference for Domestic Specialty Metals (Berry Amendment)

Any specialty metals incorporated in articles delivered under this order must be melted in the United States, its possession or in a qualifying country as defined in the DFARS 252.225-7014 Alternate 1. Please refer to the DFARS clause located in the Government Websites for identification of Specialty Metals and list of Qualifying Countries.

Q11 DPD (Digital Product Definition)

It is the supplier's responsibility to confirm that any and all 3d CAD data forwarded by the buyer can be read in its entirety during supplier's receipt of said buyer's data. Should difficulties be encountered, it's the supplier's responsibility to contact CCI's Project Management department for resolution.

Q12 Buy American Act

Restricts the purchase of supplies that are not domestic end products, for use within the United States. A foreign end product may be purchased if the contracting officer determines that the price of the lowest domestic offer is unreasonable or if another exception applies (see [Subpart 25.1](#)); and

(2) Requires, with some exceptions, the use of only domestic construction materials in contracts for construction in the United States (see [Subpart 25.2](#)).

REF DFARS 252.225-7001

Q13 ITAR

Requirements for Coast Composites, LLC are controlled by and subject to the International Traffic in Arms Regulations (ITAR). Therefore, the Supplier shall maintain an effective ITAR compliance program and immediately inform CCLLC if:

- Any foreign national will have or has access to technical/intellectual data in support of this order or access to the actual item(s) that are included in this order.
- The supplier or supplier's parent company is other than U.S. owned

Q14: Water Jet Houses only applies to PWJ

All water jet houses are required to complete the Quality Setup and Verification Approval Form (ISO-QF103). This form must be returned with and attached to the certificate of conformance.

Q15: Machine Shop Signoff Sheet - only applies to ARIA GROUP

Machine shop is required to complete the Vendor Signoff Sheet (QF-0137). This form must be returned with and attached to the certificate of conformance, along with Coast approval.