

Yulista Aviation Complex (YAC) QUALITY TERMS AND CONDITIONS

Term numbers (1-16) apply to this purchase. Term numbers () apply as indicated on the Purchase Order (PO). In the event any term cannot be met, please notify Yulista immediately. Unless otherwise stated on the PO, Yulista Standard Terms and Conditions for Commercial Orders are required for this purchase.

1. One (1) copy of each certification document specified below shall accompany each shipment or payment will be withheld until certification is received. Certification shall be signed by a responsible member of the Seller's firm. Each certification shall identify the Yulista Purchase Order and shall identify the items covered by the certification. Materials received without certification may be rejected and returned at the Seller's expense.
 - a. General Compliance: The Seller shall provide a Certificate of Compliance that all materials, processes, and/or finished items supplied under this order are as specified by the Yulista Purchase Order.
 - b. Critical and Limited Life Items: The date of manufacture and shelf life must be supplied with each limited life item. Limited life items must have a minimum of 50% of their shelf life remaining when received by Yulista.
2. The Seller is responsible for the quality of the components it provides. If a non-conforming part is received by Yulista, a Seller Corrective/Preventative Action Request (SCAR) may be issued, requiring the Seller to comply by the date requested on the SCAR. If the Seller does not comply, Yulista will place the Seller on notice and possibly remove the Seller from the Yulista Approved Seller List (AVL).
3. Unless otherwise specified, Sellers providing services that are on Yulista's FAA approved Contract Maintenance Function List must notify Yulista of all non-conformities and/or conditions which product malfunction, defect, and un-airworthy conditions exist and have to be dispositioned. The Seller must obtain YAI approval for non-conforming product disposition.
4. Traceability: The Seller shall provide objective evidence of the quality of the item supplied (manufacturing, assembly, inspection, test and special process records). When required by the Customer, contract, or authority, the Seller may be required to retain additional records for a minimum of two (2) years. These records shall be sufficient to prove conformance to all applicable specifications and drawings. These records shall be made available to Yulista within forty-eight (48) hours upon request.
5. No regulatory or statutory requirements may be waived.
6. The Seller's packing sheet and invoices are to reflect the same Mil-SPEC and/or Seller's part numbers listed on the Yulista Purchase Order.
7. Sellers shall not provide a substitute part or part number under this PO without written approval from Yulista. Failure to comply with this requirement will be cause for rejection of shipment as nonconforming material.
8. Sellers must flow down all requirements on any associated PO or subcontract agreement, including key characteristics, to all sub-Sellers. The use of sub-Sellers does not release the Seller of responsibility for the end product or service to the contractor.
9. Continued measurement of approved sellers is based upon a Seller rating. This rating will provide comparative measures for determination of procurement sources and is calculated by a combination of the following: product acceptance is 40% of the overall score to include all non-conformances found during any inspection or testing process; on-time delivery performance is 30% of the overall score; customer satisfaction is 30% of the overall score and is calculated based upon the Seller's performance to include response time, frustrated deliveries, field escapes, Seller Corrective Action Request SCAR(s) and results of source inspections.
10. Seller Contribution: The Seller is responsible for providing conforming product(s) and/or service(s) regardless of any outsourcing or involvement of sub-tier Sellers at any point in the supply chain. The Seller shall establish safe practices within its organization in order to protect the life and health of employees, contractors, subcontractors, and other personnel in Seller facilities. These practices will be implemented to prevent loss through injury, disablement, or damage to property, materials, equipment or the environment. The Seller shall also enforce the importance of ethical behavior within its work place, as well as within any applicable element of its supply chain.
11. Interaction with the Seller including: changes in pricing, delivery specifications, scope of work and other direction shall be communicated to the seller in writing by the organization's Purchasing Representative.

12. The Seller shall have a Quality Management System or industrial reputation that is acceptable to YAI. Sellers already certified to ISO: 9001: 2008, AS9100, AS9110, AS9120 or are FAA Part 145 Repair Station Approved are preferred
13. Seller personnel performing inspection, testing, assembly, integration and manufacturing shall be trained for the appropriate skill they are performing. When requested, records of such training shall be made available to the contractor. Additional personnel qualifications, if any, will be indicated on a PO.
14. Work under this order is subject to Yulista, Customer, Government, and/or Regulatory Agency surveillance at the Seller's facility. Yulista Quality Assurance Representatives may elect to conduct inspections either on a surveillance basis or to the extent of a 100% inspection. The Seller shall be notified if a Yulista inspection is to be conducted on specific shipments.
15. Quality records shall be retained by the Seller for the duration of the contract and thereafter for 3 years from the completion of the last delivery.
16. The seller is required to perform a final inspection before delivery to the contractor

Term numbers (17-32) apply only as indicated on the Purchase Order (PO)

17. Quality Control Plan: The Seller's Quality Control Manual or equivalent for conformance to applicable program Specifications shall be submitted to Yulista at least thirty (30) days before shipment unless otherwise specified.
18. Calibration Control: The Seller shall control the calibration of all measuring devices against certified standards traceable to the National Institute of Standards and Technology (NIST). The calibration program shall conform to Specification ANSI/NCSSL-Z540 1-1994, "Calibration System Requirements".
19. Statistical Process Control (SPC) data in contractor format are required with this shipment.
20. Process Control: The Seller shall maintain control and approval of all manufacturing (such as welding, soldering, plating, and painting) and inspection processes used in the performance of this order. The Seller shall maintain objective evidence of process qualification in accordance with applicable specifications. The approval status shall be subject to review and disapproval by Yulista.
21. First Part Inspection: The Seller shall submit a sample first item for dimensional and functional approval prior to making production item(s). The Seller shall notify Yulista when the item is ready for approval examination. Such examination may be conducted at the Seller's facilities or at the Yulista receiving inspection area.
22. The Seller shall notify Yulista of any changes to processes, products or services, including changes of external providers or location of manufacture, as well as the use of any sub-tier Sellers or Sellers
23. Part Identification: All items supplied under this order shall be identified with complete nomenclature and part numbers in accordance with MIL-STD-130 or as specified.
24. Raw Material Identification: All raw material, including plate, bar, extrusion, and sheet of aluminum, steel, or other material, must be identified per the applicable specification. Identification to Yulista Purchase Order Number is also requested.
25. ESD Packaging/Packing Requirements: Static-sensitive parts shall be packed in a conductive frame or with leads inserted in conductive elastomer or foam to protect them against electrical charges. External labels shall identify the package on at least two sides as containing static-sensitive devices. (MIL-B-81705)
26. A Safety Data Sheet (SDS) is required with each shipment.
27. Specific Compliance: The Seller shall certify that all parts, materials, processes, and finished items supplied under this order were inspected, tested, and found to comply with the requirements of this order. Inspection and test data shall be maintained for a minimum period of two (2) years and are subject to Yulista examination. The applicable drawing and/or specification and its revision shall be referenced.
28. Material Test Results: The Seller shall submit a chemical and physical test report for all materials shipped under this order with actual test results from samples representative of this material.
29. Two (2) copies of manually signed Seller's test results shall accompany the shipment
30. Inspection Data: One (1) copy of the item drawing or applicable catalog page shall accompany parts for receiving identification and inspection
31. Inspection and Test Plan: An inspection and test plan for the control of articles furnished in accordance with this Purchase Order shall be prepared and specifically written to outline the product flow from receipt of

materials through fabrication, assembly, and test operations. The plan defines the inspection points throughout the manufacturing sequence and describes what, where, and when inspections shall be implemented to control the product. A general description of procedures and records used shall be adequate. Two (2) copies of the plan shall be forwarded to Yulista at least forty-five (45) days before order shipment unless otherwise specified.

32. Yulista will only accept Qualified Product List Database (QPL/QPD) managed Military Specification (MIL-SPEC) material from QPL/QPD approved manufacturers, when applicable, per the appropriate MIL-SPEC standard. MIL-SPEC material purchased for Build-to-Print products must also be obtained by QPL/QPD approved manufacturers, when applicable, per the appropriate MIL-SPEC standard. The seller is responsible for passing Yulista MIL-SPEC purchase requirements to all sub-tier Sellers and manufacturers. The Certificate of Conformance (C of C) for all QPL/QPD managed MIL-SPEC items must include the manufacturer of the product. The Manufacturer Designation must also be visually present on all CARC material. All required testing for CARC paint application per MIL-DTL-53072 PARAGRAPH 4, VERIFICATION, shall be performed.