

AS9100 SUPPLIER FLOWDOWN REQUIREMENTS

By accepting a purchase order as a supplier to Clear Carbon and Components, Inc., a vendor agrees to comply with the additional terms and conditions listed below with respect to any product or services provided to Clear Carbon and Components, Inc.

1. **Nonconforming Products and Materials:** Clear Carbon and Components, Inc. is to be contacted by the supplier in the event of nonconforming product/material. Arrangements for the approval of supplier nonconforming product/material must be as directed by Clear Carbon and Components.
2. **Changes in Process or Product:** Supplier is required to notify Clear Carbon and Components, Inc. of any changes to a product and/or process and to obtain approval from Clear Carbon when applicable.
3. **Counterfeit Parts:** The Supplier shall certify that only new and authentic materials are used in products or goods delivered to Clear Carbon and Components, Inc. and that the products/goods delivered contain no counterfeit parts.
4. **Right of Access:** Clear Carbon and Components, Inc., their customers and regulatory authorities retain the right of access to all supplier facilities involved in the aerospace orders and to all applicable records.
5. **Flow Down to Sub-tier Suppliers:** The AS9100 standard requires that all applicable customer/regulatory/AS9100 requirements for the supplier to flow-down to sub-tier suppliers (including requirements in the purchasing documents and key characteristics where required). However, Clear Carbon and Components, Inc. does not allow its aerospace suppliers to subcontract any product or process to a sub-tier supplier without Clear Carbon and Components, Inc.'s expressed written consent.
6. **Certificate of Conformance:** Supplier's acceptance of Clear Carbon and Components, Inc.'s purchase order certifies that the materials and processes supplied under the purchase order shall be or have been

controlled and inspected in accordance with Clear Carbon's purchase order and they meet the specified order requirements, referenced specifications and drawings. Supplier must provide a Certificate of Conformance for all orders, verifying that all products meet those requirements. All products and serial numbers must be clearly identified and labeled and must be traceable to and linked to the Certificate of Conformance.

7. **Calibration System:** All inspection, measuring and test equipment used by the supplier during in-process and final inspection to make a compliance evaluation shall be calibrated to the AS9100 Standard traceable to NIST.
8. **On Time Delivery:** Clear Carbon and Components, Inc. expects 100% on time delivery. If the agreed upon delivery cannot be met, Clear Carbon must be notified in advance. If Clear Carbon and Components, Inc.'s annual supplier evaluation identifies a supplier with an on time delivery rate of 95% or less a corrective action can be issued.
9. **Defects:** Clear Carbon and Components, Inc. requires that products provided by its Approved Suppliers be correct and free of defect per the supplier Purchase Order. If Clear Carbon and Components, Inc.'s annual supplier evaluation identifies a supplier with a scrap/rework rate that exceeds 10% of their Clear Carbon work orders, a corrective action can be issued.
10. **Remedies for Supplier Noncompliance:** Clear Carbon and Components, Inc. may also require specific actions where timely and/or effective corrective actions to a supplier issue(s) 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 Clear Carbon and Components, Inc.'s Approved Supplier list, and/or legal action.

11. **Confidentiality:** Supplier shall hold all information received from Clear Carbon and Components, Inc. in confidence and no third-party request for information will be authorized unless approved, in writing, by Clear Carbon.