

Reyco tracks supplier performance based upon quality, delivery, and provision of required certificates/test reports, as applicable, and maintains supplier ratings accordingly. If suppliers fail to meet Reyco's requirements for quality, delivery, terms and conditions (including those stated herein), Reyco personnel will resolve such issues using means appropriate to the nature and severity of problems encountered. Resolution may involve correction, Corrective Action, or disqualification of suppliers from use, depending on the nature and severity of the issues.

To become and remain a supplier to Reyco, please read, and acknowledge, the following Reyco supplier requirements, applicable until further notice:

Suppliers must use special process sources that are approved by Reyco customers, as required. Suppliers must abide by Reyco's customers' supplier approval requirements, which are identified in Reyco Purchase Orders or in other written statements of requirement, when applicable.

Suppliers are required to notify Reyco of nonconforming product when it is discovered at supplier locations and in cases where release to Reyco has occurred, if applicable. Reyco's General Manager and/or affected Reyco customer representative must review and disposition such nonconforming product according to established Reyco or customer procedures.

Suppliers are required to notify Reyco of changes in product and/or process definition, changes of suppliers, that impact the quality of products or processes for which Reyco is responsible, and changes in manufacturing facility location. Reyco's General Manager and/or affected Reyco customer representative must review and approved proposed process changes before they are implemented, as required by Reyco customers.

Suppliers are required to provide right of access by Reyco management, Reyco's customers, and regulatory authorities to all facilities involved in the order and to all applicable records, which will be kept for a minimum of seven-years or as our customers dictate. Reyco's customers or customer representatives are granted the right to verify at suppliers' premises (and at Reyco's premises) that subcontracted product conforms to specified requirements.

Suppliers are required to flow down to their suppliers/subcontractors any applicable requirements in the suppliers' purchasing documents, to ensure Reyco's customer requirements are communicated to all responsible suppliers, including key characteristic requirements. Suppliers will handle and package parts in such a way to prevent FOD or damage during shipment.

Suppliers are responsible to take Corrective Actions when Reyco or Reyco's customers flow down corrective action requirements, in cases when it is determined that suppliers are responsible for root cause. Actions may be documented using Reyco's Action Forms, Reyco's customer's forms, or supplier forms, as appropriate. Suppliers are required to respond to Corrective Action requests in a timely manner. Corrective Actions must demonstrate cause analysis, action implementation, and verification of action effectiveness. Should actions prove ineffective, alternate actions may be requested, or suppliers may be disqualified for future use.

Finally, suppliers of calibration services or calibrated devices are required to provide certificates of calibration bearing traceability to the National Institute of Standards and Technology (NIST).

The above terms and requirements pertain to each Reyco Purchase Order or purchasing contract; Acknowledgement of receipt of the above terms and requirements will be evidenced by suppliers' acceptance of Reyco's Purchase Orders or purchasing contracts.

Received _____ BY: _____ SUPPLIER _____
Date Title