

1.0 PURPOSE

- 1.1 To define the quality requirements for Suppliers approved by CHI Quality Assurance as Certified Suppliers. Certified Suppliers have a quality system that allows receipt of products at CHI without receiving inspection.

2.0 REQUIREMENTS

- 2.1 CHI Quality Assurance may perform a quality system audit of the Supplier prior to approval. Any changes to the quality system or management personnel after the quality survey must be reported to CHI's Purchasing.
- 2.2 CHI QA must approve the Supplier's sampling inspection procedure prior to use. The sampling procedure must provide for rejection on the basis of one defect in the sample lot.
- 2.3 The Certified Supplier is approved for all CHI products manufactured with the exception of the specific part numbers or customer products defined on the purchase order as not approved for the Certified Supplier program.
- 2.4 The Supplier acceptance ratings will be reviewed monthly. If the Supplier's acceptance rating falls below 98%, on a rolling three month average, the Certified status will be revoked until positive corrective action is taken and approved by CHI QA.
- 2.5 Right of access to Supplier facilities shall be granted to CHI, CHI's customers or any regulatory authorities as required/requested.
- 2.6 All drawings/electronic datasets furnished by CHI are the property of CHI and its customers. The information given shall not be shared or given to anyone without the written approval of CHI or it's customers and must be returned to CHI upon completion of the contract.
- 2.7 The supplier shall immediately notify CHI when it is suspected or known that nonconforming material has been delivered. The notification must include a clear description of the actual or suspected nonconformance.



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- 2.8 When a quality problem exists with any Supplier item, CHI may forward a "Corrective Action Request" (SCAR) to Supplier, requiring timely response that shall include the following information, as a minimum: analysis of the cause of the problem, statement of the action taken to prevent recurrence, and the effectivity of the action. Failure to respond within 30 calendar days of receipt of a SCAR may result in an onsite audit by a 3rd party auditor, to be fully paid for by the supplier.
- 2.9 No work purchased, manufactured or otherwise acquired for use in the performance of or to be delivered under this order shall be transported on vessels, aircraft or other carriers leased to or from, owned, operated or controlled by any prohibited country identified in the International Traffic in Arms Regulations (ITAR), 22 CFR 126. No vessels, aircraft or other carrier, while carrying any such work shall make an enroute stop in any prohibited country identified in ITAR, 22 CFR 126.
- 2.10 The Supplier shall comply with all applicable requirements of AS6174, Counterfeit Material.
- 2.11 The Supplier shall ensure that their employees are aware of:
- their contribution to product or service conformity
 - their contribution to product safety
 - the importance of ethical behavior
- 2.12 The supplier must ensure the competence of their employees, including any required qualifications of persons.
- 2.13 The Supplier will retain Quality Records for a minimum of ten (10) years from the date of shipment.

3.0 CHI RECEIVING INSPECTION

- 3.1 Verify that Supplier is on the Certified Supplier list. Check to ensure that all required documentation and/or certification is included with product.
- 3.2 Accept product into stock without further inspection.

4.0 DOCUMENTATION AVAILABILITY

- 4.1 Purchase Order CHQAR's (Composites Horizons Quality Assurance Requirements), and General Terms and Conditions are available through CHI's Purchasing.

Approved: _____


Director, Training and Quality Systems

Date: 11/28/18