

J.B.'s Precision Industries, Inc. Purchasing Terms and Conditions

Effective Date: 01/01/2025

Clauses:

- 1. Supplier notification is required in cases of nonconforming product, including arrangements for J.B.'s Precision approval of supplier nonconforming material.
- 2. Supplier notification is required for changes in product and/or process definition including changes of suppliers or location of manufacture where required, per J.B.'s Precision approval.
- 3. The supplier will flow down to sub tier suppliers the applicable requirements in the purchasing documents, including key characteristics.
- 4. Certification(s) of Compliance to all applicable specifications if requested by J.B.'s Precision.
 - Raw Material require material certs with heat lot, chemical and physical properties, and DFAR compliant material when available or requested.
 - Outside Processing require certifications such as C of C, C of A, Test Reports, etc. with reference to specification and revision, part # and WO reference
 - Calibration Suppliers Calibration Certificates must identify standards used and must be traceable to NIST (National Institute of Standards Technology). ISO 17025 Certified preferred.
- 5. Right of Entry shall be granted to J.B.'s Precision, its customers, and regulatory authorities, to all facilities involved with the order and to all applicable records, for the purpose of monitoring product quality at any level of the supply chain.
- 6. Records resulting from the processing of this order shall be retained for a minimum of ten (10) years after completion of J.B.'s Precision customer's contract, or as otherwise required by J.B.'s Precision. If disposing of records after the minimum retention period, dispose of expired records by means of deletion from all servers/databases (for electronic records) or shred (for physical records).
- 7. Supplier responsible for Lost or Damaged Product
- 8. Supplier performance; J.B.'s Precision will evaluate and record the supplier(s) ability to meet contractual requirements, including product characteristics, specifications, completion of documentation, and responsiveness to corrective actions.



- 9. J.B.'s Precision reserves the right, at our discretion, to approve and/or disapprove a supplier for lack of performance.
- 10. Supplier Quality System; a Quality System which assures compliance with supplied documentation, including the purchase order, drawings and specifications. A system that complies with ISO 9001, AS9100, and/or Nadcap preferred. J.B.'s Precision will validate the supplier Quality System status by confirming the sustained certification approval, quality surveys, and/or on-site surveillance audits.
- 11. Prevent the use of counterfeit parts (see 8.1.4 of the AS9100D / ISO 9001:2015 Standard)
- 12. Ensure that persons / employees are aware of:
 - their contribution to product or service conformity
 - their contribution to product safety, and
 - the importance of ethical behavior
- 13. Suppliers will maintain an approved calibration system (where applicable) which ensures valid measurements within the appropriate accuracy and is traceable to the NIST.
- 14. For Calibration Suppliers; ISO 17025 Certified preferred.

 Calibration of tools is to be at a 1) 12 month interval or as defined in the calibration register at J.B.'s Precision (available on request), 2) to manufacturing specification unless otherwise stated within the purchase order, and 3) Calibration Certificates must identify standards used and must be traceable to NIST (National Institute of Standards Technology).
- 15. Conflict Minerals Supplier must provide material that is "DRC conflict free" as defined by applicable SEC rules. Any required conflict mineral content must be from recycled or scrap sources or originate from outside of the DRC Covered Countries. Material that contains conflict minerals that originated in a DRC Covered Country will be deemed non-conforming and unacceptable.

16. ITAR Compliance:

If applicable (stated on PO), any technical data, i.e. specifications, drawings, models, etc. provided by J.B.'s Precision is considered export controlled by the U.S. Department of State, under the International Traffic in Arms Regulations (ITARs). Disclosure (including oral or visual disclosure) or transfer of this information to foreign persons is prohibited without U.S. Government authorization.



- 17. If the order is a DPAS (15 CFR 700) rated order the following applies
 - If given a rated order, supplier must in turn place rated orders with your suppliers for the items needed to fill the rated orders.
 - This continues from contractor to subcontractor to supplier throughout the entire supply chain.
 - Must use the priority rating indicated on the customer's rated order, except as otherwise provided in the DPAS regulation or as directed by the DOC.
- 18. Supplier should maintain a FOD prevention process during their operation, inspection, and packing / shipping.