

AXILLON - LMCO PURCHASE ORDER SUPPLEMENT

CODE 100: LOCKHEED MARTIN AERONAUTICS COMPANY QUALITY FLOW-DOWN REQUIREMENTS

The following flow-downs are required for any part or material that has the possibility of installation on a Lockheed product.

Appendix QX, Section 1.4 - Counterfeit Part Prevention and Control

Seller shall establish and maintain a Counterfeit Parts Prevention and Control Plan using Industry Standard AS-5553 as a guideline.

Seller agrees and shall ensure Counterfeit Work is not delivered to Buyer.

Seller shall only purchase products to be delivered or incorporated to Buyer directly from the Original Component

Manufacturer/Original Equipment Manufacturer (OCM/OEM), or through an OCM/OEM authorized distributor chain. Work shall not be acquired from independent distributors or brokers unless approved in advance in writing by Buyer.

Seller shall immediately notify Buyer with the pertinent facts if Seller becomes aware or suspects that it has furnished Counterfeit Work. When requested by Buyer, Seller shall provide OCM/OEM documentation that authenticates traceability of the affected items to the applicable OCM/OEM.

In the event that work is delivered under this contract constitutes or includes counterfeit work, Seller shall, at its expense, promptly replace with genuine work conforming to the requirements of this contract.

Seller shall include the above paragraphs of this clause or equivalent provisions in lower tier subcontracts for the delivery of items that will be included in or furnished to Buyer.

Appendix QJ, Section H - Special Processor Requirements

Seller shall notify and disclose details to Buyer when Seller and/or any of its sub-tiers are determined non-compliant with Buyer requirements, specifications, are disapproved by Seller and/or a Government Agency, or when Seller or a Government Agency initiates a GIDEP Alert related to Seller actions

Appendix QJ, Section C - Access to Facilities

Work under this PO is subject to Buyer's periodic surveillance/audit of Seller's compliance with Seller's internal procedures and other documents applicable to this PO.

Seller shall provide or obtain for Buyer, Buyer's Customers and regulatory agency personnel, access to any and all facilities, including those facilities of Seller's subcontractors, where work is being performed or is scheduled to be performed. Buyer shall have the right to perform in-process inspections, audits or system surveillance at Seller's and Seller's subcontractors' facilities as part of verification of conformance to the requirements of this PO. Denial of any such access may result in inactivation of Seller's approval. Seller shall include the provisions of this facility access requirement in its POs with its subcontractors.

Seller shall provide, at no increase in price, cost or fee to Buyer, Government or appropriate regulatory agencies, suitable facilities at Seller and Seller's subcontractors' manufacturing locations for Buyer, Government, and regulatory agency representatives to perform compliance verification.

Seller shall provide Buyer's Field Representative with internet access via one of the following methods: Direct Non-Digital telephone line, ISDN line, DSL line, High-Speed Internet Access via Seller's Network.

Seller shall include the provisions of this appendix in each PO, if any, with each of its subcontractors where Item processing is being performed or is scheduled to be performed in connection with the PO, and shall require that this appendix is inserted in all subcontracts at every tier, and noting that the term Buyer refers to **LOCKHEED MARTIN** acting through its Lockheed Martin Aeronautics Company business units.

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CODE 100: LOCKHEED MARTIN AERONAUTICS COMPANY QUALITY FLOW-DOWN REQUIREMENTS (CONTINUED)

Appendix QJ, Section L - Product Certifications and Acceptance

Seller shall prepare a Certificate of Conformance (CoC) asserting that the Items contained within this shipment are in total compliance with the requirements of this PO. Items provided under this PO must meet all applicable requirements. Any exceptions shall be annotated in the delivery package. A copy of the CoC shall be included with Seller's product shipper.

Seller's Coe prepared for each shipment shall include the following data elements / information.

1. Title and specification number (including revision level) of the process.
2. Name and address of the process or NDT facility.
3. Buyer's assigned processor number.
4. Date the CoC was issued.
5. Purchase Order part number.
6. Quantity of parts (to include quantity accepted/rejected).
7. Signature and title of authorized quality agent of Seller
8. Fracture durability classification or serialization, when required.

Appendix QJ, Section M - Changes to Seller's Operations

Quality System Changes - Seller shall notify Buyer, in writing, of any adverse change in its quality system status resulting in the loss of 3rd Party Registrar's certification status, or any action taken by Seller's customer, the Government, FAA or CAA. Seller shall also notify Buyer upon any sale, relocation or transfer of Seller's manufacturing operations or upon any change in the quality organization, process or procedures that could affect conformity verification of Items. Notification by Seller shall be made within 30 days of such changes.

Seller shall notify Buyer within 48 hours of any changes in NADCAP accreditation and/or NDT Level II or Level III personnel, and all other personnel changes within five (5) normal work days.

Clause Q4R - Foreign Object Damage/Damage Prevention

Seller shall maintain a FOD prevention program in accordance with National Aerospace Standard NAS-412, Foreign Object Damage/Foreign Object Debris (FOD) Prevention.

Whenever and/or wherever FOD entrapment or foreign objects can migrate, Seller shall ensure that applicable Quality Clause Q4R FOD requirements are flowed down to Seller's subcontractors at every tier.

Prior to closing inaccessible or obscured areas and compartments during assembly, Seller shall inspect for foreign objects/materials and ensure no FOD barriers remain embedded, e.g. embedded protective plugs. Seller shall ensure tooling, jigs, fixtures, and test or handling equipment are maintained in a state of cleanliness and repair sufficient to prevent FOD.

By delivering Items to Buyer, Seller shall be deemed to have certified to Buyer that such Items are free from any foreign materials that could result in FOD.