



## **Sarco Precision Purchase Order Terms and Conditions**

The provisions listed below shall be made part of the Purchase Order. The requirements of this document are generic and are intended to be applicable to all organizations doing business with Sarco Precision.

All parts and/or other property that are provided by Sarco Precision to Vendor under this Purchase Order, along with all products, designs, inventions, and ideas that are developed in whole or in part in connection with the services performed under this Purchase Order, shall always be and remain the exclusive property of Sarco Precision.

If the provided drawing references additional drawings and/or specifications not supplied, please contact buyer immediately before performing any work.

### **1.0 Source Inspection**

Customer/Sarco Precision Rights: The Customer and/or Sarco Precision reserves the right to inspect any or all the work included on this order at the Seller's plant. In such cases Sarco Precision Quality Assurance will notify you forty- eight (48) hours in advance.

### **2.0 Test Data/Reports/ Certificates of Conformance**

Material and Process Certificates: One (1) copy of material certification or certificate of conformance, identifiable to the material submitted, must accompany each shipment.

### **3.0 Lot Traceability**

Lot Identification: The Supplier shall assign a lot identification for each batch or manufactured lot. The manufacturing lot number shall be marked on the shipping papers.

### **4.0 Change Control**

The Seller is required to inform Sarco Precision of any changes to their Quality System Status or changes in their management organization that could impact product being supplied to Sarco Precision.

### **5.0 Nonconforming Material**

Seller's items which are not conforming to SARCO PRECISION specifications shall be dispositioned by SARCO PRECISION Material Review Board (MRB). All costs and expenses and loss of value incurred because of or in connection with nonconformance and repair, replacement or other correction may be recovered from the Seller by equitable price reduction or credit against amounts that may be owed to Seller under this Agreement or otherwise.

### **6.0 Packaging and Packaging Requirements**

The Seller shall assure that all the supplies on the Purchase Order are packed and packaged using materials of a grade, size, and weight, which will provide adequate physical protection from damage and contamination during handling and transport to the point of delivery.



### **7.0 Quality Records**

Quality Records shall be maintained for a minimum of one (1) year unless otherwise noted. All Quality records shall be legible and shall be stored in a clean, dry environment so as not to be subject to damage, deterioration, or loss.

### **8.0 Prevention of Counterfeit Parts**

The Supplier shall plan, implement, and control processes, appropriate to the organization and the product, for the prevention of counterfeit or suspect counterfeit part use and their inclusion in product(s) delivered to Sarco Precision.

### **9.0 Supplier Evaluation**

Sarco Precision will evaluate suppliers' On Time Delivery (OTD) and Quality performance. The goals for acceptable performance, frequency, and distribution to suppliers in these categories will be determined by Sarco Precision and communicated to suppliers.