

# Friend Metals Terms and Conditions

The following information, unless stated otherwise, applies to all purchase orders issued by Friend Metals (FMC). These Terms and Conditions shall remain in effect without expiration. Should you have any questions or require clarification, regarding any of the following, please do not hesitate to contact Friend Metals direct.

(TC001) You (the supplier) are required to notify FMC of any nonconforming product as result of your process/service. Arrangements for the approval/rework/handling or scrap of nonconforming material will be negotiated and agreed upon by FMC prior to any further actions.

(TC002) You are required to notify FMC of any organizational changes in your product or process definition, including facility re-location, and obtain documented approval prior to any further actions.

(TC003) You are required to grant FMC and/or our customer(s) and/or regulatory authorities the right to enter your facilities involved in the processing of our purchase orders to ensure compliance with all applicable specifications and laws.

(TC004) You are required to flow down the applicable requirements, including key characteristics, to sub-tier suppliers when applicable. Only FMC approved (sub-tier) suppliers may be used.

(TC005) You are required to provide documented proof of processing (process certification, mill report, physical and/or chemical test results, etc.) with each and every shipment/order. **Test reports must report the latest revisions for applicable specifications ordered by FMC.**

(TC006) As an approved process supplier, you have delegated process and inspection authority to ensure all applicable process and material specifications are met and documented accordingly. You are further required, upon request, to demonstrate and provide evidence of your processes to planned results and establish arrangements for the processes including:

- Define criteria for review and approval of the processes (qualification and approval of special processes prior to use)
- Determine conditions to maintain approval
- Approval of facilities and equipment
- Qualification of personnel
- Use of specific methods and procedures for implementation and monitoring process(es)
- Requirement for record retention (indefinitely)

(TC007) FMC fully supports goals and objectives of Section 1502 of the Dodd-Frank Wall Street Reform and Consumer Protection Act preventing the use of "Conflict Minerals". FMC is committed to avoiding the use of Conflict Minerals originating in the DRC or adjoining countries. FMC requests its suppliers declare that products supplied to FMC either:

- 1.) Do not contain tantalum, tin, tungsten or gold that are necessary to their production or functionality, or,
- 2.) If they contain any of these minerals, that such minerals originate from non-conflict areas or from recycled or scrap sources.

(TC008) Goods furnished shall be free from contamination by the presence of Mercury. Mercury free statement required on certifications.

(TC009) You assure acquisition of Authentic and Conforming Material (non-counterfeit) in accordance with AS6174 where applicable.

(TC010) All calibrations must be performed in accordance with the requirements ANSI/NC SL Z540-1-1994 (or equivalent) using standards traceable to NIST. Calibration certifications must reflect compliance. Tamper proof seal must be applied.

(TC011) It is imperative that you and your personnel are aware of your contribution to the conformity of the product and service you provide; their contribution to product safety and the importance of ethical behavior as it ultimately affects the conformity of the product(s) we provide to our customers and all of our continued business.