

Purchase Order Terms & Conditions

The following terms and conditions apply to all purchase orders.

BGR01 - CONTROL OF QUALITY

The seller shall provide and maintain a system that complies with ASQC-Q-9000 (MIL-I-45208A), "Inspection System Requirements". Compliance with the provisions of this clause in no way relieves the seller of the final responsibility to furnish acceptable supplies or services. This system shall be subject to audit by BG Systems (BGS) representatives.

BGR02 - INSPECTION SYSTEM REQUIREMENTS

The Supplier/Contractor's Inspection System shall conform to the requirements of the most current ISO 9001 standard and is subject to review and approval by BGS Quality Assurance.

BGR03 - CERTIFICATE OF CONFORMANCE

A Certificate of Conformance shall accompany each shipment of material defined in the purchase order. The Certificate of Conformance shall be legible and at a minimum, include the BGS purchase order number, quantity, part number, and revision letter, and/or the BGS Manufacturing Order Number.

BGR04 - TEST AND INSPECTION REPORTS

Test and inspection reports as required by the applicable procurement specification must accompany each shipment. Test reports shall be legible (reproducible condition) and include the designation, specification, and latest revision letter.

BGR05 - DELETED

BGR06 - RECORD RETENTION

Vendor shall retain all records pertaining to material, manufacturing processes, special processes, testing, and inspection for seven (7) years or on special projects ten (10) years minimum. Notify BGS prior to destruction.

BGR07 - NONCONFORMING PRODUCT CONTROLS, RECALLS & ESCAPE NOTIFICATION.

Subcontractors are required to report any failure, malfunction, or defect in any product, part, process or article that is manufactured and delivered to BGS.

BGR08 - PRODUCT QUALITY

Products shall be uniform in quality and condition, sound and free from foreign materials and imperfections detrimental to the usage of product. The product must be of an overall quality consistent with good industry practices and adhere to requested PO requirements without deviation.

BGR09 - STATISTICAL PROCESS CONTROL

Statistical Process Control is required during the manufacture of the item(s) for which this clause is called-out. SPC shall be in accordance with a plan approved by BGS Quality Assurance. Key, Critical & Significant Characteristics are required to meet Cpk 1.33 min. requirements. Control charts shall be submitted with shipment.

BGR10 - SAMPLING (C=0)

Unless otherwise specified final acceptance when less than 100%, shall be based on a statistically valid method. Level 2 AQL 2.5 zero defect acceptance (C=0) is the required acceptance criteria to be used.

BGR11 - PRECEDENCE OF REQUIREMENTS

In the case of conflicting requirements, the following order of precedence will apply BGS Purchase order, BGS Quality Clauses, Drawing, Material & Process Specification then General Terms & Conditions.

BGR12 - DELETED

BGR13 - BGS SURVEY/AUDIT RIGHTS

BGS and/or BGS customers (Including Government) and Regulatory bodies shall have the right to conduct surveys and perform surveillance of the vendor's and sub-vendor's facilities to evaluate their capability to comply with the requirements necessary to conform to contractual requirements.

BGR14 - TRACEABILITY

All parts, material and/or applicable documents must be identified by a manufacturing lot number or batch number by the seller. (A lot or batch number is defined as parts and/or material produced by one manufacturer in one unchanged process, in accordance with the same drawing and/or specification revision.)

BGR15- GOVERNMENT , CUSTOMER OR REGULATORY AGENCY INSPECTION

Government, Customer or Regulatory Agency reserves the right to inspect any or all of the work included in this Purchase Agreement at the supplier's plant prior to shipment. Verification by the customer shall not absolve the supplier of the responsibility to provide acceptable product, nor shall it preclude subsequent rejection by customer. Supplier shall be notified prior to shipment if Government, Customer or Regulatory Agency inspection is required.

BGR16 - AGE SENSITIVE MATERIAL

C of C for age-sensitive materials shall contain the following as a minimum: Date of manufacture (cure date), shelf life expiration date, and storage conditions to achieve shelf life, if not stated on material package. Shipments with less than 70% of its total shelf life remaining when received by BGS will not be accepted.

BGR17 - SUBCONTRACTED SERVICES

Requested services are to be performed by the contracted supplier. Supplier is not permitted to flowdown services to a Sub-tier without prior written approval of BGS. If/when approved by BGS, all BGS requirements will be flowed down to the sub-tier supplier (s).

BGR18 - COUNTERFEIT PARTS PREVENTION

Seller shall establish and maintain a Counterfeit Prevention and Control Plan (CPCP) using AS-5553 and/or AS6174 (Ref. elements of Section 3) to ensure that Counterfeit Work is not delivered to buyer.

The following terms and conditions apply when specified on body of purchase order.

**BGR20 – FLOWDOWN OF REQUIREMENTS (DFARS
252.225-7014 (ATTACHMENT 2))**

When required by contract or PO, raw material or items which contain “specialty metals” (defined as certain steel and other alloys, titanium, and zirconium) shall be acquired from domestic or “qualifying country” sources.

BGR21 - FLOWDOWN OF REQUIREMENTS (NADCAP)

NADCAP Approved Process Source - When required by contract or PO, the requirement for processing by NADCAP approved suppliers shall be flowed down to the supplier.

BGR22 - J-STD/IPC TECHNICIANS

Work to be performed by current IPC-610 or J-STD certified technicians.

BGR23 - J-STP/IPC FABRICATION

PCB boards fabricated to current IPC-610 or J-STD specifications.

BGR24 - PRODUCT CONFORMITY

Products being procured under this PO have impact on end product conformance to AS9100 standards.

BGR25 - PRODUCT SAFETY

Supplier to make every effort to ensure that products provided do not have any impact on end user safety.

BGR26 - ETHICAL BEHAVIOR

Supplier to perform all work to the highest ethical standards.

BGR27 - FIRST ARTICLE INSPECTION

First Article Inspection is required on a part representative of the production process to be used in the manufacture of these parts. A copy of the First Article documentation is to be maintained on file and available upon request of BGS.

BGR28 - CALIBRATION

Supplier to perform calibration activities to ISO/IEC 17025 or 2540.

BGR29 RATED ORDERS

When the comment section of an order includes a DO or DX rating, supplier is to abide by 15 CFR 700 DPAS.

BGR30 - BGS SOURCE INSPECTION

BGS source inspection is required at vendor’s facility. Necessary equipment and assistance shall be made available to purchaser’s representative.