

Contact Information - Any questions regarding Judco purchasing policies may be directed to the following:

Judco Manufacturing, Inc. Purchasing Department
1429 W. 240th Street Harbor City, CA 90710

Phone: 310-534 0959 Fax: 310-534-9420

Judco Manufacturing - Supplier Requirements

Effective October 1, 2006

Judco Manufacturing, Inc., is pursuing a path of exceptional growth. This growth is dependent upon our ability to contribute to the success of our customers. Our continued success is dependent on you, our supplier. To insure that we treat all of our suppliers fairly, the following Supplier Requirements have been designed to provide each supplier with identical information.

Please review the information below and inform all staff and departments in your company. We will update this information periodically to insure it remains current. If you have any questions please feel free to contact our Purchasing Department.

1. **CHANGES** - Upon Judco's written acceptance of a Supplier's First Article Products, Supplier may make no engineering, material or other changes to their Products without prior written approval by Judco. Any unauthorized changes by Supplier shall be good cause to terminate the Purchase Order and Supplier shall be responsible for all costs listed in Paragraph 3, below.
2. **MATERIAL CERTIFICATES** – Certificates of Conformance signed by an authorized member of the Supplier's Quality Assurance Department must accompany each lot of Products shipped to Judco. Certificates must include tests performed, data collected, permitted tolerances and the material requirements to be met by the tests being performed.
3. **QUALITY FAILURES** – The Supplier is liable for all costs incurred by Judco when the cause of nonconforming Products is attributed to the Supplier. Costs may include: rework; overtime to avoid production interruption; production down time for Judco and its customer; on-line containment; customer returns with hourly charges; transportation and on-site inspection; premium freight costs including air charter if required; sorting of suspect material in-house, at customer's location or third party warehouse; teardown and outside laboratory testing; and, receiving inspection, material handling and freight associated with scrap and replacement material.
4. **FAILURE TO FOLLOW VENDOR REQUIREMENTS AND/OR TERMS AND CONDITIONS** – The Supplier is liable for all costs incurred by Judco when the

Supplier fails to follow the stated Vendor Requirements and/or Terms and Conditions . Costs may include: rework; overtime to avoid production interruption; production down time for Judco and its customer; on-line containment; customer returns with hourly charges; transportation and on-site inspection; premium freight costs including air charter if required; sorting of suspect material in-house, at customer's location or third party warehouse; teardown and outside laboratory testing; and, receiving inspection, material handling and freight associated with scrap and replacement material.