



Scott Electrokrافت, Inc.
84 Route 6, Andover, Ct. 06232
15835 Corporate Rd. N., Jupiter, Fl. 33478

ISO 9001:2000 & AS9100 Certified

Purchase Order Terms and Conditions:

GENERAL REQUIREMENTS: Unless otherwise specified in the purchase order, the following general requirements apply to the purchase.

PROHIBITED PRACTICES: Unauthorized repairs: without SEI's approval: seller will not repair by welding, brazing soldering, adhesive or by any method any parts nonconforming, damaged or found to be faulty during fabrication.

CHANGE IN APPROVED PROCESS, MATERIALS OR PROCEDURES: Seller will not change any process, material or procedure without prior approval from SEI.

UNAUTHORIZED SUBMITTAL OF PRODUCTION PARTS: when the purchase order requires acceptance of a first article, Seller will not submit parts from a production run for inspection prior to SEI acceptance of such first article, unless authorized by SEI in writing.

IMPROPER RESUBMITTAL: articles rejected by SEI, and subsequently resubmitted to SEI will be clearly and properly identified as resubmitted articles. Seller's shipping document will contain a statement that articles are replacement or are reworked articles and also will refer to SEI's rejection document.

SUBTIERS: The seller will not procure items or service from subtiers, unless such subtier is approved in advanced by SEI in writing.

RESPONSIBILITY FOR CONFORMANCE: Neither surveillance, inspection and or tests made by SEI or his representatives, at either the Seller's or SEI's facility will relieve the seller of the responsibility to furnish items which conform to the requirements of the Purchase Order.

DOCUMENTATION: SEI may refuse to accept items delivered under the purchase order if the seller fails to submit the certification, documentation, test data or reports as specified in the purchase order. Documentation includes source inspection record when source inspection is performed.

LOT SAMPLING: The buyer reserves the right to use MIL-STD-105 or applicable inspection plan for the acceptance or rejection of supplies. Final acceptance is at SEI.

CORRECTIVE ACTION REQUEST: When a Quality problem exists, SEI will request Corrective action from the seller. Such request require timely responses and will include the following information: Analysis of the cause of the problem, statement of the action taken, and the effectivity of the action.

NONCONFORMING MATERIAL CONTROL: The seller will maintain an effective, documented system for control of nonconforming articles, which include identification, segregation, review and processing of nonconforming articles.

The seller will not accept nonconforming articles, other than the Seller's proprietary products, unless authority to conduct Material Review activities has been granted by SEI. Seller's of proprietary products will not conduct Material Review action or discrepancies that will result in a departure from the requirements of SEI or customer specifications.

Seller will submit nonconformances to SEI's Quality Manager within two (2) working days, by phone from the date of the discovery and within seven (7) working days by letter.

RIGHT OF ACCESS: The seller will permit SEI, SEI's customer, and cognizant Government agencies to conduct such inspections and audits at suppliers facilities as may be required to verify compliance with SEI Purchase Order requirements, Such facilities and assistance as may be reasonably required to accomplish these inspections will be furnished by the seller without cost to SEI or its customer.

WARRANTY: Seller expressly warrants that all work, including articles, material and designs, supplied by seller, will conform to the specifications, drawings, samples or other descriptions set forth in order or furnished by SEI and will be good material and workmanship and free from defect. All work is subject to final inspection and acceptance at SEI's plant, it being understood that payment therefore shall not constitute acceptance. Any work which is found to be defective either before or after acceptance may be rejected and returned to seller at seller's risk and expense for repair or replacement, or if seller cannot make the repair or replacement in the time required buy the buyer to meet its delivery schedules, for credit at SEI's option. If SEI finds it impractical to return defective work for rework, repair or replacement within a reasonable time, it may perform necessary repairs and charge the reasonable cost therefore to seller. Any payments made on any rejected work shall be immediately refunded to SEI.

DELIVERY: Should Seller fail to deliver material within the time specified, SEI may terminate this order in whole or part and may buy else where and charge Seller any additional expense incurred thereby. SEI expressly retains all its rights and remedies provide by law in case of such a default, and no action on the part of SEI shall constitute a waiver of any right or remedy. Seller shall not be liable by reason of any failure to deliver or delay in delivery due to any cause beyond Seller's reasonable control and with out fault or negligence of SEI.

PACKING: No charge will be allowed for packing, boxing, or cartage, unless agreed upon at the time of purchase, but damage to any material not packed to ensure proper protection will be charged to Seller. Each package must contain a memorandum showing Shipper's name, contents of package and purchase order number of SEI.

RECORD RETENTION: Supplier will retain all records pertaining to this order for a period of 7 years. If the supplier can not do this for any reason the supplier is to forward all records to SEI. If SEI requires records to be retained longer than 7 years it will be stated on the purchase order. The supplier will contact SEI purchasing department before destroying any records for approval.