



PROCESSING QUALITY CODES

PROCESSING: Including but not limited to Plating, Non Destructive Testing, Heat Treatment, Chemical Coating and Paint.

THE FOLLOWING QUALITY CODES MAKE UP A PART OF THE REQUIREMENTS OF THIS PURCHASE ORDER:

1. NON-CONFORMING MATERIAL:

Seller will obtain authority to ship discrepant material before shipment. MCR Oil Tools will not accept discrepant material shipped without prior approval. Seller may be held responsible for damages incurred at supplier facility. Cost incurred by MCR Oil Tools from damage of product may be deducted from payments due.

2. CONTROL OF QUALITY

The Seller shall maintain a quality system that complies with the specifications of ISO 9000 as a minimum.

Seller without registered systems shall complete and submit supplier survey for review by MCR Oil Tools Quality Management to determine the adequacy of processes. Supplier sampling plans shall be in accordance with ANSI Z1.4 or as stated on Purchase Order.

Compliance to seller specifications does not relieve the seller of the responsibility to furnish acceptable supplies or services.

3. SURVEILLANCE/CUSTOMER RIGHT OF ENTRY:

MCR Oil Tools and its customers reserve the right to conduct inspection and surveillance of the supplier procedures, facilities, and products. The right of entry provides MCR Oil Tools, our customers, and regulatory agencies the ability to verify and examine the quality records and material at any place, including the plant of the subcontractor. Verification of product is not to be used as evidence of effective supplier quality control and does not absolve



the requirement for conforming product or preclude subsequent rejection by MCR Oil Tools or our customer.

4. CERTIFICATE OF CONFORMANCE:

Seller shall provide a written certification stating that all items supplied meet all purchase order, specification, and blue print requirements. Certification shall contain as a minimum the purchase order number, part number, revision level, heat lot or batch number, any controlled process performed with revision level and serial numbers if required. C of C must show the signature and title of an authorized representative of the seller.

5. PACKAGING:

Unless otherwise specified by the item drawing, specification, or Purchase Order, Packaging shall meet the following:

The seller is responsible for assuring that all items are delivered without damage or deterioration and are efficiently and economically packed for the method of transportation and type of handling involved.

6. PROPRIETARY MATERIAL

The disclosure of proprietary material for any purpose is prohibited.

7. CHANGE NOTIFICATION

Customer is required to notify MCR Oil Tools of changes in product and/or process, changes of suppliers, changes of manufacturing facility location and, where required, obtain organizational approval.

8. REVISION STATUS

The supplier shall perform all processes to the latest revised specification unless otherwise specified on Purchase Order.