

HORSTMAN CANADA
SUPPLIER QUALITY ASSURANCE REQUIREMENTS
SQAR No. 5

PAGE 1 OF 1

The requirement outlined below, as specified on this purchase order and subsequent amendments, forms in integral part of the purchase order between Horstman Canada Inc. and the seller. The requirement shall remain in force for the duration of this purchase order only, unless deviation is authorized in writing by Horstman Canada.

5. Quality Procedure

- 5.1 Horstman Canada reserves the right to request submission of the Seller's Quality Assurance Manual for review and evaluation. The Quality Assurance Manual will contain coverage for at least the following functions: Drawing & Change Control, Measuring and Testing Equipment, Control of Subcontracted Supplies, Inspection during Manufacture, Special Processes, Inspection of Completed Supplies, Sampling Procedures, Indication of Inspection Status, Nonconforming supplies, Evidence of Approvals, Storage, Packaging, Transportation, Quality Control Records, Quality Costs, Corrective and Preventive Action. Request for submission will be made by Horstman Canada Quality Assurance department, by letter, prior to the start of production. Seller will be notified of approval of the Quality Assurance Manual by issuance of a Letter of Approval from Horstman Canada.
- 5.2 Horstman Canada reserves the right to conduct quality surveys and follow-up audits at the seller's facility at no increase in cost or delay in delivery. Access shall be granted to Horstman Canada representatives to investigate production facilities and inspection records pertinent to the seller's end product. Reasonable notification will be given to the seller prior to the conduct of these surveys and audits. Refusal to grant access to authorized Horstman Canada representatives may be grounds for disqualification as an approved supplier.

<u>REVISION</u>	<u>DATE</u>	<u>DESCRIPTION</u>	<u>REV'D BY</u>
D	JUNE 02/2023	REVISED TO HC	C.ALBECKER