

Purchase Order Terms & Conditions

Rev 4 2/4/2025

Changes from the last revision are highlighted in cyan.

U.S. Government Defense Rating: If a Defense Priority Allocation System (DPAS) rating appears on this order, supplier shall follow all provisions of the DPAS Regulation (15 CFR part 700). Supplier's written acknowledgment of purchase order shall constitute acceptance of the DPAS rating. Supplier shall be flow down the DPAS rating to all sub-tier suppliers.

DFAR: Unless otherwise noted on the purchase order, all items shall conform to DFAR 252.225-7014, Preference for Domestic Specialty Metals, alternate 1.

ITAR Controlled: U.S. export law as contained in the Traffic in Arms Regulations (ITAR) is applicable to information contained on this purchase order. The technical information shall not be placed in the public domain, exported from the U.S., or given to any foreign persons in the U.S. without prior specific written permission of Paramount Machine, its customer(s) and the U.S. Department of State.

Specification Revision: Unless otherwise noted, all specifications and standards (i.e. MilSpecs) will be fulfilled to the latest revision.

Counterfeit Part Prevention: Product delivered to Paramount Machine shall be new and authentic, purchased directly from authorized distributors. Supplier shall implement and maintain a process that mitigates the risk of counterfeit products entering the supply chain. Supplier shall not alter product or documents with the intent to mislead about the authenticity of products or services.

Conflict Minerals: Gold, tin, tantalum & tungsten materials must be sourced from conflict free regions per the requirements of Section 1502 of the Dodd-Frank Act.

Sub-Tier Suppliers: Supplier shall flow down to their sub-tier suppliers all applicable requirements, including customer requirements. Where applicable, supplier shall use customer-designated or approved external suppliers.

Changes: Supplier shall notify Paramount Machine of any product or process change, including changes of their external suppliers. Supplier shall obtain approval from Paramount Machine before implementing any product or process change.

Product Safety: All items must be packaged securely to prevent any damage during shipment (i.e. ensure no scrapes, dents or other damage).

Nonconforming Product: Supplier shall notify Paramount Machine of nonconforming products (including those discovered after delivery) and obtain our approval for nonconforming product disposition.

Competence: Supplier shall ensure that employees are qualified, including any required certifications, to carry out processes required for products and services.

Record Retention: Records shall be maintained for 20 years.

Right of Access: Supplier shall grant right of access to Paramount Machine, their customer, and regulatory authorities to applicable areas of facility at any level of supply chain that is involved in the order.

Awareness: Supplier shall ensure that its employees and sub-tier suppliers are aware of their contribution to product and service conformity and product safety.

Ethical Behavior: Supplier shall ensure that their organization is aware of the importance of ethical behavior. Ethical behavior includes business practices, labor and human rights, health and safety concerns, and environmental practices.

Quality Management System: Supplier shall have a quality management system implemented and maintained to ensure compliance with requirements, to identify and mitigate operational risks, and to facilitate continual improvement.

By accepting this purchase order, the supplier agrees that they have received the above described parts and understand the Terms and Conditions as outlined.