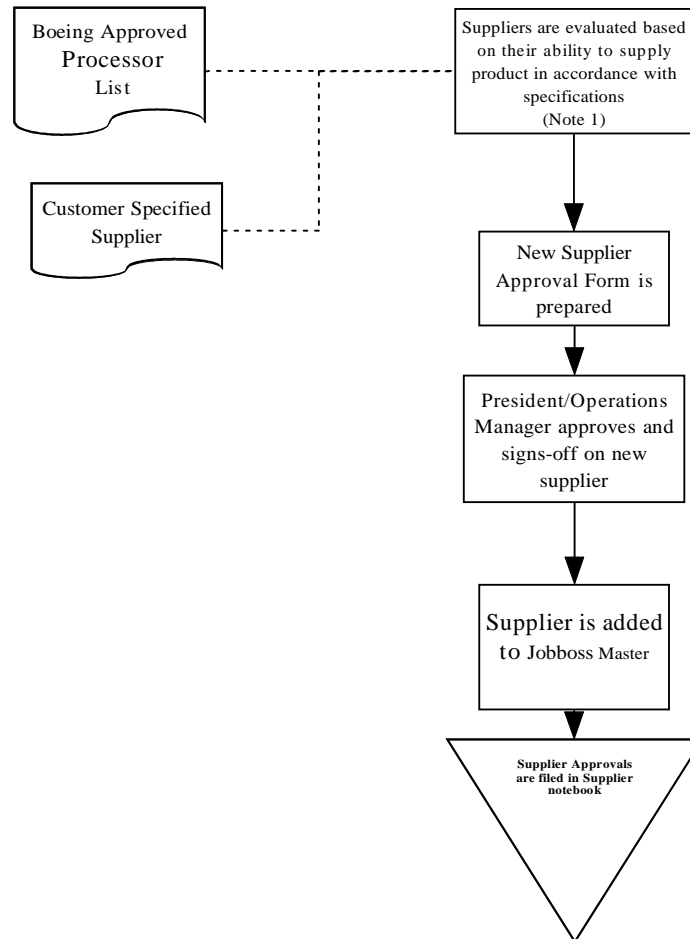


Supplier Approval Flowchart



Notes:

(1)

The Purchasing Manager/Operations Mgmt Group evaluates supplier approval requirements based on type of product/service being provided. Requirements may include an on-site survey, a questionnaire or vendor documentation (catalogues, etc.) Purchased Products/Processes deemed more critical to final product quality will have higher vendor approval requirements. These are determined at the discretion of the Purchasing Manager/Operations Mgmt Group.

A third party audit (eg ISO 9000 or Boeing approved status) can be the sole basis of approval.

As suppliers are formally approved based on performance, a review of quality procedures, or third party audits, they remain approved and remain ACTIVE on the approved supplier list.

Suppliers with repeated quality or delivery issues as documented via Ncr Actions will become inactive on the approved supplier list and the supplier will be placed in the Disapproved Supplier Folder.

The Quality Assurance Manager/Operations Mgmt Group has authority to disapprove suppliers at any time. At a minimum, all NCR actions are reviewed annually for the sole purpose of analyzing whether the vendor should remain on the ACTIVE list.