

QUALITY INITIATIVES

THE SUPPLIER AGREES TO THE FOLLOWING QUALITY INITIATIVES:

- 1) SUPPLIER TO WORK TOWARDS A ZERO MRB REDUCTION GOAL.
- 2) SUPPLIER TO MAINTAIN A QUALITY APPROVED SELF-RELEASE PROGRAM.
- 3) SUPPLIER TO MAINTAIN A MINIMUM QUALITY RATING OF "70".

CORRECTIVE ACTION(S) MUST BE SUBMITTED TO GEAE QUALITY ORGANIZATION WITHIN 30 DAYS IF SELF-RELEASE PRIVILEGE IS REMOVED OR QUALITY RATING FALLS BELOW "70". IF THE RATING CONTINUES TO REMAIN BELOW THE "ACCEPTABLE" QUALITY RATING OR IF SUFFICIENT CORRECTIVE ACTION HAS NOT BEEN UNDERTAKEN AS DETERMINED BY THE PURCHASER, PURCHASER RESERVES THE RIGHT TO REDUCE THE ORDERED QUANTITIES OF PARTS SET FORTH IN THIS AGREEMENT.