



ASC-S/AWD Shipbuilder- Rules to Managing Restricted Suppliers

Where a major non-conformance is identified against a Supplier product or service, A SCAR will be issued to a supplier. SCARs may result in restrictions or changes to a supplier's status within the ASC-S/AWD ERP/Control System. Restrictions may include but are not limited to; making the supplier inactive on the Approved Suppliers List (ASL/ERP Control), increase receipt inspection of the supplier's product/services or ensuring all products are inspected and accepted at the supplier's premises. The following Rules apply to restricted suppliers:

Purchases

Restrictions at the Supplier:

- Parts are to be 100% inspected by the supplier prior to shipment to ASC-S/AWD.
- All OQE is to be 100% reviewed and approved by the Supplier prior to shipment to ASC-S/AWD.
- Supplier is to conduct a PO/Contract Requirements Review (RR) of ASC-S/AWD POs Quality Requirements/Attributes, Technical Requirements and Terms and Conditions i.a.w ASC-S/AWD Shipbuilder Supplier Quality Assurance Manual (SQAM) Section 8. A template is provided in Annex 4 of the ASC-S AWD Shipbuilder SQAM.
- Parts are to be sourced from suppliers approved by the restricted organisation i.a.w the organisation's approved suppliers list.

Restrictions at ASC-S/AWD Shipbuilder:

- Payment is to be on acceptance of goods. This is to include the review and approval of the required OQE and physical inspection of the Item. This can occur at the vendor's premises or upon receipt inspection, whichever optimum method is preferred.
- Material Control is to segregate all material received from restricted organisations and to ensure they are in PI status (move level 1 items back to PI).
- All parts including Level 1 parts are to be inspected and the relevant OQE reviewed by ASC-S/AWD Quality prior to accepting the items.

Refurbishments

Restrictions at the Supplier:

All items are to be accompanied by an Opening/Closing Report that is to contain as a minimum:

- Reference to relevant Purchase Order.
 - Details of specifications the parts are to be refurbished.
 - Details of the Parts covered by the closing report (Part#, Serial#, Item#, Description).
 - Details of Work Performed.
 - A statement signed by authorised personnel signifying that parts are fully compliant to the required specifications.
 - Copies of all test and calibration certificates traceable to the required Specifications.
 - Photographic evidence when required.
- Parts are to be 100% inspected by the supplier prior to shipment to ASC-S/AWD.
 - All OQE is to be 100% reviewed and approved by the Supplier prior to shipment to ASC-S/AWD.
 - Supplier is to conduct a PO/Contract Requirements Review (RR) of ASC-S/AWD POs Quality Requirements/Attributes, Technical Requirements and Terms and Conditions i.a.w ASC-S/AWD Shipbuilder Supplier Quality Assurance Manual (SQAM) Section 8. A template is provided in Annex 4 of the ASC-S AWD Shipbuilder SQAM.
 - Parts are to be sourced from suppliers approved by the restricted organisation i.a.w the organisation's approved suppliers list.

Restrictions at ASC-S/AWD Shipbuilder:

- Payment is to be on acceptance of goods. This is to include the review and approval of the required OQE and physical inspection of the Item. This can occur at the vendor's premises or upon receipt inspection, whichever optimum method is preferred.
- 'Material Control' is to segregate all material received from restricted organisations and to ensure they are in the appropriate unavailable ERP/Control status.
- All parts are to be inspected and the relevant OQE reviewed by Quality prior to accepting the items from the restricted organisation.

Refer to ASC-S Shipbuilder SQAM at: <http://www.asc.com.au/en/Industry-Partners/Supply-Chain/>