

Our Ref: ACO/ALT/JJH/2090

14th July, 2008

Allegheny Ludlum Corporation
100 River Road
Brackenridge
PA 15014
USA

For the attention of: Ms. Tracy McFarland – Director, Quality Assurance

Dear Madam,

**BAE SYSTEMS (AIRCRAFT BUSINESS UNITS) REGISTER OF EVALUATED SUPPLIERS -
AUTHORISATION ENTRY**

Please accept this letter as confirmation that Allegheny Ludlum Corporation are on the BAE Systems (Aircraft Group) Register of Evaluated Suppliers under the auspices of your AS/EN9100 series approval against the following Service Description/Scope:

THIS APPROVAL ONLY APPLIES TO PRODUCT/SERVICE FOR USE ON MILITARY AIRCRAFT PROGRAMMES AND FOR DIRECT OR INDIRECT SUPPLY WITHOUT FURTHER AUTHORISATION FROM THE RELEVANT ORDERING SITE/BUSINESS UNIT QUALITY MANAGER.

THE DESIGN AND MANUFACTURE OF INGOTS AND FLAT ROLLED MILL PRODUCTS OF STAINLESS STEELS, SILICON ELECTRICAL STEELS, TOOL STEELS AND HIGH TECHNOLOGY ALLOYS, ZIRCONIUM AND TITANIUM.

ALSO COVERS PLANTS AT:- BAGDAD, PA; BRACKENRIDGE, PA; HOUSTON, PA; LATROBE, PA; NATRONA, PA; NEW BEDFORD, MA; NEW CASTLE, IN; VANDERGRIFT, PA; WALLINGFORD, CT; WASHINGTON, PA; WATERBURY, CT.

THIS APPROVAL ALSO COVERS RECEIPT OF PRODUCT FROM THE FOLLOWING ALLEGHENY LUDLUM SERVICE CENTERS: CAROL STREAM, IL; PICO RIVERA, CA AND WALTERBORO, SC.

Should, Allegheny Ludlum Corporation be requested to undertake work for BAE Systems, that is outside the scope of this authorisation, you are required to notify the issuing authority in order that suitable quality arrangements may be made.

This letter does not authorise any activities to be undertaken on behalf of any BAE Systems Business Unit/Site, other than the following Business Units:-

BAE Systems – Military Air Solutions

This authorisation is valid from July 2008, the validity is dependent upon you maintaining your AS/EN9100 series approval and compliance with any supplementary instructions issued by BAE Systems Sites. This letter of authorisation does not identify an expiry date. However, you will be subject to periodic re-assessments by BAE Systems to maintain the authorisation validity based on business requirements by BAE Systems.

One of the conditions of your entry onto the Register of Evaluated Suppliers, is that you notify BAE SYSTEMS immediately of any changes to your organisation which may impact upon your quality and/or qualification status (i.e. Change of 3rd party approval status, change of company name, change of location, processing methods or senior personnel) in order for any re-qualification and/or re-approval requirements to be assessed. This information must be notified to the undersigned.

Additionally, you shall have your own Alerts and Recalls process that identifies what actions are required when notifying BAE Systems/Customers about suspect or non-conforming product. Identification of an incident which requires an Alert or Recall being notified to BAE Systems shall be sent to the BAE Systems Buyer (for orders placed directly by BAE Systems) within 48 hours of the incident being highlighted along with full supporting evidence. Where the order is not placed directly by BAE Systems, notification shall be sent through the product supply chain. The following minimum information shall be included in the Alert or Recall Notice: -

Supplier / Manufacturer's name & address; Supplier point of contact name, Telephone number and 'E' mail address; Part/ Drawing Number and Issue; Description; Serial/ Batch Number; Flight criticality statement; Applicable BAE Systems Programme; Quantity; Release Note/ Certificate of Conformity Number; BAE Systems Purchase Order/ Contract Number; BAE Systems GRN (when applicable); Delivery destination; Delivery Date; Programme; Nature of problem/ deviation; Proposed recovery action; Any other pertinent information that will enable timely recovery of the subject items; Corrective actions.

Quality records related to BAE Systems products shall be retained in accordance with the requirements of AS/EN9130 or unless otherwise stated by the contract / purchase order and shall be made available to BAE Systems upon request.

All future deliveries shall be released to BAE Systems on a Certificate of Conformance against your AS/EN9100 series approval.

This authorisation may be withdrawn at any time at the discretion of the issuing authority.

Please be advised that BAE Systems and their customers or their nominated representatives, reserve the right of access to review work being undertaken on behalf of BAE Systems. Please confirm you accept the conditions of this letter, an approval certificate is available upon request.

**Yours faithfully,
For and on behalf of
BAE SYSTEMS (OPERATIONS LTD)**



**Stephen Pollard
QA Manager - Supply Chain Governance
Military Air Solutions**

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