

Blue Origin Purchase Order Quality Requirements
(REV D, EFFECTIVE MAY 31, 2024)

Unless otherwise defined herein, all capitalized, undefined terms will have the same meaning as used in the Purchase Order (PO) to which this document is incorporated by reference and hyperlink.

This document includes the following sections:

Part I – General Quality Requirements.

The quality requirements in Part I of this document apply to all line items on all Purchase Orders.

Part II – First Article Inspection Documentation Requirements.

Examples and explanations of Purchaser’s requirements for completing First Article Inspection Reports to satisfy Quality Clause QC-005 *Deliverable Data: First Article Inspection*

Part III – Blue Origin Delegated Supplier Quality Release (DSQR) Program.

The quality requirements in Part III of this document apply to Suppliers approved for the DSQR program. This includes supplier responsibilities, performance, and modifications to the program.

REVISION HISTORY

Rev.	Release Date	Description
NC	2021-10-21	Initial release.
A	2023-06-02	<ol style="list-style-type: none"> Deleted Part II - <i>Quality Clauses</i>. These clauses have been separated into separate documents and are available within the table on the Blue Origin Supplier Terms and Conditions website. Deleted Part III - <i>Nonconformity Reporting</i>. This requirement is covered in Part I, F. of this document. Revised Part IV - <i>First Article Inspection Documentation Requirements</i> - Moved to Part II. Simplified and clarified text throughout. Removed requirements to record Basic Dimensions. Deleted Part V - <i>List of Blue Origin Special Processes</i>. List has been revised and moved to a linked location on the Blue Origin Supplier Terms and Conditions website.
B	2023-08-14	<ol style="list-style-type: none"> Updated formatting for the different sections Added Part III - Blue Origin Delegated Supplier Quality Release (DSQR) Program

		3. Revised Part II – Simplified and clarified text throughout. Revised section to match with AS9102C Revision.
C	2024-02-26	Revised DSQR language
D	2024-05-31	Added language to section F. Notice of Escapes (NOE) and group mailbox links for submitting Supplier Nonconformance Reports (SNR) Notice of Escapes.

Part I. General Quality Requirements

A. Supplier’s Quality System. The supplier must maintain a quality system that ensures all goods and services conform to the requirements of this Purchase Order, whether manufactured or processed by the Supplier or procured from sub-tier suppliers. The Supplier’s quality system is subject to Purchaser review. Additional Quality Management System requirements may be needed as noted in the Purchase Order through the application of Quality Clause *QC-031 Quality Management System*.

B. Change in Manufacturing Location Notification. Supplier shall notify the Procurement Representative in writing, at least 90 days in advance of any changes to manufacturing location. Supplier shall include as a minimum, in the written notification:

- i. Purpose of the relocation
- ii. Address of the new location(s)
- iii. Assessment of actual or potential impact to current PO’s
- iv. Risk mitigation plan to ensure compliance to existing requirements
- v. Plan defining the identification, storage, protection, retrieval, and retention of records
- vi. Schedule and timeline of relocation activities

C. Access to Facilities and Records. With reasonable advance notice and at no additional charge, Supplier must grant right of access to Purchaser, Purchaser’s customers, and any regulatory authorities to the areas of facilities and sub-tier supplier locations that are involved in manufacturing or production of Products. The rights herein also include the right to conduct a product build audit or process assessment of the facilities, quality systems, and manufacturing records. The Supplier will flow this right of access requirement to sub-tier supplier locations.

D. Quality Records. Unless otherwise specified in the contract, the Supplier must retain all records that provide evidence of conformance to specified Purchase Order requirements for a period of not less than ten (10) years after final payment or as otherwise specified from the Purchaser’s customer contract. If the Supplier is not the original fabricator, processor, or assembly source of the Product, the Supplier must collect and maintain sub-tier supplier documentation on file for the same retention period. The Supplier must contact the Purchaser prior to destruction of any records.

E. Corrective Action / Preventive Action. Supplier must investigate material and documentation nonconformances communicated by Purchaser to determine root cause(s) of failures, act as appropriate to correct future failures and avoid shipping additional products with a recurrence of the deficiency. Supplier corrective action(s) may be documented in the Supplier’s

format. Supplier must acknowledge and respond within the timeframe set forth in such Purchaser notifications. Purchaser's request for corrective actions may include performance of additional documented inspection activities prior to shipment or a partial or re-accomplishment of the First Article Inspection.

F. Disclosure of Nonconforming Product. Nonconforming shipments are prohibited without prior written approval from the Purchaser's Quality Representative. If the Supplier discovers a nonconformance affecting a Product or a Product's performance prior to shipment, the Supplier must submit a written Supplier Nonconformance Report (SNR) to snr@blueorigin.com.

Notice of Escapes (NOE) - If the Supplier suspects (or is aware) that an undocumented nonconformance has been shipped to the Purchaser, the Supplier must notify the Purchaser of the condition in writing within three (3) business days of the discovery. Supplier must promptly notify Purchaser if Supplier becomes aware or reasonably suspects that any Product is, or contains a component that is, subject to a recall notice, warning alert, Government-Industry Data Exchange Program (GIDEP) Alert, or any other type of notification or concern regarding Product authenticity, quality, safety, process integrity, or specification compliance. All notifications must be submitted as written notification to noe@blueorigin.com.

Obligation to Notify Upon Fraudulent Activity - In the event that the Supplier, its employees, agents, sub-contractors, or any other parties acting on its behalf, become aware of or suspect any fraudulent activity, misconduct, or irregularity within its organization or in any way related to its performance under the PO, any Purchaser Product, or processes that are common to the manufacturing and delivery of Purchaser Product, the Supplier shall immediately (but no later than one (1) business day after such discovery) notify Purchaser in writing. Such notification shall include all relevant details pertaining to the suspected fraudulent activity, including the nature of the activity, the individuals involved, and the actions taken or proposed to be taken by the Supplier to address the situation. Upon receipt of such notification, Purchaser reserves the right to take any action it deems necessary, including, but not limited to, conducting its own investigation, notifying appropriate authorities, suspending, or terminating the PO, or exercising any remedies available under the PO or at law. The Supplier agrees to fully cooperate with any investigation conducted by Purchaser or by any law enforcement or regulatory body in relation to the suspected fraudulent activity, including but not limited to providing access to documents, records, and personnel. The failure by the Supplier to immediately notify Purchaser as required herein shall be considered a material breach of the PO, and Purchaser may take any and all remedies available to it, at law or equity, including the termination of the PO without liability. All notifications must be submitted as written notification to noe@blueorigin.com.

G. Resubmittal of Product. Any Product rejected by Purchaser, or any other entity, and subsequently submitted to Purchaser must be clearly identified as a resubmitted Product. The Supplier's shipping document must contain a statement that identifies the shipment as containing Products that the Purchaser has returned for authorized rework or repairs and will refer to the applicable rejection document(s).

H. Counterfeit Parts. Supplier represents and warrants that it has a counterfeit parts avoidance, detection, mitigation, and disposition program plan using acceptable standards such as AS5553 *Counterfeit Electronic Parts; Avoidance, Detection, Mitigation and Disposition* and AS6174

Counterfeit Material: Assuring Acquisition of Authentic and Conforming Materiel for all other material.

The Supplier will only deliver authentic components, devices, pieces, materials, modules, assemblies, subassemblies, goods, or other items that are manufactured by or obtained from original equipment manufacturers, original component manufacturers, or authorized distributors. The supplier must make available to the Purchaser documentation that authenticates and provides traceability of the parts to the applicable original equipment/component manufacturers.

I. Foreign Object Debris or Damage (FOD). Supplier represents and warrants that it has an effective foreign object debris or damage prevention program for manufacturing areas which effectively prevents the introduction of foreign objects into any item delivered under a Purchase Order. Guidance can be found in the following standards: AS9146 *Foreign Object Damage (FOD) Prevention*, National Aerospace Standard 412 (NAS 412), IPC J-STD-001 or IPC WP-116.

J. Substantiation of Purchase Order Requirements. Supplier is responsible for performing or ensuring completion of all inspections, tests, calibrations, or other items necessary to substantiate that the Products conform to the requirements of this Purchase Order.

K. Shipping Documentation. If the Supplier is a distributor or other than the manufacturer of the Product, the manufacturer's name, and location (city and state) must be identified within the Supplier's shipping documentation. Purchaser may refuse to accept Product not supplemented by required documentation.

L. Sub-Tier Suppliers. If any Products applicable to this Purchase Order are procured by the Supplier from sub-tier suppliers, the Supplier agrees to flow the requirements of this Purchase Order (including all applicable quality requirements) to the sub-tier suppliers that are necessary to ensure product conformance.

M. Calibrated Inspection Instrumentation. The supplier must perform all inspections and tests for conformance to design criteria using calibrated equipment that has a sensitivity level capable of detecting defects against the design requirements. For calibration service providers or test laboratories, accreditation to ISO 17025 *Testing and Calibration Laboratories* is preferred.

Part II. First Article Inspection Documentation Requirements

1. FAIR: General Requirements

- A. All data fields as listed in AS9102 as required, conditionally required, or optional must be completed on Forms 1, 2, and 3 if the data fields are applicable to this Purchase Order.
- B. Form 1 field #24 and 25 for Customer Approval and Date will only be completed by Blue Origin when a Blue Origin representative has either conducted the FAI with the suppliers or has completed a line-by-line validation of the forms.
- C. All fields that are determined as Not Applicable must be marked with "N/A" (do not leave the field blank).
- D. Form 3 field #5, the characteristic number must be identified on the drawing (e.g., balloon / bubble drawing).
- E. Form 3 field #14 must be used to clarify results or other information.

- F. Supplier shall perform a new or partial First Article Inspection when any changes occur that could invalidate the most recent FAI. Supplier shall perform partial FAI evaluations in accordance with AS9102 to determine when partial FAIs are necessary, including when there is a lapse in production for over two years.

2. FAIR: Documentation**A. Table of Contents**

Required for document packages exceeding ten (10) pages.

B. Supplier Certificate of Conformance or Conformance Documentation

1. Supplier's full name and address
2. Blue Origin Purchase Order number, Purchase Order revision, and Purchase Order line number
3. Purchased item number or part number and revision
4. Traceability information to include lot number, heat lot, date, job batch information or the individual item trace (e.g., serial number)
5. Quantity of parts in the shipment
6. List of all Blue Origin approved nonconformities with dispositions of Use As Is or Repair
7. When QC-017 (Fixed Processes) is present on a PO line item, include a reference to the Blue Origin Fixed Process Approval memo or other approval documentation noting the process revision level.
8. A statement attesting that the product provided under this contract conforms to all contract requirements
9. Authorized quality representative signature and date

Note: An actual (wet) written signature or verifiable electronic signature using software such as DocuSign is required. Scanned wet signatures are not acceptable.

C. Purchase Order

Identify the most recent Purchase Order associated with the report, include the Purchase Order, and verify that the Purchase Order contains the following:

1. Supplier name and address
2. Full part number as it appears on the Purchase Order
3. Current revision
4. Quantity ordered
5. Quality clause QC-005 First Article Inspection

D. Part or Assembly Drawings

If a control drawing is supplied by the Purchaser, the FAIR must be performed to that drawing. The part or assembly drawing characteristics must be accurately ballooned and numbered and conform to the following requirements:

1. Each drawing note must be ballooned and numbered. The full text of any notes must be added to AS9102 Form 3
2. Each characteristic must be ballooned and numbered including multiple occurrence characteristics (for example, "4 places" or "X4")
3. List of materials or parts list as noted on the control drawing
4. Standard tolerance block information: general tolerances must be listed, in addition to any other requirements under this Purchase Order.

E. Specific Requirements for First Article Inspection Form Completion:

1. First Article Inspection Form 1

Fields #1-12 Part Number Accountability: All fields must be completed. The supplier must verify that part number and part revision are accurate. Serial number is required in field #3 for serialized parts. Lot numbers for lot-traced parts may be included in field #9.

Field #10 Organization Name: Supplier must list the name of the organization that performed the First Article Inspection.

Field #13 Detail Part or Assembly First Article Inspection: "Assembly part" as used in this field means a part that includes a list of manufactured or procured parts, components, or sub-assemblies used in the First Article Inspection part.

"Detail part" as used in this field means a part that does not require a list of parts necessary to manufacture, assemble, or maintain a product. The part number does not change after it is completed.

Fields #15-18 "Index of part number or sub-assembly numbers required to make the assembly noted above": Supplier must list all details from the bill of materials, parts list, and lower-level parts used on an assembly. Field #18 must include references to detail FAIR(s) when applicable to this Purchase Order.

The supplier must list the FAIR number/identifier for any manufactured detail component that is required under this Purchase Order and included in the assembly. The actual detail FAIR package is not required but must be available upon request.

If the detail FAIR package is required by this Purchase Order through a specific PO note as part of an assembly, the Supplier must include detail part FAIR with the assembly FAIR. All detail First Article Inspections must meet the requirements of AS9102.

Non-modified commercial-off-the-shelf (COTS) items used in an assembly must be indexed on Form 1 and have a Certificate of Conformance or other compliance documentation included in the FAIR.

If there is no specific FAIR identifier for and indexed part, the Supplier must include references to certifications or documents that will identify the parts (i.e., lot or heat number) in field #18.

Field #19 Documented Nonconformances: When there is a nonconformances on the FAI part, this field must be checked "yes" and the nonconformance number(s) must be written in field #8 (Additional Changes). Nonconformances on the FAI part must be approved by the Purchaser.

Fields #20-23 Verified and Reviewed/Approved By: Supplier must enter signatures, titles, and signature dates of the verifier of evaluation activities and the authorized FAIR approver. An actual (or wet) written signature or verifiable electronic signature using software such as DocuSign is required. Scanned wet signatures are not acceptable.

2. First Article Inspection Form 2

Field #5 Material or Process Name: Supplier must list all materials and special processes used to produce the part (if applicable to this Purchase Order). The Supplier must complete the associated data fields (#6-10) for any listed materials and processes. Modified commercial-off-the-shelf items must be listed with the associated COTS part number in field #5 and the specification number in field #6.

Field #6 Specification Number: Supplier must list information related to the material specification and material form (including but not limited to sheet or bar) for all materials incorporated into the First Article Inspection part (for example, weld or braze filler). For special processes, Supplier must include class information.

Field #8 Supplier: Supplier must list the complete name and address where the part was manufactured, or the process performed. Special process suppliers must be Nadcap accredited unless approved in writing by a Blue Origin quality representative. Refer to "QC-029 Deliverable Date: Special Processes" for requirements related to defined special processes.

Field #10 Certificate of Conformance Number: Supplier must list the applicable certificate number and highlight that number on the actual certificate so that it is conspicuous.

Fields #11-12 Functional Test Procedure and Acceptance Report Numbers: Supplier must list functional test procedure numbers and acceptance report numbers associated with the FAI part as applicable to this Purchase Order.

3. First Article Inspection Form 3

Form 3 or equivalent form must be filled out completely, noting all requirements and actual results. Reports or bubble drawings may be attached as supporting documentation.

Fields #5-12 Characteristic Accountability and Inspection/Test Results: Supplier must complete these fields for each design characteristic, including drawing notes.

Field #5 Characteristic Number (Char No.): Supplier must list each design characteristic or feature (or both as applicable to this Purchase Order) using the same numbering format shown on the ballooned drawing.

Field #6 Reference Location: The Supplier must enter the location of each characteristic (e.g., drawing sheet and zone locations). The Supplier must review any drawing revisions applicable to this Purchase Order and accurately reflect any changed (or updated) characteristic locations.

Field #7 Characteristic Designator: Supplier must denote any special characteristic (for example, critical, flight safety, key characteristic, or characteristics).

Field #8 Requirement: Supplier must enter all feature information exactly as it appears on the drawing, model, or Purchase Order. For example, if a drawing or Purchase Order note requires "Part Mark Per AS478-7A at Location Shown after Plating," the Supplier must list it exactly as stated. Supplier is prohibited from notating "Part Mark" (or anything similar) in the requirement field.

Basic dimensions are not required to be bubbled or recorded on Form 3. If the Supplier elects to measure basic dimensions and record them on Form 3, adding tolerances is prohibited.

Field #9 Results: Attribute data is the positive or negative conclusion, verification, or result from an analysis using variable data (defined below). Examples of binary conclusions or results include, but are not limited to, good versus bad, yes versus no, pass versus fail, accept versus reject, confirmed versus not confirmed, conforming versus nonconforming.

For characteristics verified by attribute inspection, the Supplier must include a statement of positive or negative conclusion or result. Supplier is prohibited from listing "Noted" or "Visual" (or similar observations). The Supplier must list any tools used for the conclusion, verification, or result statement in field #10.

Variable data is information that is acquired through quantitative measurements taken on a continuous scale (variable inspection), including but not limited to length, time, diameter, weight, thickness, and height.

For any characteristics verified by variable inspection, the Supplier must double-check that the information is accurate and complete. Suppliers must list variable data so that the tolerance of the characteristic can be divided (using the gage or measurement instrument's discrimination or resolution) into ten equal parts. In other words, the gage or measuring

instrument must be at least 10 times as accurate as the characteristic to be measured. The measurement result must show the actual measurement on the instrument (rounding is prohibited). For example, 0.004 must be listed instead of 0.00.

The Supplier must list only the actual results from the inspection of the final product (in alignment with the requirements of this Purchaser Order, including the drawing or other specifications). Suppliers must list all results in this field in the same units as the approved design document. Supplier is prohibited from simply replicating the characteristic requirement (i.e., a verification event must occur for each characteristic).

Figure 1: Example of actual results



8. Requirement:	9. Results:
2.00 +/- .030	2.010
4.00 +/- .030	4.002

A "MAX" or "MIN" dimensional reference is prohibited unless the requirements of this Purchaser Order (including in the drawing or specifications) state "MAX" or "MIN" for the feature requirements.

A "<" or ">" (less than or greater than) symbol dimensional reference is prohibited unless this Purchaser Order (including, but not limited to, the drawing or specifications) requires "<" or ">" for the feature requirements.

Below are examples of correct and incorrect reporting of results.

Figure 2: Example of correctly listed results

46	SHT2/B1			 30-55	X
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Multiple characteristics as used in in a single field convey identical characteristics that occur at more than one location on the part but are specified by a single design requirement. For multiple characteristics (for example, identical characteristics that occur four times in two locations), the Supplier must list each characteristic as individual values or list the characteristic once with the minimum and maximum of the measured values. If the Supplier knows or suspects that one of multiple characteristics is nonconforming, then that characteristic must be listed separately with the measured value.

Figure 3: Example of correctly listed results using the minimum or maximum measurements



Figure 4: Example of correctly listed results individually listing measurements

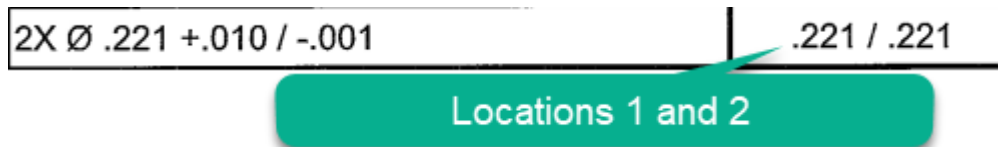


Figure 5: Example of correctly listed results using the identical characteristic on multiple lines:

8. Requirement	9. Results
\square L .005 [A] [B] #1	0.0001
\square L .005 [A] [B] #2	0.0002
\triangle .010 [A] [B] [C] #1	0.0016
\triangle .010 [A] [B] [C] #2	0.0015
\triangle .010 [A] [B] [C] #3	0.0015
\triangle .010 [A] [B] [C] #4	0.0010
\triangle .010 [A] [B] [C] #5	0.0015
\triangle .010 [A] [B] [C] #6	0.0016

Each occurrence is listed individually. They could also be listed in series in the results section on one line.

Field #10 Designed/Qualified Tooling: Supplier must list the instrument, tool, or method used to measure the characteristic result. Examples include but are not limited to, calipers, micrometers, capability maturity models, pin gauges, thread gauges, and designed or qualified tooling. To obtain *attribute* data acceptance of the characteristic, the Supplier must record the tool identification number or the gauge value/range (as applicable to this Purchase Order). To obtain *variable* data acceptance of the characteristic, the Supplier must include the instrument type and serial number and the calibration expiration date.

Field #11 Nonconformance Number: Supplier must obtain a nonconformance number from Purchaser for any nonconformance associated with the product. The Purchaser nonconformance number must be listed in this field. In addition, the Supplier must attach documented nonconformance information to the report as part of the document package. Note: The First Article Inspection will not be considered complete if there is an associated nonconformance. In this case, a partial FAI will need to be completed on the production run following corrective action implementation to revalidate affected characteristics.

F. Detail Part Certification Documentation Requirement (Applicable only to Assemblies)

1. **Detail Parts with Their Own Drawings:** Supplier must list the detail part FAIR identifier on AS9102 Form 1 for any manufactured detail component that is required under this Purchase Order and included as part of the assembly. Supplier is not required to include the detail part FAIR package in the assembly FAIR. However, the Supplier is required to promptly provide the package to the Purchaser upon written request. Any detail First Article Inspections must meet the requirements of AS9102.
2. **Detail Parts Included within the Assembly Drawing:** If the detail build instructions are specified on the assembly drawing, the Supplier must include this information on the assembly FAIR. For detail parts that have their manufacturing data included in the assembly drawing (for example, if the drawing shows all required dimensions, material, and/or special processes for the detail part), the Supplier must include the following information:
 - a. Ballooned drawing (may be included on the assembly drawing)
 - b. AS9102 Forms 1, 2 and 3 completed per AS9102 and under the requirements of this Purchase Order
 - c. Material certification (if applicable to the requirements of this Purchase Order)
 - d. Special process certification (if applicable to the requirements of this Purchase Order)
 - e. Information regarding any deficiencies or nonconformities (or both)
 - f. Any other data required by this Purchase Order

G. Raw Material Certificates of Conformance

For any raw materials used as part of an assembly and listed in Form 2 field #10, the Supplier must provide the Purchaser with certificates of conformance (completed and approved) and all test reports related to the material certificates of conformance. Raw material certificates or conformance documentation must contain the following:

1. Part number, supplier name, supplier address
2. Unique identifying number
3. Information showing traceability to the melt source
4. Matching heat lot numbers (by material lot)
5. Single heat lot (if required by this Purchase Order, including on the print)
6. Information must match the requirements of this Purchaser Order (including the drawing or specifications)
7. Material type as required by this Purchaser Order (including the drawing or specifications)

8. Proper “temper”, “hardness”, or “condition” as required by this Purchaser Order (including the drawing or specifications)
9. Chemical composition description (if required by this Purchase Order)
10. Physical properties description (if required by this Purchase Order)
11. Supplier quality representative signature, title, and date

H. Special Process Certifications

All special processes must be performed by Nadcap-accredited suppliers or suppliers that have received approval by Blue Origin Materials and Process Engineering or Supplier Quality. For any deviation from this requirement, the Supplier is required to obtain written approval from the Purchaser.

Special process certifications must have the following:

1. Part number, quantity, supplier name, and supplier address
2. Unique identifying number
3. Information matching the requirements of this Purchase Order (including the drawing or specification)
4. An acceptance statement indicating that the Product meets the requirements of this Purchase Order

I. Nonconformance (NC) Data Documentation

The Supplier must include any nonconformance documentation related to the production of a Product being provided under this Purchase Order.

J. Other Required Documents

All documents required as part of this Purchaser Order (including but not limited to the drawing, specifications, inspection plans, road maps, and source acceptance) must be provided in the First Article Inspection document package.

K. Additional Documents or Forms for Report Completeness

Supplier is strongly encouraged to provide in the First Article Inspection document package any additional documents or forms that are not mandatory under the requirements of this Purchase Order, but otherwise bring clarity to the required information or documentation. Examples include (but are not limited to) part marking images, heat maps, machine cycle profiles, sub-tier supplier certifications, or test information.

L. Images

If images are required under this Purchase Order, the Supplier must provide image files that are 1920 x 1080-pixel resolution (or better). Images that are required to be delivered in hard copy format must be provided on 8.5 x 11-inch paper and must include no more than two pictures per page. Images required to be delivered in electronic copy format must be delivered in JPEG file format. Supplier must provide pictures to Purchaser that are clear, in focus, and use adequate lighting.

Part III. Blue Origin Delegated Supplier Quality Release (DSQR) Program

Purchaser’s Delegated Supplier Quality Release (“DSQR”) program is managed by Blue Origin Supplier Quality who grants limited authority to selected Suppliers to perform and record in-

process and final source inspections on behalf of Blue Origin. Supplier's DSQR Inspectors conducting Source Inspections shall not be considered agents, representatives, employees or affiliates of Blue Origin LLC and affiliates.

Suppliers shall ensure that DSQR Inspectors are trained and qualified to Blue Origin requirements at the time of inspection and free from conflicts of interest in the performance of Source Inspections. Training records shall be available to the Purchaser upon request.

Supplier shall not delegate DSQR or Source Inspection for Purchaser's products. Purchaser reserves the right to withdraw or limit authority, including limiting Source Inspections to certain products, at any time by providing written notice.

Source Inspections shall be considered a part of the Supplier's statement of work under the Contract. Supplier shall perform Source Inspections without modification to the Contract price, and Supplier shall not be entitled to submit for equitable adjustment associated with its participation in or compliance with the DSQR program, or for performing Source Inspections.

Neither the Supplier's participation in the DSQR program nor conducting of Source Inspections through its DSQR Inspectors shall relieve the Supplier from its obligations to perform the requirements of the Contract and to deliver conforming products. The Purchaser retains the rights available to perform additional inspections and product verification on any products subject to Source Inspections and to reject or revoke acceptance on any non-conforming products. Purchaser further retains the right to monitor DSQR Inspectors' performance of Source Inspections.

Establishment or Re-establishment of Third-Party or Blue Origin Source Inspection: In the event a Supplier fails to meet DSQR quality performance expectations as outlined in the DSQR approval letter, the Purchaser may elect to employ a 3rd party source inspector or utilize Blue Origin personnel to oversee the processing and release of product to Purchaser. Any costs associated with the implementation of Purchaser directed Third-Party Inspection shall be "at the expense" and/or responsibility of the Supplier.