

Supplier Management Regulations

The Company has more than 800 suppliers. In order to effectively grasp the quality of suppliers' supply, establish a long-term mutually beneficial supply and demand relationship, and ensure that suppliers can provide various materials that meet the requirements of the Company's regulations (including quality, delivery time, price, service, etc.) in a long-term and stable manner, to avoid affecting the maintenance progress due to poor quality or insufficient sources, the Company has established "Supplier Management Methods" to ensure the stability and improvement of the quality of the materials used.

Suppliers are basically divided into aviation material/non-aviation material suppliers and foreign/domestic suppliers. Except for the items related to aviation material, aircraft maintenance, and production, the provisions of manuals such as RSQCM are preferentially applied. All other suppliers of production materials (raw materials, production auxiliary materials), miscellaneous purchases, stationery, information equipment, factory software and hardware facilities and services that include the needs of each unit are applicable.

RSQCM is based on the "Repair Station & Quality Control Manual" approved by the Civil Aeronautics Administration of each nationality, referred to as RSQCM, which is the Repair Station and Quality Control Manual.

Supplier development and management

Aviation material suppliers (including Suppliers and Subcontractors) are managed. According to the RSQCM review, qualified ones are released as Approved Suppliers/Subcontractors.

Non-aviation material suppliers must have design and manufacturing capabilities, formal agency rights or distribution rights to engage in business transactions, and those who have obtained the Business Registration Certificate of the company or factory. Or the item is qualified orthographic mark or the test result conforms to the certificate, or those who have been certified by international or national quality certification agencies and have obtained certificates, etc., can be registered as qualified suppliers after internal evaluation by the Company.

Supplier evaluation

In order to obtain maintenance materials from qualified commercial sources, regular evaluations are conducted to ensure that they continue to meet the Company's quality system requirements. Therefore, we conduct extensive analysis and evaluation on the supply and transaction of suppliers including dealers, OEMs, aircraft manufacturers who supply materials, customer suppliers, calibration manufacturers, tool and equipment manufacturers, maintenance manufacturers (Contractors) and sub-contractors. And give grades, strengthen the Company's management of manufacturers and encourage manufacturers to improve their willingness to jointly establish a "win-win spirit".

For non-aviation maintenance related suppliers, the Company will ask them to provide relevant quality certificates and quality control procedures, fill in the inspection form and attach relevant documents and return them to our Company for review and confirmation.

Supplier training

The Company organizes trainings related to environmental protection and occupational safety and health from time to time to assist suppliers in complying with company norms and regulations to improve work safety and health performance.