

SUBJECT:	Textron Systems Supplier Rating System
DOCUMENT #:	SD-PROC-002
REVISION:	A
EFFECTIVE DATE:	1/23/2026
APPROVED BY:	Mgr., Supplier Development Engineering
PROCESS OWNER:	Mgr., Supplier Development Engineering
FUNCTION:	Supplier Development Engineering
EXPORT CONTROL:	<input checked="" type="checkbox"/> No Export-Controlled Content <input type="checkbox"/> EAR-Controlled Content <input type="checkbox"/> ITAR-Controlled Content

Proprietary Information & Copyright

Avco Corporation; Textron System Corporation; Overwatch Systems Ltd; Medical Numerics Inc; Howe & Howe Inc; Airborne Tactical Advantage LLC and Textron Systems Australia Pty Ltd. comprise the operating companies under the Textron Systems segment.

This document is marked TEXTRON SYSTEMS PROPRIETARY and for INTERNAL USE ONLY. This means that the information is proprietary to and copyrighted by either one of the multiple Textron Systems segment operating companies and not intended for 3rd party dissemination.

TEXTRON SYSTEMS PROPRIETARY INFORMATION
INTERNAL USE ONLY

Revision History

Revision	Description of Change	Date
A	Initial Release	1/23/2026

Supersedure History

This document supersedes the following:		
QA-SP48	Textron Systems Supplier Rating System	1/23/2026

TABLE OF CONTENTS

I. Procedure Statement and Purpose 4

II. External and Internal References 4

III. Definitions 4

IV. Scoring..... 4

 A. Quality Performance 4

 B. On-Time Delivery Performance..... 4

 C. Composite Performance 5

V. Rating Scales 5

I. Procedure Statement and Purpose

This document contains the Company procedure for the Supplier Rating System, and is applicable to personnel as indicated in the Site Applicability section documented on QMS-FORM-001. Supplier Development Engineering is responsible for and has the authority to make changes to this procedure.

The purpose is to:

- Provide Textron Systems strategic supply base with feedback on their quality and delivery performance
- Identify and prioritize supplier development and corrective action needs
- Serve as a key element of Textron Systems strategic sourcing processes

II. External and Internal References

External References:	AS9100 / ISO 9001
Internal References:	SD-PROC-007 - Supplier Corrective Action

III. Definitions

SDE - Supplier Development Engineer

IV. Scoring

A. Quality Performance

The quality score is a 12-month rolling average of the number of parts accepted vs. the number of parts received. Nonconformances may include parts from receiving inspection and parts found in factory. The score is calculated as follows:

$$Quality = \left(\frac{Total\ Parts\ Received - Nonconforming\ Parts}{Total\ Parts\ Received} \right) \times 100$$

*If the total number of nonconforming parts is greater than the number of parts received in a month, the quality score is automatically calculated as 0%

B. On-Time Delivery Performance

The on-time delivery (OTD) score is a 12-month rolling average of the number of shipments received on time vs. the total number of shipments received and is calculated as follows:

$$OTD = \left(\frac{Total\ Shipments\ Received - Late\ Shipments}{Total\ Shipments\ Received} \right) \times 100$$

C. Composite Performance

The composite score is an average of the quality and on-time delivery score.

$$Composite = \left(\frac{Quality + OTD}{2} \right) \times 100$$

V. Rating Scales

		Quality	OTD	Composite
Green Exceptional	Suppliers performing at this level will be given every opportunity to quote business opportunities that fall within their capabilities.	≥ 99%	≥ 95%	≥ 97%
Yellow Satisfactory	Suppliers performing at this level need to demonstrate sustained improvement. Supplier may be contacted to discuss current performance. Growth opportunities may be limited based on the severity of the nonconformances.	≥ 97%	≥ 85%	≥ 91%
Red Unsatisfactory	Suppliers performing at this level will be subject to additional review before receiving new purchase orders. Supplier may be contacted to discuss current performance. On-site visit to supplier or SCAR may be warranted. Removal from Textron Systems Approved Supplier List is possible.	< 97%	< 85%	< 91%

Document Number: SD-PROC-002

Revision: A

DOCUMENT CONTROL & APPLICABILITY INFORMATION

COMPANY APPLICABILITY:	<input checked="" type="checkbox"/> Textron Systems Corporation <input type="checkbox"/> Airborne Tactical Advantage LLC <input type="checkbox"/> Lycoming Engines (Avco Corp)	<input type="checkbox"/> Howe & Howe Inc <input type="checkbox"/> Medical Numerics Inc <input type="checkbox"/> Overwatch Systems Ltd
PRODUCT LINE DOMAINS:	<input type="checkbox"/> All <input checked="" type="checkbox"/> Air Systems <input checked="" type="checkbox"/> Electronic Systems <input type="checkbox"/> Howe & Howe <input checked="" type="checkbox"/> Land Systems <input checked="" type="checkbox"/> Marine Systems	<input type="checkbox"/> Propulsion (Lycoming) <input checked="" type="checkbox"/> Sea Systems <input type="checkbox"/> Test, Training, and Simulation (ATAC) <input checked="" type="checkbox"/> Weapon Systems
SITES APPLICABILITY:	<input type="checkbox"/> All <input type="checkbox"/> Blackstone, VA <input checked="" type="checkbox"/> Goose Creek, SC <input checked="" type="checkbox"/> Hunt Valley, MD <input checked="" type="checkbox"/> New Orleans, LA <input checked="" type="checkbox"/> Slidell, LA <input checked="" type="checkbox"/> Wilmington, MA	<input type="checkbox"/> ATAC Sites <input type="checkbox"/> Business Offices <input type="checkbox"/> Haslet, TX (HQ) <input type="checkbox"/> Howe & Howe Inc Sites <input type="checkbox"/> Lycoming Engines Sites <input type="checkbox"/> Overwatch/GEO/MNI
DEPARTMENTS APPLICABILITY:	<input type="checkbox"/> All <input type="checkbox"/> Contract Management <input type="checkbox"/> EHS <input type="checkbox"/> Engineering <input type="checkbox"/> Facilities <input type="checkbox"/> Finance <input type="checkbox"/> Flight Operations <input type="checkbox"/> Government Property <input type="checkbox"/> Human Resources <input type="checkbox"/> IT Management	<input type="checkbox"/> Legal & Compliance <input type="checkbox"/> Manufacturing/Operation <input type="checkbox"/> Marketing & Communications <input type="checkbox"/> Planning & Production Control <input type="checkbox"/> Program Management <input type="checkbox"/> Quality Management System <input type="checkbox"/> Quality <input type="checkbox"/> Security <input checked="" type="checkbox"/> Supplier Development <input checked="" type="checkbox"/> Supplier Management
AUDITS APPLICABILITY:	<input checked="" type="checkbox"/> AS9100 / ISO 9001 <input type="checkbox"/> CMMC <input type="checkbox"/> CPET <input type="checkbox"/> CPSR - Procurement <input type="checkbox"/> DCSA <input type="checkbox"/> DIBCAC	<input type="checkbox"/> EVMS - Finance <input type="checkbox"/> FAR 15 (Contracting) <input type="checkbox"/> FAR 30 (Accounting) <input type="checkbox"/> MMAS <input type="checkbox"/> PMSA - Property

This form is required for all Policies, Procedures, Work Instructions, and Guides published on the P&P Site. The information must be communicated on any approval emails and maintained as part of the approval evidence. Any document submitted for publishing that does not include this information will be rejected.