



Armament Systems Division

October 16, 2013

TUNGSTEN HEAVY POWDER INC  
7430 TRADE ST  
SAN DIEGO, CA 92121

Attention: Rosemarie Naputi

Subject: Supplier Rating Report and Information Update

ATK Armament Systems (ASD) utilizes a supplier rating process that measures the supplier's Quality and Delivery performance against the ATK purchase order requirements. The composite rating is measured on a 12-month rolling period and made up of 75% Quality performance and 25% Delivery performance. Your performance results in a rating between 0 and 100%.

Suppliers with a composite rating > 90% are classified as **Approved**. Approved suppliers are listed on our Approved Supplier List (ASL) and will get priority for future order placements.

Suppliers with composite rating < 90% are classified as **Restricted**. Restricted suppliers are not listed on our Approved Supplier List (ASL) and will not receive priority for future order placements. In addition, a corrective action plan will need to be documented and approved by Materials management prior to the release of any new orders to restricted suppliers.

Your composite rating for the period ending **20130930** is: **100%**

If your rating is 90% or higher, we commend you and challenge you to maintain and/or improve your performance.

If your rating is below 90%, we need to work together to address the issues resulting in the restricted rating. In addition, you may need to develop a corrective action plan that will improve your performance to 90% or higher.

If you have any questions regarding supplier ratings, contact the undersigned Buyer.

Sincerely,  
ATK Armament Systems Division

A handwritten signature in black ink, appearing to read 'MARCUS MAGY', written over a series of horizontal lines.

MARCUS MAGY