

Notice to Suppliers



Rolls-Royce

Number: 233
Issue: 001
Date: 15th November 2007

Originator: Jason Bickley
Business Unit: Rolls-Royce Energy Systems Inc.
Tel: 001 740 393 8533
Fax: 001 740 393 8336

Rolls-Royce Energy Systems (Mt. Vernon) & Power Engineering (Liverpool): Adoption of the NTS Process & SABRe Awareness.

For the attention of the Managing Director,

Dear Sir or Madam,

Scope:

- All suppliers in receipt of a purchase order or schedule agreement from Rolls-Royce Energy Systems Inc, Mount Vernon and Rolls-Royce Power Engineering Liverpool.

Background:

Notices to Suppliers (NTS)

Notices to Suppliers (NTS) is the process by which Rolls-Royce formally communicates information quickly to the global supply chain network(s). This frequently covers a diverse range of topics and where appropriate some of the content may ultimately be incorporated into the Suppliers Quality system. Rolls-Royce Energy will utilise the NTS process as the means to communicate specific items of interest to our supply chains.

To access information about the NTS process, please go to www.suppliermanager-online.com and click on Notices to Suppliers (NTS) and then open the document entitled 'More guidance on using NTS announcements'.

Supplier Advanced Business Relationship

SABRe (Supplier Advanced Business Relationship) is the outward facing part of the Rolls-Royce Quality Management System and is applicable to all suppliers who provide products or services that have an impact upon Rolls-Royce and customer requirements.

The purpose of SABRe is to formally communicate our requirements and expectations to the supply chain. SABRe is available to view on the following site: www.suppliermanager-online.com. The supplier is responsible to become a part of this vision and to align their own business practices to deliver the excellence required.

These documents define the way that Rolls-Royce suppliers will be selected, managed, evaluated and developed and are routinely updated every six months. For suppliers of RRESI (both Mount Vernon and Liverpool) only seven of the twenty listed SABRe processes are currently required for inclusion into the supplier's quality system:

- Business Requirements
- First Article Inspection & Component Proving
- Problem Resolution
- Non-Conformance Control & Repair Variation
- Protection, Packaging & Labelling
- Release Notes
- Control of Sub-tier Suppliers

R-R.E.S. & P.E. : Adoption of the NTS Process & SABRe Awareness.

Please note that Rolls-Royce Energy reserves the right to incorporate the remaining other SABRe topics at subsequent revision dates, starting with the next scheduled SABRe update on April 1 2008.

Order of Precedence

In the event of a perceived conflict of requirements between different Rolls-Royce documents, the following Order of Precedence shall be used to resolve the conflict:

1. Purchase Order or Schedule Agreement
2. Drawing
3. Engineering Specification from the drawing
4. SABRe Processes

Action Required:

- Cascade the content of this NTS within your company / personnel.
- Assign someone in your company to re-view www.suppliermanager-online.com on a monthly basis to ensure your company is up to date with all applicable Rolls-Royce communications and document that responsibility within your Quality System.
- Visit the SABRe website, read and where required implement the requirements of the seven applicable processes (listed above).
- Visit the SABRe website on the first working day after April 1st & October 1st, review the Global Business Unit & Topic application sheet (via the SABRe front page) and the Summary of Changes to assure yourselves that you are compliant with the latest SABRe requirements.

Any questions pertaining to this NTS should be directed to your purchasing contact at Rolls-Royce Energy.

Thank You,



Scott Burnside
Manager, Project & Process Quality

Authorised by:



Tracy Darrow
Vice President
Supply Chain