



Annexure B

THE ISRAEL ELECTRIC CORPORATION LIMITED

Procurement Division

Quality Control Unit

SPECIFICATION

**F O R
VENDOR SURVEILLANCE SERVICES**

**Tender No. 104107590
Subject: Quality Assurance Surveillance Services**

**SPECIFICATION QA 1000, Rev 16
QUALITY ASSURANCE\ QUALITY CONTROL
DATED: June, 2026**

SPECIFICATION FOR SCOPE OF VENDOR SURVEILLANCE SERVICES

1. DEFINITIONS:

For purposes of this specification, the inspection agency chosen for supply of services listed herein shall be designated as the "Contractor".

The Israel Electric Corporation Ltd., Shall be designated as the "Corporation" As used herein, the term "Supplier" refers to equipment manufacturers, both prior to and after award of a procurement contract, by the Corporation.

2. SCOPE OF WORK:

The general purpose of this Contract is for the Contractor to supply IEC with a variety of quality control/assurance activities to ensure that IEC receives from the Suppliers reliable and high quality equipment complying with IECs Specifications (this Annexure "B") and prevailing standards.

In accordance with such above stated purpose, the Contractor agrees to provide IEC with the services specified in this Annexure B, which shall be performed outside of Israel (hereinafter "the Services"). For specific purchases of equipment or components, IEC shall have the discretion to delete one or more of the Services and to add other Services consistent with the general purpose of this Contract.

Services to be provided by the Contractor shall include the following (at the Corporation's option, for specific procurements of Equipment supplied by Suppliers, one or more of the following may be deleted from the Contractor's scope of work):

- 2.1. Pre-award quality surveys of selected Suppliers as determined by the Corporation.
- 2.2. Review of proposed quality assurance, quality control inspection and test plans, and non- destructive testing procedures (based on the recommendations of the Contractor approved by the Corporation) and their adherence to the Corporation's requirements.
- 2.3. Review of Supplier's quality assurance, quality control and non-destructive testing procedures. The Contractor shall recommend to the Corporation those procedures (with priority list) which should be reviewed and approved by the Corporation.
- 2.4. Preparation of plans for the co-ordination of inspections according to the Supplier's approved detailed test and inspection plans.
 - 2.4.1. Such co-ordination plans shall include but not be limited to:
 - Inspection of the most critical components and tests related to the satisfactory operation of the equipment in accordance with the Contract.
 - Number of visits for the whole plan.
 - Costs incurred related to each visit (estimate). □ The time for each visit.
 - 2.4.2. Contractors shall submit such co-ordination plans for the Corporation's approval by email, fax, courier or fastest other means possible. No visits shall be made without Corporation's prior order and approval.
- 2.5. The Corporation requires that where certain projects require specific fields of expertise or experience, the Contractor shall identify the fields of expertise necessary for each inspection and shall ensure that its inspectors are qualified in the necessary disciplines. If the Contractor does not have one single person so

qualified, it should propose two or more inspectors to cover all the necessary disciplines so as to adequately and efficiently conduct the inspection activities.

- 2.6. In-shop quality verification visits to Suppliers as designated in the approved coordination plans and approved by the Corporation.
- 2.7. Attendance at 'Witness' and 'Hold' Points designated by the approved test and inspection plans.
- 2.8. Review of special processes, including reviews of radiographs on a sampling basis or as otherwise instructed by the Corporation.
- 2.9. Evaluation of non-destructive examination operations.
- 2.10. Evaluation of welding operations; and visual inspection of welds on a sample basis or as otherwise instructed by the test and inspection plans.
- 2.11. Observation and evaluation of workmanship.
- 2.12. Review of documentation and visual inspection of equipment and components prior to shipment as designated by the Corporation. Upon the Corporation's request, the Contractor shall ensure that all documents required to be included in the shipment of Equipment are included therein and upon the Corporation's request, are in conformance with contract requirements.
- 2.13. Reporting of non-conformances discovered during the course of inspection and its disposition and corrective actions as per the specification and instructions of the Corporation.

3. RESPONSE TO NOTIFICATIONS:

- 3.1. The Contractor will respond to notifications received from the Corporation or the Supplier not later than 2 working days after having received the notification.
- 3.2. The response will include contact information of the designated inspector.

4. COORDINATION AND FREQUENCY OF VISITS TO SUPPLIERS:

- 4.1. It will be the responsibility of the Contractor to coordinate the inspections with the Supplier or sub-supplier, unless otherwise directed by the Corporation and to notify the Corporation the time schedule for inspection as it has been fixed.
- 4.2. If, in the opinion of the Contractor, additional visits to those specified in the approved inspection co-ordination plan are required, the Contractor shall immediately notify the Corporation and obtain its approval for such additional visits.

5. CO-OPERATION AND ORGANIZATION

- (a) The Contractor shall appoint a coordinator to be responsible for the performance of each of the aforementioned Services. The coordinator shall be nominated after his *curriculum vitae* has been submitted to and approved by IEC.

- (b)
 - (i) The qualifications and experience of the inspectors are of the utmost importance to IEC. Therefore, the inspectors assigned to the work by the Contractor shall be familiar with the equipment to be inspected and in the methods used for its production.
 - (ii) The Contractor shall inform IEC of the range of available inspectors in different countries conforming to the requirements set out in this Annexure B and available in the different countries as specified in Annexure C.
 - (iii) IEC shall have the right at all times to request that the Contractor change its inspector(s) without any need to justify such request.
- (c) The Contractor shall at all times maintain an adequate number of staff to enable it to carry out the obligations undertaken by it in terms of the Contract. Such staff shall be comprised of persons having the training, skills and experience needed to carry out the various obligations undertaken by the Contractor herein.
- (d) The Contractor shall, during the progress of the work, cooperate with IEC's Suppliers.
- (e)
 - (i) All information and data pertaining to the Contractor's Services shall be submitted to IEC in English.
 - (ii) In the event non-conformances are discovered during the inspection activities, initial information as to the existence of the nonconformance(s) shall be sent to IEC by email within the end of the test day of the discovery thereof. A detailed report of the non-conformance(s) shall be sent to IEC within three (3) working days of the date of discovery of the non-conformance(s).
 - (iii) In the case of conforming inspections, information and data relating to the inspection activities shall be sent to IEC within five (3) working days after the performed inspection.
 - (iv) Accurate and timely reporting is of the essence to IEC.
- (f) The Contractor shall notify IEC immediately by telephone and by email in the event of any discrepancy in the manufacturing that would require IEC's prompt attention. Such notification shall also be made wherever the Contractor encounters any serious problems or difficulties.
- (g) The Contractor and its inspectors or other employees shall not be deemed to be an employee/employees of IEC and nothing contained in this Agreement shall be construed as inconsistent with the status of the Contractor as an independent contractor.
- (h) Without derogating from the Contractor's responsibility under this Agreement in general, and under the provisions of Sub-clause 5(b) above in particular, the Contractor's technical personnel working on IEC's projects shall first be approved by IEC.

POSTPONEMENT

IEC may at any time, by prior written notice to the Contractor, postpone or suspend any visit or part of the Services up to a maximum period of six (6) months or such extension period as may be agreed between the parties. If the period of postponement exceeds six months or the extension period agreed, the visit or Services shall be deemed to have been cancelled.

NOTICES

All notices hereunder shall be in writing and may be served upon the Contractor or its duly authorized representative or representatives at the address specified in this Agreement, or to such other address as may be shown in the Contract documents. All matters should be directed to the attention of Mr. K. Tal, Quality Control Department, Procurement Division.

Either party may change its address for service of notices by appropriate notice in accordance with the provisions hereof.

6. DIRECTION OF ACTIVITIES:

The Contractor will receive direction from and report to:

Mr. Kobi Tal,
Quality Control Department, Israel
Electric Corporation Ltd.
EMail: Kobi.Tal@iec.co.il

7. REPORTING:

7.1. The Contractor shall report to the Corporation its finding on all visits to designated Suppliers or Sub-suppliers (Vendors) within three (3) working days following the end of the inspection, by issuing a written EN10204 report containing at least:

- ☐ Identification of inspected good: Order No., PN, IEC catalog No., Specification No., Drawing No.
- ☐ Reference documents, such as approved drawings, procedures, inspection and test plan.
- ☐ Detail Findings from performed or witnessed inspection.
- ☐ Comparison of the required parameters and the observed results.
- ☐ Judgment as to the conformance of the items inspected to the relevant specifications.
- ☐ Digital pictures taken of inspected equipment.

7.2.7.2. In the event of any non-conformance findings or special requests made by the Corporation, the Contractor must provide in the end of test day a brief report.

7.3. All submittals shall be in English and identified by project name/ No., inspected equipment order no.

- 7.4. All report submittals shall be first generation (i.e. prepared from originals). All supplemental information other than reports, shall be, where practical, full-sized copies suitable for photo-copying.
- 7.5. Reports with attachments shall be sent by Email or by using the Contractor server. Copy/ (ies) of reports shall be submitted to the inspected Supplier, when instructed by the Corporation.

8. CONTRACTOR CONTROL:

- 8.1. The Contractor shall perform its duties in accordance with documented procedures prepared by him. If required by the Corporation, such documented procedures shall be submitted for the Corporation's review.
- 8.2. The Contractor shall be subject to quality audits by an accreditation body as required by the standard ISO/IEC 17020 latest edition.
The valid certificate have to covering inspection activities for the entire contract period
- 8.3. The Contractor shall have all its inspection reports as well as all its invoices, checked and verified by qualified personnel, not directly involved with the performance of the inspection or the accounting process. The inspection reports shall be EN10204 Document (where applicable).
- 8.4. The inspectors assigned to the work to be performed shall have experience in the relevant field and shall be familiar with the equipment to be inspected and in the methods used for its production.

9. SUBCONTRACTING:

- 9.1. Subcontracting of inspection work, including the use of freelance inspectors (inspectors not on the contractor's payroll), or other inspection agencies, whether they are affiliated to the Contractor or not, shall only be allowed with the written approval of the Corporation, prior to any such activity.

10. MISCELLANEOUS

The inspectors and other employees of the Contractor performing the Q.C. surveillance Services for IEC shall not be connected in any way with IEC's Suppliers - so as to ensure that there will be no conflict of interests between the Contractor's obligation to IEC and obligations towards the Suppliers.

- Final -

Bidder's Declaration:

We hereby declare that we have reviewed and understood all requirements, specifications, standards, and obligations detailed in this Specification and confirm our full compliance with

all stated requirements.
We further undertake to supply the services in complete accordance with these requirements.

Authorized Signatory

Name: _____

Position: _____

Signature: _____

Date: _____

Company Stamp: _____