

Rx-360 Shared Audit Program

June 2015

Audit Sharing

The Concept

- Share reports and responses from audits conducted by individual member companies (not by Rx-360)
- Companies decide individually how to use information in the audit reports/responses
- Suppliers can exclude specific companies (i.e., competitors) from viewing the audit reports/responses
- Suppliers can also vet new members joining Rx-360 who have requested access to a Shared audit report
- Only Rx-360 member companies can access shared audit information.

Benefits of Sharing Audit Reports

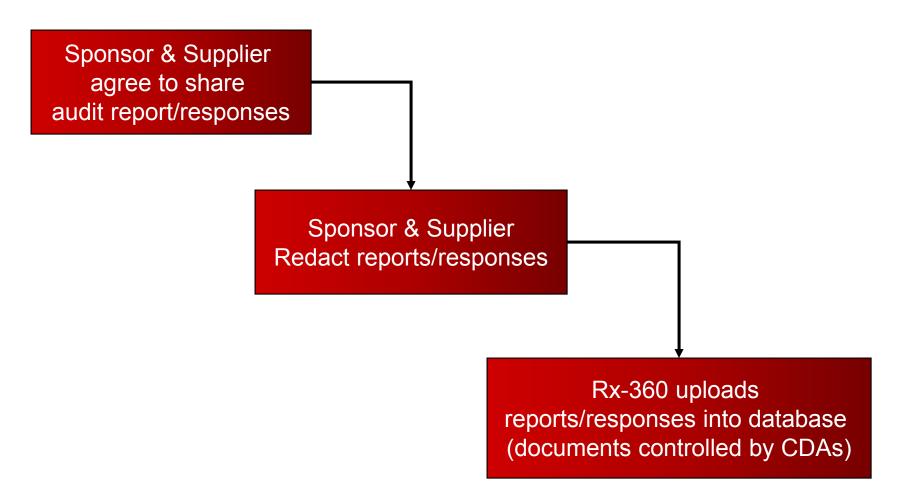
Sponsors and Suppliers

- Leveraging Information Already Available
- Provides a Broader "Picture" of Quality Culture and Performance
- Potential for Reducing Frequency and/or Length of Audits (Routine/Due Diligence)
- Identify and Pre-screen New Suppliers
- Promote Capabilities to Consortium
- Competitive Advantage and Visibility to Potential Customers



Audit Sharing Process

Overview



Audit Sharing Process

Detailed Description

Plan to Share Audit

Agree to Share Audit Report (and Responses)

Redact Audit Report (and Responses)

Share Audit Report (and Responses)

- Sponsors sign CDA
- Sponsors identify and contact suppliers that they will audit during the year
- Sponsors inform suppliers of the audit sharing program and ask them to participate
- Sponsors register suppliers in database

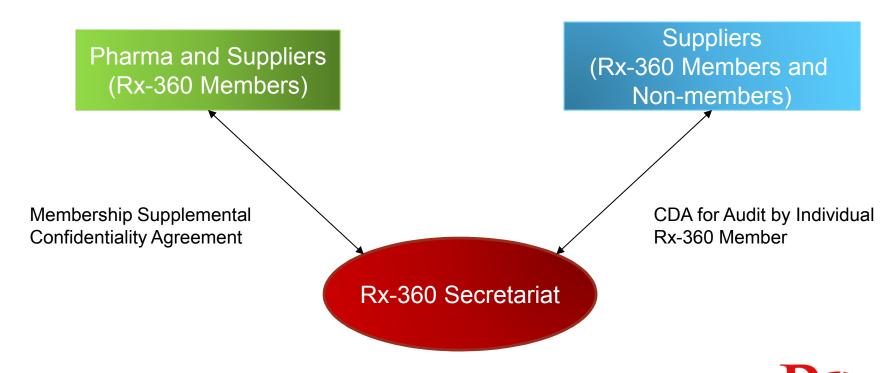
- Supplier reviews audit sharing information and speaks with Sponsor and/or Coordinator
- Supplier agrees to share audit report and responses (this can be done prior to or after the audit report is issued)
- Supplier signs CDA and identifies Rx-360 member companies that are allowed access to report/responses

- Sponsor redacts audit report and sends to supplier
- Supplier redacts audit report (if needed) and sends to Coordinator
- Coordinator uploads audit report into database



Participation in Audit Sharing Program

Ensuring Confidentiality through Agreements



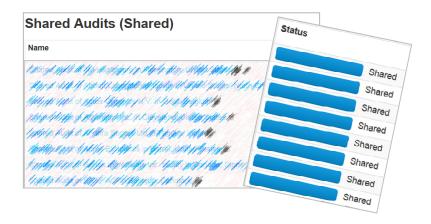
Rx-360 Audits

auditsPLUS

audits ew custom

In 2014 Rx-360 introduced auditsPLUS, a new custom audit database

- Accessible to Rx-360 members
- Stores audit reports and supporting documentation
- Access is governed by signed confidentiality agreements and addendum



Rx-360 Pilot

Supplier Information Sharing Program

- Rx-360 is currently looking to expand and rebrand the Shared Audit Program.
- A pilot program is currently underway.
- In the pilot suppliers will provide access to information beyond redacted audit reports; a list of document types is provided on the following slide.
- To avoid confusion with the Joint Audit Program the pilot program is being rebranded as the Supplier Information Sharing Program.



Rx-360 Pilot

Additional document types under consideration

- Independent redacted audit reports
- Questionnaires /SAQ's (Supplier, Vendor and/or Rx360)
- Links to Certifications
 - o ISO 9001,15378
 - 。 OHSAS18001
 - 。 BSI, etc...
- Links to Policy Statements
 - Global Citizenship Policy
 - Global Quality Policy
 - Kosher, Halal, Alergent, Aflatoxin, Conflict Minerals
 - Link to company page on TSE/BSE Statements (not product specific)
 - Safety statements (Global EHS)

- Links to Documentation
 - Organizational charts (functional high level)
 - EHS documentation
- Supplier information
 - Operations
 - Controls
 - Systems
 - Facility maps
 - Site master files
- Quality Metrics (TBD)
 - Presentations
 - High level facility plan
 - Key products
- Example Documents
- Certificate of Analysis

Summary

- The Shared Audit Program allows reports and responses from audits conducted by individual member companies (not by Rx-360) to be shared with other Rx-360 members.
- The program enables members to leverage existing information.
- Suppliers control which organizations view the information through signed agreements and addendum.
- auditsPLUS enables members to easily access and request shared audit reports.
- The Audit Operations Group is looking to expand and rebrand the existing program to better meet member needs.