***Aftermarket Manufacturer*** - A manufacturer that meets one or both of the following criteria:

a. The manufacturer is authorized by the original manufacturer to produce and sell replacement materiel, usually due to an original manufacturer decision to discontinue production of materiel. Materiel supplied is produced from dies, molds, or other manufacturing equipment that has been

1. transferred from the original manufacturer to the aftermarket manufacturer,

2. produced by the aftermarket manufacturer using original manufacturer tooling and intellectual property (IP), or

3. produced by the aftermarket manufacturer through redesign to match the original manufacturer’s specifications without violating the original manufacturer’s intellectual property rights (IPR), patents, or copyrights.

b. The manufacturer produces materiel by emulating or reverse-engineering obsolete materiel to satisfy continuing customer needs without violating the original manufacturer’s intellectual property rights, patents, or copyrights.

Source: AS6174 – Counterfeit Material; Assuring Acquisition of Authentic and Conforming Material, Rev - , Dated 2012-05

See AS5553 – Fraudulent/Counterfeit Electronic Parts; Avoidance, Detection, Mitigation and Disposition, Rev A, Dated 2013-01 for definition of Aftermarket Manufacturer specific to electronic parts.

***Approved Supplier*** - Suppliers that are formally assessed by the current design activity or the original manufacturer, determined to be a trusted source that will reliably provide authentic and conforming materiel, and entered on a register of approved suppliers.

Source: AS6174 – Counterfeit Material; Assuring Acquisition of Authentic and Conforming Material, Rev - , Dated 2012-05

***Authorized (Franchised) Distributor***- Distributor when they perform Authorized Distribution, which is defined as a transactions conducted by an OCM-Authorized Distributor distributing product within the terms of an OCM contractual agreement. Contractual Agreement terms include, but are not limited to, distribution region, distribution products or lines, and warranty flow down from the OCM. Under this distribution, the distributor would be known as an Authorized Distributor. For the purposes in this Standard, Franchised Distribution is considered synonymous with Authorized Distribution.

Source: AS5553 – Fraudulent/Counterfeit Electronic Parts; Avoidance, Detection, Mitigation and Disposition, Rev A, Dated 2013-01

***Authorized Reseller*** - An entity who has a legally binding relationship with the legally authorized source, but does not provide direct product support to the customer.

Source: AS6174 – Counterfeit Material; Assuring Acquisition of Authentic and Conforming Material, Rev - , Dated 2012-05

***Authorized Supplier***- Aftermarket Manufacturers as defined above, and suppliers authorized by the current design activity or the original manufacturer to produce and/or sell materiel (i.e., franchised distributors).

Source: AS6174 – Counterfeit Material; Assuring Acquisition of Authentic and Conforming Material, Rev - , Dated 2012-05

*See AS5553 – Fraudulent/Counterfeit Electronic Parts; Avoidance, Detection, Mitigation and Disposition, Rev A, Dated 2013-01 for definition of Authorized Supplier specific to electronic parts.*

***Broker*-** In the independent distribution market, Brokers are professionally referred to as Independent Distributors. See definitions for “Broker Distributor” and “Independent Distributor.”

Source: AS5553 – Fraudulent/Counterfeit Electronic Parts; Avoidance, Detection, Mitigation and Disposition, Rev A, Dated 2013-01

Source: AS6174 – Counterfeit Material; Assuring Acquisition of Authentic and Conforming Material, Rev - , Dated 2012-05

***Broker Distributor*** - A type of Independent Distributor that works in a “Just in Time” (JIT) environment. Customers contact the Broker Distributor with requirements identifying the part number, quantity, target price, and date required. The Broker Distributor searches the industry and locates parts that meet the target price and other Customer requirements.

Source: AS6174 – Counterfeit Material; Assuring Acquisition of Authentic and Conforming Material, Rev - , Dated 2012-05

See AS5553 – Fraudulent/Counterfeit Electronic Parts; Avoidance, Detection, Mitigation and Disposition, Rev A, Dated 2013-01 for definition of Broker Distributor specific to electronic parts.

***Counterfeit Material*** - Fraudulent material that has been confirmed to be a copy, imitation, or substitute that has been represented, identified or marked as genuine; altered by a source without legal right to make the alteration with the intent to mislead, deceive, or defraud; or both.

Source:  Lockheed Martin Corporate Policy, CRX-126, October 2012

See AS6174 - Counterfeit Materiel; Assuring Acquisition of Authentic and Conforming Materiel; Rev -, Dated 2012-05 for definition of Counterfeit Material specific to material

See AS5553 – Fraudulent/Counterfeit Electronic Parts; Avoidance, Detection, Mitigation and Disposition, Rev A, Dated 2013-01 for definition of Counterfeit Material specific to materials.

***Counterfeit part***

(1) An unauthorized copy or substitute part that has been identified, marked, and/or altered by a source other than the part's legally authorized source and has been misrepresented to be from a legally authorized source;

(2) An item misrepresented to be an authorized item of the legally authorized source; or

(3) A new, used, outdated, or expired item from a legally authorized source that is misrepresented by any source to the end-user as meeting the performance requirements for the intended use.

Source:  Defense Federal Acquisition Regulation Supplement: Detection and Avoidance of Counterfeit Electronic Parts (DFARS Case 2012-D055)

***Counterfeit Part/Material*** – A fraudulent part/material that has been confirmed to be a copy, imitation, or substitute that has been represented, identified, or marked as genuine, and/or altered by a source without legal right with intent to mislead, deceive, or defraud.

Source: AS5553 – Fraudulent/Counterfeit Electronic Parts; Avoidance, Detection, Mitigation and Disposition, Rev A, Dated 2013-01

Source: AS6174 – Counterfeit Material; Assuring Acquisition of Authentic and Conforming Material, Rev - , Dated 2012-05

***Counterfeit Work***- Work that is or contains items misrepresented as having been designed and/or produced under an approved system or an acceptable method. The term also includes approved Work that has reached a design life limit or has been damaged beyond possible repair, but is altered and misrepresented as acceptable.

Work consists of those parts delivered under this Contract that are the lowest level of separately identifiable items (e.g., articles, components, goods, and assemblies).

Source:  Lockheed Martin Corporation Terms & Conditions, 2013

***Electrical, Electronic, and Electromechanical (EEE) Part*** – Electrical, electronic, and electromechanical parts are components designed and built to perform specific functions, and are not subject to disassembly without destruction or impairment of design use. Examples of electrical parts include resistors, capacitors, inductors, transformers, and connectors. Electronic parts include active devices, such as monolithic microcircuits, hybrid microcircuits, diodes, and transistors. Electromechanical parts are devices that have electrical inputs with mechanical outputs, or mechanical inputs with electrical outputs, or combinations of each. Examples of electromechanical parts are motors, synchros, servos, and some relays

Source: AS5553 – Fraudulent/Counterfeit Electronic Parts; Avoidance, Detection, Mitigation and Disposition, Rev A, Dated 2013-01

***Franchised Distributor/Distribution*** See Authorized (Franchised Distributor)

***Fraudulent Part/Material*** – Any suspect part/material misrepresented to the Customer as meeting the Customer’s requirements.

Source: AS5553 – Fraudulent/Counterfeit Electronic Parts; Avoidance, Detection, Mitigation and Disposition, Rev A, Dated 2013-01

Source: AS6174 – Counterfeit Material; Assuring Acquisition of Authentic and Conforming Material, Rev - , Dated 2012-05

***Independent Distributor*** - A distributor that purchases parts with the intention to sell and redistribute them back into the market. Purchased parts may be obtained from Original Equipment Manufacturers (OEMs) or Contract Manufacturers (typically from excess inventories), or from other Distributors (Franchised, Authorized, or Independent). Resale of the purchased parts (redistribution) may be to OEMs, Contract Manufacturers, or other Distributors. Independent Distributors do not normally have contractual agreements or obligations with OCMs. See definition of “Authorized (Franchised) Distributor.”

Source: AS5553 – Fraudulent/Counterfeit Electronic Parts; Avoidance, Detection, Mitigation and Disposition, Rev A, Dated 2013-01

***Original Manufacturer*** - An organization that designs and/or engineers and produces materiel and is pursuing or has obtained the intellectual property rights to that materiel. Notes:

a. The materiel and/or its packaging are typically identified with the original manufacturer’s trademark.

b. Original manufacturers may contract out manufacturing and/or distribution of its product.

c. Different original manufacturers may supply product for the same application or to a common specification.

Source: AS6174 – Counterfeit Material; Assuring Acquisition of Authentic and Conforming Material, Rev - , Dated 2012-05

See AS5553 – Fraudulent/Counterfeit Electronic Parts; Avoidance, Detection, Mitigation and Disposition, Rev A, Dated 2013-01 for definition of Original Manufacturer specific to electronic parts.

***Original Equipment Manufacturer (OEM)* -** A company that manufactures products that it has designed from purchased components and sells those products under the company’s brand name.

Source: AS5553 – Fraudulent/Counterfeit Electronic Parts; Avoidance, Detection, Mitigation and Disposition, Rev A, Dated 2013-01

***Suspect counterfeit part***- A part for which visual inspection, testing, or other information provide reason to believe that a part may be a counterfeit part.

Source:  Defense Federal Acquisition Regulation Supplement: Detection and Avoidance of Counterfeit Electronic Parts (DFARS Case 2012-D055)

***Suspect Material*** - Materiel, items, or products in which there is an indication by visual inspection, testing, or other information that it may meet the definition of fraudulent materiel or counterfeit materiel provided below.

Source: AS6174 – Counterfeit Material; Assuring Acquisition of Authentic and Conforming Material, Rev - , Dated 2012-05

***Suspect Part*** – A part in which there is an indication that it may have been misrepresented by the supplier or manufacturer and may meet the definition of fraudulent part or counterfeit part.

Source: AS5553 – Fraudulent/Counterfeit Electronic Parts; Avoidance, Detection, Mitigation and Disposition, Rev A, Dated 2013-01