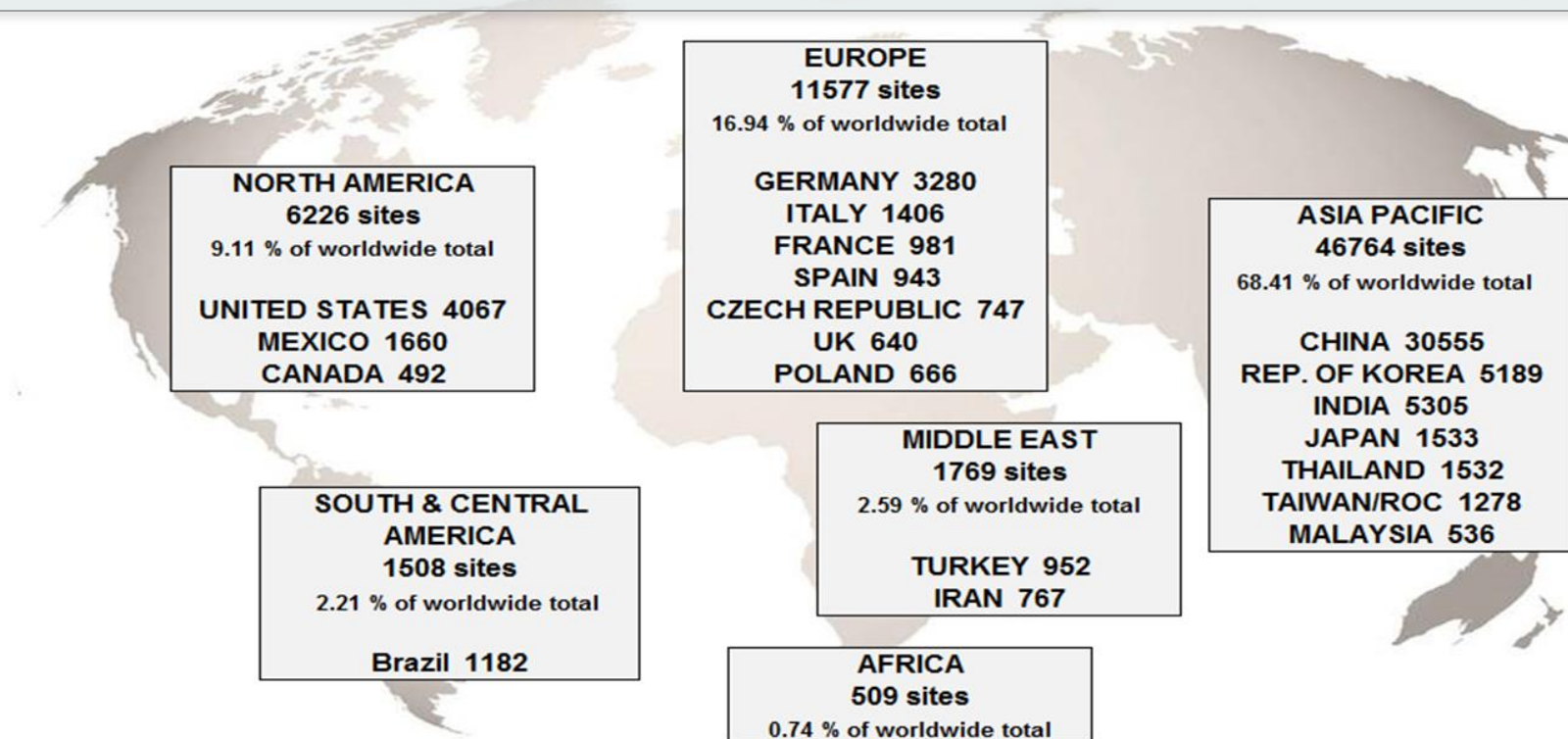


IATF 16949 Transition Status Update
London Stakeholder Conference
March 7, 2018

Global IATF Certificate Distribution



Distribution of the 68,355 ISO/TS 16949 and IATF 16949 certified sites as of 31st January 2018



IATF Audits Conducted

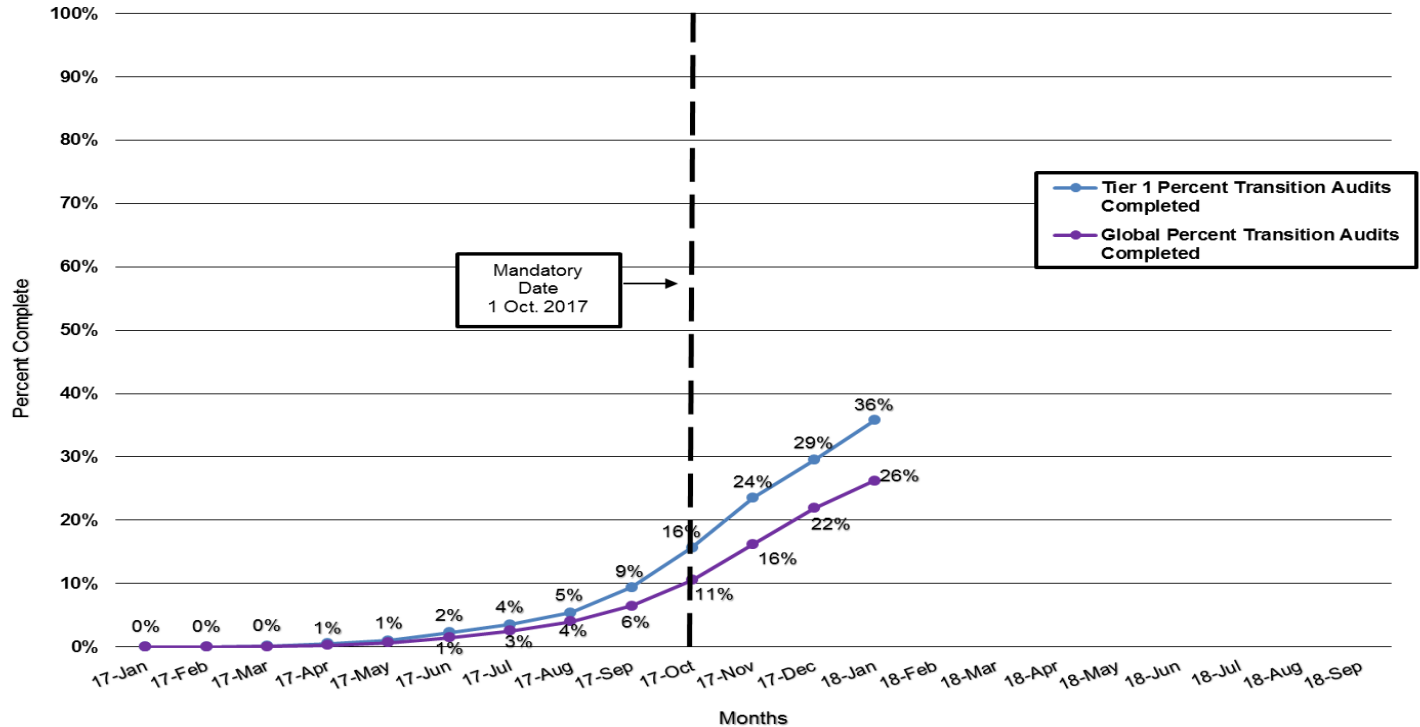


Just over one third of Tier 1 suppliers have had their transition audit conducted

Just over one quarter of all sites have had their transition audit conducted

IATF 16949 Transition Audit Conducted

As Of Feb. 1, 2018

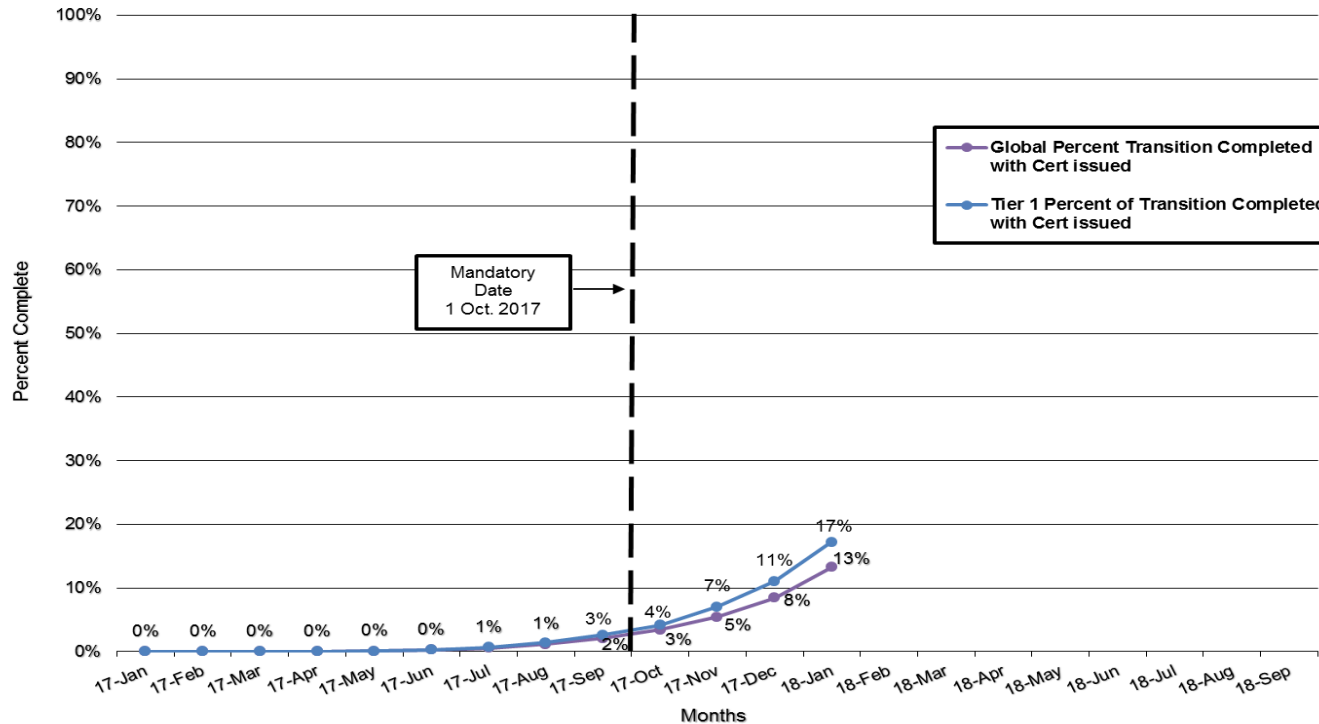


IATF 16949 Certificates Achieved

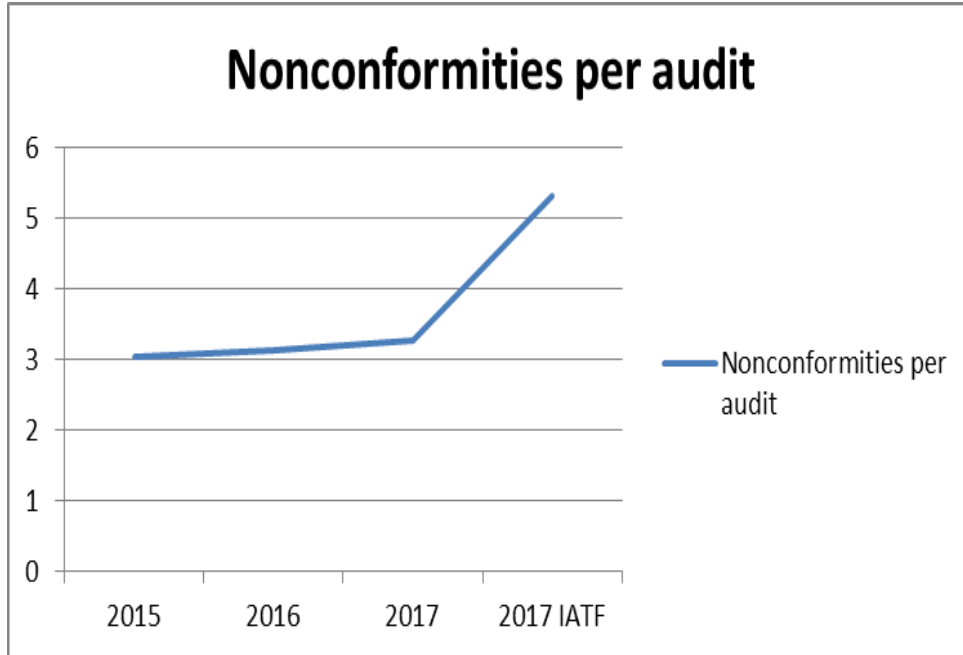


IATF 16949 Certification Achieved

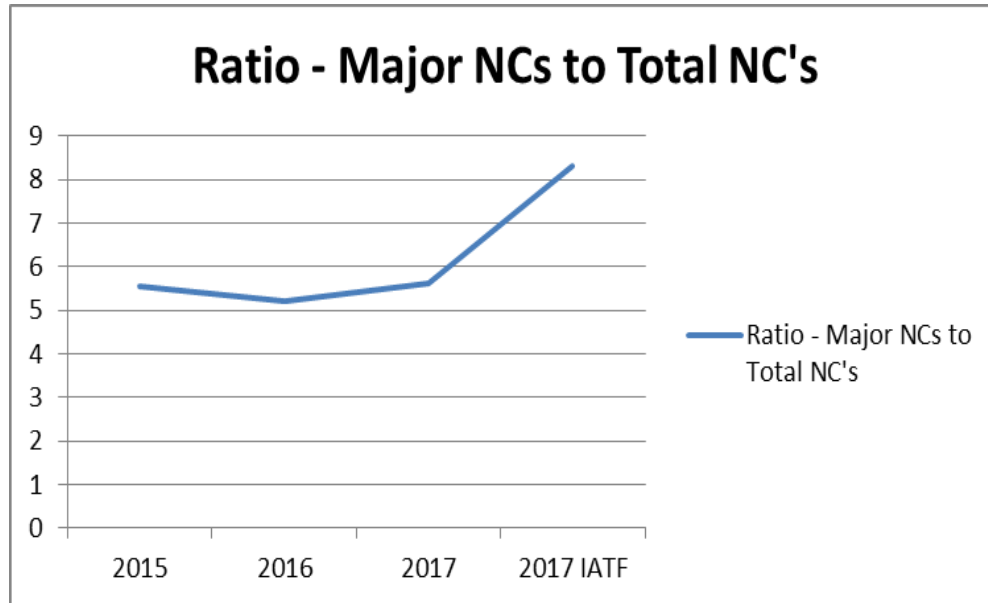
As Of Feb. 1, 2018



Less than
20% of
suppliers have
obtained their
transition
certificate

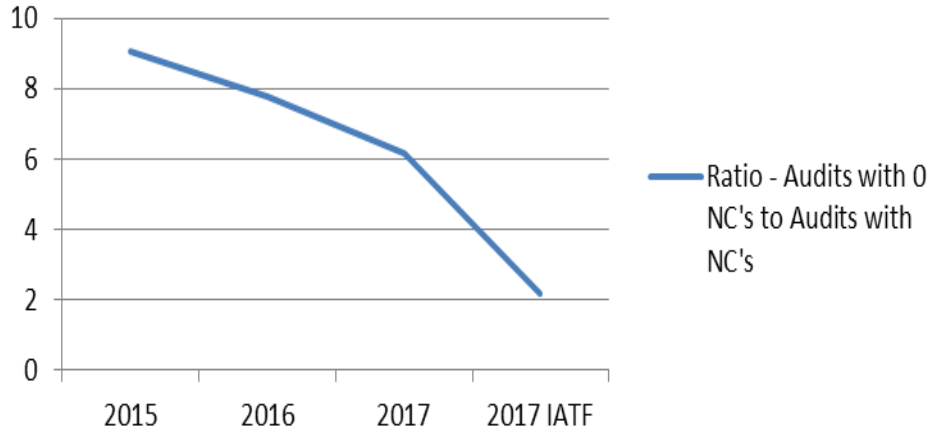


While there is no specific “target” number of NC’s per audit defined by the IATF, the 2017 IATF results indicate that CB auditors are finding more issues / writing more NC’s in IATF audits than in ISO/TS audits during prior years.



- The ratio of Major NC's to Total NC's also took a significant jump in 2017 IATF 16949 audits, compared to ISO/TS audits in prior years.
- Major NC's are being written against both ISO and IATF requirements
- Major NC's also require an on-site confirmation audit, impacting the site's transition timing

Ratio - Audits with 0 NC's to Audits with NC's



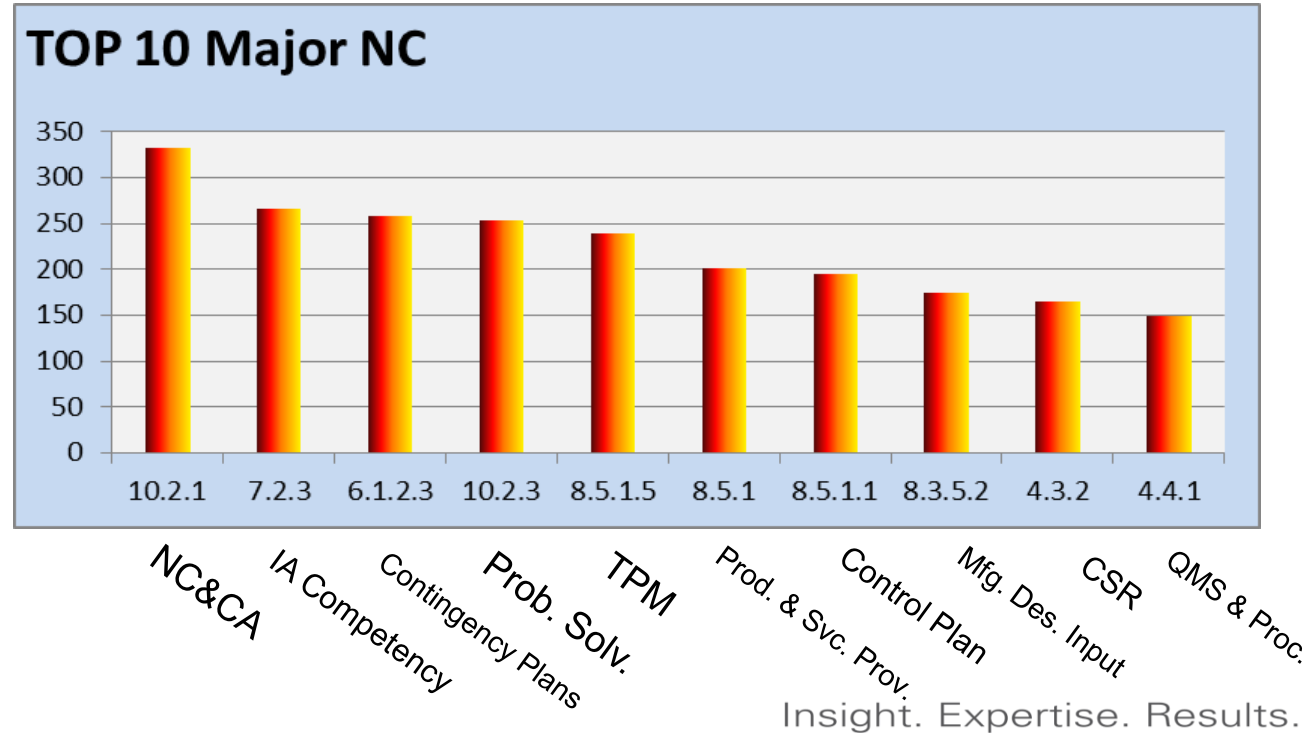
- Audits with 0 NC's are viewed as “concerns” rather than “good results”
- Audits with 0 NC's are not good for the supplier, the CB, or the customer
- 2017 results showed significantly fewer IATF 16949 Transition audits with 0 NC's compared to ISO/TS audits from prior years.

Top 10 Major NC's



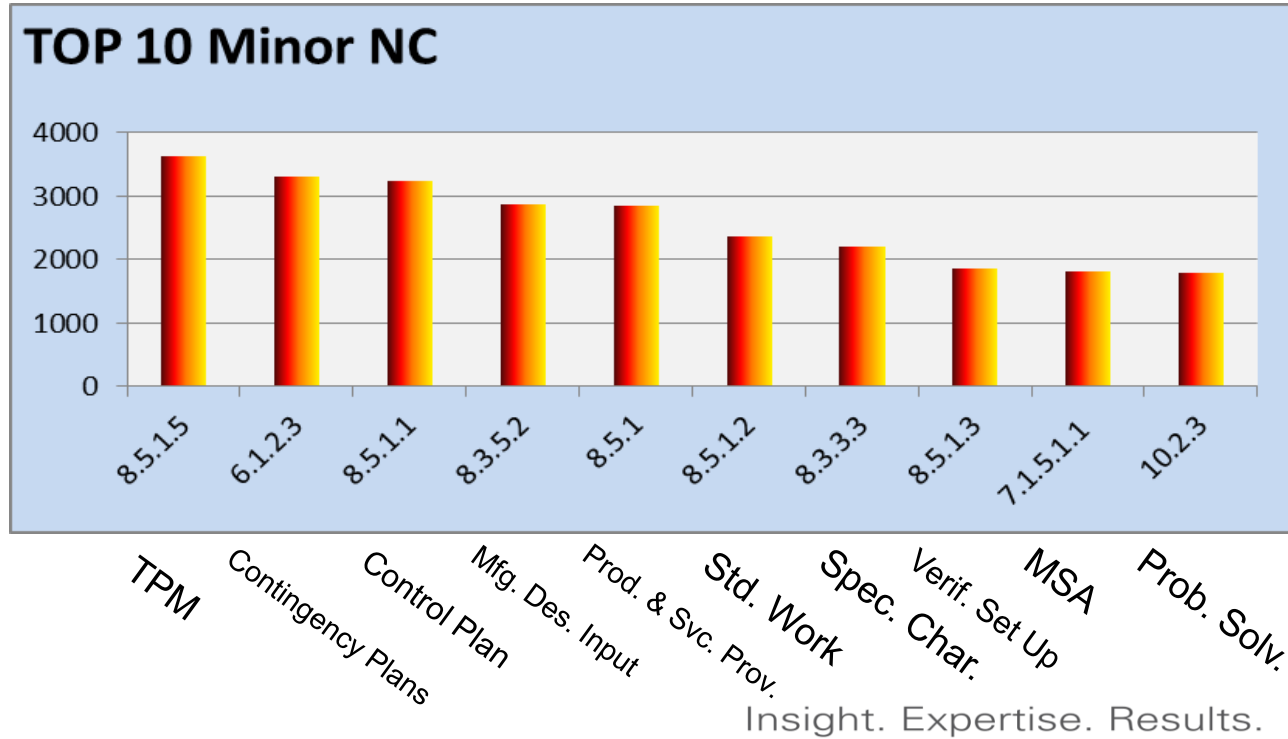
Pareto of CB Auditor Findings

IATF Clause	Major NC
10.2.1 ISO	331
7.2.3	266
6.1.2.3	258
10.2.3	252
8.5.1.5	238
8.5.1 ISO	200
8.5.1.1	194
8.3.5.2	173
4.3.2	164
4.4.1 ISO	149

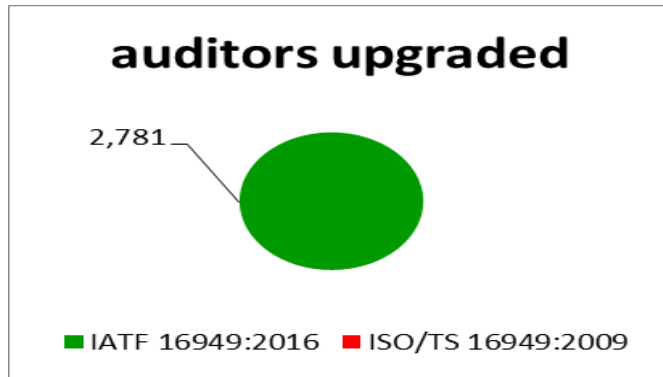


Pareto of CB Auditor Findings

IATF Clause	Minor NC
8.5.1.5	3618
6.1.2.3	3309
8.5.1.1	3244
8.3.5.2	2870
8.5.1 ISO	2858
8.5.1.2	2355
8.3.3.3	2193
8.5.1.3	1858
7.1.5.1.1	1822
10.2.3	1787



- Auditor Upgrades to IATF 16949
 - The IATF has taken multiple actions and modified Rules 5th to support identification/ onboarding/ and upgrade validation of additional CB auditors



Auditors upgraded to IATF 16949

	Auditors
IATF 16949:2016	2,781
ISO/TS 16949:2009	0