

## SELLER'S STANDARD TERMS AND CONDITIONS OF SALE

Seller's acceptance of Buyer's Order for Seller's products and services is expressly conditioned upon Buyer's assent to the below Terms and Conditions of Sale.

Buyer's acceptance of Seller's products is also deemed by the parties to be Buyer's assent to such terms.

### GENERAL

- 1 All terms and conditions of sale are as follows except as specifically noted on the face of the acknowledgment or quotation.

### DELIVERY, DELAYS AND PERFORMANCE

- 2 No liability shall result from delay in performance or non-performance of this order directly or indirectly caused by fire, explosion, accidents, flood, labor trouble or shortage, war, act of regulation of any government, inability to obtain suitable material, equipment, fuel, power or transportation or act of God; or arising from contingencies, happenings, or causes beyond the control of the parties affected. Quantities of product so affected by any such circumstances may be eliminated from this order without liability, but the remainder of this order shall otherwise remain unaffected.

### SHIPPING POINT

- 3 All sales are made EX WORKS (INCOTERMS 2010 "EXW") at Seller's factory and Seller's liability as to delivery and risk of loss ceases upon making delivery of the products purchased hereunder to carrier at such shipping point in good condition. The carrier shall be deemed to be acting as Buyer's agent.

### ASSIGNMENT

- 4 Buyer shall not assign its order or any interest therein or any rights thereunder without the prior written consent of Seller.

### TAXES

- 5 Buyer shall reimburse Seller for all taxes, excises or other charges which Seller may be required to pay to any domestic government (national, state or local) upon the sale, production or transportation of the products sold hereunder, and for international operations (export sales) additionally all taxes, licenses, duties, and governmental exactions by whatever name known which may be levied or assessed on or account of the products sold hereunder, or their documents.

### PAYMENTS

- 6 Each shipment shall be considered a separate and independent transaction. If performance by Seller or shipments are delayed by Buyer, payments shall nonetheless become due on the date when Seller notifies Buyer that it is prepared to make shipment and such payments shall be made based on the purchase price and the percentage of completion. Payments made with a credit card will include a processing fee in addition to the total invoice amount. Seller reserves the right to ship its orders and make collection by sight draft with bill of lading attached.

### PRICE

- 7 Prices do not include export or special packaging, compliance testing, or inspection charges.

### NON-WAIVER: CONFLICTING TERMS AND CONDITIONS

- 8 Any failure at any time of Buyer or Seller to enforce any provision hereof shall not constitute a waiver of such provision nor prejudice the right of Buyer or Seller to enforce such provisions at any subsequent time. Insofar as any terms and conditions of Buyer's order conflict with Seller's terms and conditions of sale contained herein, the latter shall govern, irrespective of whether Buyer accepts Seller's terms and conditions of sale by a written acknowledgment, by implication, or acceptance and payment of goods ordered hereunder, and terms and conditions proposed by Buyer that are inconsistent with those herein stated are waived by Buyer.

### CONFIDENTIALITY: PROPRIETARY RIGHTS

- 9 Any of Seller's data and its products furnished or acquired by Buyer providing proprietary information concerning Seller's trade secrets, such as may be contained in, but not limited to, any formula or device or compilation of information, including Seller's manufacturing methods or processes, treatment and chemical composition of materials and tooling shall be kept confidential by Buyer, and not disclosed to third parties, or be used by Buyer or any other party to replicate or copy Seller's products, without Seller's express written permission.

### PATENT DATA

- 10 Seller warrants that the use or sale of its products will not infringe the claims of any United States patent covering the products themselves but does not warrant against patent infringement by reason of the use of its products in combination with others or in the operation of any process.

All technical advice, specification data, recommendations and services are rendered by Seller free of charge and while based on data believed to be reliable, they are intended only for use by skilled persons at their own risk. Seller assumes no responsibility to Buyer for events resulting or damages incurred from improper use.

### DISPUTES AND COLLECTION

- 11 Should Seller initiate collection action against Buyer by reason of Buyer's failure to make payment in accordance with Seller's payment terms or other disputed contract interpretation then the prevailing party shall be paid all costs and all attorney's fees actually incurred in connection with such action or any appeal therefrom regardless of any otherwise applicable court schedule used in connection with the determination thereof.

### CHANGES

- 12 Where Buyer requests shipment of products prior to completion and acceptance of qualification testing, Buyer shall be completely responsible for any modification and/or change costs of such products. Further, Buyer shall also be responsible for any modification and/or change costs applicable to fabricated parts in Seller's possession until the date that Seller receives written notification of qualification test approval.

### APPLICABLE LAW

- 13 This order shall be governed by the laws of California, except as to any rules governing conflicts of law.

### CANCELLATIONS, STOPWORK ORDERS

- 14 Cancellations of this order will be accepted only with the specified written approval of Seller and shall be subject to cancellation charges which will include all expenditures made and committed for this order with a reasonable allowance for prorated overhead expenses, profit and cost for submitting and negotiation of Seller's termination claim.

### WARRANTY

- 15 (a) Seller warrants all products to be furnished under this order shall be free from defects due to faulty workmanship or material for the period of twelve (12) months from the date of shipment.  
(b) Seller neither expressly nor impliedly warrants against defects in design, workmanship and material of parts or materials supplied by others and utilized by Seller in such products. Seller

shall give to Buyer (insofar as it is assignable) the benefits of any express written warranties given to Seller by such manufacturer or other vendors. Seller shall have no obligation to process any warranty claim against such manufacturer and supplier for the benefit of Buyer.

- (c) Seller neither expressly nor impliedly warrants, nor makes any representation whatsoever, as to service life of such products since conditions of usage and experienced service life are neither within the control of nor knowledge of Seller.

- (d) This limited warranty shall apply only on the condition that:

(1) Buyer delivers written notice of its claim under this clause to Seller within such warranty period, but not later than fifteen (15) days after discovery of the defect which is the basis for its claim within said period;

(2) Buyer delivers such allegedly defective products to Seller at its plant, F.O.B. within thirty (30) days after such written notice;

(3) Seller determines (in its sole discretion) that such products are defective and have not been subject to accident, abuse or misuse, and have been operated and maintained in accordance with the manufacturer's recommendations and specifications; and

(4) The items have not been the subject of a product replication (i.e., reverse engineering) program, either formal or informal, sponsored or supported by the U.S. Government or any other entity.

- (e) The obligations and liabilities of Seller under this limited warranty are expressly limited to the replacement or the repair by Seller of products confirmed by Seller to be defective under subparagraph (d)(3) above, and shall not include any removal or reinstallation costs incident to such correction or replacement.

- (f) Buyer may effect warranty repairs of the defective products at its facility only with Seller's prior written approval. Seller will reimburse Buyer for such repair at labor rates and duration to be mutually agreed upon, but not exceeding Seller's own rates.

- (g) Seller will reimburse Buyer for agreed upon transportation costs to return such products which are confirmed by Seller to be defective under subparagraph (d)(3) above.

- (h) THE LIMITED WARRANTIES PROVIDED IN THIS ARTICLE 15, AND THE OBLIGATIONS AND LIABILITIES OF SUPPLIER HEREUNDER, AND THE RIGHTS AND REMEDIES OF BUYER HEREUNDER ARE EXCLUSIVE AND IN SUBSTITUTION FOR, AND SELLER HEREBY DISCLAIMS, AND BUYER HEREBY WAIVES, ALL WARRANTIES AND LIABILITIES OF SELLER AND ALL CLAIMS AND REMEDIES OF BUYER, EXPRESS OR IMPLIED, ARISING BY LAW OR OTHERWISE, WITH RESPECT TO ANY DEFECT IN ANY PRODUCT, INCLUDING, WITHOUT LIMITATION, ANY (A) IMPLIED WARRANTY OF MERCHANTABILITY OR FITNESS FOR USE OR FOR A PARTICULAR PURPOSE, (B) ANY IMPLIED WARRANTY ARISING FROM COURSE OF DEALING OR PERFORMANCE OR USAGE OF TRADE, (C) RECOVERY BASED UPON TORT, WHETHER OR NOT ARISING FROM SELLER'S NEGLIGENCE, AND (D) ANY RECOVERY BASED UPON DAMAGED PROPERTY, OR OTHERWISE BASED UPON LOSS OF USE OR PROFIT OR OTHER INCIDENTAL OR CONSEQUENTIAL DAMAGES. THIS WARRANTY SHALL NOT BE EXTENDED, ALTERED OR VARIED EXCEPT BY A WRITTEN INSTRUMENT SIGNED BY SELLER AND BUYER. IN THE EVENT THAT ANY PROVISION HEREOF SHOULD FOR ANY REASON BE HELD INEFFECTIVE, THE REMAINDER OF THIS WARRANTY SHALL REMAIN IN FULL FORCE AND EFFECT.

### EXTENT OF SELLER'S LIABILITY

- 16 Seller will not have any liability for liquidated damages, or for collateral, indirect, incidental, consequential or special damages, including loss of profits or loss of use. The aggregate total liability of any damages under this order shall in no event exceed its contract price of the product giving rise to the claim (or claims) of liability, whether resulting from delays in delivery or performance, breach of warranty, claims of negligent manufacturing, patent or copyright infringement, or otherwise. No claim or action, regardless of form, may be brought by Buyer more than one (1) year following the date of shipment of the product giving rise to such claim or action (or the date of this order, if such claim or action does not relate to a shipped product). Buyer agrees to indemnify and hold harmless Seller from all claims by third parties which extend beyond the foregoing limitations of Seller's liability.

### U.S. EXPORT AND IMPORT COMPLIANCE

- 17 Buyer and Seller (hereafter also known collectively as "Parties") shall comply with the laws and regulations of the United States of America (USA) relating to exports and foreign transactions, including, but not limited to, the International Traffic Arms Regulations (ITAR) (22 C.F.R. Parts 120-130), the Arms Export Control Act (22 U.S.C. 2778), the Export Administration Regulation (EAR)(15 C.F.R. Parts 730-774) and the Export Administration Act of 1979, as amended (50 U.S.C. 2401 et seq.). In particular, the Parties shall not disclose any technical data, nor deliver, export, re-export or re-transfer any product out of the USA, or to foreign persons or entities within or outside the USA, without the proper written authorization and/or license, or re-export/re-transfer license from the U.S. Government. Buyer hereby indemnifies and agrees to hold Seller harmless from any costs, damages, penalties, attorney's fees and similar expenses of Seller due to Buyer's breach (or threatened breach) of such obligation. The Parties shall reasonably cooperate with each other in obtaining all required export and import licenses, approvals and/or notifications pursuant to such U.S. laws.

### CAUTIONS ASSUMED BY BUYER/USER

IF THIS PRODUCT IS USED TO PROTECT EQUIPMENT OR PERSONNEL FROM UNSAFE PRESSURE OR TO GUARD AGAINST THE HAZARDOUS RELEASE OF CONTAINED SUBSTANCES, IT MUST BE INSTALLED AND OPERATED IN ACCORDANCE WITH APPLICABLE CODES, REGULATIONS AND STANDARDS. THIS PRODUCT MUST BE USED IN CONJUNCTION WITH SYSTEM DESIGN(S) OR PROCEDURE(S) NECESSARY TO MITIGATE ANY HAZARD RESULTING FROM ITS FAILURE. CONFORM TO INSTALLATION INSTRUCTIONS ACCOMPANYING THIS PRODUCT. INDIVIDUALS WHO IGNORE THIS WARNING MAY SUFFER SERIOUS OR FATAL INJURY AND DO SO AT THEIR OWN RISK. SELLER IS NOT LIABLE FOR ANY MISUSE, ABUSE, SUITABILITY OR ADEQUACY OF USER'S APPLICATION OF THE PRODUCT. SERVICE BY QUALIFIED PERSONNEL ONLY.

### MAY CAUSE SERIOUS INJURY OR DEATH

- HAZARDOUS VOLTAGE • Disconnect main power before wiring or servicing  
HAZARDOUS PRESSURES • Do not exceed proof pressure or physically deform unit  
HAZARDOUS USAGE • Application must avoid hazards resulting from product failure

### FOLLOW APPLICABLE CODES, WARNING AND CATALOG

