

Standard Terms & Conditions

GOODS SOLD BY SELLER ARE EXPRESSLY SUBJECT TO AND CONDITIONED UPON APPLICATION OF THE TERMS AND CONDITIONS SET FORTH BELOW.

- 1. General.** The terms and conditions set forth herein constitute the entire agreement between the parties with respect to the subject matter hereof and supersede any prior representations or agreements, oral or written, and all other communications between the parties relating to the subject matter hereof. All sales by CAMTECH CORPORATION (“Seller”) are expressly conditioned under these terms and conditions (the “Terms”). These Terms may in some instances differ with those affixed to Buyer’s purchase order or other documents. If so, any additional terms or terms conflicting with the terms of this Agreement will not apply and are expressly rejected unless specifically set forth in a separate written agreement between the parties. Acceptance of Buyer’s order is expressly conditioned upon Buyer’s acceptance of or assent to these Terms, which shall be established by a written acknowledgment, by implication, or by acceptance or payment for products ordered hereunder. Seller’s failure to object to provisions contained in any communication from Buyer shall not be deemed a waiver of these Terms. Any changes in these Terms must specifically be agreed to in writing and signed by an officer of Seller before becoming binding. Receipt by Buyer of any products sold hereunder shall be conclusively deemed acceptance of these Terms.
- 2. Shipment.** All shipments are made F.O.B. Buyer’s shipping point unless specified. Seller selects the carrier. Title to products and risk of loss pass to Buyer upon delivery of the products by Seller to the Buyer’s shipping point. Seller agrees to purchase any and all insurance it deems necessary to indemnify it against any loss in shipping.
- 3. Delivery.** Seller shall not be responsible for loss, damage, delay or failure with respect to the products if due to or arising from shortage of raw materials, fires, labor troubles of any kind, accidents, breakdown of machinery, government acts of any kind, failure of manufacturers, subcontractors or suppliers to deliver materials or supplies or to provide services as agreed or contemplated by past dealings, transportation difficulties of any kind, acts of God, acts of Buyer or anything reasonably beyond Seller’s control, whether or not presently occurring or contemplated by either party. Should Buyer elect to cancel any purchase order due to failure to meet delivery schedules, whether or not the failure was caused by Seller, Seller shall not be liable for any damages or expenses incurred by Buyer in procuring the product from a different supplier. Seller shall not be liable for damages; general, consequential or otherwise, or for failure to give notice of any delay until it shall have such additional time within which to deliver the products as may be reasonably necessary under the circumstances, at which time Seller shall have the right to apportion its inventory among its customers in such a manner as it considers acceptable. Seller shall also have the right to deliver the products in installments.
- 4. Seller’s Limited Warranty:** Seller is a supplier of precision machined parts intended to be incorporated into sub-assemblies and/or end products by the Buyer. All products sold to Buyer are manufactured to the Buyer’s engineering design specifications, and Seller

has no control over the actual use of the product by the Buyer or by its customers. Therefore, Seller's product warranty is limited in that Seller only warrants that the product manufactured by Seller shall conform to the detailed manufacturing specifications provided by the Buyer, i.e., that the products are "built to print." To the extent that the Buyer has specified the raw materials to be used in the manufacture of the products, Seller warrants that the raw material specified by the Buyer for the manufacture of the products has been obtained from a qualified vendor and that the vendor has confirmed that the raw materials meet the Buyer's required specification. **Seller makes no additional warranty that the raw materials actually conform to the Buyer's specifications.** Buyer may, at its option, perform product conformance inspection and/or verification at Seller's facility, upon reasonable advance notice to Seller.

Seller's Limited Warranty shall expire upon delivery and written acknowledgement of acceptance by the Buyer, or in the absence of any written acknowledgement of acceptance by the Buyer, 10 days after delivery.

- 5. Exclusion of Additional Warranties.** This "Exclusion of Additional Warranties" section sets forth the exclusive remedies for claims based on any defect, failure, malfunction, or any other performance or non-performance of any product, whether the claim is in contract, indemnity, warranty, tort (including negligence), strict liability or otherwise, and however instituted. Upon expiration of the applicable limited warranty period, any liability of Seller in connection with such exclusive remedies shall terminate, and Buyer shall have 30 days after the warranty period to give written notice of any defects, failures, malfunctions, or other performance or non-performance issue that appeared during the warranty period. The foregoing limited warranty is exclusive and in lieu of all other warranties, whether written, oral, implied or statutory. **THERE ARE NO WARRANTIES, EXPRESS OR IMPLIED, OR BY MERCHANTABILITY, OR FITNESS FOR A PARTICULAR PURPOSE OR OTHERWISE, WHICH EXTEND BEYOND THE DESCRIPTION ON THE FACE HEREOF.**
- 6. Limitation of Liability.** Seller's liability to Buyer on any claim of any kind, whether as a result of breach of contract, warranty, indemnity, tort (including negligence), strict liability or otherwise, for any loss or damage arising out of, connected with, or resulting from the transaction, or from Seller's performance or breach thereof, or from the design, manufacture, sale, resale, installation, repair, operation or use of any products furnished herein, shall in no event exceed the price paid by Buyer for the products which give rise to the claim, which amount shall be fixed as liquidated damages and not as a penalty, and shall be the complete and exclusive remedy against the Seller. Any such liability shall terminate upon the expiration of the applicable warranty period. **IN NO EVENT, WHETHER AS A RESULT OF BREACH OF CONTRACT, WARRANTY, INDEMNITY, TORT (INCLUDING NEGLIGENCE AND STRICT LIABILITY) OR OTHERWISE, SHALL SELLER OR ITS SUPPLIERS OR VENDORS BE LIABLE FOR ANY SPECIAL, CONSEQUENTIAL, INCIDENTAL OR PUNITIVE DAMAGES, INCLUDING BUT NOT LIMITED TO, LOSS OF PROFIT OR REVENUES, LOSS OF USE OF THE PRODUCTS OR ANY**

ASSOCIATED EQUIPMENT, DAMAGE TO ASSOCIATED EQUIPMENT, COST OF CAPITAL, COST OF SUBSTITUTE PRODUCTS, FACILITIES OR SERVICES, DOWN TIME COSTS, OR CLAIMS OF BUYER'S CUSTOMER FOR SUCH DAMAGE, EVEN IF THE LOSS OR DAMAGE IS CAUSED BY ITS OWN NEGLIGENCE OR FAULT.

- 7. Limitation on Liability to Buyer's Customers.** By accepting the products, Buyer agrees to limit liability to its customers to the fullest extent permitted by law. Buyer assumes all liability for, and agrees to indemnify and hold Seller harmless against and defend Seller from, any and all suits, claims, demands, causes of action and judgments relating to damages, whether for personal injury or to personal property, suffered by any person, firm, corporation or business association, including but not limited to, Buyer's customers and/or users of the products because of any failure for which the products were designed or any other failure of the products.
- 8. Patents.** Seller assumes no liability whatsoever to Buyer for patent infringement.
- 9. Taxes, etc.** Prices do not include any municipal, provincial, state or federal sales, use, excise, value added or similar taxes. Consequently in addition to prices specified, the amount of any present or future taxes, duties and/or tariffs that may be imposed shall be paid by Buyer, or in lieu thereof Buyer will provide Seller with a tax exemption certificate acceptable to the taxing authorities. International sales are subject to applicable transportation and import duties, licenses, and fees, or as agreed to by the purchase order.
- 10. Purchases on Credit.** With respect to purchases by Buyer on credit, Seller reserves the right at any time to revoke any credit extended to Buyer because of Buyer's failure to pay for any products when due or for any other reason deemed good and sufficient by Seller and in such event all subsequent shipments shall be paid for on delivery. If this invoice is not paid when due, Buyer agrees to pay all costs of the collection including agency and attorney's fees, whether incurred in or out of court, on appeal, in arbitration, in Bankruptcy court, or in any insolvency proceedings.
- 11. Interest on Past Due Accounts.** Interest at the maximum legal rate of 10% per annum, or the maximum amount permitted to be charged by law, whichever is less, will be charged on overdue accounts and on any judgments obtained. Upon the failure to pay this invoice in full, the due date of any other open invoices to Buyer shall be automatically accelerated, and they shall become immediately due and payable and bear interest at the Rate as of the date of acceleration.
- 12. Security Interest.** Buyer hereby grants to Seller, and Seller reserves, a purchase money security interest in each product sold by Seller to Buyer in the amount of its purchase price. Any such security interest shall be satisfied by payment in full of the invoiced amount. Buyer agrees to execute any and all such documents, including financing statements, as may be necessary for Seller to perfect such security interest. Notwithstanding the foregoing, a copy of the Agreement may be filed on behalf of Seller

with the appropriate authorities at any time after signature by Buyer as and for a financing statement.

- 13. Waiver.** No waiver by Seller of any of these Terms shall be deemed to constitute a waiver of any other Terms or a waiver of the same or any other provision with regard to portions of this transaction or future transactions. No waiver by course of conduct or custom usage can occur.
- 14. Error.** Stenographic and clerical errors and omissions in the invoice are subject to correction.
- 15. Assignment.** Neither party will assign any rights or obligation under this Agreement without the advance written consent of the other Party, which consent will not be unreasonably withheld. Either Party may assign this Agreement in connection with the sale or transfer of all or substantially all of the assets of the business to which it pertains. Any attempt to assign or delegate in violation of this clause will be void.
- 16. Export Laws.** Buyer agrees to comply with all applicable export laws, assurances, codes and license requirements, and controls of the United States and other applicable jurisdictions in connection with the use and resale of Products including Buyer's acceptance of responsibility for the payment of any relevant taxes or duties, etc.
- 17. Applicable Law and Jurisdiction.** The laws of the State of California, without reference to its choice of law principles, govern this Agreement and any claims arising out of or relating to this Agreement, its negotiation, execution, performance, or breach. All disputes and controversies arising out of or relating to this Agreement, its negotiation, execution, performance, or breach must be resolved in the state and federal courts in Orange County in the State of California, and each party irrevocably consents to the exclusive venue and personal jurisdiction of those courts for the resolution of such disputes and waives all objections thereto.