

1. **CONTRACT:** Unless otherwise mutually agreed to in an executed written agreement, the terms and conditions stated herein shall govern and constitute the entire contract for the purchase of products and/or services (collectively "Products") between the seller of the Product's ("Seller") and DAC International Inc. ("DAC" or "Buyer"). DAC and the Seller may be referred to herein as a "party" or collectively as the "parties." Except as expressly set forth herein, Seller's other commercial terms shall have no force and effect. Seller's commencement of any work on the Products subject to this purchase or repair order ("Order", "PO", "RO"), including without limitation, Seller and/or its agents or licensors shipment of materials, performances of services, or acceptance of this Order, shall be deemed to be Seller's acceptance of the terms and conditions. These terms shall apply for all Products irrespective of whether they are specifically referenced in any invoice, or any other document provided by a party, or whether Seller has acknowledged this order. Unless agreed to in writing by Buyer, any additional or inconsistent terms or conditions in Seller's acknowledgement are not binding on Buyer. The terms and conditions of this order may be accepted by Seller only on the exact terms and conditions set forth herein. No modification, termination or attempted waiver or release claimed by either party shall be valid unless in writing signed by the other party. DAC reserves right-of entry access to Seller's plant. Additionally, such access must be extended to regulatory agencies and Buyer's customer(s).
2. **INSPECTION:** Buyer, Buyer's customer(s) and/or any applicable regulatory authorities shall have the right, at Buyer's option, to inspect the Product and any materials included in the Product packaging at Seller's plant or at Buyer's designated ship-to location. Buyer may reject Products or any materials included with them which do not conform to Buyer's specifications or, if no specifications are specified, that do not conform to industry standard design specifications for the Products. All costs incurred and damages sustained by Buyer as a result of such rejections shall be the responsibility of the Seller and Buyer may return such materials at Seller's sole cost and expense. Materials are subject to Buyer's inspection and acceptance notwithstanding any prior payment by Buyer.
3. **WARRANTY:** All materials sold shall conform to the description set forth herein and shall be merchantable and fit for the particular purpose or use for which the materials are required by Buyer or its customer. Seller warrants that the Products furnished and/or installed by it are new and not used or reconditioned and free from defects in materials or workmanship for a period of the greater of (i) one year from the date of delivery or completion of installation, whichever is later, or (ii) the minimum warranty period required by law in the territory that an applicable Buyer customer for the Product is located. Repairs or replacements of any defective materials shall be made by Seller without cost to Buyer at any time within the warranty period. Upon the Seller's failure to address Buyer's warranty claims, the Buyer may do so at Seller's expense provided no less than five- (5) days prior written notice is given to the Seller.
4. **INDEMNIFICATION:** Seller shall indemnify and hold harmless Buyer, its employees, officers, agents, and customer(s) (collectively the "Buyer Indemnitees") against any and all losses, liabilities, damages, fines, penalties and expenses, including reasonable attorneys' fees, arising in any way out of the purchase of the Products by Buyer or the use thereof by Buyer or its customer, including, without limitation, a claim, action or proceeding for (i) injury to or death of any person or damage to any property, (ii) a breach of any warranty or other provision of this order and (iii) a violation or alleged violation of any federal, state, or local laws or regulations resulting from the existence of any pollutant contaminant chemical or toxic or hazardous substance or waste in the materials. Seller shall maintain primary product liability insurance with such limits as shall be reasonably satisfactory to Buyer.
5. **EXCUSABLE DELAYS:** Neither party shall be liable for any delay or failure of performance due solely to strikes, fires or other causes beyond its control (including a failure or delay of any purchaser of material from Buyer due to any of the above contingencies) provided that the party subject to such delay gives notice to the other party of any such cause for delay and anticipated delayed delivery date. Seller shall not discriminate against Buyer or in favor of any other customer(s) in making deliveries of the Products and any materials included in the Product packaging. Seller shall use its best efforts to make deliveries as expeditiously as possible taking into account the cause of the delay. If Buyer believes that the delay or anticipated delay in Seller's deliveries may impair its ability to meet its production schedules or delivery schedule to its customers, Buyer may at its option, and without liability to Seller, cancel outstanding deliveries wholly or in part.
6. **TITLE:** Title to, and risk of loss of, materials purchased under this order shall rest upon Seller until such materials are delivered at the F.O.B. ship-to point specified in the order (Incoterms, 2010), or, if no point is given, then to the Buyer's warehouse at 201 Lindbergh Avenue, Livermore, CA, 94551 USA. Notwithstanding the foregoing, if Buyer has made an advanced payment for the Products (including any materials thereof) then title to such Products shall pass to Buyer upon Seller's receipt of payment. Notwithstanding the foregoing sentences, all Products are subject to Buyer's subsequent inspection, and acceptance.
7. **INFRINGEMENT:** If a claim is made or an action is brought or threatened for infringement on any patent, trademark, trade name, logo, or copyright or for the unauthorized use of any trade secret or any litigation arising out of the sale or use of the Products furnished pursuant to this order, in whole or in part, Seller shall indemnify, defend, and hold harmless the Buyer Indemnitees against any and all losses, damages, liabilities and expenses, including reasonable attorneys' fees in connection with such claim(s) or action(s). In addition to the foregoing indemnification remedy to the extent Buyer and/or its customer(s) or end users are restricted from being able to use the Product as set forth in this Order, Seller shall, at its option and expense, either procure for Buyer, its customers and end users the right to continue to use the Products, replace the Product with a non-infringing Product, or modify the Product to make its use non-infringing while performing the same function without any degradation of performance. If within ninety (90) days after such a claim has been made, Seller has not procured such right, replaced the Product, or modified the Product so that it does not infringe, Seller shall accept a return of the Products from Buyer, the replacement and shipment at the Seller's sole cost and expense, and shall refund to Buyer the full amount of the price paid by Buyer for said returned Products.
8. **LABOR INDEMNIFICATION AND INSURANCE:** If this order covers the performance of labor on Buyer's premises, Seller agrees to indemnify and hold harmless the Buyer Indemnitees against any and all losses, liabilities, damages, fines, penalties and expenses, including reasonable attorneys' fees in any way out of Seller's, its agents, and/or licensors' performance of this order, including, without limitation, a claim, action or proceeding for (i) damage to any property or injury to or death of any person, and (ii) violation or alleged violation of any federal, state or local law or regulation. Seller also agrees to furnish Buyer with a certificate from Seller's insurance carrier evidencing worker's compensation and primary comprehensive public liability, property damage and contractual liability insurance with such limits as shall be reasonable satisfactory to Buyer and including Buyer as an additional insured.
9. **FABRICATION:** Fabricating and processing of parts and/or assemblies is to be governed by the shipping schedule as noted on the order. Seller is authorized to fabricate and assemble only such part of this order and in the quantities as is necessary to meet Buyer's shipping schedules. Buyer assumes no liability for fabrication in excess of the amounts needed for Seller to fulfill the Product under this order unless prior approval has been obtained in writing.
10. **TAXES AND PRICING:** Unless otherwise provided herein, prices shown on this order are deemed to include all taxes, or other charges not expressly imposed by law on the Buyer of the materials ordered hereunder. The prices for the Products are the prices accepted on this order, unless Seller has advised Buyer of a lower price for such Products, in which cases, Seller shall invoice Buyer based on such lower prices.
11. **COMPLIANCE WITH LAW:** In the performance of this order Seller shall comply with all applicable federal, state and local laws, rules and regulations. Seller certifies to Buyer that the materials purchased by Buyer were produced in compliance with all applicable requirements of the Fair Labor Standards Act of 1938, as amended, and the regulations. The Equal employment Opportunity clause prescribed by executive Order No. 11246 of September 24, 1965, as amended, is incorporated herein, unless this transaction is exempt under applicable regulations.
12. **BUYER'S PROPERTY:** All equipment or materials furnished to Seller by Buyer, and all designs, drawings, blueprints, jigs, fixtures, printing plates, dies, tools, patterns or other special equipment, charged by Seller to Buyer ("Buyer's Property") shall (i) be the property of the Buyer, (ii) be used by Seller at its own risk, (iii) not be used by Seller in production of materials for any third party without the written consent of

Buyer, and (iv) be delivered by Buyer at its written request upon completion or termination of this order. Seller shall be responsible for all loss of damage to Buyer's Property while in Seller or its agent's care, custody and/or control. Buyer makes no warranties of any nature with respect to any such property it may furnish to Seller, and retains all title to such property, unless Buyer has agreed in writing otherwise. Buyer shall have the option during Seller's normal business hours to pick up or have its agents pick up any applicable Buyer Property. Seller shall indemnify the Buyer Indemnitees for its costs to remove any liens, claims, security interest, and other encumbrances attached by Seller and/or its creditors on any Buyer's Property."

13. **SET-OFF:** Any monies due to Buyer from the Seller hereunder or otherwise may be applied by Buyer to any payment it owes the Seller.
14. **ASSIGNMENT:** No assignment of this order or of any monies due or to become due here under shall be made without prior written consent of Buyer.
15. **TERMINATION FOR CAUSE:** Buyer may cancel this order upon written notice to Seller by mail directed to the Seller's address set forth on the face of this order, or by e-mail to Seller's designated purchase order contact, if the materials are not shipped within the time specified on the face of the Order, or do not conform with the description and warranties set forth herein, or if Seller files a voluntary petition under any federal or state bankruptcy or insolvency act, or becomes insolvent or is adjudicated bankrupt.
16. **TERMINATION FOR CONVENIENCE:** Buyer may terminate this order for its own convenience, in whole or in part, at any time during the term of this order by giving written notice of termination to the Seller by regular mail directed to the address set forth on the face of this order. In the event of such termination, Seller immediately shall stop all worked and cause all of its suppliers and subcontractors to cease work. Buyer will pay Seller for finished work accepted by Buyer and, for orders released by Buyer under any blanket purchase orders, for the documented labor and material cost to Seller of work in process and raw materials allocable to the terminated work, less salvage value. IN NO EVENT SHALL THE BUYER BE LIABLE FOR LOSS OF PROFIT, ANY PUNITIVE, INDIRECT, CONSEQUENTIAL, EXEMPLARY, OR SPECIAL DAMAGES, UNLESS BUYER HAS EXPRESSLY AGREED IN WRITING TO PAY SUCH COSTS. For avoidance of doubt, the term of this order shall last until conforming shipment(s) of all Products included in this Order that are not cancelled by the Buyer have been delivered to Buyer and Buyer has paid Seller for such Products. The indemnification, Product quality, and warranty terms set forth herein shall survive the term of this order.
17. **APPLICABLE LAWS:** This contract and the respective rights and obligations of the parties shall be governed by and construed according to the laws of Texas, USA. The United Nations Convention on Contracts for the International Sale of Goods shall not apply to this order or any transactions made pursuant to it. By acceptance of this order, Seller agrees to submit to the exclusive jurisdiction of the federal and state courts located in Austin, Texas, USA to hear and decide any suits, actions, or proceedings and/or to settle disputes, which may arise out of or in connection with this order. Both parties agree that any written notices to be sent to the other party under this order can be sent to the other parties' principal address set forth on the face of the accepted Order or by email to the Seller's designated purchase order contact, unless a party has advised the other in writing of any alternate notice mailing or email address(es). All communications and notices to be made or given pursuant to this order shall be made in the English language only. The parties hereto irrevocably waive any objection that service of process must conform to the Hague Convention on Service of Process Abroad or other applicable law or treaty regarding service of process, in favor of the procedure for service of process set forth herein.
18. **HAZARDOUS MATERIAL:** Seller shall provide Buyer with a "Material Safety Data Sheet" on all Product and any materials of a hazardous nature with each initial order of a Product.
19. **QUALITY MANAGEMENT SYSTEM:** The Seller must maintain a Quality Management System, processes, and documentation that conforms to the applicable quality requirements and has been approved by DAC International (the Buyer)
 - 19.1. **Audit:** Upon providing the appropriate notification, DAC reserves the right to review the Seller's processes and records associated with this Order at all Seller facilities. This audit right extends to our customers, applicable

regulatory agencies, and any sub-tier suppliers used in the fulfillment of this order.

- 19.2. **Quality Records:** Conformance records showing that the items listed above meet the required specifications are required on request. Seller must maintain conformance and traceability records regarding the product or service provided in regards to this Order. Record retention period of all quality records and documentation is the later of (i) 7 years or (ii) the time period specified in any Orders.
- 19.3. **Reporting:** Any differences between what is listed above and what the Seller provides must be clearly identified, communicated, and approved prior to shipping.
- 19.4. **Non-Conformance:** Detection of a non-conforming Product regarding any order (currently in work or previously shipped) must be promptly communicated to our quality department for risk assessment. It is the responsibility of the Seller to ensure that any and all material or special processes purchased by DAC are in accordance with all necessary specifications of the most current revision.
- 19.5. **Subcontracting:** If any part of this Order is outsourced or subcontracted by the Seller to any of its suppliers or vendors, all applicable requirements and specifications must be communicated (including all applicable key characteristics) to each sub-tier used by the Seller.
- 19.6. **Calibration Services:** If providing calibration services, all certificates must identify standards used and must be traceable to NIST (National Institute of Standards Technology).
- 19.7. **Product Change Notification:** Sellers are to notify DAC of changes in products and/or process definitions. Any Product modification that impact the Product's form, fit, and function (each a "Material Modification") must be pre-approved by DAC.
- 19.8. **Parts Control Plan:** Seller shall have an effective counterfeit, suspected unapproved, or unapproved Parts Control Plan, and should comply with applicable counterfeit, suspected unapproved, or unapproved part prevention requires of the Order.
- 19.9. **Quality Standards:** Seller shall be responsible for ensuring that its applicable personnel are aware of:
 - Their contribution to product or service conformity;
 - Their contribution to product safety; and
 - The importance of ethical behavior.
- 19.10. **End of Life:** Seller are to notify DAC of changes or updates regarding part obsolescence. On request, the Seller shall provide written documentation of obsolescence with alternate solution if available.