



CORPORATE ADDRESS
 12831 SOUTH FIGUEROA STREET
 LOS ANGELES, CA 90061-1157
 USA
 310.516.1692 (TEL)
 310.516.1693 (FAX)
 WWW.DCXCHOL.COM

PRODUCT WARRANTY

1. Design responsibility remains with the customer, and costs are incurred by the Seller. Any cost impact as a result of design problems shall be billable to the Buyer at the then-prevailing Seller's rates at the time of occurrence.
2. Seller utilizes a highly automated manufacturing process that requires components to be taped and reeled. Pricing, as stated, does not include the cost of full reels amortized. Seller desires a long-term business relationship; however, should the customer elect not to procure additional units, which would utilize this inventory, the remaining material will be packaged, shipped, and invoiced at the end of the contract, at Seller's cost, which will include reasonable mark up for handling and shipping.
3. Changes in the scope of work quoted may result in price adjustment to be negotiated at the time of change, and (or) on Government Contracts, Request for Equitable Adjustment may occur as applicable in DFARS 252.243-7002.
4. Buyer agrees to be responsible for all raw material inventory purchased on their behalf for this quote. Any excess material, whether due to cancellation, engineering changes, or other actions by the customer that eliminated the demand for material, is also the Buyer's responsibility. Buyer agrees to issue a P.O. to Seller and acknowledges their responsibility to pay for all excess material within 30 days of the excess being created.
5. These prices are based upon manufacturing all assemblies to IPC 620 Class II or III standards as required by design or purchase contract.
6. Interruptions or delay(s) in production flow due to customer action may result in additional cost, which Buyer shall bear.
7. Seller and Buyer must agree on changes in schedule time and (or) quantity before accepting a change notice from the customer. If an agreement cannot be reached, the contract will be deemed terminated, and the provisions in points 4 and 8 will be followed.
8. If, for any reason, an order is canceled, Seller shall be paid for all costs incurred, including labor and materials, before the date notice of cancellation is received, as well as reasonable burden and profit.
9. Buyer shall provide soft copy documentation for the manufacture of the product. The soft copy documentation shall encompass a bill of material, top assembly drawings, subassembly drawings, piece part/component drawings, mechanical/dimensional, schematics, and specifications.
10. Product acceptance by Buyer shall be complete at source inspection at Seller's manufacturing facility or

ELECSYS	MASTERITE	SCB	SMI	TELETRONIC
DIVISION	DIVISION	DIVISION	DIVISION	DIVISION
225 ENTERPRISE DR.	12831 S. FIGUEROA ST.	12821 S. FIGUEROA ST.	205 ENTERPRISE DR.	12831 S. FIGUEROA ST.
PEKIN, IL 61554	LOS ANGELES, CA 90061	LOS ANGELES, CA 90061	PEKIN, IL 61554	LOS ANGELES, CA 90061



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Buyer's incoming material inspection. Product that has been incorporated in the customer's production flow or altered in any way, including damage by Buyer's handling, shall not be rejectable to Seller by Buyer. Repair services for such products may be provided by Seller to Buyer on a negotiated cost basis.

11. Warranty: Except for materials supplied by or purchased from Buyer hereunder as CFM, the Seller warrants that for a period of twelve (12) months from the date of delivery to the Buyer, each Product shall be free from defects in workmanship and materials and shall conform to the Product Specifications supplied by Buyer. During such warranty period, the Seller shall, at its sole discretion and its expense, repair or replace a defective Product.
12. **Limitation of Warranty: EXCEPT AS EXPRESSLY STATED IN # 11 ABOVE, SELLER HEREBY DISCLAIMS ANY EXPRESS OR IMPLIED WARRANTIES, INCLUDING, BUT NOT LIMITED TO, ANY IMPLIED WARRANTY OF MERCHANTABILITY OR FITNESS FOR ANY PARTICULAR PURPOSE. SELLER SHALL NOT BE RESPONSIBLE FOR ANY DEFECT CAUSED BY PRODUCT MISUSE.** Seller's entire obligation under this warranty is exclusive to Buyer and shall be limited to repair or replacement of any parts or Product which prove to be defective within the warranty period. Buyer shall be entitled to a remedy hereunder only if it notifies Seller, in writing, of the alleged breach of warranty within a reasonable period, not to exceed twenty (20) days, after Buyer discovers the defect in workmanship or materials, but in no event after the expiration of the warranty period provided herein.
13. This quote does not include shipping charges, duties, or taxes for any material that is sourced specifically outside the USA. These charges will be billed as a monthly lot charge as the material is shipped from the suppliers specified by the Buyer for its requirements.
14. The cost of protective packaging material has been included in this quotation. Seller is open to discussing alternate methods of packaging.
15. Acceptance of a purchase order is subject to credit approval by Seller's Corporate Financial Officer. Late payment will be subject to an additional monthly charge of 1-1/2%.

We appreciate this opportunity to be of service and look forward to a long relationship.

Our goal is simple: to be the best contract manufacturer that has ever worked with your company.

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