

HUMANETICS INNOVATIVE SOLUTIONS, INC.

Terms and Conditions of Purchase

1. AGREEMENT These Terms and Conditions of Purchase ("**Terms and Conditions**"), together with any additional terms or conditions contained in the purchase order, blanket contract or other document to which these Terms and Conditions are attached or otherwise have been incorporated by reference, and any other documents attached to or incorporated therein by reference, including any country addenda (collectively, this "**Purchase Order**"), constitutes an offer by Humanetics Innovative Solutions, Inc. ("**Humanetics**") or one of its affiliates, subsidiaries, or divisions identified in the Purchase Order and from whom this Purchase Order was issued ("**Buyer**") to the party to whom this Purchase Order is addressed and that party's affiliates, parents, subsidiaries and divisions (collectively, "**Seller**") to enter into a contract for the production, purchase, sale and delivery of the goods and/or services described in this Purchase Order (collectively, the "**Goods**"). THIS PURCHASE ORDER EXPRESSLY LIMITS ACCEPTANCE TO THE TERMS OF THIS PURCHASE ORDER; ANY ADDITIONAL OR DIFFERENT TERMS, WHETHER CONTAINED IN SELLER'S FORMS OR OTHERWISE PRESENTED BY SELLER AT ANY TIME, ARE REJECTED UNLESS EXPRESSLY AGREED TO IN WRITING BY BUYER. This Purchase Order will be accepted by Seller upon the first to occur of: (i) written acceptance (whether by electronic means or otherwise), (ii) commencement of work on Goods, or (iii) any other conduct evidencing intent to be bound to this Purchase Order's terms.

2. PRICE Prices charged for Goods will be as stated in this Purchase Order and are not subject to increase for any reason, including changes in market conditions or increase in raw material, component, labor or overhead costs, or because of labor disruptions. Seller is solely responsible for all transport and unloading charges and costs, customs charges and costs, taxes, tariffs, duties, insurance charges and costs, and any other fiscal contribution related to the Goods, unless otherwise expressly stated in this Purchase Order. Seller represents and warrants that the price charged to Buyer for the Goods is at least as low as the price charged by Seller to other buyers, and Seller will ensure that prices for the Goods remain competitive with the price of similar goods available from other sellers. If the prices for Goods are subject to discount or decrease at a specified time or interval and the discount or decrease does not occur at the specified time or interval, Seller's obligation to provide the discount or decrease will survive and Buyer's failure to enforce the discount or decrease will not be deemed a waiver of the discount or decrease unless otherwise set forth in a writing signed by an authorized representative of Buyer.

3. INVOICING AND PAYMENT All invoices and/or advance shipping notices for Goods shipped pursuant to this Purchase Order must reference this Purchase Order number, any applicable Purchase Order amendment number, Buyer's part number, Seller's part number (if different), quantity of pieces in the shipment, number of cartons or containers, Buyer's name, Seller's name, and bill of lading number. Buyer reserves the right to return and withhold payment on account of any invoices or related documents submitted incorrectly and any payment by Buyer of a nonconforming invoice is not an acceptance of any non-conforming element or terms on such invoice. Unless otherwise stated in this Purchase Order, Seller's invoices will be payable forty-five (45) days following Buyer's receipt of the Goods or Seller's invoice, whichever is later. Any amount paid by Buyer for Goods will not be deemed to be a waiver of Buyer's right to inspect the Goods, nor will payment be deemed acceptance of Goods. Buyer will be entitled to any discounts allowable by Seller for prompt payment even though Buyer is unable to make payment within the time limits set by Seller where such failure is due to Seller's acts or omissions. Seller's submission of an invoice constitutes a certification that the quantities and amounts of the delivered Goods contained on the invoice are true and accurate and that the Goods have been delivered in accordance with the terms of this Purchase Order.

4. CHANGES Buyer may at any time direct changes, or cause Seller to make changes, to the Goods or other terms of this Purchase Order, including changes in the design, specifications, processing, inspection, testing, quality control, methods of packing and shipping, and the date or place of delivery, and Seller agrees to promptly make such changes. Price and/or timing for delivery of Goods resulting from changes pursuant to this [Section 4](#) will be equitably adjusted by Buyer following Buyer's receipt from Seller of sufficient documentation regarding Seller's costs and/or production timing resulting from such changes, provided that Buyer receives such written documentation within ten days after notice of the applicable change was issued by Buyer to Seller. Seller may not make any change in (i) subcontractors or suppliers to Seller with respect to Goods, (ii) the processes or procedures used by Seller in the production of Goods, (iii) the composition, fit, form,

function or appearance of Goods, or (iv) chemicals, raw materials or any components used in production of Goods, without Buyer's advance written approval, which may be given or withheld in Buyer's sole discretion.

5. QUANTITY; DELIVERY Time and quantity of delivery of Goods are of the essence. Deliveries must be made in quantities, at the times and by the methods specified in this Purchase Order. Buyer will not be required to pay for Goods delivered in excess of quantities and delivery schedules specified in this Purchase Order. Premium shipping expenses and/or other related expenses necessary to meet delivery schedules will be Seller's sole responsibility unless the delay or expense was caused by Buyer's acts or omissions. Notwithstanding any agreement concerning payment of freight expenses, delivery will not have occurred and the risk of loss will not have shifted to Buyer until the Goods have been received at the specified delivery location and have been accepted by Buyer at that location.

All packaging must conform to Buyer's standard packaging requirements. Seller will: (i) properly pack, mark and ship Goods in accordance with Buyer's requirements and the involved carrier in a manner to secure the lowest transportation cost and in accordance with any laws or regulations pertaining to the shipment of Goods, including, where applicable, the shipment of hazardous materials or dangerous goods; (ii) route shipment in accordance with Buyer's instructions; (iii) make no charge for handling, packaging, storage, transportation (including duties, taxes, fees, etc.), cost of vehicle or other transport expenses unless otherwise approved by Buyer in writing; (iv) provide Buyer with shipment papers showing the Purchase Order number, Purchase Order amendment number, Buyer's part number, Seller's part number where applicable, quantity of pieces in shipment, number of cartons or containers in shipment, Seller's name, the bill of lading number and the country of origin; and (v) promptly forward to Buyer the original bill of lading or other shipment receipt for each shipment. Identification of Goods on packaging, packing slips, bills of lading and invoices must be sufficient to enable Buyer to easily identify the Goods and must comply with any applicable laws or regulations for the shipment of hazardous materials or dangerous goods.

6. QUALITY Seller will meet all of Buyer's and Buyer's customer's quality requirements and agrees to participate in quality development programs, as may be revised from time to time. Seller may be held responsible for any and all costs associated with quality-issue investigation and containment of Goods. Seller is obligated to provide any reasonable support requested by Buyer to address and correct concerns regarding the Goods' quality. Seller will provide additional resources, as necessary and as identified by Buyer, to support product development, process development, validation or any other issue that may jeopardize the success of the manufacture or assembly of any Goods. Seller must assure overall equipment and plant capacity are adequate to meet Buyer's needs.

7. WARRANTY Seller warrants for the period provided by applicable law, or for such longer period as the longer of (a) the period provided by Buyer to its customers with respect to the Goods or (b) the period as specified in the Purchase Order, that all Goods covered by this Purchase Order will conform to all specifications, standards, drawings, samples and/or descriptions, quality requirements, performance requirements, and fit, form and function requirements furnished to Seller by Buyer, and all industry standards, laws and regulations in force in countries where the Goods or finished products incorporating the Goods are to be sold. Seller warrants that all Goods will be merchantable, safe, of good material and workmanship and free from defects. In addition, Seller acknowledges that Seller knows of Buyer's intended use of the Goods and expressly warrants that all Goods will be fit and sufficient for the particular purpose intended by Buyer. Seller warrants that Seller will convey good title to the Goods to Buyer, free and clear of all liens, claims, interests and other encumbrances. The warranties provided in this [Section 7](#) are in addition to all other warranties, express, implied, statutory and common law, and will survive Buyer's inspection, test, delivery, acceptance, use and payment of and for the Goods, will extend to the Goods' future performance, and will inure to the benefit of Buyer, its successors and assigns, and Buyer's customers and the users of Buyer's or its customers' products. The warranties provided for in this [Section 7](#) may not be limited or disclaimed by Seller. Buyer's approval of Seller's designs, materials, processes, drawings, specifications or the like will not be construed to relieve Seller of any warranties, nor will a waiver by Buyer of any required specification as to any particular Goods constitute a waiver of any such requirements for the remaining Goods to be delivered unless so stated by Buyer in writing. Seller will immediately notify Buyer in writing if Seller learns of any fact, circumstance or condition that may cause or threaten to cause Seller's breach of any

warranty or any delay or interruption in delivery of Goods. Any applicable statute of limitations on Buyer's claims for breach of warranty will commence no earlier than the date Buyer or its customer discovers the breach of the applicable warranty.

8. NONCONFORMING GOODS Buyer, at its option, may reject and return, at Seller's risk and expense, Goods that fail to conform to the requirements of this Purchase Order even if the nonconformity does not become apparent to Buyer until the manufacturing, processing or assembly stage, or later. To the extent Buyer rejects Goods as nonconforming, the quantities under this Purchase Order will not be reduced by the quantity of nonconforming Goods unless Buyer so notifies Seller in writing. Seller will replace nonconforming Goods with conforming Goods. Seller will reimburse Buyer for (i) any amounts paid by Buyer on account of the purchase price of any rejected nonconforming Goods, and (ii) any costs incurred by Buyer in connection with the nonconforming Goods including inspection, sorting, testing, evaluations, storage and rework. Payment by Buyer for nonconforming Goods will not constitute an acceptance, limit or impair Buyer's right to seek any legal or equitable remedy, or relieve Seller's responsibility for latent defects.

9. BUYER'S REMEDIES Should Seller breach or fail to perform any provision, representation or warranty of this Purchase Order, Seller will reimburse Buyer for any and all actual, special, incidental and consequential damages caused by such failure to perform, including costs, expenses, damages and losses incurred by Buyer: (i) in inspecting, sorting, testing, repairing or replacing Goods; (ii) resulting from production interruptions; (iii) in conducting recall or similar campaigns; (iv) in connection with claims for personal injury (including death) or property damage; (v) resulting from claims made against Buyer by its customers and others; and (vi) resulting from Buyer's lost profits. In addition, Seller shall reimburse Buyer for all liability, claims, demands or expenses (including attorneys' or other professional fees) arising from or relating to Seller's breach or anticipatory repudiation of this Purchase Order or any other contract between Seller and Buyer, a request or demand by Seller to modify or change the terms of this contract, or legal proceedings involving Seller that in the reasonable judgment of Buyer, may impact upon Seller's continued or future performance under this Purchase Order, or if Seller is a party to a court case or proceedings in which Buyer appears, participates, monitors or becomes a party. Seller acknowledges and agrees that money damages will not be a sufficient remedy for any actual, anticipatory or threatened breach of any Purchase Order by Seller with respect to Seller's timely delivery of Goods to Buyer and that, in addition to all other rights and remedies that Buyer may have, Buyer will be entitled to specific performance and temporary, preliminary and permanent injunctive and other equitable relief as a remedy for any such breach, without proof of actual damages and without bond or other security being required.

10. TERMINATION FOR CAUSE Buyer may terminate immediately all or any part of this Purchase Order, without any liability of Buyer to Seller, if: (i) Seller repudiates, breaches or threatens to repudiate or breach any of the terms of this Purchase Order or any other agreement between Buyer and Seller; (ii) Seller fails to provide Buyer with adequate and reasonable assurance of Seller's ability to perform timely any of Seller's obligations under any Purchase Order; (iii) Seller is insolvent; or (iv) Seller becomes subject to a bankruptcy proceeding or similar event.

11. TERMINATION FOR CONVENIENCE Notwithstanding the occurrence of any event subject to the terms of [Section 14](#), Buyer may, at its option, terminate all or any part of this Purchase Order at any time and for any reason by giving written notice to Seller. Within 30 days after the date Buyer gives notice to Seller of termination under this [Section 11](#), Seller will submit to Buyer a written notice setting forth in sufficient detail to allow Buyer to perform an audit, (1) the Purchase Order price for Goods completed as of the date of termination in accordance with this Purchase Order and not previously paid for, (2) the actual costs of work in process and raw material incurred by Seller as of the date of termination in furnishing Goods under this Purchase Order to the extent such costs are reasonable in amount and are properly allocable or apportionable under generally accepted accounting principles to the terminated portion of this Purchase Order, including the actual cost of work in the process and materials delivered to Buyer together with the reasonable cost of discharging liabilities which are so allocable or apportionable (the "**Termination Claim**"). A Termination Claim is Seller's sole remedy for termination of this Purchase Order under this [Section 11](#) and will not exceed the purchase price that would have otherwise been payable by Buyer for finished Goods that would have been produced by Seller under this Purchase Order on the date of termination. Except as provided above or otherwise agreed in writing by Buyer, a Termination Claim will not include, and Buyer will not be liable for, directly or on account of claims by Seller's subcontractors, loss of anticipated profit, unabsorbed overhead, interest on claims, product development and engineering costs, facilities and equipment rearrangement costs or rental,

unamortized depreciation costs, general and administrative burden charges, or any other incidental or consequential damages or charges as a result of a termination of this Purchase Order. If the Termination Claim is received by Buyer timely and Buyer is able to verify the costs set forth in the Termination Claim, Buyer will pay to Seller the amount set forth in the Termination claim within sixty (60) days after Buyer completes its review of and approves the Termination Claim.

12. OBLIGATIONS UPON TERMINATION Upon the expiration or earlier termination of this Purchase Order for any reason, Seller will: (A) if requested by Buyer, take such actions as may be reasonably required by Buyer to transition production of Goods from Seller to an alternative seller; (B) return to Buyer all Bailed Property (defined below) and any other property furnished by or belonging to Buyer or any of Buyer's customers; and (C) at Buyer's option: (i) assign to Buyer or an alternative seller any or all supply contracts or orders for raw material or components relating to this Purchase Order; (ii) sell to Buyer, at Seller's actual cost, any or all inventory and/or work in process relating to this Purchase Order; and (iii) sell to Buyer, for a price equal to the unamortized portion of the cost of such items less any amounts Buyer previously has paid to Seller for the cost of such items, any or all of Seller's Tooling (defined in [Section 16](#) below) or machinery or equipment used by Seller to manufacture Goods.

13. SELLER'S REMEDIES Because Buyer's commitments to its customers are made in reliance on Seller's commitments under this Purchase Order, Seller has no right to terminate any Purchase Order. NOTWITHSTANDING ANYTHING IN THIS PURCHASE ORDER TO THE CONTRARY, UNDER NO CIRCUMSTANCES WILL BUYER BE LIABLE TO SELLER UNDER ANY CONTRACT, TORT, INDEMNITY, STRICT LIABILITY, OR OTHER LEGAL OR EQUITABLE THEORY FOR ANY INCIDENTAL, INDIRECT, SPECIAL OR CONSEQUENTIAL DAMAGES OR LOSS OF PROFITS, IN CONNECTION WITH OR IN ANY WAY RELATED TO THIS PURCHASE ORDER, WHETHER OR NOT BUYER WAS ADVISED OF THE POSSIBILITY OF SUCH DAMAGES. THESE LIMITATIONS WILL APPLY NOTWITHSTANDING ANY FAILURE OF ESSENTIAL PURPOSE OF ANY LIMITED REMEDY PROVIDED HEREIN. Any legal action by Seller against Buyer arising under or relating to any Purchase Order must be commenced within one year after the breach or other event giving rise to such claim.

14. EXCUSABLE DELAY Any delay or failure of Buyer or Seller to perform its obligations under this Purchase Order will be excused if, and to the extent that, the party is unable to perform specifically due to an event or occurrence beyond its reasonable control and without its fault or negligence (which events may include acts of God; restrictions, prohibitions, priorities or allocations imposed or actions taken by a governmental authority; embargoes; fires; explosions; natural disasters; riots; or wars). During any delay or failure to perform by Seller, Buyer may, at its option: (a) purchase the Goods without liability of Buyer to Seller, and require Seller to reimburse Buyer for any additional costs to Buyer of obtaining the substitute Goods compared to the prices set forth in this Purchase Order; (b) require Seller to deliver to Buyer, at Buyer's expense, all finished Goods, work in process and/or parts and materials produced or acquired for work under this Purchase Order; or (c) require Seller to provide Goods from other sources in quantities and at a time requested by Buyer and at the price set forth in this Purchase Order. Seller's financial inability to perform, changes in cost or availability of materials, components or services based on market conditions, and/or supplier actions or contract disputes will not excuse performance by Seller under this [Section 14](#), theories of *force majeure*, commercial impracticability or otherwise, and Seller expressly assumes these risks. Seller will promptly notify Buyer of any labor dispute that may cause an interruption or delay in Seller's production or delivery of the Goods to Buyer. Seller will notify Buyer at least 30 days before the termination or expiration of any collective bargaining or other labor agreement that relates to Seller's, or Seller's subcontractor or supplier's, employees involved in the production or delivery of the Goods.

15. COMPLIANCE WITH LAW Seller will comply with, and ensure that all Goods comply with and satisfy the requirements of, all applicable federal, state and local laws and regulations, including laws and regulations relating to the environment, health and safety (including the Occupational Safety and Health Act), labor, wages, hours, conditions of employment, discrimination (including the Fair Labor Standards Act), data protection, privacy, and the transportation and importing or exporting of goods (including the Hazardous Material Regulations (49 C.F.R. Parts 100 to 185)). If Seller subcontracts any of its duties or obligations under any Purchase Order, Seller will ensure that all subcontractors comply with the requirements under this [Section 15](#). Seller will upon Buyer's request certify to Buyer compliance with this [Section 15](#) in writing, including the percentage of domestic content in any Goods. Seller will also, at Seller's sole expense, provide to Buyer all information and documentation necessary or desirable for Buyer to comply with, or obtain favorable treatment under, all applicable laws or

regulations or obligations imposed by any governmental agency (including with respect to export licensing, origin marking and labeling, certification and local content reporting, customs drawbacks and other licensing or registration). Export licenses or authorizations necessary for the export of Goods will be the responsibility of Seller unless otherwise expressly stated in this Purchase Order. Seller represents and warrants that it is not subject to the jurisdiction of any country that is subject to a comprehensive U.S. embargo and is not designated on, or associated with, any party designated on any of the U.S. government restricted parties lists, including, without limitation: the U.S. Commerce Department's Bureau of Industry and Security ("BIS") Denied Persons List, Entity List or Unverified List; the U.S. Treasury Department Office of Foreign Assets Control ("OFAC") Specially Designated Nationals and Blocked Persons List or Sectoral Sanctions Identifications List; or the U.S. State Department Directorate of Defense Trade Controls ("DDTC") Debarred Parties List. Credits or benefits resulting or arising from any Purchase Order including trade credits, export credits, customs drawbacks, and the refund of duties, taxes or fees, will belong to Buyer.

16. CERTAIN PROHIBITED PRACTICES Seller will not take any action that would, or fail to take any action where such failure would, directly or indirectly result in or constitute a violation by Seller or Buyer of applicable Law. Seller will not, and will cause its representatives not to, seek, accept, offer, promise or give any payments, fees, loans, services or gifts from or to any person (including Buyer's directors, employees or other representatives) or entity (a) as a condition or result of doing business with Buyer or Seller, or (b) with a view toward securing any business from such person or entity or influencing such person or entity with respect to the terms, conditions, or performance of any contract. Seller will not, and will cause its representatives not to, make, directly or indirectly, any offer or promise or authorization of a bribe, kickback, payoff or any other payment or gift intended to improperly influence an agent, government official, political party or candidate for public office to exercise their discretionary authority or influence. Seller warrants to Buyer that it has not taken any action prohibited by this [Section 16](#) in the past.

17. BUYER'S PROPERTY All tooling, dies, test and assembly fixtures, gauges, jigs, patterns, casting patterns, cavities, molds, and documentation (including engineering specifications, and test reports) together with any accessories, attachments, parts, substitutions, replacements and appurtenances thereto and all related Intellectual Property Rights (defined below) used by Seller in connection with its production and sale of the Goods (collectively, "**Tooling**") and other components, supplies, materials, machinery, equipment, drawings, photographic negatives and positives, artwork, copy layout, electronic data, consigned material for production or repair and other items furnished by Buyer (or Buyer's customers), either directly or indirectly, to Seller or to any sub-supplier of Seller in connection with or related to this Purchase Order, or for which Seller has been at least partially reimbursed by Buyer (collectively, "**Bailed Property**") will be and remain the property of Buyer (or Buyer's customer(s), as applicable) and be held by Seller on a bailment-at-will basis. Seller will bear the risk of loss of and damage to Bailed Property and Seller, at its own expense, will keep Bailed Property fully insured for the benefit of Buyer. The Bailed Property will not be used by Seller for any purpose other than the performance of this Purchase Order, will be conspicuously marked by Seller to identify it as the property of Buyer and indicate Buyer's name and address, will not be commingled with the property of Seller or with that of a third person, and will not be moved from Seller's premises without the prior written approval by Buyer. Seller will maintain a written inventory of all Bailed Property that sets forth a description and the location of all Bailed Property, and provide a copy of this inventory to Buyer upon request. Seller, at its expense, will maintain, repair and refurbish Bailed Property. All replacement parts, additions, improvements and accessories for such Bailed Property will automatically become Buyer's property upon their incorporation into or attachment to the Bailed Property. Any missing components of or inserts to any Bailed Property will be replaced by Seller.

Buyer may, at any time, for any reason and without payment of any kind, retake possession of any Bailed Property without the necessity of obtaining a court order. Upon Buyer's request, Bailed Property will be immediately released to Buyer or delivered to Buyer by Seller. TO THE FULLEST EXTENT PERMITTED BY LAW, SELLER WAIVES ANY LIENS, CLAIMS, OR OTHER RIGHTS OR INTERESTS THAT SELLER MIGHT OTHERWISE HAVE ON OR WITH RESPECT TO ANY OF THE BAILED PROPERTY.

18. INTELLECTUAL PROPERTY For purposes of this Purchase Order, the term "**Intellectual Property Rights**" means all inventions, patents (including utility patents and design patents), trade secrets, trademarks, service marks, trade dress, industrial designs, mask works, copyrights, know-how, software, data base rights and other proprietary rights; "**Background Intellectual Property Rights**" means the Intellectual Property Rights of either Buyer or Seller existing before the date an

applicable Purchase Order is received by Seller, as well as any improvements thereto, excluding the Foreground Intellectual Property Rights; and "**Foreground Intellectual Property Rights**" means any and all Intellectual Property Rights developed for incorporation into the Goods that are either developed by Buyer alone, by Buyer and Seller jointly, or by Seller alone as requested by Buyer in connection with any Purchase Order, but excluding Background Intellectual Property Rights.

Each party will retain exclusive ownership of its Background Intellectual Property Rights. Buyer does not transfer to Seller any of its Background Intellectual Property Rights, and Seller may not use the same other than to produce and supply Goods to Buyer. Except as stated in this [Section 17](#), Seller does not transfer to Buyer any Background Intellectual Property Rights of Seller, except that Seller grants to Buyer and its customers the right to resell Goods or incorporate Goods purchased from Seller into finished goods and to sell the same. Seller grants to Buyer an irrevocable, non-exclusive, worldwide, perpetual license, with the right to grant sublicenses, to use Seller's Background Intellectual Property Rights to produce, use, sell and to obtain, from alternate sources, products and services similar to the Goods (including related systems and components); provided, however, that Buyer may not use the foregoing license until this Purchase Order is terminated or has expired. There will be no fee for this license. All Foreground Intellectual Property Rights will be owned by Buyer. Seller hereby confirms the same and assigns to Buyer all of Seller's right, title and interest in and to all Foreground Intellectual Property Rights. To the extent that any Foreground Intellectual Property Rights are copyrightable works or works of authorship (including computer programs, technical specifications, documentation and manuals), Buyer and Seller agree that they are "works made for hire" as that term is used in connection with the U.S. Copyright Act. Seller may only use the Foreground Intellectual Property Rights to produce and supply Goods to Buyer. Seller warrants that Goods do not and will not infringe upon, violate or misappropriate the Intellectual Property Rights of any third party and waives any claim against the Buyer Parties (defined in [Section 19](#) below), including any hold-harmless or similar claim, whether known or unknown, contingent or latent, in any way related to a claim asserted against Seller or Buyer for infringement of any Intellectual Property Rights.

19. CONFIDENTIALITY; ADVERTISING Seller will (i) keep all of Buyer's Information (defined below) confidential and disclose it only to its employees who need to know such information in order for Seller to supply Goods to Buyer under this Purchase Order and (ii) use Buyer's information solely for the purpose of supplying Goods to Buyer. "**Buyer's Information**" means all information provided to Seller by Buyer or its representatives or subcontractors in connection with the business, programs, and Goods data, formulas, compositions, designs, sketches, photographs, samples, prototypes, manufacturing, packaging or shipping methods and processes and computer software and programs (including object code and source code). Buyer's Information also includes any materials or information that contains, or is based on any of Buyer's information, whether prepared by Buyer, Seller or any other person. Seller will not refer to Buyer in advertising or public releases without Buyer's prior written approval and will not use Buyer's trademarks or trade names in advertising or promotional materials.

20. INDEMNIFICATION Seller will indemnify, defend and hold harmless Buyer and its affiliates, subsidiaries and customers, and their directors, officers, employees, representatives and agents (collectively, the "**Buyer Parties**") from and against any claims, liabilities, damages (including actual, special, consequential, punitive and exemplary damages), costs and expenses (including actual fees for attorneys, experts, consultants and other professionals, settlement costs and judgments) incurred in connection with any claims (including lawsuits, administrative claims, regulatory actions and other proceedings to recover for personal injury or death, property damage or economic losses of any kind) that are related in any way to or arise in any way from (i) the Goods, (ii) Seller's representations and warranties to Buyer, (iii) Seller's performance of or failure to perform its obligations under any Purchase Order, including claims based on Seller's breach or alleged breach of warranty (whether or not the Goods have been incorporated into Buyer's products and/or resold by Buyer), (iv) Seller's violation of any applicable law, ordinance or regulation or government authorization or order; (v) Seller's provision of incorrect information or non-compliance with customs regulations; (vi) damages to the property of Buyer or injuries (including death) to its employees or any other person arising from or in connection with Seller's performance of work or use of Buyer's property; (vii) any actual or alleged direct or contributory or vicarious infringement of, or inducement to infringe, any United States or foreign Intellectual Property Right by reason of the manufacture, use, sale, offering for sale, importation or distribution of the Goods (including such claims where Seller has provided only part

of the Goods); and (viii) Seller's disclosure of Buyer's Information in violation of [Section 18](#).

21. SETOFF AND RECOUPMENT In addition to any right of setoff or recoupment provided or allowed by law, Buyer and any of its affiliates, subsidiaries and divisions ("**Buyer Group**") may, without notice to Seller, set off against or recoup from any amounts owing or indebtedness outstanding to Seller or any of its affiliates, subsidiaries and divisions ("**Seller Group**") any amounts owing or indebtedness outstanding to any member of the Buyer Group by any member of the Seller Group including for damages resulting from breaches by Seller of its obligations under this or any other Purchase Order. If an obligation of any member of the Seller Group is disputed, contingent or unliquidated, payment by any member of the Buyer Group of all or any portion of the amount due may be deferred until such dispute contingency is resolved or the obligation is liquidated.

22. INSURANCE Seller will maintain insurance coverage with insurance carriers and in commercially reasonable amounts sufficient to cover the risks of the Purchase Order. Upon Buyer's written request, Seller will provide to Buyer a certificate that demonstrates that Seller has met its obligations under this [Section 22](#) within 14 days of Buyer's request. The certificate will name Buyer as an additional insured and will require that Buyer receive 30 days' advance written notice of any cancellation or material change in coverage.

23. GENERAL TERMS

A. **Entire Agreement; Modification** This Purchase Order, as may be modified in accordance with these Terms and Conditions, together with any other written agreements between Buyer and Seller governing Intellectual Property Rights or other confidential information, constitutes the entire agreement between Seller and Buyer with respect to the matters contained in this Purchase Order and will be deemed to supersede all prior oral or written representations and agreements of Buyer or Seller. Buyer may modify these Terms and Conditions at any time by posting notice of such modifications on Buyer's website, <http://www.humaneticsatd.com/supplier>.

B. **Interpretation** Whenever the word "including" (or any variation thereof) is used in these Terms and Conditions, it is deemed to be followed by the words "without limitation."

C. **Relationship of Parties** Seller and Buyer are independent contracting parties and nothing in these Terms and Conditions will make either party the agent or legal representative of the other for any purpose, nor does it grant either party any authority to assume or to create any obligation on behalf of or in the name of the other. Unless Humanetics is identified as the Buyer under this Purchase Order, Seller acknowledges and agrees that neither Humanetics nor any other subsidiary, affiliate, or division of Humanetics (other than the specified Buyer) will have any liability to Seller under this Purchase Order and Seller hereby waives all claims and demands against such parties.

D. **Assignment** Seller may not assign or delegate its obligations under this Purchase Order without Buyer's prior written consent, which consent may be withheld in Buyer's sole discretion.

E. **Access** Buyer will have the right to enter Seller's facilities during normal business hours to inspect the facilities, Goods, any Bailed Property and, without the necessity of a court order, remove property belonging to Buyer or any customer of Buyer. Buyer's inspection of the Goods whether during manufacture, before delivery or within a reasonable time after delivery, will not constitute acceptance of any work in process or finished Goods.

F. **Seller's Financial Condition** Seller represents and warrants to Buyer that, as of the date of this Purchase Order and each delivery of Goods, it is not insolvent, it is paying all debts as they become due, it is in compliance with all loan covenants and other obligations to which it is subject, and all financial information provided to Buyer concerning Seller is true and accurate, fairly represents Seller's financial condition, and has been prepared in accordance with Generally Accepted Accounting Principles, uniformly and consistently applied.

G. **Third-Party Beneficiaries** This Purchase Order is intended for the benefit of Buyer and each of its affiliates, subsidiaries and customers, each of which are express third-party beneficiaries under this Purchase Order and will have the right to

enforce this Purchase Order against Seller. This Purchase Order is not intended to benefit any other third party.

H. **Severability** If any term(s) of this Purchase Order is invalid or unenforceable under any statute, regulation, ordinance, Executive Order or other rule of law, such term(s) will be deemed reformed or deleted, as the case may be, but only to the extent necessary to comply with such statute, regulation, ordinance, order or rule, and the remaining provisions of this Purchase Order will remain in full force and effect.

I. **Rights Reserved; No Waiver** All of Buyer's rights and remedies set forth in this Purchase Order are in addition to any other rights and remedies of Buyer arising under this Purchase Order or applicable law, each of which are expressly reserved by Buyer. Buyer's failure at any time to require performance by Seller of any provision of this Purchase Order will in no way affect the right to require such performance at any time thereafter, nor will Buyer's waiver of a breach of any provision of this Purchase Order constitute a waiver of any succeeding breach of the same or any other provision. Any waiver of a right or remedy by Buyer under this Purchase Order on any one occasion will not be construed as a bar to any right or remedy that Buyer would otherwise have had on a subsequent occasion.

J. **Notices** All notices, claims and other communications to Buyer required or permitted under this Purchase Order will be made in writing and will be effective only upon actual receipt of same by Buyer. Seller's failure to provide any notice, claim or other communication to Buyer in the manner and within the time periods specified in this Purchase Order will constitute a waiver by Seller of any and all rights and remedies that otherwise would have been available to Seller upon making such notice, claim or other communication. Notices to Buyer will be provided at the address set forth on the face of this Purchase Order.

K. **Electronic Communications** Seller will comply with the method of electronic communication specified by Buyer, including requirements for electronic funds transfer, invoice and purchase order transmission, electronic signature, and other communications.

L. **Governing Law** If Humanetics is identified as the Buyer under this Purchase Order, then this Purchase Order will be governed by the laws of the State of Michigan without regard to any otherwise applicable conflict of law's provisions. If Humanetics is not identified as the Buyer under this Purchase Order, then this Purchase Order will be governed by the laws of Buyer's location without regard to any otherwise applicable conflict of law's provisions. In all events, the United Nations Convention on the International Sale of Goods is expressly excluded.

M. **Venue** If Humanetics is identified as the Buyer under this Purchase Order, then any action arising out of or related to this Purchase Order must be brought in the District Court for the Eastern District of Michigan, and if that court does not have subject matter jurisdiction, then in the Circuit Court of Oakland County, Michigan. If Humanetics is not identified as the Buyer under this Purchase Order, then any action arising out of or related to this Purchase Order must be brought in a court having jurisdiction over Buyer's location; provided that Buyer may bring an action against Seller in any court having jurisdiction over Seller.

N. **JURY TRIAL WAIVER BUYER AND SELLER ACKNOWLEDGE THAT THE RIGHT TO TRIAL BY JURY IS A CONSTITUTIONAL ONE, BUT THAT IT MAY BE WAIVED. EACH OF BUYER AND SELLER, AFTER CONSULTING (OR HAVING THE OPPORTUNITY TO CONSULT) WITH COUNSEL OF ITS CHOICE, KNOWINGLY, VOLUNTARILY AND INTENTIONALLY WAIVES ANY RIGHT TO TRIAL BY JURY IN ANY ACTION OR OTHER LEGAL PROCEEDING ARISING OUT OF OR RELATING TO ANY PURCHASE ORDER OR ANY OTHER DOCUMENT PERTAINING TO ANY PURCHASE ORDER.**