

## **1. ACCEPTANCE**

- 1.1. This order is REB Technologies, Inc. (REBTECH) offer to purchase the products and/or services (hereby referred to as product) described on the attached purchase order from Seller. REBTECH's placement of this order with Seller is expressly conditioned upon Seller's acceptance of all the terms and conditions of purchase contained on or attached to this order.
- 1.2. Any additional or different terms or conditions which may appear in any communication from Seller are hereby expressly objected to and shall not be effective or binding unless specifically agreed to in writing by REBTECH, and no such additional or different terms or conditions in any printed form of Seller shall become part of this contract despite REBTECH's acceptance of products, unless such acceptance specifically recognizes and assents to their inclusions.
- 1.3. Any objections by Seller to the terms and conditions hereof shall be ineffective unless REBTECH is advised in writing thereof within ten days of the date of this order.

## **2. IDENTIFICATIONS:**

- 2.1. All invoices, packages, shipping notices, instruction manuals and other written documents affecting this order shall contain the applicable order number. Packing lists shall be enclosed in each box or package shipped pursuant to this order, indicating the contents herein. Invoices will not be processed for payment until all items invoiced are received.

## **3. SHIPPING INSTRUCTIONS:**

- 3.1. All products are to be shipped IAW Purchase Order requirements FOB sellers address. Any changes to the status of F.O.B., point will be mutually agreed in writing by both parties. REBTECH reserves the right to reject C.O.Ds.

## **4. SPECIAL CHARGES:**

- 4.1. Seller shall be responsible for the payment of all charges for handling, packaging, wrapping, bags, containers and related matters unless REBTECH has assumed an express obligation therefore by notation on the Purchase Order.

## 5. DELIVERY:

- 5.1. Time is of the essence, and this order may be terminated if delivery is not made or services are not performed by the date specified. No change in the schedule of delivery date or performance will be permitted without REBTECH's prior written consent, in the form of a revised purchase order. No acceptance of products after the scheduled delivery date will waive REBTECH's rights with respect to such delivery nor shall be deemed a waiver of future compliance with the terms hereof.

## 6. RISK OF LOSS:

- 6.1. REBTECH agrees to bear all risk for loss, damage, injury or destruction of products and materials ordered herein, which occur prior to acceptance of products by REBTECH. No such loss, damage, injury, or destruction shall release Seller from any obligations hereunder, when products are not shipped IAW requirements noted on Purchase Order.
- 6.2. Otherwise REBTECH assumes all transport risk, when shipped IAW the Purchase Order,

**Seller remains responsible for undamaged shipment quality.**

## 7. PAYMENT:

- 7.1. REBTECH will remit payment to Seller by mail at Seller's address as set forth on the Purchase Order. Payments shall be by REBTECH's check or by such other method as Seller and REBTECH may agree, as indicated on Purchase Order.

## 8. ASSIGNMENT:

- 8.1. Seller should not assign this contract or the right to payment due hereunder, without REBTECH's written consent.

## 9. LIENS, CLAIMS, AND ENCUMBRANCES:

- 9.1. Seller warrants and represents that Seller has good and marketable title to the products and that the products will when delivered hereunder, be free and clear of liens, claims, security interest, charges or encumbrances of every kind.

## 10. QUALITY:

- 10.1. REBTECH requires that the External Provider (Seller) shall maintain the proper identification and revision status specifications, drawings, process requirements, inspection/verification instructions and other relevant technical data.
- 10.2. REBTECH reserves the right of final approval of product and services, methods, processes and equipment, and the final release of products and services.
- 10.3. REBTECH requires that all special processes required by this purchase order must be performed by competent and qualified personnel
- 10.4. REBTECH reserves the right to identify the requirements for interaction with our Sellers including.
  - 10.4.1. The use of interactive documentation.
  - 10.4.2. The use of email/Fax
  - 10.4.3. Documented confirmation methods of all verbal interactions.
- 10.5. REBTECH reserves the right to monitor our Seller's performance including.
  - 10.5.1. Supplier Risk
  - 10.5.2. Quality of product or service delivered.
  - 10.5.3. On time delivery of product or service.
- 10.6. REBTECH reserves the right to designate requirements for verification or validation activities that we or our customer, intend to perform at the Sellers' premises
- 10.7. REBTECH reserves the right to approve or specify any designs, tests, inspection plans, verifications, criteria for design and development required by our organization from a Seller.
- 10.8. REBTECH reserves the right to approve or specify any special requirements, critical items, or key characteristics;
- 10.9. REBTECH reserves the right to approve or specify any test, inspection, and verification (including production process verification);
- 10.10. REBTECH reserves the right to approve or specify the use of statistical techniques for product acceptance and related instructions for acceptance by our organization;
- 10.11. REBTECH reserves the right to require the need from Sellers to:

- 10.11.1. Implement a Quality Management System and we reserve the right to review and approve the Sellers Quality Management System.
- 10.11.2. Use customer-designated or approved Sellers, including process sources (e.g., special processes)
- 10.11.3. Notify our organization of nonconforming product or services immediately upon discovery, and obtain our organizational approval for nonconforming product disposition.
- 10.12. Wherever applicable our organization reserves the right to require Sellers to show evidence of processes to prevent the use of counterfeit parts.
- 10.13. The Seller is required to: Notify our organization of changes in product and/or process, changes of suppliers, and changes of manufacturing facility locations; our organization reserves the right to approve such changes.
- 10.14. All Sellers are required to: Flow down to the supply chain the applicable requirements including customer requirements.
- 10.15. REBTECH reserves the right to require Sellers to provide test specimens for design approval, inspection/verification, investigation, or auditing.
- 10.16. The Seller shall retain records applicable to REBTECH's scope of work for a period of seven (7) years after the date of delivery, or as defined in the contract, statement of work or purchase order. These records shall be legible and made available to REBTECH and/or regulatory bodies upon request at no additional cost. The Seller shall retain the records in a safe, accessible location and ensure their preservation for the prescribed period.
- 10.17. The Seller shall provide the right of access to any facility for REBTECH, REBTECH's Customer's and applicable regulatory agencies. Right of access includes access to all documented information within the scope of work performed for REBTECH. REBTECH shall provide notice for on-site inspections and audits.
- 10.18. The Seller shall ensure that all employees are aware of:
  - 10.18.1. Their contribution to products or service conformity;
  - 10.18.2. Their contribution to product safety;
  - 10.18.3. The importance of ethical behavior.
- 10.19. Once REBTECH has approved and certified sellers' products, the seller shall not make any changes to the approved part; this includes any internal items, components, or

dimensions without written notification to REBTECH. Seller assumes all cost associated with recertification of “products”.

- 10.20. In any case products are defective in material or workmanship or otherwise not in conformity with the requirements or specifications of this order, REBTECH shall have the right either to reject such products (with or without instructions as to their disposition), require their correction, or accept the products and designate a reduced price, which is equitable under the circumstances. Any products which have been rejected or required to be corrected, shall be promptly replaced or correct such products. REBTECH may, by contract or otherwise, replace or correct such products and charge to the Seller the cost occasioned REBTECH thereby, or REBTECH may terminate this order for default as provided by hereto.
- 10.21. If inspections or tests are made by REBTECH or a Representative on the premises of Seller or Seller’s supplier or sub-contractor, Seller without additional charge shall provide all reasonable facilities and assistance for the safety and convenience of such inspectors in the performance of their duties. If inspection or test is made at a point other than the premises of Seller or Sellers supplier or sub-contractor, it shall be at the expense of REBTECH except as otherwise provided in this order. In case of rejection, REBTECH shall not be liable for any reduction in value of samples used in connection with such inspection or test. REBTECH reserves the right to charge Seller any additional cost to inspect and test when products are not ready at the time such inspection and test is requested by REBTECH or when re-inspection or retest is necessitated by prior rejection.
- 10.22. Inspection and acceptance or rejection of products shall be made as promptly as practicable after delivery as may be specified herein, regardless of prior payment. Failure to inspect, accept or reject products shall neither relieve Seller from responsibility for such products as are not in accordance with order requirements nor impose liability of REBTECH therefore.
- 10.23. Seller shall provide and maintain inspection and quality control systems acceptable to REBTECH covering products furnished hereunder. Records of all inspection work by both REBTECH and Seller shall be kept intact and made available upon request to the other party during the performance of this order and for six years following delivery of products under this order.

- 10.24. Without limiting the generality of this Paragraph, Seller agrees if a special production run is made, that the first products produced under this order are subject to “first article inspection” prior to further fabrication. If the first article of products submitted fails to meet the inspection acceptance requirements, a new first article will be submitted for approval. This procedure shall be continued until an acceptable first article of products has been approved. First article inspection shall be based on the requirements of the drawings, specifications, and purchase documents as applicable. Acceptance of the first article of products shall not be considered acceptance of subsequent part production of products. The submission of the first article of products shall be accomplished by the physical data forwarded by the supplier, the tool number used to produce products, and in the case of products produced in molds, dies, etc. with more than one cavity, the Seller shall submit a first from each cavity and identify the first article to indicate the cavity it represents.
- 10.25. Seller should provide REBTECH appropriate material certifications both governmental and nongovernmental, as described on the purchase order or as otherwise specified by REBTECH.
- 10.26. Seller agrees to support all FAA inspections and quality audits, including but not limited to Vendor Self Audits and On-Site Inspections.

## **11. DEFAULT:**

- 11.1. REBTECH may, by written notice of default to Seller, cancel the whole or any part of this order or exercise its remedies hereof or any other remedy provided buyers of products by law or equity including any remedy under the Uniform Commercial Code in any of the following circumstances:
- 11.2. If Seller fails to make delivery or performance of the products within the time specified herein or any extension thereof.
- 11.3. If, in REBTECH’s good faith judgment, Seller fails to perform any of the other provisions of this order in accordance with its terms and does not cure such failure within a period of ten days, or such longer period as REBTECH may authorize in writing after receipt of notice from REBTECH specifying such failure.
- 11.4. Seller is in breach of any of the terms or conditions of this order.

- 11.5. If Seller becomes insolvent or makes assignment for the benefit of creditors, or if there shall be instituted by or against Seller any proceeding under any bankruptcy reorganization, arrangement, readjustment of debt or insolvency law of any jurisdiction or for the appointment of a receiver or trustee in respect to any of Seller's property and such proceeding is not dismissed or cured within 60 days; or
- 11.6. If any change occurs in the condition of affairs (financial or otherwise) of Seller or any person or entity that controls or is the majority owner or Seller, which REBTECH determines, in its sole discretion, impairs Seller's ability to perform hereunder or increases REBTECH's risk.

## **12. REMEDIES:**

- 12.1. In the event of a default by Seller hereunder, the remedies of REBTECH shall be as follows:
- 12.2. If REBTECH cancels this order in whole or in part as provided, REBTECH may procure upon such terms and in such manner as REBTECH may deem appropriate products similar to those cancelled and Seller shall be liable to REBTECH for any excess costs for such similar products, provided that Seller shall continue the performance of this order to the extent not cancelled under the provisions of this order.
- 12.3. REBTECH shall be entitled to exercise all other rights and remedies provided the Uniform Commercial Code and any other legal remedies available to it.
- 12.4. The rights and remedies of REBTECH provided in this Paragraph shall not be exclusive.
- 12.5. The failure of REBTECH to insist upon strict performance or any of the terms of this order or to exercise any rights hereunder shall not be construed as a waiver of REBTECH's rights hereunder.

## **13. WARRANTIES:**

- 13.1. Seller warrants that products supplied and services performed under this order shall conform to specifications herein and are MERCHANTABLE and FIT FOR THOSE

PARTICULAR PURPOSES for which such products and services are ordinarily employed.

- 13.2. Seller further warrants to REBTECH and to any third party ultimately using products, whether such third party is a customer of REBTECH or not, that all products delivered under this order will be free from defects in material and workmanship and will conform to applicable specifications, drawings, samples and descriptions. If seller is responsible for design of products, Seller warrants that all products delivered under this order will be suitable for use by REBTECH, including installation by REBTECH in its ultimate products. REBTECH's written approval of designs furnished by Seller shall not relieve Seller of its obligations under this warranty.
- 13.3. Seller shall be liable for all losses, claims expenses and damages, including but not limited to incidental and consequential damages, both to REBTECH and its customers incurred as a result of any defect in or breach of warranty concerning any products covered by this order.
- 13.4. The foregoing express warranties shall be in addition to any warranty customarily made by Seller of the products and any implied warranties and shall be construed as conditions as well as warranties.
- 13.5. Seller's warranty shall extend for a period of 24 months after the products are delivered and accepted by REBTECH and applied to its intended use. Where REBTECH incorporates any products into a product of REBTECH to be delivered to its customer, Seller's obligations under this Paragraph shall be for the benefit of REBTECH's customer and shall extend to one year after application of the products to their intended use.
- 13.6. The warranties, representations and covenants of Seller shall survive the delivery of products or completion of the services provided and shall be fully enforceable thereafter. Seller's warranty hereunder is part of the consideration for this order, any payment by REBTECH hereunder is conditional upon this warranty remaining in effect; and no modification or other change of this warranty shall be valid unless evidenced by REBTECH's written change order.

## 14. INFRINGEMENTS:



- 14.1. Seller warrants that REBTECH's purchase, installation, and/or use of products covered hereby will not result in any claim of infringement, or actual infringement of any patent, trademark, copyright, franchise, or other intellectual property right.

## **15. INDEMNIFICATION:**

- 15.1. Seller shall indemnify and hold REBTECH harmless from and against all claims, losses, expenses, damages, causes of actions and liabilities of every kind and nature, including without limitation court costs and reasonable attorney's fees, arising from out of any breach or alleged breach of any Seller's covenants, obligations, representations or warranties hereunder or from other acts or omissions of Seller, its officers, agents, employees, sub-contractors and guests, regardless of the reason therefore or the party who is asserting such claim against REBTECH.

## **16. SERVICE OR INSTALLATION OF WORK:**

- 16.1. In the event this order requires the performance of work or installation of products by Seller upon any property or project of REBTECH, the following conditions shall also be applicable.
- 16.2. Seller shall take precautions to protect all property and persons from damage or injury arising out of its work and shall comply with all fire, safety and other applicable regulations prescribed by any governmental agency and by REBTECH and/or the owner of the project upon which work is being performed, and shall be responsible for the observance thereof by all sub-contractors, employees, agents and representatives of Seller and its sub-contractors. Seller shall also obtain at its own expense and provide REBTECH with proof of insurance coverage satisfactory to REBTECH for workman's compensation and damage, public liability, personal injury, employer's liability and other applicable insurance.
- 16.3. Seller shall keep the premises and work free and clear of all mechanics' and materialmen's liens or claims. Seller shall promptly pay for all labor and material and if Seller fails to do so REBTECH, without waiving any rights or remedies against Seller for

- or by reason of such failure may, but without obligation to do so, pay the same and deduct the amount of such payments from sum due Seller hereunder, and REBTECH may withhold any payment to Seller until receiving such affidavits, waivers, and releases with respect to claims for labor and material as REBTECH may require.
- 16.4. The work shall remain at Seller's risk prior to written acceptance by REBTECH and/or the owner of the project and Seller shall replace at its own expense all work damaged or destroyed by any cause whatsoever.
- 16.5. Seller shall observe and comply with the wages, hours and working conditions required of REBTECH by any applicable labor agreement or local state or federal law.
- 16.6. Seller shall perform its work in accordance with the schedules established by REBTECH and shall fully cooperate with REBTECH and others engaged in work on the project so that the work on the entire project may be performed with the utmost speed, consistent with good practices. In case of conflict, REBTECH may direct the necessary coordination.
- 16.7. Seller shall carry on its work so that the premises shall at all times be clean, orderly and free from debris and upon completion shall remove all equipment and unused materials from the project, clean up all refuse and debris and leave the site of work clean, orderly and in good condition.
- 16.8. Seller shall require Seller's employees, agent's contractors or sub-contractors to abide by REBTECH's Work and Safety rules when work or services are performed at REBTECH's premises. REBTECH has the right to exclude personnel from REBTECH's premises who do not abide by such rules, and at REBTECH's election, to declare a default under this order.
- 16.9. Seller is solely liable for its employees, agents, contractors or sub-contractors and their action while on REBTECH's premises and the Seller indemnities and will protect REBTECH from all losses, claims, expenses, damages, arising from or out of the presence of activity of Seller's employees while at REBTECH's premises.
- 16.10. Seller shall act as an independent contractor and not as the agent, employee or representative of REBTECH. None of the benefits ordinarily provided by REBTECH to its employees, including without limitation, compensation and unemployment insurance, shall be made available to Seller or its employees. In the performance of the work

contemplated hereby, Seller, except as modified hereby, shall have the complete authority to control and direct the details of the work.

## **17. ADVERTISING:**

- 17.1. No advertising or publicity matter having or containing any reference to REBTECH or any of its staff members shall be made by Seller or anyone in Seller's behalf unless Seller has written consent of REBTECH.

## **18. DISCLOSURE OF INFORMATION:**

- 18.1. All data and information not already in the public domain, developed or disclosed during the life of this order will be the property of REBTECH and will be classified in secrecy and confidence by the Seller. Seller will keep confidential all such data and information until it comes into the public domain or until REBTECH consents in writing to disclosure.

## **19. ATTORNEY'S FEE:**

- 19.1. In any suit or action brought to enforce any term, condition, or covenant herein, or to recover damages arising from any breach of this contract, the losing party shall pay to the prevailing party reasonable attorney's fees and all other costs and expenses which may be incurred by the prevailing party in any such suit or action and in any reviews thereof and appeals there from.

## **20. LAW:**

- 20.1. The laws of the State of Texas shall govern this order.
- 20.2. Unless otherwise stated, the products ordered are to have an intended usage in the manufacture, construction, modification, maintenance, repair and/or servicing of REBTECH's products and facilities.

## **21. EQUAL OPPORTUNITY:**

21.1. Unless exempted by rules, regulations, or orders of the U.S. Secretary of Labor, the contract clause entitled "Equal Opportunity" set forth at 52.222-25 of the U.S. Federal Acquisition Regulation, as in effect on the date of this order, is incorporated herein and made a part of hereof by this reference, except that the term "Contractor" therein shall mean "Seller" and term "contract" therein shall mean this purchase order.

**22. AFFIRMATIVE ACTION:**

22.1. We acknowledge familiarity with Title VII of the Civil Rights Act of 1964 and Executive Order 11246, together with all applicable rules and regulations of the Equal Opportunity Commission and the Office of Federal Contract Compliance, and certify that we are in compliance with such requirements as they pertain to Government contractors, subcontractors, and suppliers to contractors and subcontractors.

**23. AFFIRMATIVE ACTION FOR SPECIAL DISABLED VIETNAM VETERANS AND HANDICAPPED WORKERS:**

23.1. Purchases of \$2,500.00 or more are subject to the provisions of the Rehabilitation Act of 1973, as Amended, and in addition, purchases of \$10,000.00 or more are subject to provisions of Executive Order 11246, as Amended by Executive Order 11375; and the Vietnam Era Veterans' Readjustment Act of 1974, as found in 37 U.S.C. 2012.

**24. SMALL BUSINESS AND SMALL DISADVANTAGED BUSINESS POLICY:**

24.1. REBTECH is committed to a balanced program for developing and maintaining action-oriented involvement to further the intent of Public Law 95-507. Wherever applicable, REBTECH agrees to carry out the policy of utilization of small business concerns and small disadvantaged business concerns in accordance with FAR 52.219-8.

**25. PERFORMANCE OF WORK:**

25.1. All products and services will be performed using labor of legal resident(s) or legal alien(s) as determined by location of performance.

25.2. THIS PURCHASE ORDER IS INTENDED BY REBTECH AND SELLER TO BE A FINAL EXPRESSION OF THEIR AGREEMENT AND IS ALSO INTENDED TO BE A COMPLETE AND EXCLUSIVE STATEMENT COVERING THE TERMS OF THIS

AGREEMENT. NO COURSE OF DEALINGS BETWEEN REBTECH AND SELLER AND NO USAGE OF THE TRADE SHALL BE RELEVANT TO SUPPLEMENT OR EXPLAIN ANY TERM USED IN THIS PURCHASE ORDER. ACCEPTANCE OR ACQUIESCENCE IN A COURSE OF PERFORMANCE RENDERED UNDER THIS PURCHASE ORDER SHALL NOT BE RELEVANT TO DETERMINE THE MEANING OF THIS PURCHASE ORDER EVEN THOUGH THE ACCEPTING OR ACQUIESCING PARTY HAS KNOWLEDGE OF THE NATURE OF THE PERFORMANCE AND OPPORTUNITY FOR OBJECTION.