1. Terms of Agreement. These Standard Terms and Conditions of Purchase (these “T&Cs”) shall be made a part of and incorporated into the purchase order (the “Purchase Order”) issued by Pneumadyne LLC (“Buyer”), and the Purchase Order is subject to these T&Cs. Any reference herein to the Purchase Order shall include these T&Cs. This Purchase Order is conditioned on Buyer’s acceptance of the terms and conditions herein, the Supplier Quality Manual, and any other documents referenced in the order, and is the complete and final agreement between Buyer and Seller. No waiver, alteration, or modification of the terms and conditions set forth herein shall be valid unless expressly agreed to in writing by Buyer. Any different, additional or conflicting terms or conditions set forth in any invoice or any other document issued by the party that is not consistent with these T&Cs or the Purchase Order shall be null and void.

2. Delivery Terms.

2.1. If goods are not made in the quantities and/or at the time(s) specified in the Purchase Order, Buyer reserves the right, without liability to take either or both of the following actions: (a) direct expedited routings of goods (the difference in cost between the expedited routing and the order routing costs shall be paid by Seller); (b) cancel this order or balance by notice effective when delivered to Seller; to purchase substitute goods elsewhere and charge Seller with any loss incurred, including the difference between the cost of substitute goods and the goods that would have been provided by Seller.

2.2. Seller shall use the means of delivery and the carrier specified and set forth by Buyer in the Purchase Order. All deliveries of goods ordered by Buyer shall be DAP Buyer’s facility (Incoterms® 2020) unless otherwise mutually agreed by Buyer and Seller, with all title and risk of loss passing to Buyer upon delivery of the goods DAP Buyer’s facility (Incoterms® 2020).

2.3. Each shipment of goods shall include separate packing slips showing: (a) Buyers’ Purchase Order number; (b) Buyer’s part number and revision level for each goods shipped, if applicable; (c) a description of the goods; (d) individual serial numbers of the goods, if applicable; (e) certificate(s) of compliance and/or material certifications, if applicable; and (f) the total quantity of goods shipped.

2.4. Buyer will be responsible for payment of goods delivered to Buyer in excess of quantities specified in the Purchase Order or prior to the delivery schedule specified. Such goods may be subject to rejection and returned at Seller’s expense, including transportation charges both ways. Buyer will not be liable for any material or production costs incurred in excess of the amount or in advance of the time necessary to meet Buyer’s delivery schedules.

2.5. Seller shall package the goods in a manner that will prevent damage during shipping and shall include the goods in accordance with Buyer’s instructions. Seller shall be liable for any loss or damage incurred as a result of improper packaging, crating and/or routing, including additional transportation costs due to improper routing.

3. Prices. If a price is not stated in the Purchase Order, Buyer and Seller agree that the goods shall be billed at the lesser of (a) the price last quoted to Buyer by Seller and (b) Seller’s prevailing customary market price. The Purchase Order may not be filled at a price higher than that last quoted not to exceed the Buyer without Seller’s specific written authorization. Buyer shall not be charged for taxes, transportation, boxing, packing or returnable containers in connection with the Purchase Order, unless such charges have been previously specifically agreed to in writing by Buyer. All sales, use, excise and similar taxes to be paid by Buyer, if any, must be itemized separately on the applicable corresponding invoice.

4. Express Warranty.

4.1. An express warranty from Seller is created by any affirmation of fact or promise made by Seller which becomes part of the basis upon which the agreement relating to the goods was made. Any sample or model provided by Seller as a basis for an agreement between the parties creates an express warranty that the goods shall conform to the sample or model. Any implied warranty of fitness for a particular purpose exists where Seller has reason to know of such particular purpose and has assisted in selection and/or approval of its use for a particular purpose.

4.2. WARRANTIES OF MERCHANTABILITY AND FITNESS FOR PARTICULAR PURPOSE EXIST, WITHOUT LIMITATIONS, AS SET FORTH AND DESCRIBED IN SECTION 5 BELOW. ANY EXPENSES, CHARGES OR LIABILITY ASSOCIATED WITH DEFECTIVE PRODUCT FOR BREACH OF ABOVE-STATED WARRANTIES WILL BE BORNE BY SELLER. IF A DESIGN CHANGE IS MADE TO AN EXISTING APPROVED PRODUCT WITHOUT KNOWLEDGE AND CONSENT BY BUYER, SELLER WILL BE LIABLE FOR CONSEQUENTIAL DAMAGES TO THE SAME EXTENT AS SET FORTH IN THE PROVISIONS OF THE IMPLIED WARRANTIES OF MERCHANTABILITY, WHEREBY SELLER HAS OBLIGATION TO RELAY KNOWLEDGE AND SAMPLE OF REVISED PRODUCT FOR LAB TESTING TO BUYER FOR APPROVAL(S), AS APPLICABLE WHERE PERFORMANCE SPECIFICATIONS HAVE BEEN THE BASIS FOR PRODUCT DEVELOPMENT. SELLER IS LIABLE FOR ANY AND ALL WARRANTY ISSUES REGARDING FITNESS FOR USE IN BUYER’S PRODUCT.

4.3. SELLER WILL BEAR RISK OF INCIDENTAL AND CONSEQUENTIAL DAMAGES INCLUDING, WITHOUT LIMITATION, LOSS OF REVENUE OR LOSS OF MARKET SHARE RESULTING FROM SELLER’S BREACH OF PERFORMANCE. BUYER MAY RECOVER FROM SELLER THE DIFFERENCE BETWEEN THE COST OF COST OF GOODS AND CHARGES INCURRED FOR SUBSTITUTE GOODS AND THE CONTRACT PRICE.

4.4. SELLER AGREES TO INDEMNIFY, DEFEND (AT BUYER’S REQUEST), PROTECT AND HOLD HARMLESS BUYER AND ITS AFFILIATED COMPANIES AND THEIR RESPECTIVE AGENTS, DIRECTORS, EMPLOYEES, AND SUCCESSORS AND ASSIGNS FROM AND AGAINST ALL CLAIMS, LIABILITIES, DEMANDS, ACTIONS, DAMAGES, GOVERNMENT INVESTIGATIONS, INJURIES, JUDGMENTS, FINES, COSTS AND EXPENSES, INCLUDING, WITHOUT LIMITATION, REASONABLE ATTORNEYS’ FEES AND EXPENSES, OF BUYER OR THIRD PARTIES CAUSED BY OR ARISING OUT OF SELLER’S NEGLIGENCE, GROSS NEGLIGENCE, OR INTENTIONAL MISCONDUCT. (B) SELLER’S BREACH OF ANY PROVISION IN THESE T&CS OR THE PURCHASE ORDER, OR BREACH OF THE SAME BY SELLER’S EMPLOYEES, REPRESENTATIVES, OR OTHER AGENTS, (C) BUYER’S OR A THIRD PARTY’S USE OF THE GOODS OR ITEMS FURNISHED BY SELLER TO ANY OTHER PERSON OR ENTITY FOR ANY PURPOSE, OTHER THAN FOR USE IN ACCORDANCE WITH BUYER’S BUSINESS PRACTICES. THIS INDEMNIFICATION REMEDY IS A NON-EXCLUSIVE REMEDY FOR BUYER AND BUYER SHALL HAVE ALL OTHER REMEDIES AVAILABLE TO IT, WHETHER IN LAW OR EQUITY.

4.5. Seller agrees to secure and maintain adequate insurance coverage with reputable insurers for the protection of Buyer in accordance with this Section 4. Seller will name Buyer as an additional insured under its insurance policies for the services or goods provided under this Purchase Order.

5. Specifications. Seller hereby warrants that Seller will supply or manufacture the goods in accordance with the specifications, if any, provided by Buyer, and that such goods will be (a) free from defects in material and workmanship, (b) merchantable and fit for the particular purpose for which such goods were intended; and the parties hereby agree that this warranty shall survive the delivery, inspection and acceptance of, and payment for, the goods. All goods rejected by Buyer shall be returned to Seller for full credit at the price charged, plus transportation charges. Buyer, in its sole discretion, may require Seller to replace rejected goods at the purchase price stipulated in the original Purchase Order. Buyer may, in its sole discretion, accept a part of any shipment that fulfills Buyer’s specifications, and reject any part that does not fulfill Buyer’s specifications. Seller agrees that, in the event Buyer elects to reject or revoke the acceptance of the goods in whole or in part, Buyer shall be entitled to receive a credit for the amount of the rejected goods. Seller will not make any changes in such specifications or make any changes in any components, processes or location used in manufacturing the goods previously agreed to by Buyer without Buyer’s prior written consent.

6. Inspection and Acceptance. Payment for any goods under this contract shall not constitute acceptance of such goods by Buyer. A major or minor defect in the goods shall not relieve Buyer of the right to reject the goods, or demand the delivery of acceptable goods at the designated destination either before or after payment or before or after acceptance at Buyer’s option. Buyer reserves the right to reject and refuse acceptance of goods which are not in accordance with the instructions, specifications, drawings, or data as furnished to Seller before or during the Purchase Order process. Items not accepted or goods whose acceptance is revoked will be returned to Seller for full credit or replacement at Buyer’s option and at Seller’s risk and expense, including transportation charges both ways; provided, however, that such goods may be held at Buyer’s discretion for Seller’s instructions and stored at Seller’s risk. If within 48 hours after notice of rejection or revocation of acceptance, Seller gives no instructions for the disposition of the goods, Buyer may, at its discretion, return full credit or replace the goods. Seller agrees that Seller shall not be relieved of its warranty obligation hereunder by any acceptance by Buyer. Buyer shall not be liable for failure to accept any part of the goods if such failure is the result of any cause listed in the section below regarding Force Majeure.

7. Invoices. Seller’s invoices shall, at a minimum, include: (a) Buyer’s Purchase Order number, against which the goods were shipped; (b) the date of shipment; (c) Buyer’s part number and revision level for each goods shipped, if applicable; (d) a description of the goods; (e) the total quantity of goods shipped; (f) the per unit price of the goods shipped; (g) the amount of taxes, if any; (h) the total invoice price; and (i) country of origin. Unless otherwise specified on the Purchase Order, payment terms are net 60 days from Buyer’s receipt of a valid Seller invoice.

8. Confidential Information. Seller acknowledges and agrees that any specifications and all related computer programs, designs and drawings related to or provided to Seller by Buyer shall be deemed “Confidential Information.” Seller further acknowledges and agrees that any other information which is disclosed by Buyer in any tangible form and is clearly labeled or marked as confidential, proprietary or its equivalent, or information which is disclosed orally or visually, is designated confidential, proprietary or its equivalent at the time of its disclosure and previously to writing and clearly marked or labeled as confidential, proprietary or its equivalent, within 30 days of disclosure shall be deemed “Confidential Information.” All Confidential Information shall be the exclusive property of Buyer, and Buyer retains all right, title and interest, including copyright, relating to Confidential Information. Seller agrees not to use any Confidential Information for any purpose other than as permitted or required for performance hereunder. The rights of Buyer under this Agreement are further limited to those rights which are stated herein to any third party and to take all necessary measures to prevent any such disclosure by its employees, agents, contractors or consultants. Upon request of Buyer or completion of the Purchase Order, Seller shall return all such Confidential Information to Buyer and shall certify to Buyer that it has returned all such Confidential Information. The return of Confidential Information does not preclude Buyer from using its own management information, its own material to manufacture, assemble, maintain and service the goods and shall include a full drawing package in reproducible form and any revisions or updates, including but not limited to, AutoCAD files, fabrication drawings, approved supplier list, test specifications, tool specifications and drawings, manufacturing assembly instructions, routines, quality assurance specifications, and other information, drawings and other material and information not already known or readily available to the general public. "Confidential Client Information" means all information about Buyer’s clients’ business affairs that is provided to Seller by Buyer or about which Seller learns while providing services that is not already known or readily available to the general public. Seller shall not engage in any unauthorized use or disclosure of Confidential Client Information and shall follow the same obligations and restrictions as for Buyer’s Confidential Information. All of Seller’s employees and independent contractors who may have access to Confidential Information shall be apprised of these restrictions and shall agree to be bound by the terms hereof. Seller shall be disclosed to Buyer on a nonproprietary basis and may be used and disclosed by Buyer without restriction, unless Buyer has executed a separate agreement restricting the use and disclosure of such information, data, software and the like.

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9. **Ownership of Tooling and other Material/Equipment.** All jigs, dies, fixtures, special cutting tools, special gauges, special test equipment, computer programs, patterns, other special equipment and manufacturing aids and drawings and any replacements of the foregoing ("Equipment") furnished to Seller by Buyer or specifically paid for by Buyer or created for Buyer shall remain the property of Buyer. Seller will provide separate and distinct storage for any Buyer Equipment that is to remain with Buyer. Buyer will label each storage area to clearly and permanently identify Buyer as the owner. Such Equipment while in Seller’s custody or control, will be maintained in good working condition, reasonable wear and tear excepted, by Seller at Seller’s expense, held at Seller’s sole risk and will be kept insured by Seller at Seller’s expense in an amount equal to the replacement cost with loss payable to Buyer. If Seller fails to return any Buyer Equipment, excepted, to Buyer immediately upon request by Buyer. Buyer shall also have the right to enter Buyer’s facility without notice during Seller’s normal business hours and remove or repossess the Equipment without cost or expense to Buyer. Equipment shall not be disposed of without prior written approval by Buyer. No use of Buyer’s Equipment shall be permitted without prior written approval by Buyer. Seller shall not publish or disclose Buyer’s product manufactured by Buyer’s Equipment, without prior written approval by Buyer.

10. **Termination.**

10.1 Buyer may, by notice in writing to Seller, terminate the Purchase Order or work thereunder, in whole or in part, at any time and such termination shall not constitute default. In such event, Buyer will pay Seller contract price for finished goods covered by this agreement held in Seller’s inventory provided product is completed to specifications and accepted by Buyer. Buyer will reimburse Seller verifiable costs associated with components in manufacture of incomplete Buyer’s proprietary products covered by this agreement.

10.2 Buyer shall have the right to cancel for default all or any part of the Purchase Order upon the occurrence of any of the following events: (a) Seller does not make deliveries or furnish services according to the terms specified, (b) Seller repudiates this contract, (c) Buyer rights under applicable laws and regulations are invoked, (d) Seller breaches any of the terms hereof including warranties of Seller, (e) Seller makes an arrangement, extension or assignment for the benefit of creditors, (f) Seller dissolves or otherwise ceases to exist or liquidates all or substantially all of its assets, (g) Seller becomes insolvent or generally does not pay its debts as they become due or (h) Seller is adjudicated as bankrupt or files a voluntary petition in bankruptcy. Buyer may, at its option and without notice, terminate or suspend all or any part of this contract and Buyer’s written assurance of future performance pursuant to the Uniform Commercial Code as enacted in the State of Buyer’s address as shown on the Purchase Order. In such a case, Seller must provide said written assurance of performance within 10 days of Buyer’s written request (excluding the date of mailing). This right of cancellation and the right to request an adequate written assurance of future performance are in addition to and not in lieu of any other remedies which Buyer may have in law or equity.

11. **Patent Infringement Indemnity.** Seller warrants the goods purchased hereunder do not infringe upon any patent, trademark, service mark, trade name, copyright or other similar third party intellectual property right and covenants and agrees to defend (at Buyer’s request) and hold harmless Buyer, its customers, agents and subsequent owners from any claim that any product purchased hereunder infringes any letters, patent, copyright or trademark, or from any claim of unfair competition, by reason of its use or sale by Buyer, its customers or agents. Seller further agrees to indemnify (and as incurred, reimburse) Buyer against any and all expense, loss, royalties, profits and damages, including court costs, attorneys’ fees and reasonable value of time expended by Buyer’s employees (as determined by Buyer in its sole discretion), in connection with or resulting from such suit or proceedings, including, without limitation, any settlement or decree of judgment therein. Seller’s obligations hereunder survive acceptance of goods and payment delivered by Buyer.

12. **Arbitration.** Except for any action where the sole relief sought is an injunction, any controversy or claim arising out of or relating to these T&Cs, or the making, performance or interpretation thereof, shall be settled by binding arbitration in the city of Buyer’s choosing in the state of Buyer’s business address as shown on the Purchase Order by one arbitrator in accordance with the Commercial Arbitration Rules of the American Arbitration Association. Judgment upon any arbitration award shall be final and binding on the parties.

13. **Change of Buyer.** Buyer reserves the right, at any time, to make written changes in any one or more of the following: (a) specifications, drawings and data incorporated in this contract where the items to be furnished are to be specially manufactured for Buyer; (b) methods of shipment or packing; (c) place of delivery; (d) time of delivery; (e) manner of delivery; or (f) quantities.

14. **Notices.** Notices and communications under the Purchase Order shall be deemed given to either party at the address set forth on the Purchase Order (includes any electronic address, if so provided on the Purchase Order) and delivered (a) by deposit in the U.S. mail if sent by registered mail, return receipt requested; (b) upon the next business day if sent by recognized overnight supplemental delivery service; (c) the same business date if notice is delivered personally; or (d) upon electronic confirmation of transmission if sent by facsimile or electronic mail.

15. **Assignment.** Assignment may not be assigned, transfer or subcontract the Purchase Order or any interest therein or any rights or duties hereunder without the prior written consent of Buyer.

16. **Force Majeure.** Neither Party shall be liable hereunder for any failure or delay in the performance of its obligations under this Purchase Order, if such failure or delay is on account of causes beyond its reasonable control, including civil commotion, war, fires, floods, accidents, earthquakes, inclement weather, telecommunications line failures, electrical outages, network failures, controls or regulations, casualty, civil authority, acts of God, or other similar occurrences beyond the reasonable control of the Party (each “Force Majeure Event”), for so long as such Force Majeure Event is in effect; provided, however, that if any Force Majeure event experienced by Seller continues for more than thirty (30) days, Buyer may terminate this Purchase Order without liability. Each Party shall provide the other Party with prompt written notice of the occurrence of Force Majeure Event and in any event within five (5) business days of its occurrence. For the avoidance of doubt, a Force Majeure Event does not include (i) acts or omissions of Seller’s subcontractors or suppliers (including, but not limited to, price increases or the inability of Seller to obtain necessary manufacturing inputs from its normal or customary sources); (ii) labor disputes of Seller, its subcontractors or its suppliers, including lockouts, strikes or slowdowns; or (iii) failure to comply with applicable law.

17. **Governing Law.** The Purchase Order shall be interpreted and construed in accordance with the laws of the State of [State], without giving effect to any principles of conflicts of law. Each party hereby submits to the exclusive jurisdiction and venue of the courts located in [Location], and hereby waives any objection to venue or jurisdiction that such court may have.

18. **Affiliates.** Any right, cause of action claim for relief or remedy granted to Buyer herein shall extend without exception to any entity that controls, is controlled by, or is under common control with Buyer.

19. **Force Majeure.** These T&Cs attached hereto, including the Supplier Quality Manual, all attachments hereto and thereto and specifications set forth herein and therein, constitute the complete and final agreement between the parties and supersede all prior negotiations and agreements between the parties concerning the subject matter hereof and thereof.

20. **Fair Labor Standards Act.** Seller agrees that all goods purchased hereunder will be produced in compliance with the Fair Labor Standards Act.

21. **Compliance with Applicable Law and the IMI Code of Conduct.** Seller will, and will ensure that each of its affiliates will, comply with all laws, rules, regulations, and orders of any jurisdiction that are applicable to it, its business activities and products including without limitation those related to anti-bribery, anti-money laundering, safety and environmental, export controls and trade sanctions, tax evasion, the facilitation of tax evasion, and human trafficking and modern slavery. Seller will without delay provide such information, documents, and access for audit and investigation as may be reasonably requested by Buyer to review Seller’s compliance with these T&Cs. Seller acknowledges that Buyer has a code of responsible business (the “IMI Code of Conduct”), which is available at www.imite.com. Seller shall at all times, conduct, and cause its officers, directors, employees and/or agents to conduct, business ethically and in accordance with the provisions of the IMI Code of Conduct. This Section 21 shall apply whether or not Seller is acting pursuant to a Purchase Order or otherwise in its relationship with Buyer. Seller agrees that it must be able to demonstrate its compliance with the requirements referred to in this Section 21 at the request of and to the satisfaction of Buyer which includes, but is not limited to, Buyer having the right to inspect any site involved in work for Buyer. If Seller fails to comply with this Section 21, Buyer shall be entitled, in its sole discretion, to terminate the Purchase Order or other agreements between Seller and Buyer without penalty to Buyer, but with obligations for Seller to remedy any damages suffered by Buyer as a result of such termination or as a result of the breach of the Purchase Order by Seller.

22. **Country of Origin.** Seller will label all goods sold hereunder, including all the goods’ components and containers, with the country of origin, and will indicate the country of origin on all invoices for the goods. Upon Buyer’s request, Seller will promptly provide certification of origin evidence the origin of such goods.

23. **Independent Contractors.** The relationship of Buyer and Seller under these T&Cs and those set forth in the attached Purchase Order is one of independent contractors. Nothing in the Purchase Order or these T&Cs shall be interpreted as authorizing either party to bind the other, to incur any liability on behalf of the other, or to act as an agent for the other.

24. **Survival.** All provisions herein or in the attached Purchase Order regarding warranty, indemnification, confidentiality, liability and indemnity thereon, or other provisions that survive by their terms, will survive any termination or expiration of the attached Purchase Order.

25. **Severability.** In the event that any provision of these T&Cs be held to be illegal, invalid or unenforceable under any present or future law, rule or regulation, such provision shall be deemed stricken from these T&Cs, but such illegality, invalidity or unenforceability shall not invalidate any of the other provisions of these T&Cs and the remainder of these T&Cs shall continue in full force and effect. In case any provision hereof or any part thereof shall be held invalid, illegal or unenforceable, there shall be added automatically as part of these T&Cs a legal, valid and enforceable provision as similar in terms to such illegal, invalid or unenforceable provision as may be possible.

26. **RoHS & EEE.** Seller agrees to notify Buyer, before delivery and delivery of goods, of the presence of hazardous substances as defined by the following Directives in goods or processes used to manufacture goods. If the presence of hazardous substances exceeds those allowable under these directives then Buyer has the right to require Seller to substitute materials in such a way as to comply with the directives. The directives are: Directive 2015/863/EU (Restriction of the use of certain hazardous substances in electrical and electronic equipment (ROHS)); Directive 2000/53/EC End of life vehicles; 2012/19/EU (WEEE); and council regulation No. 1907/2006 (http://echa.europa.eu/regulations/reach/candidate-list-substances-in-articles).

27. **Conflict Minerals.** Seller shall cooperate fully with Buyer in investigating the source of any tantalum, tin, tungsten or gold in the goods supplied by Seller to Buyer, including the completion of the standard ECML eTCE template, available at https://conflictmineralsreporting.org/conflict-minerals-reporting-template/ and any additional documentation required by Buyer.

28. **EEO.** The parties hereby incorporate the requirements of 41 C.F.R. §§ 60-1.4(a), 60-250.5, and 29 C.F.R. § 471. Appendix A to Subpart A, if applicable. This contractor and subcontractor shall abide by the requirements of 41 C.F.R. 60-300.5(a) and 41 C.F.R. 60-741.5(a), if applicable. These regulations prohibit discrimination against qualified individuals with disabilities.Seller agrees to cooperate in good faith with Seller to provide reasonable accommodations for employees with disabilities. Buyer and Seller shall take affirmative action to employ and advance in employment qualified protected veterans and qualified individuals with disabilities.