

General Conditions of Business for Commercial Customers of Röder Component Service Center s.r.o.

1. General Provisions

1.1 For the duration of the business relations all deliveries and services by Röder Component Service Center s.r.o. ("**RCSC**"), even future contracts without an express agreement to that effect, shall be subject exclusively to the following conditions, unless the parties agree otherwise. Differing, conflicting, or supplemental general terms and conditions of buyers respectively customers ("**Customer**") only become part of a contract if and to the extent RCSC expressly consents thereto. Performing a contract without any reservations despite knowledge of differing, conflicting, or supplemental general terms and conditions of Customer does not constitute consent.

1.2 RCSC's individual performances shall be stipulated in separate performance certificates or performance specifications that Customer and RCSC are to agree upon separately.

2. Offers, Orders

2.1 All offers by RCSC are subject to change. A legally binding contract shall not come into existence until RCSC issues a confirmation in writing, by telegraph, fax, or e-mail. This also applies to orders accepted by an agent of RCSC as well as orders given by telephone or fax. Order changes by Customer only become effective upon such confirmation.

2.2 Any special services rendered and deliveries made for the purpose of providing a cost estimate, e.g., travel, disassembly etc., shall be charged to Customer even if the planned services are not performed at all or are performed in a different way.

2.3 If RCSC is given orders to maintain, repair or work on parts delivered by Customer, a list with exact descriptions and, if necessary, the measurements of the delivered parts, shall be included. If such a list is missing the information contained in RCSC's order confirmation shall be deemed proof, that no further parts were delivered.

2.4 If RCSC is obliged by law or ordered by a governmental authority to disable, scrap, destroy or hand over to a public entity or a third party replaced parts and/or materials, Customer shall tolerate RCSC's complying with its legal duty respectively the order and reimburse RCSC for any costs incurred. Customer shall not have a claim against RCSC for complying with its legal duty respectively the order.

3. Conditions of Delivery

3.1 Unless otherwise agreed, delivery or acceptance shall take place at RCSC's plant. If Customer itself does not accept or take over the delivery but an agent does so, such agent must furnish proof of his legitimation. Unless such proof is furnished, RCSC may refuse acceptance or take over by the agent. Customer is responsible for the delay in acceptance or take over caused by a justified refusal of RCSC. RCSC is entitled but not obligated to check the legitimation of the agent.

3.2 If Customer requests shipment, this shall be done at Customer's expense. Transport insurance shall only be taken out at Customer's request and then at its expense. Any customs duties, fees, taxes and other public charges shall be borne by Customer.

3.3 Delivery dates given by RCSC are binding only if they were expressly agreed upon in writing.

3.4 Provided that RCSC can permanently not observe binding delivery deadlines due to causes not foreseeable by RCSC and not of its responsibility ("**non-availability of the goods**"), RCSC shall be entitled to fully or partly withdraw from the contract. In this case RCSC shall inform the Customer without delay about the non-availability of the goods and immediately reimburse the Customer for any considerations already received from the Customer. In particular, the goods shall be considered not available if RCSC itself is not supplied by its suppliers, even though RCSC has made congruent orders with its suppliers, neither RCSC nor its suppliers are responsible or RCSC in the particular case is not obliged to procure the goods.

3.5 Goods are also considered not-available pursuant to Number 3.4 if the delivery or performance is permanently rendered impossible because of force majeure. Apart from that, hindrances of delivery or performance due to force majeure or other events not foreseeable by RCSC, such as in particular labor disputes, shortages of labor force, energy or raw materials, which temporarily prevent RCSC without its responsibility to deliver the product, respectively to provide the service in time or in the agreed time limit, lead to a deferment of these time limits for the respective delivery or performance for the duration of the default caused by these circumstances.

4. Prices, Conditions of Payment

4.1 All prices are ex works RCSC and exclude postage, freight costs and packaging unless some other arrangement is expressly made, e.g. ex works of the manufacturer. Customer shall bear the value added tax in the respective amount applicable by law insofar as it is incurred. If RCSC manufactures the packaging Customer shall be charged with the costs.

4.2 All invoices are payable net (without deduction) immediately upon receipt of the invoice. The Customer will be in default of payment without a reminder by RCSC no later than 30 days after the due date and receipt of the invoice.

4.3 The Customer is only entitled to set-off and retention if his/her counterclaims are undisputed or res judicata counterclaims.

4.4 In the event of arrears on payments RCSC shall be entitled to demand default interest in the amount of 8 percentage points above the respective base interest rate insofar as this relates to fee requests. The assertion of further damages caused by delay remains reserved by RCSC. The entitlement of the parties as regards the commercial due date interest rate ("*kaufmännischen Fälligkeitssinssatz*") (Sec. 353 German Commercial Code) remains unaffected.

4.5 Customer shall reimburse RCSC for any costs incurred due to reasonable measures of asserting and enforcing claims; Customer shall reimburse debt collection agency fees up to what an attorney would be entitled to by law if he performed the tasks (statutory attorney's fees).

4.6 If, after conclusion of the contract, it becomes clear that the purchase-price claims or the remuneration claims of RCSC are at risk due to a lack of the Customer's ability to pay/perform (e. g. because an application to commence insolvency proceedings has been submitted), RCSC shall, according to statutory law, be entitled to refuse payment/performance and – if necessary after setting a deadline – shall be entitled to withdraw from the contract (Sec. 321 German Civil Code). As regards contracts on the manufacture of specific items (individual construction) RCSC can withdraw from the contract immediately; the statutory provisions concerning the lack of the necessity to set a deadline remain unaffected.

5. Passing of Risk

The risks of accidental destruction or accidental deterioration of the goods will pass to the Customer upon the handing over of the goods by RCSC at its factory or in the case of sales shipment the risks will pass over upon the handing over of the goods to the transport person. As far as acceptance is agreed, the acceptance shall be decisive for the passing of the risks.

6. Default in Acceptance

6.1 Customer shall be considered to have defaulted on the acceptance if it does not pick up the goods or cause their shipment within two weeks after it has been notified of the completion or the readiness of the goods. Once a default in acceptance occurs the risk of accidental deterioration or accidental loss shall pass to Customer.

6.2 If Customer defaults on acceptance RCSC shall also be entitled to demand compensation of the damages it suffers, including but not limited to any warehouse costs incurred by RCSC. Four weeks after the notice of readiness for pick-up RCSC also reserves the right to store the goods elsewhere at Customer's expense.

SPECIAL PROVISIONS FOR CONTRACTS FOR WORK AND SERVICES, IN PARTICULAR THE MANUFACTURE OF PARTS, MAINTENANCE AND REPAIR, VARNISHING AND GALVANIZING

7. Materials/Objects of Customer

7.1 If RCSC is given additional objects with the subject matter of the order, RCSC shall be liable for damage to such objects only in accordance with Number 10 of these Conditions of Business.

7.2 Customer shall grant RCSC a right of lien on all objects brought in by it for any claims relating to the underlying contract.

SPECIAL PROVISIONS FOR SALE CONTRACTS AND CONTRACTS DEALING WITH THE SUPPLY OF MOVABLE THINGS TO BE PRODUCED OR MANUFACTURED (SEC. 651 PARA. 1 CL. 1 GERMAN CIVIL CODE (BGB), SEC. 381 PARA. 1 GERMAN COMMERCIAL CODE (HGB))

8. Retention of Title

8.1 RCSC retains title of any goods it delivers until Customer has paid all claims under the business relationship with RCSC. The retention extends as well to all new products created by processing, intermixing or combining the goods delivered by RCSC; whereas the processing is done for RCSC as manufacturer. If the goods delivered by RCSC are processed, intermixed or combined with items not owned by RCSC, RCSC shall acquire pursuant to Sec. 946 et seq. BGB ownership or co-ownership in relation of the invoice value of the goods owned by RCSC to the invoice value of the other items.

8.2 As long as Customer is willing and able to meet its obligations toward RCSC properly, Customer may resell the goods owned or co-owned by RCSC pursuant to Number 8.1 ("**Goods subject to Retention of Title**") during the ordinary course of business. The following details shall apply:

- a) If Customer and its customer agree upon an unusually late due date for the consideration owed by customer, the Customer shall only be entitled to resell the goods under the condition that the Customer has made clear the condition to its customer that the ownership of the Goods subject to Retention of Title will only be transferred to the Customer's customer if the Customer's customer has fulfilled its payment obligations.
- b) Customer hereby assigns to RCSC all claims based on contracts on Goods subject to the Retention of Title, including bills of exchange and checks, to secure RCSC's claims under the business relationship. The same shall apply to any other claims that take the place of the Goods subject to the Retention of Title or otherwise accrue with respect to the Goods subject to the Retention of Title, e.g. insurance claims or tort claims resulting from loss or destruction of Goods subject to the Retention of Title. In case of a sale of goods which RCSC co-owns pursuant to Number 8.1, the assignment shall be limited to the portion of the claim that corresponds to RCSC's co-ownership share. RCSC accepts the assignment. Customer shall be authorized to resell or otherwise use the Goods subject to the Retention of Title only if it has been ensured that claims arising therefrom will pass to RCSC.
- c) If the assigned claim is included in a running account, Customer hereby assigns to RCSC a part of the balance corresponding to the amount of the claim (including the respective portion of the final balance) from the current account. If intermediate balances are drawn and it has been agreed to carry them forward, then the claim to which RCSC is actually entitled under the intermediate balance pursuant to the above regulation shall be treated as if it had been assigned to RCSC.
- d) The Customer shall continue to be entitled to collect such claims also after they have been assigned to RCSC. However, RCSC's entitlement to collect these claims remains unaffected. Yet, RCSC undertakes not to collect these claims if the Customer complies with its payment obligations towards RCSC, is not in default of payment and in particular has not filed a petition for the opening of insolvency proceedings and no other deficiency in its performance capability occurs. If the latter should be the case, RCSC may request from Customer that Customer provides information about the assignment of claims and the corresponding debtors, that Customer provides the particulars necessary for the collection, hands over all related documents and informs the debtors (third parties) about the assignment.

8.3 Customer shall treat the Goods subject to Retention of Title with care, as far as they are at Customer's disposal, and to safeguard them and carry out the usual inspection, maintenance and upkeep work at its own expense. Customer may neither pledge the Goods subject to Retention of Title nor transfer them by way of security. Customer shall give immediate notice in writing or by fax of any access to the Goods subject to the Retention of Title by third parties, such as by way of

attachment or seizure, as well as of any damage or destruction. Customer shall bear all expenses required to terminate the access and to return the Goods subject to Retention of Title, insofar as they cannot be collected from third parties.

8.4 In the event of a conduct of the Customer that is not in conformity with the contract, in particular in case of non-payment of the due purchase price/remuneration, RCSC shall be entitled to withdraw from the contract in accordance with the statutory provisions and to demand the Goods subject to the Retention of Title to be returned according to the retention of title and the withdrawal. In the event that the Customer does not pay the due purchase price/remuneration, RCSC shall be entitled to assert these rights only if RCSC beforehand has set the Customer an appropriate payment deadline or if setting such deadline is not necessary according to statutory provisions.

8.5 If the realizable value of the securities exceeds the claim to be secured by more than 10 %, RCSC shall release securities at Customer's request; the choice of the securities to be released lies with RCSC.

8.6 If a retention of title is not permissible pursuant to the statutory provisions applicable in the Customer's country, or if it is only permissible to a limited extent, RCSC's above described rights shall be limited to the legally permissible scope.

9. Customer's Rights in the Event of Defects

9.1 Statutory law applies to the Customer's rights regarding material and legal defects of the goods, unless otherwise specified below. In all cases, the special legal provisions for final delivery of goods to a consumer remain unaffected (supplier recourse according to Sec. 478, 479 BGB).

9.2 For the sale of newly manufactured goods and in the event of a supplier recourse against RCSC by Customer, after a successful purchase price reduction or return by a consumer, Sec. 478 BGB shall apply with the proviso that in the event of a purchase price reduction by the consumer, RCSC shall only assume the reduction portion that was applied between Customer and the consumer or the other intermediate dealer. The limitation of recourse claims is regulated in Sec. 479 BGB.

9.3 If Customer is a businessman in terms of commercial law, claims for defects of Customer require that the Customer fulfilled its statutory inspection and notice obligations pursuant to Sec. 377, 381 HGB. If a defect is discovered during the inspection or at a later point, such defect must be reported to RCSC immediately in writing. The report is considered immediate if reported within two weeks whereby duly dispatch is sufficient to observe the deadline. Independently of these inspection and notice obligations, the Customer must report obvious defects of the goods (including wrong or short delivery) within two weeks as of the delivery in writing, whereby here too duly dispatch of the notice is sufficient. Should the Customer fail to accordingly inspect and/or report a defect, RCSC's liability for such defect is excluded.

9.4 In case of justified and timely notices of a defect, the correction of the defect may be done by remediation of the defect or replacement delivery ("**alternative performance**").

9.5 The Customer has to give RCSC the necessary time and opportunity to fulfill the alternative performance, in particular, the Customer has to turn over the rejected goods for inspection purposes. In case of a replacement delivery, the Customer must return the defective goods to RCSC according to statutory provisions.

9.6 The alternative performance includes neither the dismantling of the rejected goods, nor the renewed installation, if RCSC was not initially obligated to install the goods. This exclusion does not apply to final delivery of the goods to a Consumer within the scope of the supplier recourse according to Sec. 478 BGB.

9.7 The expenses necessary for the inspection and the alternative performance, in particular transport costs, workmen's travel costs, work and material costs (excluding costs for disassembly and installation) shall be borne by RCSC in case of a de facto defect. Should the Customer's request for remedy of defect be unjustified, RCSC may demand compensation from the Customer for the costs incurred, if the Customer was or should have been aware that the defect was non-existent.

9.8 In case defective goods have not been produced by RCSC and such defect may not be remedied by RCSC due to licensing or actual reasons, RCSC, at its own choice, shall be entitled to claim damages against the producer or contractor on behalf of the Customer or to assign its claims to the Customer. The Customer shall only be entitled to make claims for defects against RCSC pursuant to the requirements applicable and pursuant to these General Conditions of

Business if any legal assertion of such claims against the producer and the contractor has not been successful or is unpromising, e.g. in case of insolvency.

9.9 Should the alternative performance fail or should a time limit set by the Customer in this regard expire without success or be dispensable according to statutory provisions, the Customer may withdraw from the contract or reduce the purchase price/remuneration. In case of a trivial defect, however, the right to withdraw does not apply.

9.10 Customer claims for damages or compensation for futile expenses consist only in accordance with Number 10 and are otherwise excluded.

9.11 The general limitation period for claims arising from material and legal defects shall be one year from delivery. If the acceptance has been agreed, the limitation period begins with the acceptance of the goods.

9.12 However, should the goods be a building, a work whose result consists in the rendering of planning or monitoring services for this purpose or an object, used in its usual purpose for a building and causing its defectiveness (building material), the period of limitation according to the statutory rules is five years from delivery or acceptance, in case acceptance is agreed. However, in case of RCSC fraudulently concealing the defect, the special statutory provisions regarding in rem claim to return of third parties remain unaffected. The same applies to claims in the supplier recourse for final delivery to a Customer.

9.13 The limitation periods mentioned above also apply to contractual claims for damages of the Customer, based on a defect of the goods ("*Mangelfolgeschaden*") unless the application of the regular statutory limitation period pursuant to Sec. 195, 199 BGB would result in a shorter limitation period on an individual basis. The period of limitation of the German Product Liability Act shall remain unaffected in any case. Apart from that only the statutory limitation periods apply to claims for damages by the Customer according to Number 10.

10. Further Liability

10.1 Unless otherwise specified in these general terms and conditions, including the following provisions, RCSC is liable for any breach of contractual and non-contractual obligations under the relevant statutory provisions.

10.2 RCSC is responsible for damages - for whatever legal reason - if the company or its legal representatives or vicarious agents have acted with intent or gross negligence. In case of simple negligence by RCSC or their legal representatives or vicarious agents, RCSC is only liable

a) For damages resulting from injury to life, body or health,

b) For damages resulting from the breach of a material contractual obligation. Material contractual obligations are such obligations, whose fulfillment is essential to the due performance of the contract and upon which adherence the Customer relies and may rely. In this case, however, the liability of RCSC is limited to the compensation of the foreseeable, typically occurring damages.

10.3 The limitations of liability resulting from Number 10.2 do not apply if RCSC fraudulently concealed a defect or gave a guaranty of the quality of the goods. The same applies to claims under the German Product Liability Act.

10.4 For the avoidance of doubt the "Release to service certificates" issued by RCSC for the goods only indicates that the certified goods may be used for air transportation; however, RCSC expressly does not provide any quality guarantee in this regard.

10.5 Due to a breach of obligation which does not qualify as a defect, the Customer may only withdraw or terminate the contract if RCSC is responsible for the breach of obligation. Apart from that, the statutory provisions and legal consequences apply.

10.6 The above exclusions and limitations of liability apply to the same extent for the benefit of the legal representatives, employees and other vicarious agents of RCSC.

11. Application of national, European and US export restrictions

11.1 The parties are in agreement that the statutory or decreed national, European and US export restrictions (Export Control Regulations) are applicable. Therefore, export of the goods to certain states with dictatorial governments or regimes is not permitted.

11.2 Customer shall be obliged to inform RCSC of any export of goods to such states in writing and shall be obliged to obtain RCSC's prior written consent. In case of the Customer's failure to comply with such requirements RCSC shall be entitled to withdraw from the respective contract. Customer shall be obliged to bear any costs incurred in relation to such withdrawal.

12. Miscellaneous

12.1 Unless other agreements are made in writing, these General Conditions of Business reflect the entirety of the agreements between RCSC and Customer. There are no collateral oral agreements. Changes, amendments and cancellations of these General Conditions of Business must be in writing. This also applies to a waiver of the written form requirement. To comply with the written form requirement, transmission by fax or by e-mail is sufficient.

12.2 German law, excluding the rules on conflict of laws and the UN Sales Convention, shall apply in relation to the conclusion and execution of the contract as concerns the legal relations between RCSC and Customer.

12.3 The Local Court of Frankfurt / Main (Germany) shall have jurisdiction over disputes under this contract. However, RCSC reserves the right to call upon the court with general jurisdiction for the location of Customer's seat.

12.4 If a provision of these General Conditions of Business is invalid, the validity of the remaining provisions shall not be affected thereby.