

CEILINGS PLUS

TERMS AND CONDITIONS

The Buyer agrees to the following terms in connection with any agreement, contract and/or purchase order between Buyer and Ceilings Plus, a California General Partnership (hereinafter sometimes also referred to as "Seller"):

1. Incorporation of Terms and Conditions: It is agreed that the terms and conditions of this Agreement shall be incorporated into and shall become part of any and all agreements made between the Buyer and Ceilings Plus and where terms conflict those herein shall control.
2. Reliance on Information Provided: Buyer understands that Seller will rely on the information provided in extending credit to Buyer and therefore represents and warrants to Buyer that the information provided is true, correct and complete. Buyer agrees to notify Seller immediately any changes with respect to the information provided herein.
3. Authority of Buyer: Buyer, through and/or by its designated Agents who have entered into this Agreement, represents and warrants that Buyer has authority to enter into this agreement.
4. Jurisdiction: Buyer agrees that this agreement and any resulting contract or agreement shall be subject to and interpreted under the laws of the State of California. Buyer expressly consents to personal jurisdiction, and agrees to venue, in the State of California, County of Los Angeles.
5. Payment Terms: Buyer agrees that, regardless of the status of payment thereto, payment for all goods and/or services invoiced by Seller to Buyer shall be due as stated on Ceilings Plus Sales Order Confirmation. In the event Buyer fails to remit payment as specified, Buyer agrees to pay interest at the rate of one and one half percent (1 ½ %) per month, both before and after judgment. In the event Seller is required to undertake any action whatsoever to enforce or construe this Agreement, Buyer further agrees to pay, indemnify, and compensate Seller for all costs of collection including reasonable attorney's fees and court costs.
6. Cancellation Fees: Buyer agrees that there will be a cancellation charge in the event the order is cancelled for any reason. The charge is subject to the time of the cancellation. If the order is placed and engineering and/or shop drawings have been produced, and material has not been procured, there is a 35% cancellation charge. If an order is cancelled after engineering/shop drawings and material procurement and before fabrication has started, a 50% cancellation charge will be issued. If the order is placed, engineering/or shop drawings have been produced and fabrication has begun, there is a 80-100% cancellation charge, subject to the amount of fabrication performed at the time.
7. Retainage/Backcharges: Buyer agrees that no retainage will apply to, or be held from, payments to Seller. Buyer agrees that no backcharges will be honored unless authorized in writing by an authorized agent of Seller before such expense is incurred.
8. Taxes: Buyer acknowledges that, unless otherwise noted, prices quoted by the Seller do not include Municipal, State or Federal Sales or Use Taxes, or other tax, license, permits, fee or charges imposed upon or incident to this transaction. Such charges if imposed, will be added to Seller's billing.
9. Extra Work: Buyer agrees that Seller will be paid reasonable compensation for any extra work ordered by Buyer. Buyer agrees that if the parties fail to reduce extra work orders to writing, Seller will be paid the reasonable value of the extra work according to commercially reasonable rates.
10. Delivery: Shipping: Seller acknowledges that shipping schedules are based on estimates of production time after receipt of fully approved shop drawings. Goods are at risk of Buyer after delivery to carrier notwithstanding shipment to Seller order.
11. Shipping Instructions/Costs: Seller reserves the right to ship in the most convenient way Unless otherwise agreed, Buyer agrees that all costs associated with freight will be the responsibility of the Buyer. All unloading shall be done by Buyer and Buyer agrees to pay a reasonable storage fee if goods are stored by Seller after ready for delivery.

12. Assignment of Rights: Security for all extensions of credit Buyer hereby assigns to Seller any and all contract, mechanic's lien, payment bond, stop notice, trust fund, and/or any other legal rights for unpaid balances arising from the goods supplied by Seller. As additional security for Buyer's payment and indemnity obligations under this Agreement, Buyer hereby grants to Seller a security interest in all of Buyer's equipment, inventory, accounts, contract rights, receivables, goods, and assets.
13. Information/Documentation: Project Information: Upon request by the Seller, the Buyer agrees to promptly provide the Seller with accurate and complete information requested regarding the construction project for which Seller's goods are ordered. Buyer authorizes and grants Seller, its agents and/or attorneys, permission to converse, correspond, notify, and/or otherwise communicate with any party for any reason, including, but not limited to, securing, confirming, and/or otherwise verifying the above-mentioned project information.
14. Limitations of Claims: No Damages for Delay: Every reasonable effort will be made to maintain schedules, but Buyer hereby agrees that Seller will not be liable for any damages or claims of delay in supply of any goods from any cause.
15. Notice of Claim/Waiver: Buyer shall make a careful inspection of the goods purchased at the time of delivery. Buyer's failure to give written notice of any type of claim within (5) five days from the date of delivery shall constitute an unqualified acceptance of the goods and a waiver of all claims with respect thereto. Upon the giving of any notice that the goods are defective, Buyer must retain the goods intact together with any containers in which the goods were delivered to enable Seller or Seller's agent to have a reasonable opportunity to inspect the goods. Seller will not be liable for damages, and back charges will not be accepted, without prior notification, an opportunity to inspect and repair/replace, and approval in writing by Seller. Buyer's exclusive remedy and Seller's limit of liability resulting from defective goods shall be for the purchase price of the particular delivery and goods. In no event shall Buyer be entitled to, or Seller be liable for, any damage due to delay of any type, nor profit of any description, including, but not limited to profit on contemplated use, nor consequential, special or punitive damages.
16. Returned Goods: No goods may be returned without Seller's prior authorization and written consent and, where return is authorized by Seller, freight and applicable restocking charges shall be the responsibility of the Buyer.
17. Limitation of Warranties: **EXCEPT AS EXPRESSLY STATED HEREIN, SELLER MAKES NO WARRANTY, EXPRESS OR IMPLIED, THAT THE GOODS ARE FIT FOR ANY INTENDED PURPOSE OR THAT THE GOODS ARE MERCHANTABLE. EXCEPT AS EXPRESSLY STATED HEREIN, THE GOODS ARE SOLD TO BUYER IN THEIR "AS-IS", "WHERE-IS" AND "WITH ALL FAULTS" CONDITION.**

EXCLUSION OF BUYER'S RIGHT TO RECOVER CONSEQUENTIAL OR INCIDENTAL DAMAGES: Buyer expressly agrees that if the Goods fail to conform to Seller's limited warranty, due to the sole and exclusive remedy afforded above, **SELLER SHALL NOT BE LIABLE TO BUYER FOR CONSEQUENTIAL, INCIDENTAL, INDIRECT, PUNITIVE, OR SPECIAL DAMAGES (INCLUDING, WITHOUT LIMITATION, DAMAGES FOR LOSS OF USE, LOST PROFITS, BUSINESS INTERRUPTION, COST OF ACQUISITION OF REPLACEMENT GOODS). BUYER EXPRESSLY ACKNOWLEDGES THAT BUYER HAS BEEN ADVISED THAT IT COULD SUFFER CONSEQUENTIAL OR INCIDENTAL DAMAGES AS DESCRIBED IN THIS ARTICLE AND THAT BUYER KNOWINGLY WAIVES THE RIGHT TO SEEK THE RECOVERY OF SUCH DAMAGES FROM SELLER.**

Indemnification: Buyer shall indemnify and hold harmless the Seller and its agents and employees from and against all claims, damages, losses and expenses including, but not limited to, attorneys' fees arising out of or resulting from the performance of that which is described in this agreement, provided that any such claim is attributable to bodily injury, sickness, disease or death or injury to or destruction

of tangible property including the loss of use resulting therefrom caused in whole or in part by any negligent act or omission of Buyer, any subcontractor, employee, agent, or anyone else directly or indirectly employed by any of them or by any third person, regardless of whether or not it has been caused in part by a party indemnified hereunder.

Applicant(s):

By: _____

Printed Name: _____

Its (title): _____

Date: _____

By: _____

Printed Name: _____

Its (title): _____

Date: _____