POLICIES TERMS AND CONDITIONS

GENERAL:

All orders must be accompanied by a signed POLICIES, TERMS AND CONDITIONS form. No order will be processed or shipped prior to properly executed return of this document. The parties agree that this sales contract was made at the address of the seller and that any dispute that arises hereunder be subject only to the jurisdiction of the Courts of Pennsylvania and in accordance with the laws of Pennsylvania. For the purpose of this document where mentioned, CNT Motion Systems, Inc refers to CNT Motion Systems, Inc., a Pennsylvania based Corporation.

CNT Motion Systems does not collect sales tax on the behalf of any States or government entities. Machines sold in the Commonwealth of Pennsylvania are non-taxable equipment used for manufacturing.

Under no circumstances will CNT Motion Systems, Inc. collect, hold or be responsible for any sales taxes due. Any sales taxes due are between the taxing authority and the customer.

PAYMENT POLICY:

CNT Motion Systems, Inc requires 50% deposit with order. 50% balance due one week prior to shipping. As another option, CNT Motion Systems, Inc offers third party equipment leasing. The lease Agreement shall commence prior to shipment. See also, Order Entry Policy.

SHIPPING POLICY:

CNT Motion Systems, Inc offers four shipping options:

- 1. Freight collect on customer's chosen carrier.
- 2. Freight arranged by, and paid for by customer.
- 3. Customer pickup at CNT Motion Systems, Inc manufacturing facility.
- 4. CNT Motion Systems, Inc. arranges freight and is prepaid by customer prior to shipment.

All damage during shipment is the sole responsibility of the carrier, the customer should file a claim with the carrier's cargo claims department. Incorrect shipments: If shipment received does not correspond with purchase order, notify the factory immediately. Hold incorrect items until return shipping instructions are received from CNT Motion Systems. The machinery will be shipped FOB Pittsburgh, PA Shipping Point

CUSTOMER SUPPLIED ITEMS:

CNT Motion Systems, Inc does not warranty customer-supplied systems, including but not limited to computers, spindles, accessory heads or any hardware or software that may conflict with the CNT Motion Systems, Inc.

ORDER ENTRY:

CNT Motion Systems, Inc will begin order entry procedures upon the following two conditions: 50% Deposit and or Approved third party Lease. To further expedite the order and to avoid additional charges, customer should advise CNT Motion Systems, Inc of customer TAX EXEMPT IDENTIFICATION NUMBER, and, or STATUS.

CNT Motion Systems, Inc will then begin making machines on a first in, first out basis. CNT Motion Systems agrees (barring any unforeseen circumstances, i.e. catastrophic loss of property by an act of God or sudden unavailability of parts by suppliers etc.)

All machines are made to order.

Prior to shipping if the final 50% payment is not received by CNT Motion Systems, Inc within the 10 working days, CNT Motion Systems, Inc will send by certified letter a NOTICE OF INTENT. Such notice will request that payment in full be made within seven (7) days commencing from the receipt of the NOTICE OF INTENT. If payment in full is not received by CNT Motion Systems, Inc, CNT Motion Systems will at its own discretion cancel the order with the original buyer and sell said machine to the next customer in the order entry queue. Original buyer will then have the opportunity to reorder machine and be put in the first in, first out order entry queue again. Buyer would still be subject to all of the CNT Motion Systems, Inc POLICIES, TERMS AND CONDITIONS.

EXPRESS WARRANTY & REPAIR:

CNT Motion Systems, Inc warrants that it is owner of the goods covered by this agreement and that there are no liens, claims, or encumbrances of any kind against the goods. CNT Motion Systems, Inc further warrants all components manufactured by it against defects in workmanship, materials and construction when used under normal operating conditions and in accordance with provided specifications for a period of one (1) year from the date of delivery by carrier to purchaser. CNT Motion Systems, Inc will repair or replace, at its option, any of its products found to be defective during the warranty period provided all defective parts are returned to CNT Motion Systems, Inc with a return authorization number with freight prepaid. Repairs needed due to faulty craftsmanship by CNT Motion Systems, Inc the purchaser is not responsible for any Travel, Lodging or Meals associated with onsite warranted repairs. Any repairs or replacement of components needed due to misuse and abuse or failure of a component manufactured by anyone other than CNT Motion Systems, Inc. The purchaser would be responsible for any Travel, Lodging or Meals associated with onsite repairs. The component will be replaced in accordance with the original manufactures warrantee program. CNT Motion Systems will be the liaison in the facilitation of the part that needs to be replaced. CNT Motion Systems will ship the replacement component using UPS Ground. To have the component expedited will be the at the cost of the recipient. These warranties are for the benefit of the buyer herein and are not extended to any resale purchase.

PURCHASER'S WAIVER OF IMPLIED WARRANTIES & LIABILITIES

CNT Motion Systems, Inc LIABILITY IS LIMITED TO REPAIR OR REPLACEMENT OF THE PRODUCT WITHIN THE WARRANTED PERIOD AND ACCEPTS NO CLAIM FOR ANY CONSEQUENTIAL, INCIDENTAL OR DIRECT DAMAGE OR EXPENSE ASSOCIATED WITH THE WARRANTED PRODUCT. ANY CNT Motion Systems, Inc PRODUCT WHICH IS DAMAGED DUE TO MISUSE, ABUSE, NEGLIGENCE, ACCIDENT, IMPROPER INSTALLATION, OR WHICH HAS BEEN MODIFIED OR DISMANTLED WITHOUT THE KNOWLEDGE AND CONSENT OF CNT Motion Systems, Inc IS NOT COVERED BY WARRANTY OF FITNESS. THERE ARE NO WARRANTIES WHICH EXTEND BEYOND THE DESCRIPTION ON THE FACE HEREOF.