## TERMS AND CONDITIONS OF SALE

- 1. ENTIRETY. Except to the extent Trackmobile and Buyer have executed an Authorized North American Distributor Agreement, which such terms shall take precedence, these Terms and Conditions of Sale and all documents referenced herein (collectively, the "Terms") are the only terms and conditions which govern the sale of goods ("Goods") and/or services ("Services" and together with Goods, "Deliverables") by TRACKMOBILE ("Seller") to the buyer ("Buyer") and supersede all other terms and conditions, oral or written, and all communications between the parties suggesting additional or different terms. These Terms represent the final and complete understanding of the parties and may be amended or cancelled only by mutual written agreement. Acceptance is expressly limited to these Terms. Any proposal for additional or different terms or any attempt by Buyer to vary these Terms is hereby deemed material and is objected to and rejected. No terms of any document or form submitted by Buyer shall be effective to alter or add these Terms. The earlier commencement of performance or Buyer's receipt of any of the Deliverables shall constitute acceptance of 6. INSPECTION. Buyer shall inspect the Goods upon these Terms.
- 2. PRICES. Prices quoted are in U.S. Dollars and based on the price at the time of quotation and are subject to change without notice. Clerical errors are subject to correction without liability.
- **3.** TAXES. Prices do not include any sales, use, excise, privilege, ad valorem, or other taxes, duties, tariffs or assessments now or hereafter imposed or levied ("Taxes") by or under the authority of any foreign, federal, state, provincial, or local law, rule, or regulation (collectively, "Law") concerning the Deliverables or the manufacture or sale thereof. If Seller pays any such Taxes, Buyer shall, upon demand, immediately reimburse Seller for such amounts.
- TERMS OF PAYMENT. All orders are subject to acceptance in writing by Seller. Unless agreed by Seller in writing, all payments are to be prepaid. No discounts shall be taken unless expressly allowed in writing by Seller. All amounts due to Seller from Buyer shall be paid without abatement, deduction, or setoff. Invoices not paid when due are subject to a late payment service charge of the lesser of 1.5% per month or the highest rate permitted by Law,

- calculated daily, and compounded monthly. If Buyer fails to make any payment when due, Buyer shall be liable for all costs and expenses related to collection of past due amounts, including, without limitation, attorneys' fees and costs. If, in Seller's judgment, the financial condition of Buyer does not justify continuance on the then terms of payment, Seller may require full or partial payment in advance or otherwise adjust the terms including ceasing to supply Buyer.
- DELIVERY. Delivery shall be made EXW (Incoterms 2010) Seller's facility and title and risk of Buyer passes to at such Delivery/performance dates are estimates only. Seller shall not be liable for any claim, loss, expense, or damage of any kind whatsoever for delays, or loss or damage in transit. Claims for loss or damage shall be made solely against the carrier. Seller may, in its sole discretion, without liability or penalty, make partial shipments of Goods to Buyer. Each shipment will constitute a separate sale, and Buyer shall pay for the units shipped whether such shipment is in whole or partial fulfillment of Buyer's purchase order.
- receipt and Services upon performance, and Buyer shall immediately notify Seller in writing within three (3) days of any claims that the Deliverables are different than identified in Buyer's purchase order whereupon Seller shall determine the remedy pursuant to Section 12. Failure to give such written notice during such period will constitute satisfactory shipment by Seller and will constitute irrevocable acceptance by Buyer of all Deliverables.
- CHANGES OR CANCELLATION. Changes in 7. specifications or designs to any Deliverables, changes in delivery or performance schedules or reschedules or cancellations of orders are not permitted unless Seller has accepted same in writing, has determined the additional charge to be made, if any, and the same has been paid by the Buyer. Once ordered, deliverables that are made to order, discontinued or custom products ("Special Order Goods") may not be cancelled by Buyer. Seller reserves the right to cancel any purchase orders or releases thereunder, or terminate any agreement relating to purchase of Seller's Deliverables, upon 10 days' notice to Buyer.

- **8. RETURNS**. Goods may not be returned without prior written authorization of Seller and compliance with Seller's return policies and procedures then in effect.
- 9. STORAGE. In the absence of agreed shipping dates, Seller may invoice Buyer and ship the Deliverables once they are ready for shipment. If, because of Buyer's inability to take delivery on a mutually agreed delivery date, the Deliverables are not shipped, stopped in transit or returned, Seller may store them for Buyer at Buyer's expense and risk and risk of loss shall pass to Buyer when the Deliverables are placed in storage and such date shall constitute the date of shipment for purposes of beginning the warranty and payment periods.
- 10. SERVICE TERMS. (a) Services will be provided at Seller's then current service rates; (b) If the site is not prepared for the Services upon Seller's arrival, Seller may charge a service fee and for any delay and/or travel time; (c) Buyer shall provide Seller with advance notice of any rules, requirements and Laws; (d) Seller may refuse, without any liability, to provide Services and to allow Seller service personnel to suspend Services or vacate any site where, in Seller's opinion, provision of Services would pose a risk to the safety of any person. In such event, Buyer is responsible for payment of any delay and/or travel time at Seller's regular service rates; (e) Buyer is solely liable for all damages or injuries caused or contributed to by Buyer that may occur; and (f) Buyer must provide at least 24 hours' notice of cancellation of any Service order. If Buyer cancels with less than 24 hours' notice, Buyer is responsible for any costs incurred by Seller caused by such cancellation.
- 11. INSURANCE. Buyer shall, at its own expense, maintain and carry insurance in full force and effect which includes, but is not limited to, commercial general liability (including product liability) in a sum no less than \$1 million with insurance carriers having an AM Best rating of "A- VII" or better. Upon Seller's request, Buyer shall provide Seller with a certificate of insurance from Buyer's insurer evidencing the insurance coverage specified in these Terms. Buyer shall provide Seller with 30 days' advance written notice in the event of a cancellation or material change in Buyer's insurance policy. Except where prohibited by law, Buyer shall require its insurer to waive all rights of subrogation against Seller's insurers and Seller.
- **12. LIMITED WARRANTIES**. Seller warrants that under normal use and service, Goods manufactured

- by Seller will be free from defects in material and workmanship for a period of 24 months from the date of delivery or 4,000 hours of operation, whichever first occurs ("Warranty Period"). Seller warrants Services will be performed in a timely and competent manner in accordance with industry standards. Seller's sole obligation under this limited warranty, and the exclusive remedy for Buyer, shall be limited to (as applicable) Seller's: (a) replacement of, repair to, or refund of the purchase price of, Goods manufactured by Seller, at Seller's sole discretion; or (b) reprovisioning of Services. THIS IS SELLER'S **ONLY** WARRANTY **AND PROVIDES** BUYER'S SOLE REMEDIES. SELLER MAKES NO OTHER EXPRESS WARRANTIES AND **HEREBY DISCLAIMS** ALL **IMPLIED** WARRANTIES. INCLUDING. WITHOUT LIMITATION, THE IMPLIED WARRANTIES OF MERCHANTABILITY. NON-INFRINGEMENT AND FITNESS FOR A PARTICULAR PURPOSE. Any claims not made during the warranty period are deemed waived by Buyer. Seller's warranty does not attach to Goods or parts not manufactured by Seller. Seller will pass on to Buyer the warranty, if any, it receives from the manufacturer of such Goods or part, but only to the extent allowed by such manufacturer.
- 13. LIMITATION OF LIABILITY. IN NO EVENT SHALL SELLER'S AGGREGATE LIABILITY ARISING OUT OF OR RELATED TO THESE **TERMS** OR THE GOODS, WHETHER ARISING OUT OF OR RELATED TO BREACH CONTRACT, **TORT (INCLUDING** NEGLIGENCE) OR OTHERWISE, EXCEED THE TOTAL OF THE AMOUNT PAID TO SELLER FOR THE PORTION OF THE GOODS TO WITH RESPECT WHICH **SUCH** LIABILITY IS CLAIMED. IN NO EVENT SHALL SELLER BE LIABLE TO BUYER OR ANY OTHER PERSON OR ENTITY FOR LOSS OF USE, REVENUE OR PROFIT OR FOR INCIDENTAL, CONSEQUENTIAL, EXEMPLARY, **PUNITIVE** OR **SPECIAL** DAMAGES OR ANY OTHER LOSSES OR EXPENSES WHETHER ARISING OUT OF **BREACH OF** CONTRACT, **TORT (INCLUDING NEGLIGENCE**) OR OTHERWISE, REGARDLESS OF WHETHER SUCH DAMAGES WERE FORESEEABLE AND WHETHER OR NOT SELLER HAS BEEN

- ADVISED OF THE POSSIBILITY OF SUCH DAMAGES, AND NOTWITHSTANDING THE FAILURE OF ANY AGREED OR OTHER REMEDY OF ITS ESSENTIAL PURPOSE.
- 14. INDEMNIFICATION. Buyer shall defend, indemnify and hold Seller, its affiliates and their respective officers, directors, members, managers, representatives, agents and employees harmless from and against all claims, suits, demands, losses, liabilities, damages (including injury and death) and expenses (including reasonable attorneys' fees) (collectively, "Losses"), arising out of or relating to: (a) Buyer's or its agents provided specifications, design, structure, operation, material or method of making Deliverables ("Buyer's Specifications"), including without limitation, any resulting violation of intellectual property or proprietary rights; (b) Buyer's use, misuse or disposal of Deliverables or materials; (c) Buyer's non-compliance with any Law; (d) breach of these Terms by Buyer; and (e) Deliverables subjected to: (i) improper installation or storage; (ii) accident, damage, abuse or misuse; (iii) abnormal operating conditions or applications; (iv) operating conditions or applications above the rated capacity of the Deliverables; (v) repairs or modifications made to all or part of the Deliverables without the prior written consent of Seller; or (vi) a use or application other than or varying in any degree from the specifications and Seller's instructions.
- 15. PATENTS. Provided Buyer has made all payments due Seller, Seller shall defend any suit brought against Buyer based upon a claim that the Deliverables infringe any United States patent issued as of the date of Seller's quotation and shall pay any damages and costs finally awarded therein against Buyer, provided that Seller is notified promptly in writing of such suit and is given full authority, information and assistance by Buyer to defend or settle the suit. Notwithstanding anything to the contrary, Seller will have no liability to the extent that the suit is based upon: (i) modifications to any item made by or on behalf of the Buyer in a manner that causes the infringement; (ii) use of any item in combination with the Deliverables that causes the infringement; (iii) the failure of the Buyer to use corrections or enhancements to the Deliverables that are made available by Seller; (iv) Buyer's Specifications; (v) Buyer's distribution, marketing or use for the benefit of third parties of the Deliverables; or (vi) use not authorized under these Terms. If the Deliverables or any part thereof are

- deemed to infringe any such patent, Seller shall, at its expense and sole option either: (a) procure for Buyer the right to continue using said Deliverables or part; (b) replace them with non-infringing Deliverables or parts; (c) modify them so they become non-infringing; or (d) remove them and refund the purchase price for them depreciated over no more than 3 years.
- **16. TOOLING.** In no event shall Buyer have any interest in any tools, jigs, dies, patterns, etc. (collectively, "<u>Tooling</u>") which is made or obtained for the production of the Deliverables. Such Tooling shall remain the property of Seller.
- 17. CONFIDENTIALITY. All non-public or proprietary information of Seller, including all IP, quotations and pricing information, is confidential, solely for the use in performing hereunder and may not be disclosed, used or copied unless authorized by Seller in writing.
- 18. INTELLECTUAL PROPERTY. All drawings, know-how, designs, specifications, inventions, devices, developments, processes, copyrights, trademarks, patents and applications therefor, and other information or intellectual property disclosed or otherwise provided to Buyer by Seller and all rights therein (collectively, "IP") are and will remain the property of Seller. Buyer shall have no claim to, nor ownership interest in, any IP and such information, in whatever form and any copies thereof, shall be promptly returned to Seller upon written request from Seller. Buyer acknowledges that no license or rights of any sort are granted to Buyer hereunder in respect of any IP, other than the limited right to use the Deliverables purchased from Seller.
- 19. EXPORT COMPLIANCE. Any items provided by Seller are controlled by the United States Government and authorized for export only to the country of ultimate destination for use by the ultimate consignee or end-user(s) herein identified. They may not be resold, transferred, or otherwise disposed of, to any other country or to any person other than the authorized ultimate consignee or end-user(s), either in their original form or after being incorporated into other items, without first obtaining approval from the United States Government or as otherwise authorized by U.S. Law and regulation.
- **20. FORCE MAJEURE**. Seller shall not be liable for any delay in or failure to perform due to any event or contingency beyond its reasonable control (an event of "Force Majeure"), including acts of God, epidemics, acts of war whether declared or

- Seller's employees or the employees of others), raw material shortages and material increases in costs of raw materials, including those material increases in costs resulting from the imposition of tariffs. In the event of Force Majeure, the time for performance will extend for such time as reasonably necessary to enable Seller to perform. Seller may, during any period of shortage due to any of the above circumstances, allocate its available supply of Deliverables among itself and its purchasers in such manner as Seller, in its sole judgement, deems fair and equitable.
- 21. TERMINATION. Seller shall have the right to cease work or terminate these Terms or any purchase order, in whole or in part, at any time, without liability, if: (i) Buyer breaches or defaults under these Terms or any other agreement it has with Seller; (ii) a petition under any applicable law relating to bankruptcy, insolvency, or reorganization is filed by or against Buyer; (iii) Buyer executes an assignment for benefit or creditors; (iv) a receiver is appointed for Buyer or any substantial part of its assets; or (v) Seller shall have any reasonable ground for insecurity with respect to Buyer's ability to perform and Buyer is unable to provide Seller with adequate assurance within 10 days after written request therefor by Seller.
- 22. WAIVER. No waiver by Seller of any of the provisions of these Terms is effective unless explicitly set forth in writing and signed by Seller. No failure to exercise, or delay in exercising, any right, remedy, power or privilege arising from these Terms operates, or may be construed, as a waiver thereof. No single or partial exercise of any right, remedy, power or privilege hereunder precludes any other or further exercise thereof or the exercise of any other right, remedy, power or privilege.
- 23. GOVERNING LAW. Any dispute arising out of or related to these Terms will be governed by and construed in accordance with the laws of the State of Georgia without regard to any rules on conflicts of laws and exclusively litigated in either (i) a state or federal court located in Troop County, Georgia, or (ii) a state or federal court located in the state of Seller's principal place of business, at Seller's sole discretion.
- 24. SEVERABILITY. unenforceability The invalidity of any clause in these Terms shall not have an impact on the enforceability or validity any other clause in these Terms. Any unenforceable or invalid clause shall be regarded as removed from these Terms to the extent of its unenforceability and invalidity.

undeclared, blockades, labor disputes (whether of 25. MISCELLANEOUS. Except to the extent expressly provided in an Authorized North American Distributor Agreement executed between Seller and Buyer, any contract created between the parties is expressly subject to the specific conditions that (a) Seller is not obligated to provide insurance or indemnify Buyer, and (b) Seller is not subject to any contractual flow-downs from any person or entity including Buyer or the including Federal federal government anv Regulations Acquisition or Defense Federal Acquisition Regulations. If any term or provision of these Terms is invalid, illegal or unenforceable in any jurisdiction, invalidity, such illegality unenforceability shall not affect any other term or provision of these Terms or invalidate or render unenforceable such term or provision in any other jurisdiction. Buyer shall not assign any of its rights or obligations hereunder without Seller's prior written consent. There are no third-party beneficiaries. In all cases, Seller's rights are cumulative, are not exclusive and in addition to all other rights and remedies it may have at law or in equity. The United Nations Convention on Contracts for the International Sale of Goods does not apply to these Terms. Provisions which by their nature should survive will remain in force after any termination or expiration. Headings are included solely for the convenience of the parties.

### TELEMATICS TERMS AND CONDITIONS

#### Monitoring System.

Trackmobile ☐ mobile railcar movers may be equipped with a remote monitoring system ("Monitoring System"). The Monitoring System may provide Trackmobile LLC, its affiliates and their respective agents and suppliers a variety of information regarding your

Trackmobile railcar mover including, without limitation, location information, run hours, impact/collision information, diagnostic and performance information and engine and transmission data. The Monitoring System does not gather or report all conditions that may affect the operation of your Trackmobile mobile railcar. A Monitoring System is not a replacement for using safe operating procedures.

Use of the Monitoring System and its associated services (collectively, the "Services") may be subject to additional terms and conditions in effect from time to time.

### Information and Privacy.

The Monitoring System collects, uses, and shares information from and about your Trackmobile □ railcar mover. You acknowledge that Trackmobile is the owner of all such information and you hereby consent to Trackmobile's and its affiliates, agents and contractors collection of such information, as well as Trackmobile's use, transfer and sharing of such information with its affiliates, agents and contractors as well as any purchaser of the business to which the Services relate, regardless of whether your Trackmobile □ railcar mover has an active subscription or not.

### Subscription.

A fee may be required in order for you to use or access the Services. Your Trackmobile ☐ railcar mover may have included or in the future you may be offered a trial period for the Services ("Trial Services"). Your access and use of the Trial Services will automatically cease without notice at the end of the Trial Services period. You may continue the Services by arranging payment for the Services. The Monitoring System and monitoring data may be available to Trackmobile even though you do not have an active subscription. Subscriptions may be

subject to additional terms and conditions in effect from time to time.

# Availability.

Some or all of the Services may or may not be active or available at any particular time or at any particular place.

#### Disclaimer of Warranties.

THE MONITORING SYSTEM AND ASSOCIATED SERVICES ARE PROVIDED "AS IS," "IF AND AS AVAILABLE" AND "WITH ALL FAULTS." TRACKMOBILE□ AND ITS SUPPLIERS MAKE NO EXPRESS REPRESENTATIONS OR WARRANTIES AND HEREBY DISCLAIM ANY AND ALL WARRANTIES, INCLUDING WITHOUT LIMITATION, AVAILABILITY AND THE IMPLIED WARRANTIES OF MERCHANTABILITY, FITNESS FOR PARTICULAR PURPOSE, TITLE, AND NON-INFRINGEMENT. TRACKMOBILE MAY DISCONTINUE THE SERVICES AT ANY TIME. TRACKMOBILE DOES NOT PROVIDE ANY WARRANTY AS TO THE AVAILABILITY OF THE SERVICES OR THAT THE SERVICES WILL OPERATE WITHOUT INTERRUPTION OR BE ERROR FREE.

#### **Modification to Agreement.**

Trackmobile may modify this Agreement by giving You notice or by asking You to read and accept a new version of this Agreement. We may give You notice by posting a new version of the Agreement on the Website. If You do not agree with any modification.

then You may not use the Services. Your continued access or use of any of the Services after Trackmobile's notice indicates your acceptance to the modified Agreement.