

DIAMOND PERFORATED METALS, INC.
BLANKET ORDER AGREEMENT

Agreement made as of _____ between Diamond Perforated Metals, Inc.,
a Corporation (hereinafter called the "Company"), and

(hereinafter called the "Customer")

In consideration of the forthcoming as set out by the parties below, they agree:

1. The Customer, requests that the Company keep on hand a minimum quantity of inventory to support the customers operations as set forth in appendix A.
2. The Company agrees to do all possible, including but not limited to; procuring the raw material, allocating labor, supplies and production time, etc., to meet the inventory requirements of the Customer as set forth in Appendix A.
3. The Company agrees to store all Customers inventory in a segregated area, safeguarding it against damage.
4. The Customer understands these products are not readily sellable on the open market and that the Customer is liable for and obligated to purchase the quantities set forth in Appendix A.
5. The Customer understands that the company is a manufacturer and will overrun jobs from time to time for efficiency reasons unless specifically requested not to do so. Plus 10% is normal.
6. In the event that for any reason the Customer ceases purchasing materials from the Company, the Customer agrees to take within 60 days, and promptly remit payment according to terms at the then current price, all inventories on hand up to 110% of the stocking levels set forth in Appendix A.
7. If the Customer wishes to reduce the quantities as set forth in Appendix A, he must do so with at least a 30 day written notice, but in no event can the revision change the Customers liability for inventory already produced or raw material already procured at the time of the revision. Upward changes can be handled promptly upon written notice.
8. All parts will be kept on continuous rotation so that no inventory will be in the Companies possession more than 90 days. Inventory on hand older than 90 days will be shipped and billed to the customer.
9. Customer understands that minimum Shipping quantities will be enforced as set forth Appendix A

TERMS: This instrument contains the full Agreement of the parties and any and all prior agreements and understandings between the parties with respect the products listed in Appendix A are hereby cancelled. This Agreement will continue in effect until canceled by either party by written notice specifying a date not less than (30) days from the date of mailing of such notice, mailed postage prepaid, by the party canceling to the other party, and addressed;

if to the Company:

DIAMOND PERFORATED METALS
P.O. BOX 5003
VISALIA, CA 93278

or if to the Customer:

0
0
0

Upon the effective date specified in any such notice this agreement shall terminate. Thereafter, the only obligation between either party will be as required in section 6 above.

Continued on Page 2...
BLANKET ORDER AGREEMENT, Continued

COMPANY AUTHORITY: Executive officers authorized to bind the Company to any changes in the Stocking Program Agreement are as follows:

Company: **DIAMOND PERFORATED METALS, INC.**
Name: Guy Anderson
Title: General Manager

Customer:
Name: _____
Title: _____

Therefore the parties listed below do hereby certify that they have agreed to the terms and conditions of this agreement and sign below of free will this _____ day of _____, 20____

Approvals:

DIAMOND PERFORATED METALS, INC.

0

Signed: _____

Title: _____

Date: _____

Signed: _____

Title: _____

Date: _____

Appendix A to Blanket Order Agreement

Customer: **0**

The following items will be stocked at the quantities outlined below. Company reserves the right to overrun ordered quantities up to 10%.

Part No.	Description	90 day Quantity	Minimum Ship Quantity
----------	-------------	-----------------	-----------------------

Approvals:

DIAMOND PERFORATED METALS

0

Name: Guy Anderson

Title:_____

Date:_____

Name:

Title:_____

Date:_____