

DIAMOND PERFORATED METALS, INC.

CUSTOMER SUPPLIED MATERIAL (LABOR ONLY)

Terms and Conditions

Despite best precautions taken by Diamond Perforated Metals, Inc (DPM), material may be spoiled during processing due to operator oversight, failure of tool or equipment, or inherent characteristics of material that is beyond the processor's control.

When a customer chooses to supply raw material any spoilage that takes place in the course of processing, during transportation to DPM's plant, or while awaiting processing is the sole responsibility of the buyer.

NOTE: The charge for perforating services only covers the labor involved and does not include replacement of raw material.

When supplying material it is best to consult your Sales Representative prior to placing the order as difficult jobs may require additional material. A basic rule for supplying material is at least 10% additional material for possible process spoilage. Single sheet jobs will require at least one additional sheet. Coils must be sent in max amounts of 20,000 lbs each. In quantities less than 20,000 lbs a single coil must be sent, additional setup charges will apply if not followed. *NOTE: Unless otherwise specified the entire quantity received will be processed.*

All customer-supplied material must be prime. DPM reserves the right to reject any material that does not meet perforating quality. DPM is not to be held accountable for poor manufacturing that can be attributed to poor quality material supplied by the buyer. This includes but not limited to hardness, poor surface conditions, out of tolerance material and so on. *NOTE: Any non-productive time, additional set ups, or tooling damage caused by poor quality material will be charged back to the buyer.*

CUT LIST

In the case where multiple sized pieces are to be produced from master sheet(s) it is the buyers responsibility to provide DPM with a detailed cut list prior to Order Entry.

FREIGHT

All material is to be sent F.O.B. the manufacturing destination, (Prepaid). DPM will not be held responsible for freight-damaged material. *NOTE: Unless shipping instructions are provided, the return freight carrier will be at DPM's discretion, freight charges collect, FOB shipper, upon completion.* **Send all material to: 7300 W. Sunnyview Ave, Visalia Ca 93291**

PACKAGING

Packages must be clearly marked with a description of contents and buyers purchase order number to DPM. Different sized parts must not share the same skid. The perforating process begins with the widest piece first stepping down to the narrowest piece last.

SCRAP

Any scrap materials remain the property of DPM. In no event can DPM return slugs resulting from the perforating process or shear drops resulting from the shearing process.

LUBRICANTS

The perforating process requires the use of lubricants. Quoted prices do not include removal of these lubricants. An additional charge will apply if degreasing is requested.

PLASTICS

Plastics usually need to be "Stress Relieved" prior to the production to acquire the best results with flatness. Be sure to specify "Stress Relieved" plastic to your supplier.

TERM

This agreement will remain in effect until cancelled by either party. The effective date of the cancellation will be the later of; 1)the date of cancellation or 2)the date all material received has been perforated AND paid for.

We cannot proceed with your order until you have read and agree to these terms and conditions.

Agreed,

Company:

Signature _____ Date _____

Print Name _____ Title _____