

Advanced Composite Structures Inc., (ACS), warrants each repair to be free from defects in material and workmanship under normal use and service. This warranty is in effect for as long as the customer is flying the blade. ACS's obligation under this warranty is limited to repair of parts returned, freight prepaid to ACS's facility.

This warranty is given and accepted in place of:

- (a) all other express or implied warranties, including the implied warranty of merchantability and fitness for particular purpose, and
- (b) obligation, liability, right, claim or remedy in contract or tort, whether or not arising from ACS's negligence, actual or imputed.

ACS makes no warranty, which extend beyond those described herein. The remedies to the Purchaser and the obligations of ACS, are limited to the helicopter rotor blades as provided herein. The liability of ACS is excluded for damage to the helicopter or other property, personal injury and all other costs and expenses of any nature whatsoever, costs and expenses for commercial losses or lost profits due to loss of use or grounding of helicopters or otherwise.

This limited warranty shall become null and void on any helicopter rotor blade which has been repaired or altered outside ACS's facility in any way, or which have been subject to misuse, negligence or accident. All ACS repaired blades must be maintained IAW OEM Standard Maintenance Practices.

No person, corporation or organization is authorized by ACS to assume for it, any other liability in connection with the repair or overhaul of parts.

WARRANTY PRORATION TABLE

| HOURS | PERCENTAGE |
|--------------------|------------|
| 3 Years/2000 Hours | Prorated |

CREDIT FOR THE REPAIR PERFORMED WILL BE BASED ON INVOICE COST OF THE REPAIR FOR THE SPECIFIC PROCESS AND MATERIAL BEING WARRANTED.