

- 1. <u>LIMITED WARRANTY</u>: Hi Performance Electric Vehicle Systems, (HPEVS), warrants that the products sold (complete drive system) to the customer, will be free from defect in materials and workmanship for a period sixty (60) months from the date of invoice of the product, subject to the terms and conditions in this Limited Warranty.
- 2. If, during the applicable warranty period, (i) HPEVS is advised in writing as to a defect in a HPEVS product; (ii) such product is returned to HPEVS; and (iii) an examination of such product discloses to HPEVS' s reasonable satisfaction that such product is defective and such defect was not caused by accident, abuse, neglect, alteration, improper installation, lightning damage, submersion, short circuits due to improper handling, repair, improper testing or use contrary to any instruction issued by HPEVS, HPEVS will repair or replace the defective product at no cost to Customer, except for installation or any other cost incurred due to failure. Replacement shall mean furnishing Customer with a new or reconditioned product equivalent to the defective product. All defective products replaced by HPEVS under this warranty shall become the property of HPEVS and must be returned to HPEVS properly packed to prevent physical damage. Shipping cost will be prepaid for shipments in the lower 48 states only. All other shipping will be the responsibility of the customer.
- 3. HPEVS does not warrant that any product is suitable for use in any particular application. Customer shall be responsible for evaluating the appropriateness of the use of any specific HPEVS product for a particular application. HPEVS shall be entitled to rely exclusive upon such representation in furnishing any product to customer.
- 4. HPEVS will not warrant drive system components used in ANY racing applications.
- 5. WARRANTY LIMITATIONS: THE FOREGOING WARRANTY CONSTITUTES HPEVS'S EXCLUSIVE LIABILITY AND THE EXCLUSIVE REMEDY OF CUSTOMER FOR ANY BREACH OF OR ANY OTHER NONCONFORMITY OF THE PRODUCTS COVERED BY THIS WARRANTY. THIS WARRANTY IS EXCLUSIVE AND IN LIEU OF ALL OTHER WARRANTIES. HPEVS MAKES NO WARRANTY, EXPRESSED OR IMPLIED OR STATUTORY, INCLUDING, WITHOUT LIMITATION, ANY WARRANTY OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE. NO REPRESENTATIVE, EMPLOYEE, DISTRIBUTOR OR DEALER OF HPEVS HAS THE AUTHORITY TO MAKE OR IMPLY ANY WARRANTY, REPRESENTATION, PROMISE OR AGREEMENT, WHICH IN ANY WAY VARIES THE TERMS OF THIS LIMITED WARRANTY. THE HPEVS PRODUCTS SOLD TO CUSTOMER ARE INTENDED TO BE USED ONLY IN THE APPLICATION SPECIFIED BY CUSTOMER TO HPEVS. ANY OTHER USE RENDERS THE LIMITED WARRANTY EXPRESSED HEREIN AND ALL IMPLIED WARRANTIES NULL AND VOID AND SAME ARE HEREBY EXCLUDED.

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