1. **Definitions.** As used throughout these terms and conditions, including provisions incorporated by reference, the following terms shall have the meaning set forth below:

(a) “Buyer” means the person or entity with an ordering address in the United States that is purchasing Seller’s Product(s). **NOTE: International Terms of Sale apply when delivery is outside the United States.**

(b) “Order” means the contractual instrument (e.g., agreement, contract, subcontract or purchase order) into which these Domestic Terms of Sale are incorporated.

(c) “Party” or “Parties” means the Buyer or Seller individually or collectively, respectively.

(d) “Product” means the equipment, software, or services being provided by Seller.

(e) “Seller” means General Dynamics Mission Systems, Inc., the legal entity providing Products.

(f) “Terms” means these Domestic Terms of Sale.

2. **Acceptance of Orders.** Seller’s acceptance of an Order issued by Buyer shall be expressly limited to (a) the terms set forth herein, and (b) any additional terms and conditions agreed to by the Parties and expressly incorporated in the Order. The Order represents the entire agreement between Buyer and Seller and shall supersede all prior oral and written agreements, proposals, communications and documents. Buyer’s Order shall be deemed accepted only after Seller’s written acceptance is provided to Buyer. Except where Seller provides written acceptance of an unusual circumstance, Buyer’s Order shall not be construed to be accepted by any other action of Seller including, but not limited to, commencement of performance or delivery.

TO THE EXTENT THAT THESE TERMS AND CONDITIONS AND ACCOMPANYING DOCUMENTS CONSTITUTE AN OFFER TO SELL, SELLER’S OFFER IS EXPRESSLY LIMITED TO THE TERMS STATED HEREIN. TO THE EXTENT THAT THESE TERMS AND CONDITIONS AND ACCOMPANYING DOCUMENTS CONSTITUTE AN ACCEPTANCE OF BUYER’S ORDER, SELLER’S ACCEPTANCE IS EXPRESSLY MADE CONDITIONAL ON BUYER’S ASSENT TO SELLER’S TERMS HEREIN.

3. **Payment.**

3.1 All Orders are subject to a credit review by Seller. Credit references for new customers must be supplied to Seller unless waived by Seller. For all Orders, Seller reserves the right to require payment in full prior to acceptance of the Order and/or delivery of Products. Buyers with a favorable credit standing, as pre-approved in writing by Seller, may pay for Products within thirty (30) calendar days from (a) the date Products are shipped or (b) date of the invoice, whichever is later. For certain large Orders, performance-based milestone payment terms may be negotiated. Payment will be deemed to have been made when check or electronic transfer is received by Seller. If Seller notifies Buyer that a deposit is required, no work will start on Buyer’s Order until the deposit is received. If payment is not received by the due date, interest may be added at the rate of one and one-half percent (1.5%) per month (eighteen percent (18%) per year), or the maximum legal rate, whichever is less, to unpaid invoices from the due date thereof. Payment shall be made in United States currency to the address specified on the invoice. Buyer acknowledges that Seller has a right to payment for work performed or services rendered based on the prices set forth in the contract.

3.2 If Buyer is delinquent in paying any amount owed to Seller by more than thirty (30) calendar days, then without limiting any other rights and remedies available to Seller, Seller may suspend production, shipment and/or delivery of any or all Products purchased by Buyer and not yet delivered. If Seller retains a collection agency and/or attorney to collect overdue amounts from Buyer, all costs and expenses of collection, including, without limitation, attorneys’ fees and court costs, shall be charged to Buyer for immediate payment.

4. **Packing and Shipping.** Unless as agreed in writing by Seller, Seller shall pack and ship all Products in accordance with Seller’s standard commercial practices. Buyer shall notify Seller in advance of Order placement if shipment the method of shipment as special packaging and extra charges shall apply.
5. Delivery and Risk of Loss.

5.1 Unless otherwise agreed in writing by Seller, delivery trade terms shall be Free on Board (FOB), Sellers named U.S.A. facility (Origin). For FOB Origin, liability for loss or damage shall pass to Buyer upon delivery of the Product to a carrier at Seller’s facility. For Orders where Seller agrees to FOB Destination in the United States, Buyer shall pay freight costs as a separate line item in the Order and liability for loss or damage shall pass to Buyer when the Product reaches the Buyer’s named location. No export will be made by Seller on Buyer’s behalf under these terms.

5.2 Seller will make reasonable commercial efforts to meet its estimated delivery or performance dates; however, such dates are not guaranteed. Seller shall not be liable for any loss, cost or expense incurred by Buyer if Seller fails to meet such dates due to production or other delays. At its option, Seller reserves the right to make deliveries in installments.

6. Inspection, Acceptance and Title.

6.1 Software. All software shall be considered accepted: (a) if the recorded media, by which the licensed software is provided, is furnished free of defects and damage, provided that the media has been properly installed by the Buyer, or (b) thirty (30) days after delivery, whichever occurs first.

6.2 Services. Buyer shall accept the services or give Seller notice of rejection within a reasonable time after performance, notwithstanding any payment or prior test or inspection. No inspection, test, delay or failure to inspect / test or failure to discover any defect or other nonconformance shall relieve Seller of any of its obligations under an Order or impair any rights or remedies of Buyer.

7. Force Majeure.

7.1 Neither Party shall be liable for any excess costs or other damages if the failure to perform arises out of causes beyond the reasonable control and without the fault or negligence of the Party asserting an event of Force Majeure. Force Majeure causes may include, but are not limited to (a) acts of God or of the public enemy, (b) war (whether an actual declaration thereof or not), (c) acts of terrorism or threats thereof, (d) acts of the U.S. Government in either its sovereign or contractual capacity, (e) sabotage, (f) insurrection, (g) riot or other act of civil disobedience, (h) atmospheric disturbances, (i) fires, (j) floods, (k) plagues or epidemics, (l) quarantine restrictions, (m) labor disputes or strikes, (n) failure or delay in transportation due to transportation workers strike or freight embargoes, (o) worldwide parts shortage(s) or rationing allocations, (p) shortage of labor, fuel, raw material or machinery, or (q) violent storms or unusually severe weather. In each instance, the failure to perform must be beyond the control and without the fault or negligence of the Party asserting Force Majeure. If the delay is caused by a delay of Seller or Seller’s subcontractor and if such delay arises out of causes beyond the reasonable control of either, and without the fault or negligence of either, then Seller shall not be liable for any delay in performance, excess costs or other damages unless the Product to be furnished by the Seller or subcontractor was obtainable from other sources in sufficient time to permit Seller to meet the required delivery schedules. Seller shall notify Buyer in writing within ten (10) calendar days after it becomes aware of a Force Majeure event. If the original delivery schedule is overcome by the Force Majeure event, then the Parties agree to negotiate in good faith a revised delivery schedule.

7.2 Should either Party be unable to fulfill a material part of its obligations under an Order for a period in excess of sixty (60) calendar days due to circumstances beyond its reasonable control as described above, the other Party may at its sole discretion terminate the Order by written notice. Upon either resolution of the Force Majeure event or termination as
described, the Parties shall proceed in good faith to negotiate a termination settlement covering the performance of the Order performed prior to the effective date of the termination.

8. Taxes. Unless otherwise agreed in writing by Seller, prices are exclusive of all state and local sales and use taxes, gross receipts taxes, and any other taxes, assessments or duties which may be imposed upon the production, shipment, installation or sale of Products covered in an Order. Buyer agrees to pay such taxes unless Buyer has provided Seller with an exemption certificate because the Product will be resold or based on the jurisdiction of Buyer’s place of business or end-use location of the Products. When applicable, such taxes shall appear as a separate line item on Seller’s invoice.


9.1 Software. Seller warrants that under normal use, the Software shall perform the functions specified in its documentation. If the Software’s functional performance does not materially conform to its documentation and Seller is notified in writing and provided proof of purchase within ninety (90) days from the purchase date, then Seller shall replace the Software as Buyer’s exclusive remedy. If the Buyer’s purchase includes Extended Software Support from the Seller, the support will be provided in accordance with Sections 9.2, 9.3 and 9.4.

9.2 Extended Software Support. Extended Software Support, whether included in your purchase or purchased separately, entitles you to receive updates, patches, and bug fixes of the Licensed Software, as General Dynamics may provide from time to time without additional charge other than payment of our then current Extended Software Support fees as issued in your maintenance Purchase Order/Contract during the extended support term.

9.3 Extended Software Support Service. During the Extended Software Support period, General Dynamics will exert reasonable commercial efforts to remedy a failure of Licensed Software listed in the maintenance Purchase Order/Contract to substantially conform to their respective General Dynamics Published Specifications. General Dynamics will provide software bug fixes, patches or workarounds (hereinafter “fixes”) for the Licensed Software listed in the maintenance Purchase Order/Contract which does not substantially conform to their respective General Dynamics Published Specifications. General Dynamics reserves the right, at General Dynamics sole option, to provide any such software fixes to Buyer for installation by Buyer should the software fixes be capable of field software download. All software fixes provided by General Dynamics under this Agreement shall be subject to all of the General Dynamic’s licensing terms and conditions applicable to the Licensed Software. Title to all software fixes, provided by General Dynamics to Buyer under this Agreement shall remain with General Dynamics.

9.4 Extended Software Telephone Support. During the Extended Software Support period, GDMS will provide a commercially reasonable amount of telephone consultation to the Buyer. This support shall include assistance in connection with the installation and routine operation of the Product, but does not include network troubleshooting, security consultation, design and other services outside of the scope of routine Product operation. Warranty services for the Products shall be available during GDMS’ normal U.S. (EST) business days and hours.

9.5 Services. Seller warrants that its employees assigned to perform the Services hereunder shall have the proper skill, training and background to perform in a competent and professional manner and that all work will be performed in accordance with the applicable statement of work. SELLER EXPRESSLY DISCLAIMS ANY WARRANTY RELATED TO TESTING OR SERVICES PROVIDED UNDER THE ORDER INCLUDING ANY EXPRESS, IMPLIED OR STATUTORY WARRANTY, OR WARRANTY OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE.

9.6 Commercial Test Equipment. If Buyer has purchased commercial test equipment, then the warranty for the equipment, the license for any software and the related software warranty provided with the equipment, is incorporated herein and made a part of these Terms.
9.7 Support Limitations. Except by separate express written agreement, General Dynamics will not provide support for hardware or software not supplied by General Dynamics, and General Dynamics will not be liable or responsible for the performance or nonperformance of such hardware or software, the support services provided by third party suppliers thereof, or incompatibility between General Dynamics and such third party hardware and software.

9.7 THIS WARRANTY EXTENDS TO BUYER ONLY AND MAY BE INVOKED ONLY BY BUYER ON BEHALF OF ITS CUSTOMER(S). SELLER WILL NOT ACCEPT WARRANTY RETURNS DIRECTLY FROM BUYER’S CUSTOMERS OR USERS OF BUYER’S PRODUCTS. THIS WARRANTY IS IN LIEU OF ALL OTHER WARRANTIES, CONDITIONS OR REPRESENTATIONS WHATSOEVER, WHETHER EXPRESS, IMPLIED OR STATUTORY, INCLUDING WARRANTIES OF MERCHANTABILITY OR FITNESS, ALL OF WHICH ARE HEREBY EXPRESSLY EXCLUDED.

10. Changes. No changes, extras or other work (whether deemed to be within or outside of the general scope of an Order or modification of any kind or description) shall be authorized unless evidenced by a written agreement approved by authorized representatives of both Parties.

11. Termination.

11.1 No Order accepted by Seller may be terminated by Buyer for any reason other than Seller’s breach or as described in clause 11.2. In such an event, Buyer shall provide Seller thirty (30) days prior written notice for Seller to cure or present a remedy plan for the breach within the thirty (30) day notice period. In the absence of a pre-negotiated termination liability schedule, the Seller reserves the right to impose termination or re-stocking charges on Buyer.

11.2 A Buyer performing work under a U.S. Government contract may terminate all or any part of its Order for convenience by written notice to Seller provided Buyer includes written evidence that it received a similar termination for convenience from the U.S. Government that included Seller’s scope of work. Buyer is obligated to pay Seller for the value of work performed up until receipt of the written notice of termination for convenience, including any related termination costs, in accordance with FAR 52.249-2 as set forth in clause 20.

11.3 It is hereby agreed that the rights and obligations of the Parties contained in clause 9 and clauses 13 through 24 shall survive and continue after any termination or cancellation of an Order and shall continue to bind the Parties, their successors, their assigns and their legal representatives.

12. Audit. Notwithstanding any language or provision to the contrary, Buyer shall have no right to audit or examine Seller’s books and records.

13. Proprietary Information.

13.1 Except as stated in clause 13.2, all information disclosed in written, graphic, model, or oral form, including, but not limited to, drawings, prints, publications, specifications, processes, manufacturing techniques, oral explanations, schedules and financial reports, obtained by Buyer from Seller prior to and during the performance of an Order which is marked as “Proprietary” by Seller shall be kept confidential by Buyer and shall remain the property of Seller, and shall be returned at Seller’s request. Such information shall only be used in performance of the Order and shall not be used for other purposes unless agreed to in writing by Seller. Such information shall not be reproduced, published, disseminated, or disclosed to any third party, including the U.S. Government, by Buyer without the prior written consent of Seller. Nothing contained herein shall be construed as granting an implied license or a license by estoppel or otherwise to any of Seller’s intellectual property.

13.2 Subject to the terms contained in an Order, Seller grants to Buyer and its customer (as applicable), including Buyer’s and its customer’s subcontractors associated with the Order, a non-exclusive, non-transferable, irrevocable,
SignalEye Terms of Sale
Commercial Items

royalty-free license to use and reproduce in whole or in part copyrighted standard commercial documentation provided with the Product(s) for the limited purposes of conducting training and/or to facilitate operation and maintenance of Seller’s Product(s).

14. **Patent Indemnity - Products.** Seller shall defend any suit or proceeding brought against Buyer insofar as such suit or proceeding is based upon a claim that any Products manufactured and sold by Seller to Buyer constitute direct infringement of any duly issued United States Patent. Seller shall pay all damages and costs awarded against Buyer provided that Seller is informed and furnished a copy of each communication, notice or other action relating to the alleged infringement and is given authority, information and assistance at Seller’s expense necessary to defend or settle said suit or proceeding. If the use or sale of a Product furnished hereunder is enjoined as a result of such suit, then Seller, at its option and at no expense to Buyer, shall obtain for Buyer the right to use and sell the Product, or shall substitute an equivalent Product acceptable to Buyer and extend this indemnity thereto, or shall accept the return of the Product and reimburse Buyer the purchase price, less a reasonable charge for wear and tear. Seller shall have no obligation or liability hereunder for infringement which results from compliance with Buyer’s specifications or from a combination with, addition to, or modification of the Product after delivery by Seller, or from use of the Product or any part thereof. Seller’s obligations enumerated above shall not apply to any infringement occurring after Buyer has received notice alleging the infringement unless Seller has given Buyer written permission therefore. The sale of the Products furnished hereunder does not convey any license by implication, estoppel, or otherwise under any proprietary or patent rights of Seller covering a combination of these Products with other elements.

SELLER SHALL NOT BE LIABLE FOR ANY COLLATERAL, INCIDENTAL, OR CONSEQUENTIAL DAMAGES ARISING FROM INFRINGEMENT OR ALLEGED INFRINGEMENT OF PATENTS.

THE FOREGOING STATES THE SOLE AND EXCLUSIVE LIABILITY OF SELLER FOR PATENT INFRINGEMENT AND IS IN LIEU OF ALL WARRANTIES, EXPRESSED OR IMPLIED, IN REGARD THERETO.

15. **Compliance with Export Laws.** Buyer shall not export, directly or indirectly, any hardware, software, technology, information or technical data disclosed under an Order to any individual or country for which the U.S. Government requires an export license or other U.S. Government approval, without first obtaining such license or approval. Where Buyer discloses that it intends to export the Products, (i) Seller reserves the right to request End-Use and End-User information or such other written certifications (i.e. OFAC, etc.) that Seller deems necessary or required to be obtained by regulation; and (ii) Buyer will serve as the U.S. Principal Party in Interest. Buyer shall indemnify and hold Seller harmless for all claims, demands, damages, costs, fines, penalties, attorneys’ fees, and other expenses arising from Buyer’s failure to comply with this clause.

16. **Limitation of Liability.** Notwithstanding any other provisions or language in these Terms or in an Order to the contrary, in no event shall Seller’s total liability under an Order (including breach of contract actions or any action arising in tort) exceed the total price thereof.

UNDER NO CIRCUMSTANCES WILL SELLER BE LIABLE IN AN ORDER OR OTHERWISE FOR ANY INCIDENTAL, CONSEQUENTIAL, INDIRECT, OR SPECIAL DAMAGES ARISING FROM ANY LOSS, DAMAGE, EXPENSE OR INJURY SUSTAINED FROM OR IN CONNECTION WITH THE SALE, INSTALLATION, USE, SERVICE OR FAILURE OF ANY PRODUCT SOLD THEAREUNDER, OR ANY DEFECT THEREIN, OR FROM ANY OTHER CAUSE. BUYER’S REMEDY, IF ANY, WILL BE STRICTLY LIMITED TO THE TERMS OF THIS CLAUSE.

No action may be brought for any alleged breach of an Order more than one (1) year after the date that the alleged breach occurred.

17. **Governing Law and Venue.**
17.1 Buyer and Seller agree that these Terms shall be governed by and construed in accordance with the laws of the State of New York and without regard to its conflict of laws rules.

17.2 All claims or disputes arising under or in any way related to an Order, including those relating to the validity of these Terms, shall be resolved through good faith negotiations between authorized representatives of each Party. In the event that such negotiations do not lead to a written settlement signed by a duly authorized representative of each Party within thirty (30) calendar days or such longer period of time as may be mutual agreed, then either Party may elect to resolve the matter through the state or federal courts. Venue for any legal action shall exclusively be in a state or federal court of competent jurisdiction in the State of New York. The Parties hereby irrevocably waive any right to challenge such venue on the basis of forum non conveniens or otherwise. THE PARTIES HEREBY IRREVOCABLY WAIVE ANY AND ALL RIGHTS THEY MAY HAVE TO A TRIAL BY JURY IN ANY ACTION ARISING OUT OF OR RELATING TO THIS AGREEMENT.

17.3 The Parties further agree and consent to accept service of process by certified or registered United States mail, return receipt requested. In the event that legal action is commenced by either Party, the substantially prevailing Party shall be entitled to recover its costs and attorneys’ fees from the other Party.

18. Assignment. No right or interest of Seller or Buyer hereunder or arising out of an Order may be assigned or transferred, whether by operation of law or otherwise, without the prior written consent of the other Party, which shall not be unreasonably withheld. Notwithstanding the foregoing, either Party may assign an Order without the other Party’s consent to a successor company resulting from a restructuring, consolidation, merger or other combination. Any unauthorized transfer is void.

19. Validity and Waiver. If a court of competent jurisdiction determines any provision, in whole or in part, of an Order, including those relating to these Terms, to be illegal, invalid, or unenforceable, then the validity and enforceability of the remaining provisions hereunder will not be affected. In lieu of such illegal, invalid, or unenforceable provision, the Parties shall negotiate one or more provisions as similar in terms as may be legal, valid and enforceable under applicable law. The failure of Seller to enforce any applicable provision of these Terms, or to require at any time performance by Buyer of any provision or obligation related to an Order, shall in no way be construed to be a waiver of such provision, nor in any way affect the validity of an Order, these terms, or any part hereof, or the right of Seller thereafter to enforce each and every provision.

20. Compliance with Regulations when Buyer’s Customer is the U.S Government.

Seller shall comply with the following applicable FAR clauses* when Buyer’s Customer is an agency of the U.S. Government and such FAR clauses are contained in the Buyer’s Prime Contract.

- **52.203-13** Contractor Code of Business Ethics and Conduct (if this contract exceeds $5,500,000 and the performance period is 120 days or more. All disclosures of violation of the civil False Claims Act or of the Federal criminal law shall be directed to the agency Office of the Inspector General, with a copy to the Contracting Officer.)
- **52.203-15** Whistleblower Protections under the American Recovery and Reinvestment Act of 2009 if the subcontract is funded under the Recovery Act.
- **52.203-16** Preventing Personal Conflicts of Interest (if the contract exceeds $150,000)
- **52.203-17** Contractor Employee Whistleblower Rights (if the contract exceeds $150,000)
- **52.203-19** Prohibition on Requiring Certain Internal Confidentiality Agreements or Statements
- **52.204-21** Basic Safeguarding of Covered Contractor Information Systems, other than subcontracts for commercially available off-the-shelf items, if flow down is required in accordance with paragraph (c) of FAR clause 52.204-21.
52.219-8  Utilization of Small Business Concerns, (if the subcontract offers further subcontracting opportunities and if Order exceeds $150,000. Services contracts are excluded.)
52.222-17  Nondisplacement of Qualified Workers (applies to Services Order only)
52.222-19  Child Labor – Cooperation with authorities and remedies (if contract exceeds $3,000)
52.222-21  Prohibition of Segregated Facilities
52.222-26  Equal Opportunity
52.222-35  Equal Opportunity for Veterans (if Order is $150,000 or more)
52.222-36  Affirmative Action for Workers with Disabilities (if Order exceeds $15,000)
52.222-37  Employment Reports on Veterans (if FAR 52.222-35 applies)
52.222-40  Notification of Employee Rights under the National Labor Relations Act (applies if Order is $150,000 or more)
52.222-41  Service Contract Labor Standards (if the prime contract and work performed by Seller are both subject to the Act and the contract exceeds $2,500)
52.222-50  Combating Trafficking in Persons
52.222-51  Exemption from Application of the Service Contract Act to Contracts for Maintenance, Calibration, or Repair of Certain Equipment-Requirements
52.222-53  Exemption from Application of the Service Contract Act to Contracts for Certain Services-Requirements
52.222-54  Employment Eligibility Verification (applies if Order exceeds $150,000)
52.222-55  Minimum Wages under Executive Order 13658 (if the prime contract and work performed by Seller are both subject to FAR 52.222-41)
52.222-60  Paycheck Transparency (Executive Order 13673)(Applicable if this Purchase Order exceeds $500,000)
52.223-18  Encouraging Contractor Policies to Ban Text Messaging While Driving
52.232-40  Providing Accelerated Payments to Small Business Subcontractors
52.247-64  Preference for Privately Owned U.S.-Flag Commercial Vessels
52.249-2  Termination for Convenience of the Government (Fixed-Price)

*The FAR clause in effect as of the date of the Prime Contract execution shall apply unless otherwise specified.

21. **Order of Precedence.** In the event that two or more provisions in a particular Order conflict and there is no reasonable interpretation that resolves the conflict in a manner that is consistent with the entire Order, then the Parties shall resolve the conflict using the following descending order of precedence: (a) Seller’s written acceptance of Order, (b) any unique term(s) specified in the Order, (c) these Terms; and (d) the statement of work (if any);

22. **Orders for Labor Services Only.** In the event that an Order pertains only to labor services being provided by Seller to Buyer, the word “Product” shall mean “services”. In addition, clauses 4, 5, 6, 9.1, 9.2, and 14 are not applicable to such services provided by Seller.

23. **Software License.**

23.1 Seller grants to Buyer and Buyer’s customer (if applicable), a nonexclusive, royalty-free, restricted license to use such software or firmware and any related documentation only for the purpose of operating and maintaining the equipment on which it is installed.

23.2 The software is proprietary information of Seller. Seller retains title to all software except that which is licensed to it by third parties. Buyer is permitted to make one copy of the software media for archive purposes provided that it includes all Seller proprietary and copyright notices and other legends both in and on the copy of software. Buyer may transfer the software in conjunction with the resale of the Product or Buyer's product, in which the Software is installed or with which it is used, but only under terms consistent with and no less stringent than the terms set forth in this "Software
License” clause. Except for the foregoing, the software shall not be sublicensed, transferred, or loaned to any other party without Seller's prior express written consent. Buyer may not, with or without the assistance of others, make modifications to the software including, but not limited to, translating, decompiling, disassembling or reverse assembling, reverse engineering, creating derivative or merged works, or performing any other operation to recover any portion of the program listing, object code, source code or any information contained therein.

24. Software Support. Placement of an Order may occur at any stage of a given Software lifecycle. From time to time, Seller will make End-of-Life (EOL), End-of-Sale (EOS) and/or Last Time Buy Notices related to its Software. Seller will cooperate with Buyer in a commercially reasonable manner to support Products during their operational lives. Accordingly, subsequent to fulfillment of its warranty obligations and except as may be negotiated in the Order, Seller makes no commitments regarding the time period for availability of technical support services.