DMS | Varco Heat Treating Company CUSTOMER APPLICATION

Company DBA:	Phone:
Parent company:	Located:
Shipping address:	
Billing address [if different]:	
Primary contact:	Title:
Email:	Fax:
Principal owner:	Tax ID:
Nature of business:	Date business commenced:
Website:	Annual sales:
Specify initial credit amount requesting c	or COD account terms:
Any potential or filed suits, liens, judgmer	nts, or bankruptcy pending against applicant?
Resale tax not applicable to orders	Email ACH, W-9, and Certificate of Insurance requests to Artm@varcoheat.com
Elect paperless invoicing for more convenier	nt way receive via email:
BANK REFERENCE [account number and co	ntact information required for COD and open terms]
Bank:	Account #:
City State:	LOC Loan #:
Contact:	Email:
TRADE REFERENCES [four references, including	ng contact information, required for open terms]
1. Company:	Account #:
Contact:	Email:
2. Company:	Account #:
Contact:	Email:
3. Company:	Account #:
Contact:	Email:
4. Company:	Account #:
Contact:	Email:
	tion concerning our credit relationship by any of the above referenced entities to DMS for their terms. I recognize that the terms of any credit that may be extended to us will include late

sole use in extending credit, including COD terms. I recognize that the terms of any credit that may be extended to us will include late service charges of 1 ½% per month on all unpaid invoice amounts exceeding 30 days normal credit terms. Terms are Net 30 days, customers who fail to make payment within 60 days of the invoice date will be automatically placed on credit hold, with future purchase orders subject to COD terms until account is current. NSF necessitate bank issued replacement, including \$50 fee, and potential COD terms. Any and all provisions of this application shall become a part of and agreement wherein DMS extended credit to a customer. The terms for the extension of credit by DMS are subject to change without notice. Because of the hazards and uncertainties of heat treating, DMS must limit its warranties and liability, by signing below customer acknowledges and agrees to the terms and conditions for heat treating services as provided on the back of the application and invoices. The customer promises to pay all related costs and expenses of collection and reasonable attorney's fees incurred by DMS on account of such collection, whether or not suit is filed thereon. **Incomplete and/or altered applications not accepted.**

Does your company supplement or have additional quality requirements other than those explicitly stated on purchase orders? If so, please provide all applicable requirements or advise where available.

BY AUTHORIZED REPRESENTATIVE ONLY [financial institutions require signer on account, title, and date]:

Signature	Title	Date
12101 Industry Street, Garden Grove, CA 92841	714.895.1155 T 714.891.2755 F	www.varcoheat.com NADCAP Accredited

CUSTOMER ACKNOWLEDGEMENT OF AGREEMENT FOR HEAT TREATING SERVICES

VARCO HEAT TREATING COMPANY OFFERS TO PERFORM AND WILL PERFORM OUR HEAT TREATING PROCESS ON YOUR MATERIAL ONLY UPON THE FOLLOWING TERMS AND CONDITIONS:

Because of the hazards and uncertainties of heat treating, Varco must limit its warranties and liability as follows:

- Varco warrants only that Varco will perform its heat treating process on the customer's material in a good and workmanlike manner; this warranty is given to no one other than Varco's customer. There are no warranties, express or implied, of merchantability or of fitness for a particular purpose, which extend beyond the face hereof. Additional warranties can be made only in an additional writing signed by authorized representatives of both Varco Heat Treating Company and Varco's customer.
- 2. The remedies provided herein are exclusive. Except as further limited below, VARCO'S LIABILITY TO ITS CUSTOMERS SHALL NOT EXCEED VARCO'S CHARGES FOR THE HEAT TREATING SERVICE PERFORMED ON CUSTOMER'S MATERIAL. Varco will not be liable for any other damages, including consequential or incidental damages, sustained by customer or any other person.
- 3. When Varco is given detailed heat treating instructions, Varco shall not be liable for damages caused by Varco's carrying out such instructions.
- 4. If no instructions are given to Varco specifying the area on which to conduct hardness tests, Varco will not be liable for damages resulting from making such tests.
- 5. Varco will not be liable for damages caused by customer's failure to accurately describe material delivered for heat treating (e.g., quality, make, grade of steel, or material specification) and customer will be charged for any additional testing expenses incurred by Varco as a result thereof.
- 6. Unless provided for in an additional writing signed by authorized representatives of both Varco Heat Treating Company and Varco's customer, Varco will not be liable for shrinkage, expansion, deformity or rupture of the material caused by heat treating or subsequent grinding.
- 7. Varco will not be liable for shortages in weight or count unless the customer brings them to the attention of Varco within five days after receipt of material.
- 8. Varco will not be liable for damages caused by delay or by failure of Varco to deliver arising out of circumstances beyond Varco's reasonable control, including but not limited to, any such acts or demands of the United States government, strikes, fires, accidents, railway freight embargoes, car shortages, labor shortages, or acts of unintentional negligence by Varco's employees.
- 9. The customer agrees to indemnify, assume all risk, and defend Varco, its officers, employees and agents, and each of them, from all claims, demands, causes of action, losses, damages, expenses and reasonable attorney's fees incurred by Varco arising out of or in any manner directly or indirectly connected with heat treating performed for customer.