

C&D Technologies, Inc.
Customer Standard Terms & Conditions of Sale

1. **Definitions:**

- a. "Buyer" shall mean the person or entity that either purchased or contracted to purchase the Goods from the Seller.
- b. "Days" shall mean calendar days, unless otherwise specified herein; *provided, however*, if the final calendar day of any period falls on a Saturday, Sunday, or federal holiday, then such period shall be extended to include the next weekday that is not a federal holiday.
- c. "Goods" shall mean the products and related services (if applicable) that Buyer has either purchased or contracted to purchase from Seller.
- d. "Order" shall mean this form or the quotation, purchase order, order acknowledgement, invoice or agreement relating to the Goods that is either attached to (and thus, incorporates) these terms or that is subsequently delivered by Seller to Buyer.
- e. "Seller" shall mean C&D Technologies, Inc. or the operating division or wholly-owned subsidiary thereof indicated in any Order.

2. **Conditional Offer:** The terms and conditions set forth herein shall exclusively apply to the sale of all Goods. Seller does not accept, and hereby expressly rejects, all terms and conditions contained in any document issued by Buyer that purport to pertain to the Goods and/or the relationship between Seller and Buyer, which terms and conditions are in addition to, or inconsistent with, the terms and conditions set forth herein. Any such terms shall not become part of any Order, and delivery of the Goods or other performance by Seller with respect to the Goods shall not constitute Seller's acceptance of any additional or different terms and conditions. If Buyer should find any of these terms and conditions not acceptable, Buyer must so notify Seller within five (5) Days of receipt thereof, or any objections which Buyer may have shall be considered forever waived. Seller reserves the right to revoke or modify these terms and conditions, in whole or in part, prior to Buyer's submission of a purchase order for the Goods.

3. **Order and Order Acceptance:** The purchase of Goods shall be made by written purchase order sent to Seller. All purchase orders shall reference these terms and conditions. No purchase order shall be binding upon Seller until acknowledged and accepted by Seller in writing, and Seller shall have no liability to Buyer with respect to purchase orders that are not acknowledged and accepted. Buyer shall submit purchase orders to Seller in accordance with Seller's lead times then in effect.

4. **Prices:** Pricing for all Goods will be as stated in the applicable quotation prepared by Seller or, in the absence of such quotation, at Seller's then-prevailing price list for the

applicable Goods. Except as may otherwise be indicated in writing by Seller, all prices are quoted F.O.B. shipping point (i.e., Seller's designated facility) and are subject to change without notice. Seller expressly disclaims any representation or warranty concerning "most favored customer" pricing which may appear in any of Buyer's documents in connection with the sale of any Goods to Buyer by Seller.

- 5. **Lead Adjustment:** To the extent that any of the Goods contain lead, Seller reserves the right, at any time, to adjust the unit price of such Goods in the event of a material increase in the average price of lead, as published by the London Metals Exchange.
- 6. **Additional Charges:** Seller reserves the right to impose additional charges on Buyer in the event Buyer requests an extension or acceleration of a scheduled ship date or specifies special packaging or shipping and handling instructions.
- 7. **Limited Warranty:** Goods sold by Seller hereunder will be subject to the Seller's then-current warranty with respect to such Goods in effect as of the shipment date (the "Standard Warranty"). No other warranty terms shall apply. The Standard Warranty will not be applicable unless the affected Goods have been installed, maintained and operated under normal conditions and in accordance with the specifications provided with the Order and/or the Goods. In no event will the Seller be responsible for damage resulting from misuse, abuse, or improper storage or handling of any Good. The remedies set forth in the Standard Warranty shall be Buyer's sole and exclusive remedies with respect to any claim related thereto.

Notwithstanding anything to the contrary contained herein, the warranty on purchased items, assemblies or accessories that are provided or installed as a separate component shall not extend beyond the warranty made by the manufacturer of such component.

- 8. **DISCLAIMER OF OTHER WARRANTIES:** THE APPLICABLE STANDARD WARRANTY IS EXCLUSIVE AND IN LIEU OF ALL OTHER WARRANTIES, EXPRESS, IMPLIED OR STATUTORY, INCLUDING, WITHOUT LIMITATION, IMPLIED WARRANTIES OF MERCHANTABILITY AND FITNESS FOR A PARTICULAR PURPOSE.
- 9. **LIMITATION OF DAMAGES:** IN NO EVENT SHALL SELLER'S LIABILITY FOR ANY DAMAGES ARISING OUT OF THE SALE OF ANY OF THE GOODS HEREUNDER, REGARDLESS OF THE LEGAL THEORY ON WHICH SUCH DAMAGES MAY BE BASED, EXCEED THE AMOUNT THAT SELLER HAS BEEN PAID FOR SUCH GOODS UNDER THIS AGREEMENT. UNDER NO CIRCUMSTANCES SHALL SELLER BE SUBJECT TO ANY CONSEQUENTIAL, INCIDENTAL, INDIRECT, SPECIAL OR CONTINGENT

DAMAGES WHATSOEVER, INCLUDING, BUT NOT LIMITED TO, DAMAGES FOR LOST PROFITS OR GOODWILL.

FURTHER, TO THE EXTENT APPLICABLE, BUYER ACKNOWLEDGES ITS OBLIGATION TO INSTALL (OR HAVE INSTALLED) AND TO MAINTAIN (OR HAVE MAINTAINED) THE GOODS IN ACCORDANCE WITH ALL PROCEDURES AND GUIDELINES THEREFOR, IF ANY, PROVIDED BY SELLER AND/OR ITS AGENTS, CONTRACTORS AND SUBCONTRACTORS AND IN ANY EVENT IN ACCORDANCE WITH PRUDENT INDUSTRY PRACTICES. UNDER NO CIRCUMSTANCES SHALL SELLER BE SUBJECT TO, AND BUYER ASSUMES, ANY AND ALL LOSSES, DAMAGES, DEMANDS, CLAIMS OR LIABILITIES, ACTIONS, CAUSES OF ACTION, SUITS, COSTS AND EXPENSES (INCLUDING ATTORNEYS' FEES AND DEFENSE COSTS) ARISING OUT OF OR RESULTING IN ANY WAY FROM THE NEGLIGENCE, IMPROPER INSTALLATION, APPLICATION, STORAGE, MAINTENANCE, COMBINATION WITH OTHER COMPONENTS OR OTHER MODIFICATION OR ALTERATION OR REPAIR BY BUYER OR ITS EMPLOYEES, AGENTS, REPRESENTATIVES, CONTRACTORS OR SUBCONTRACTORS OF ANY OF THE GOODS.

10. **Product Liability:** Buyer acknowledges that the Seller has no control over, and is not responsible for, the manner in which the Goods will be used or otherwise dealt with by the Buyer. The Buyer therefore agrees to assume all responsibility for, and shall indemnify, defend and hold the Seller harmless from and against, any and all losses, liabilities, actions, claims, damages, demands and expenses (including without limitation attorneys' fees and court costs) (collectively, "Losses") arising out of or in any way connected with the installation, maintenance, use or operation of the Goods, or the design, construction or composition of any item or items made or handled by the Goods supplied hereunder, other than as set forth in Section 23 hereof.
11. **Claims for Errors in Shipment:** Upon delivery, Buyer agrees to promptly inspect the delivered Goods for conformity to Buyer's purchase order. Buyer shall have a period of thirty (30) Days from the date of Seller's delivery of the Goods to reject the Goods or otherwise notify Seller of any nonconformity of the Goods to Buyer's purchase order or any applicable packaging, shipping and handling or delivery specifications. If no such notice has been received by Seller within such 30-Day period, Buyer shall be deemed to have accepted the Goods and waived any claims (other than warranty and patent infringement claims which shall be unaffected) associated with conformity of the Goods to Buyer's purchase order and any delivery specifications.
12. **Returns:** Buyer must request and receive a return authorization number from Seller prior to returning any Goods to Seller for any reason. Seller shall have no obligation to

accept return of any Goods for which it has not issued a return authorization number. All returned Goods must be returned to Seller at the location specified by Seller, transportation prepaid by Buyer, in either their original packaging or packaging that has been approved by Seller in advance. Custom Goods made to Buyer's specifications will not be accepted for return.

13. **Delays:** Seller shall not, under any circumstances, be liable for any delay in or default of any of its obligations hereunder when such delay or default is directly or indirectly caused by, or in any manner arises out of, any cause beyond its reasonable control and not due to its gross negligence, including, without limitation, fire, flood, acts of God, war, embargo, acts of terrorism, or labor actions.
14. **Adequate Assurances:** In the event that either, (a) Buyer is determined to be insolvent; (b) Buyer is placed in receivership; (c) Buyer becomes the subject of any voluntary or involuntary bankruptcy petition; or (d) in the opinion of Seller, a material adverse deterioration in Buyer's financial condition has occurred, Seller may, in addition to any other remedies available at law or in equity, elect to require that Buyer provide adequate assurance of payment, including, without limitation, full or partial prepayment of the cost of any Goods for which Buyer has submitted a purchase order.
15. **Cancellation of Orders:** Buyer acknowledges and agrees that any Order accepted by Seller may not be modified or cancelled except with Seller's written consent and upon terms that will hold Seller harmless against all costs, expenses, losses and damages associated with such modification or cancellation, including restocking fees and/or other cancellation charges which shall take into account, among other things, anticipated profits, expenses incurred and commitments already made by Seller in connection with such Order. If shipments are delayed by Buyer, payment shall become due on the date when Seller is prepared to make shipment, unless otherwise agreed in writing by the Seller at the time of such delay. Goods held for the Buyer shall be held at Buyer's risk and expense.
16. **Delivery Terms:** Buyer agrees that, except as may otherwise be specified in writing by Seller, delivery of the Goods shall be made F.O.B. shipping point (i.e., Seller's designated shipping facility). Title and risk of loss or damage to the Goods shall pass from Seller to Buyer at the shipping point upon delivery to the carrier. Buyer assumes full responsibility for resolving any claims with the carrier or its insurance provider in the event of misdelivery, loss or damage, including those cases where insurance and transportation have been secured by Seller at Buyer's request. Buyer acknowledges that any shipping dates communicated or otherwise indicated by Seller are approximate and are contingent upon prompt receipt by Seller of all information, parts, materials and approvals to be supplied by Buyer, if any.

17. **Default Shipping Address:** If Buyer has not designated a shipping destination or address to Seller within twenty-four (24) hours of Seller's estimated ship date, Buyer agrees that Seller shall be permitted to immediately ship the Goods either to Buyer's billing address or to any other tentative shipping address provided by Buyer at the time of placement of the Order.
18. **Taxes:** Buyer acknowledges the prices specified for the Goods are exclusive of any present or future sales, use, excise, or any other taxes applicable to the sale of the Goods. All applicable taxes shall be set forth separately by Seller on Buyer's invoice for the Goods.
19. **Fuel Surcharge:** In connection with each sale of Goods, Seller reserves the right, at any time, in its sole discretion and without advance notice, to impose a surcharge on the Goods to cover Seller's increased production costs associated with increases in the cost of fuel imposed upon Seller by its freight carriers. Such fuel surcharge(s) will be charged to Buyer on a pass-through basis and included on Buyer's invoice as a separate line item.
20. **Payment Terms:** Provided that Buyer satisfies Seller's credit criteria, Buyer shall have thirty (30) Days from the date indicated on each invoice received from Seller to remit payment to Seller for the Goods. Buyer agrees that time shall be of the essence with respect to Buyer's payment obligations hereunder. All payments due to Seller hereunder shall be paid in U.S. denominations by check, wire transfer, or ACH transfer of immediately available funds, or such other method as C&D may approve from time to time. Payment instructions will be provided to Buyer either in Seller's invoice or on Seller's letterhead. Buyer must telephonically verify any change to the payment instructions provided by Seller by calling Seller's Accounts Receivable Department. Seller reserves the right, at any time, to impose more restrictive payment terms on future shipments of Goods based on Buyer's payment history or current credit worthiness. Buyer agrees to pay Seller's reasonable attorneys' fees incurred in collecting past due amounts owed.
21. **Late Payment:** Buyer agrees that any balances that are unpaid after thirty (30) Days shall be subject to a monthly service charge equal to one and one-half percent (1.5%) percent of the total overdue balance owed to Seller or the maximum amount permitted under applicable law, whichever is greater. In addition to other remedies available to Seller, should Buyer fail to pay for any Goods when due, Seller reserves the right to revoke any credit extended to Buyer for the Goods, cancel any open Orders for Goods that Buyer may have placed with Seller during the period of delinquency, or suspend delivery of Goods until Buyer remits full payment to Seller for any outstanding Orders or charges.
22. **Security Interest:** Seller shall have a purchase money security interest in the Goods until payment therefor is received in full. Buyer agrees to do all acts necessary to perfect and maintain such security interest in favor of Seller.
23. **Patent Infringement:** Seller agrees upon the written request of Buyer, to indemnify and hold Buyer harmless against all Losses that arise out of or result from any claims alleging that any of the Goods infringe any U.S. patent or trademark owned by a third party. Seller shall have no obligation under this Section for (a) any Goods modified by either by Buyer or Buyer's agent without express written permission from Seller or (b) any claims of infringement based upon the use of the Goods by Buyer or Buyer's agent in conjunction with machinery, equipment or processes not sold or supplied to Buyer by Seller either with, as part of, or in connection with the Goods.

Any and all models, drawings, sketches, parts and other information supplied by one party to the other shall remain the property of the party who shall have supplied it. The Goods are offered for sale and are sold by Seller subject in every case to the condition that such sale does not convey any license or right to Buyer, expressly or by implication, to manufacture, duplicate or otherwise copy or reproduce any of the Goods or any part thereof.
24. **Waiver:** Except as otherwise expressly provided herein, no waiver, alteration or modification of any of the provisions hereof or any right granted hereunder shall be effective unless such waiver is in writing and signed by a duly authorized officer or employee of Seller. Any waiver (express or implied) by either party of any default or breach of this Agreement shall not constitute a waiver of any other subsequent default or breach. These terms and conditions shall not be modified, varied or supplemented by any course of dealing, usage of trade or otherwise except as agreed in writing signed by the parties hereto.
25. **Authority of Agents:** Buyer acknowledges that Seller's distributors and sales representatives have not been granted any authority from Seller to modify any of these terms and conditions on behalf of the Seller, to make additional representations or offer additional warranties concerning the Goods which are not otherwise expressly provided herein, or to otherwise legally bind the Seller.
26. **Governing Law:** This sale transaction shall be governed, construed and enforced solely by the laws of the State of Delaware. Buyer and Seller further agree that venue for any action to enforce or interpret these terms and conditions shall be adjudicated exclusively in a state court located in Montgomery County, Pennsylvania, or in the federal courts for the Eastern District of Pennsylvania and all parties hereby consent to the jurisdiction of such court in any such action or proceeding and waive any objection to venue based on inconvenient forum. Buyer and Seller hereby waive all rights under and agree that this agreement shall not be governed by, Article 2 of the Uniform Commercial Code or any version of the U.N. Convention For The International Sale of Goods.

27. **Notices:** All notices, requests, demands and other communications required or permitted hereunder shall be in writing and delivered by registered mail to the respective addresses of the parties listed on the applicable Order. Notices shall be deemed to have been duly given, made and received upon actual receipt by the recipient.
28. **Successors and Assigns; Assignment:** Buyer may not assign or delegate any of its rights or obligations under this Agreement or any purchase order without the prior written consent of the Seller. Any attempted assignment or delegation in violation of this Section will be null and void. Subject to the foregoing, this Agreement shall be binding upon and inure to the benefit of the parties hereto and their respective heirs, executors, administrators, legal representatives, successors and permitted assigns.
29. **Export Controls:**
- a. Buyer acknowledges that certain U.S. export control laws and regulations, including but not limited to the International Traffic in Arms Regulations (ITAR) (22 CFR 120, et seq.), the Export Administration Regulations (EAR) 15 CFR 730-774), and regulations of the Bureau of Alcohol, Tobacco, and Firearms (BATF) (27 CFR 447, et seq.) (collectively, the "Export Control Laws") may apply to the performance of this Agreement and/or any purchase order. Buyer shall comply at all times with all applicable Export Control Laws.
 - b. Buyer represents that it has obtained all registrations and licenses necessary to perform its obligations under this Agreement and/or each purchase order. Buyer shall not transfer any export controlled items, technical data, technology, or service, unless the Buyer is registered with appropriate U.S. authorities and obtains all required export licenses, license exceptions, or license exemptions, as applicable, under applicable Export Control Laws.
 - c. Buyer represents that neither Buyer nor any parent, subsidiary, or affiliate of Buyer is included on any of the restricted party lists maintained by the U.S. Government, including, but not limited to the Specially Designated Nationals List administered by the U.S. Treasury Department's Office of Foreign Assets Control (OFAC), Denied Parties List, Unverified List or Entity List maintained by the U.S. Commerce Department's Bureau of Industry and Security (BIS), or the List of Statutorily Debarred Parties maintained by the U.S. State Department's Directorate of Defense Trade Controls (collectively, "Restricted Party Lists"). Buyer shall immediately notify the Seller if Buyer, or any parent, subsidiary, or affiliate of Buyer becomes listed on any Restricted Party List or if Buyer's export privileges are otherwise denied, suspended or revoked in whole or in part by any U.S. or non-U.S. government entity or agency.
30. **Anti-Corruption:**
- a. Buyer acknowledges and agrees that it is aware of and familiar with the provisions of the Foreign Corrupt Practices Act of 1977, as amended, 15 U.S.C. 78dd-1, et seq., and all other applicable anti-corruption laws or regulations ("Anti-Corruption Laws") and further agrees that it shall comply with and take no action and make, offer, or receive no payment or other advantage in violation of or that might cause Buyer or the Seller to be in violation of any Anti-Corruption Law.
 - b. Buyer will indemnify, defend and hold the Seller harmless from and against any Losses suffered or incurred in connection with a breach of Section 29 or this Section 30 by Buyer and/or its affiliates, employees, agents or representatives.
31. **Code of Conduct:** Comply with C&D Technologies' Business Partner Code of Conduct, available at <http://www.cdtechno.com/resource/resource.html>, as it may reasonably be amended by Seller from time to time.
32. **Entire Agreement:** The terms of this Agreement are intended by the parties as a final expression of their agreement with respect to such terms and also as a complete and exclusive statement of such terms. No failure by Seller to take any action or assert any right hereunder shall be deemed to be a waiver of such right in the event of the continuation or repetition of the circumstances giving rise to such right.
33. **Severability:** In case any one or more of the provisions contained in this Agreement shall for any reason be held to be invalid, illegal or unenforceable in any respect, such invalidity, illegality, or unenforceability shall not affect any other provision hereof, and this Agreement shall be construed as if such invalid, illegal, or unenforceable provision had never been contained herein.