

WARRANTY

Regal-Beloit Corporation (the "Company") warrants its Durst power transmission products to be free from defects in material and workmanship under normal use and service for a period of twelve (12) months from the date of manufacture or one-thousand-five hundred (1,500) hours from the time that the product is placed into service, whichever occurs first. A shelf-life allowance is made of a maximum of six (6) months, so the period of warranty will not exceed eighteen (18) months.

The Buyer shall be solely responsible for determining the adequacy of the product for any and all uses to which the Buyer shall apply the product, and the application of the product by the Buyer shall not be subject to any implied warranty of fitness for that purpose.

Such product is expressly not warranted against failure or unsatisfactory operation resulting from dynamic vibrations imposed upon it by the drive system in which it is installed unless the nature of such vibration has been fully defined and expressly accepted in writing by the Company as a condition of operation.

The Company will, at its option, repair or replace such parts, free of charge if found upon examination by the Company to be defective. All materials must be returned prepaid.

The above Warranty and the above obligation to repair or replace are complete and exclusive; the Company disclaims liability for special or consequential damages of any nature. This Warranty shall not apply to any product which has been repaired or altered in any way by anyone not in our employ nor to any product which has been subject to misuse, negligence or accident.

If it is necessary to return any parts under this Warranty, the Buyer agrees not to make any deduction on account thereof from remittances or current accounts while claims are in process of disposition.

Any expense incurred without the Company's consent for repairs or replacement will not be allowed.

THE COMPANY HAS MADE NO WARRANTY THAT THE GOODS COVERED BY THIS CONTRACT ARE MERCHANTABLE OR FIT FOR ANY PARTICULAR PURPOSE, AND THERE ARE NO WARRANTIES WHICH EXTEND BEYOND THE DESCRIPTION OF THE GOODS CONTAINED IN THIS CONTRACT, UNLESS THE SAME IS SPECIFICALLY SET FORTH IN THE CONTRACT OF PURCHASE OR ACKNOWLEDGEMENTS OF THE ORDER, BUT IN SUCH CASE SUCH WARRANTY IS LIMITED AS ABOVE PROVIDED.