



Varex Imaging Corporation ("Varex") warrants its Industrial Subsystems as follows:

Subsystem Limited Warranty

Varex warrants the Industrial Subsystems it manufactures to be free from defects in material and workmanship that impair their performance and to be in substantial compliance with operational features of Varex's published specifications at the time of sale. Varex's warranty shall continue for the period of time specified below or as specified on Varex's quotation or agreed to in writing by Varex.

Subsystem Warranty Periods

Standard warranty periods for particular Subsystems are listed below. If no period of time is so stated or agreed, then Varex's warranty is limited to thirty(30) days. Different standard or agreed warranty periods may apply.

Varex Subsystem Type	Standard Warranty Periods
VF-50/HVPS	12 Months Non-Pro rata*
VF-65/HVPS	12 Months Non-Pro rata*
VF-80/HVPS	12 Months Non-Pro rata*
HPE-225/HVPS/Detector	12 Months Non-Pro rata*
Microfocus Source/Detector/CST Tools	12 Months Non-Pro rata*

*Warranty period is twelve (12) months from date of installation but in no event later than eighteen (18) months from date of shipment from Varex's factory.

Remedies

If Varex examination confirms that a Subsystem has failed during the Warranty Period through no fault of Customer, the Customer's sole and exclusive remedy shall be according to one of the following:

Non-Pro rata Period - If failure occurs during a non-pro rata Warranty Period, Varex will, at Varex's option and at no cost to Customer, either repair or replace the Subsystem component upon return of the failed Subsystem component to Varex. The warranty period remaining on the Subsystem component, at the time it is taken out of service, shall apply to the repaired Subsystem component or the replacement Subsystem component that is returned to the Customer by Varex. If it is reasonably determined that a repair or replacement is not feasible, Varex will refund the purchase price of the Subsystem component.

Subsystem Warranty Conditions

All remedies are expressly conditioned on all the following:

- 1. Repairs and adjustments of Subsystems must be made (or directed in writing) by authorized Varex personnel only. Unauthorized repairs or adjustments will void this warranty.
- 2. The Subsystem must have been used under normal operating conditions within the respective Varex-specified ratings and according to Varex operating instructions. Misuse, abuse or improper installation will void this warranty Varex shall make the sole final determination about whether failure occurred in normal operation (under warranty) or whether the Subsystem was subjected to other than normal operation (excluded from warranty).
- 3. Customer must give Varex written notice of Subsystem failure before the end of the Subsystem Warranty Period and request a Return Material Authorization ("RMA") by submitting a completed Subsystem Service Report to Varex describing the reason for return, operating conditions, dates of installation and removal, counter readings at installation and removal,

and other pertinent information. Once Varex provides Customer with an RMA, Customer shall return the Subsystem or system component prepaid to Varex. RMA's are only valid for ninety (90) days from date of issuance. If Customer allows an RMA to lapse beyond ninety (90) days, warranty status shall be reassessed. Varex may solely determine probable number of scans or hours of usage of the Subsystem when no accurate records can be found. All repairs not within warranty will be invoiced at prevailing rates, but Varex will not begin work without Customer's approval of charges. If repairs are not within warranty, or Varex cannot confirm failure, Customer shall be responsible for all costs in returning the Subsystem to Customer.

- 4. Unless otherwise agreed by Varex, Customer shall pay costs of shipping for Subsystems returned to Varex for repair or adjustment, shall be responsible for loss or damage in transit, and shall file claims for loss or damage in transit.
- 5. The Warranty Period remaining on the date Varex received notice of failure shall apply to the repaired or replaced Subsystem from the date of reshipment to Customer.
- 6. Varex will accept back any Varex manufactured product for disposal.

Exclusions from Coverage

Varex's warranties shall not apply to the extent that malfunction is caused in Varex's reasonable opinion by (1) accident, abuse, alteration, misuse or neglect, (2) failure to use Products under normal operating conditions or environment, or within Varex specified ratings, or according to any operating instructions provided by Varex, (3) lack of routine care or maintenance as indicated in any Varex operating or maintenance instructions, (4) failure to use or take any proper precautions under the circumstances, (5) user modification of any Product or Software, or (6) latent defects discovered after expiration of the applicable warranty period. This warranty does not cover Buyer-supplied software, equipment warranted by another manufacturer, or replacement of expendable, consumable or limited life items.

Exclusion of Implied Warranties

This limited warranty is expressly in lieu of and EXCLUDES all other express or implied warranties including but not limited to warranties of MERCHANTABILITY and of FITNESS for a particular purpose, use, or application.

Limitations on Damages and Liability

VAREX'S TOTAL LIABILITY IN DAMAGES OR OTHERWISE SHALL NOT EXCEED THE PAYMENT, IF ANY, RECEIVED BY VAREX FOR THE UNIT OF PRODUCT, SERVICE OR SOFTWARE FURNISHED OR TO BE FURNISHED RESULTING IN THE LOSS OR DAMAGE CLAIMED. IN NO EVENT SHALL VAREX BE LIABLE FOR INCIDENTAL, CONSEQUENTIAL, INDIRECT, PUNITIVE OR SPECIAL LOSS OR DAMAGES OF ANY KIND, SUCH AS, BUT NOT LIMITED TO, LOST BUSINESS REVENUE, LOST PROFITS OR COSTS OF DOWNTIME RESULTING FROM VAREX'S PRODUCTS, SERVICES OR SOFTWARE, HOWEVER CAUSED, WHETHER BASED ON CONTRACT, TORT (INCLUDING NEGLIGENCE) OR ANY OTHER LEGAL THEORY.

Liability to third parties for bodily injury, including death, resulting from Varian's performance or Products shall be determined according to applicable law. No claims, regardless of form, arising out of, or in any way connected with Products, Software or Services furnished by Varex, may be brought by Buyer more than one (1) year after the cause of action has accrued or Varex's performance has been completed or terminated, whichever is earlier.