

AVTEC INTERIORS

BESPOKE AIRCRAFT INTERIORS · TYLER, TEXAS · EST. 2004

AIRCRAFT INTERIOR PROPOSAL

PREPARED FOR

Dear Mr. Balzer,

In response to your request, Avtec Interiors, Inc. is pleased to provide the following proposal for the fabrication of a custom leather credenza cover for the aircraft N815DT, serial number 1085, in accordance with Estimate 1079 REV1.

After reviewing this proposal and its attachments (if applicable), should you have any questions, concerns, or scheduling requests, please contact me so we can coordinate a mutually agreeable input date for your aircraft. If this proposal, together with its attachments and terms and conditions, is acceptable to you, please sign and return it via email to Ciara@AvtecInteriors.com.

Thank you for considering Avtec Interiors, Inc. for the proposed work scope on your aircraft. Please do not hesitate to call me with any questions or for additional information.

Sincerely,

Ciara Hammonds

DIRECTOR OF OPERATIONS · AVTEC INTERIORS, INC.

13904 State Highway 64 West, Tyler, Texas 75704

Cell: 903-203-7570 · Ciara@AvtecInteriors.com

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1.0 Requested Interior Work-Scope

Fabricate a custom leather cover for the credenza top, integrated with a mounted iPad swivel assembly. The completed cover will provide a tailored, factory-quality fit with concealed mounting and clean access to all underlying compartments. Fabrication is performed at the Avtec Interiors facility; the completed cover is shipped to the customer upon completion.

1.1 Custom Composite Core & Magnet Mounting

The cover will be built on a custom composite center core (½-inch honeycomb) for strength and minimal weight, with concealed magnet mounting for secure, tool-free installation and removal.

1.2 Integrated iPad Swivel Mount

Fabricate and integrate a mounted iPad swivel assembly within the cover, positioned for convenient in-cabin use while maintaining a flush, finished appearance.

1.3 Tray Cut-Outs

Fabricate precision cut-outs sized and positioned to receive the customer-supplied trays. Trays must be received by Avtec Interiors prior to final fitment of the associated cut-outs.

1.4 Access Door

Fabricate a custom hinged access door, built directly into the credenza cover, allowing convenient access to the plug compartment while preserving the continuous leather finish.

1.5 Finish

Upholster in customer-selected leather over ¼-inch foam, with finished edges and a black bottom pad to protect the credenza surface.

1.6 Shipping

Shipping of all items related to the approved work-scope will be billed to the customer at cost upon completion, on the final invoice. Expedited shipping may be required to meet the delivery schedule; if so, expedite charges will be billed at cost.

2.0 Additional Items

No additional items requested.

3.0 Avionics / Lighting / Entertainment Upgrades

No upgrades requested.

4.0 Reported Discrepancies

No discrepancies reported.

5.0 Certification / FAA Regulatory

FAA REGISTRATION NO. **CONN014C**

Materials

All materials used in the fabrication of the credenza cover are aircraft-approved. Certification documentation will be provided as applicable to the installed materials.

6.0 Downtime

Not applicable — fabrication is performed at the Avtec Interiors facility and the aircraft is not required.

7.0 Material Lead Time

To be determined.

8.0 Terms and Conditions

Miscellaneous

This proposal is submitted to the Customer for information purposes only and shall not become a binding agreement between the Customer and Avtec Interiors, Inc. unless accepted and signed by the Customer and returned to Avtec Interiors, Inc. prior to aircraft induction at the Avtec Interiors facility. This proposal shall remain in effect for thirty (30) days from the date of the proposal, unless sooner accepted by the Customer.

Acceptance

The Customer shall inspect all goods immediately upon receipt and shall, within ten (10) days, give written notice to Avtec Interiors of any claim that said goods do not conform with the terms of this agreement. If the Customer shall fail to give such notice, the goods shall be deemed accepted and to conform with the terms of this agreement.

Payment

Acceptable methods of payment include company check, wire transfer, cash, or credit card. Any credit card fees will be the responsibility of the Customer. An initial deposit of 50% of the Estimated Base Price is required at the time of acceptance by the Customer. Deposits are non-refundable and will be retained by Avtec Interiors as liquidated damages in the event the project is canceled. The estimated price of any amendments shall be added to the Estimated Base Price for such project. The remaining balance, including amendments and shipping, shall be due and payable upon completion of the work.

Wire Transfer Information

BANK	Texas Bank and Trust
ADDRESS	2323 W. Grande Blvd, Tyler, Texas 75703
ROUTING	111923238
ACCOUNT	689785

Additional Charges

The following additional charges are not reflected in the quoted prices and shall be paid by the Customer to Avtec Interiors upon demand, if applicable:

- A.** Sales, use, or other taxes applicable to the work performed by Avtec Interiors or subcontractors. A required condition of this contract is that the price of labor and materials will be separated on the final invoice. There are certain requirements under Texas law that must be met for a customer to be exempt from sales tax. If a customer is non-exempt, sales tax is payable on the price of materials but not on labor. In order to qualify for exemption from sales tax, the Customer must provide to Avtec Interiors, Inc. a Texas Sales and Use Tax Exemption Certificate.
- B.** Freight charges.
- C.** Customer-specified change orders after commencement of a project will be evaluated and may result in additional charges and/or downtime.
- D.** Avtec Interiors, Inc. will add a 35% charge based on the estimated cost of any customer-provided materials and 15% for customer-provided services to compensate Avtec Interiors, Inc. for handling, storage, quality control, certification, and other costs associated with such parts and services.
- E.** Overtime charges for work performed pursuant to the terms of this proposal.
- F.** 3% of the final invoice amount for miscellaneous shop supplies.
- G.** Discrepancies, including the treatment of corrosion, replacement parts, and miscellaneous materials associated with the above work, will be corrected on a time-and-material basis, subject to the prior review and approval of the authorized owner.
- H.** Compliance with FAA regulation FAR 145.45, paragraphs (c) and (d) (Material Receiving Inspection and Airworthiness Certification Verification), is required on all customer-provided parts, materials, and services. A 15% handling fee, based on the current list price, applies to all customer-provided parts, materials, and services.

Place and Time of Performance

Unless otherwise provided on the face hereof, the price quoted herein is based on all services being performed at Avtec Interiors' facility in Tyler, Texas, or at the facilities of Avtec-selected suppliers or subcontractors. Avtec Interiors will attempt to schedule the performance of services for the convenience of the Customer, subject to the availability of material, parts, hangar and shop space, and labor. Unless otherwise agreed in writing, all services shall be performed during regular working hours as opposed to overtime hours. In the event the contract is terminated for any reason, Avtec Interiors will reach a mutually acceptable settlement with the Customer by compensating Avtec Interiors for the work performed and goods completed or partly completed.

Substitutions

Avtec Interiors shall have the right to incorporate changes in design, construction, or installation and to substitute equivalent equipment, accessories, parts, or material where such changes are deemed necessary by Avtec Interiors to improve the quality, performance, reliability, stability, or appearance of the goods or materials supplied hereunder. If, due either directly or indirectly to governmental prohibitions, restrictions, or priorities, any of the materials of construction specified or contemplated herein are not readily procurable for use for their intended purpose, then Avtec Interiors shall have the right to substitute equivalent materials suitable for the work.

Limited Warranty

Avtec Interiors warrants that the services performed hereunder will be free from defects in workmanship for a period of one (1) year. Parts and materials are covered under the manufacturer's warranty and are not

covered by the Avtec Interiors limited warranty. Avtec Interiors further warrants that all services performed hereunder shall comply with applicable FAA regulations in effect as of the date that the work is performed. This warranty does not apply to (a) normal wear and tear, (b) the consequences of accident, negligence, abuse, or misuse, or of repair, removal, reinstallation, or alteration other than by Avtec Interiors, and (c) Customer-furnished parts or equipment, or work which, at the Customer's direction, was not performed in accordance with Avtec Interiors' standard operating procedures. Wood veneer is a product of nature subject to potential long-term reactions with various man-made chemical products; Avtec Interiors will not guarantee against any discoloration of veneers. The sole and exclusive remedy of the Customer, and the sole and exclusive liability of Avtec Interiors with respect to any breach of the warranty provided herein, shall be limited to repair or replacement (at Avtec Interiors' option) of the nonconforming or defective work or component. Such repair or replacement shall be performed at the Avtec Interiors facility or, at the option of Avtec Interiors, a subcontractor's facility, and the Customer shall be responsible for transportation costs. Upon termination of the contract, Avtec Interiors shall not be liable for any loss of profit, loss of contracts, or any other indirect or consequential damage that may be suffered.

AVTEC MAKES NO IMPLIED WARRANTY OF MERCHANTABILITY, FITNESS FOR ANY SPECIAL USE OR FUNCTION, OR LIFE AFTER SALE TO BUYER AND/OR TO SUBSEQUENT BUYERS OR USERS OF THE GOODS BEYOND THE EXPRESSED TERMS OF THIS AGREEMENT. THERE ARE NO WARRANTIES, EXPRESSED OR IMPLIED, ARISING FROM COURSE OF DEALING, COURSE OF PERFORMANCE, OR USAGE OF TRADE, WHICH EXTEND BEYOND THE FACE OF THIS AGREEMENT.

Damages

IN NO EVENT WILL AVTEC BE LIABLE FOR ANY SPECIAL, INCIDENTAL, OR CONSEQUENTIAL DAMAGES, INCLUDING BUT NOT LIMITED TO LOST REVENUE, LOST PROFIT, OR LOSS OF PROSPECTIVE ECONOMIC ADVANTAGE, RESULTING, DIRECTLY OR INDIRECTLY, FROM THIS TRANSACTION, OR THE GOODS, OR THE USE OR OWNERSHIP OF THE GOODS SHIPPED HEREUNDER. IN NO EVENT WILL AVTEC'S LIABILITY HEREUNDER, INCLUDING ANY WARRANTY LIABILITY, EXCEED THE PURCHASE PRICE ACTUALLY PAID FOR THE GOODS AND SERVICES.

Arbitration

Any dispute, controversy, or claim arising out of this agreement shall be settled where possible by mutual consultation and consent. Should the Customer and Avtec Interiors fail to reach an agreement within thirty (30) days, the disagreement shall be settled by arbitration. In the event that arbitration becomes necessary, such arbitration will take place in Smith County in accordance with Federal law. The award of the arbitrators will be final and binding on both parties. The law which is to apply to the contract, and under which the contract is to be construed, is United States law, and the jurisdiction of the State of Texas courts shall apply.

9.0 Acceptance of Proposal

By countersigning below, the Customer accepts the work-scope described in Section 1 of this document and agrees to the terms and conditions outlined herein.

TOTAL FOR WORK-SCOPE (Items 1.1 – 1.6, as described in Section 1)	\$6,853.00
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Pricing, unless otherwise indicated, is in USD. Sell prices do not include "to be determined" or "time and material" items generated by the discovery of performed inspection(s) or defects.

- (1) Deposit: 50% due upon acceptance, prior to ordering any materials.
- (2) Final balance, including shipping, due upon completion.
- (3) Deposits must be received before any work can commence.

Please Note

- Shipping is billed to the customer at cost upon completion, on the final invoice; expedited shipping, if required, is billed at cost.
- Customer-supplied trays must be received by Avtec Interiors prior to final fitment of the associated cut-outs.
- Any additional work requested beyond the defined scope will be communicated to the customer and quoted separately prior to proceeding.

CUSTOMER

Jim Balzer · AMP
Signature: _____
Title: _____
Date: _____

AVTEC INTERIORS, INC. REPRESENTATIVE

Ciara Hammonds · Director of Operations
Signature: _____
Title: _____
Date: _____