

1. PRICE ADJUSTMENT FOR REDUCTION IN DESTRUCTIVE TESTING (Clause E-5.1) (April 1999)

In accordance with the product specification, a Reduced Destructive Testing Sampling Plan shall apply after the specified number of consecutive lots are tested without failure. Corresponding reductions in the number and cost or price of D-Test units and lot charges shall be effected by modification of this purchase order/contract to reflect the reduction in D-Test requirements. Seller shall promptly notify Buyer when the specified level of acceptability is achieved. Failure of Seller to promptly notify Buyer, or to follow the Reduced Sampling Plan, shall not affect Buyer's right to retroactively incorporate the reductions at the appropriate point.