MOOG Important Moog ICD Policy Notification

TO: Distributor Repair Specialist

DATE: February 10, 2009

Moog ICD Distribution Policy Number: DN015C

Effective: February 15, 2009

Supersedes Policy Number: DN015B

Policy Name: Repair Inspection Fee

Moog Industrial Controls Division will charge an inspection fee as specified in the e-Price Book (reference Standard Policy, Section 10.2) in accordance with the following parameters:

The Repair Inspection Fee will be charged:

- 1. If the returned valve is inspected, being either within or outside the warranty period, and operates within the valve model specification (nothing wrong with the valve).
- 2. If the repair exceeds the cost of the pre-authorization repair level and subsequently the repair is not authorized.

The Repair Inspection Fee will be waived:

- 1. If the valve is verified to be a "warranty" repair.
- 2. If the valve is authorized for repair.
- 3. If a replacement valve is purchased within the 1 week of the inspection notification directly through any Moog authorized sales channel.
- 4. If the valve is considered "uneconomical" to repair, parts are available, and subsequently authorized by the Distributor to repair the valve.
- 5. If the valve is considered "uneconomical" to repair because parts are **not** available.
- 6. If the valve is considered "uneconomical" to repair, the valve is obsolete and there is no replacement.
- 7. If the customer/distributor authorizes Moog to either scrap or take ownership of the valve.

NOTES:

1. Any valve that is returned to the Distributor un-repaired is void of factory warranty