

EXCHANGE POLICY

The standard exchange is a service supplied by Trinity Aviation Services Ltd. (TAS) and is provided for customers who request to exchange or replace a component which has been removed for Repair and or Overhaul. The used exchange core must be of the same reference or equivalent functionally and capable of being returned back to an airworthy condition.

Upon receipt of a PO from the customer the customer's repairable component core becomes the property of TAS. Due to the basic implication of "exchange" the customer will not receive back their original component. The exchange component from TAS will not become the customer's property until all obligations herein are fulfilled in full.

The customers removed core component must be delivered to TAS with a Removal/Unserviceable Tag stating the core serial number, date of removal, reason for removal, TSN, TSO, Previous certification (aircraft S/N) and the completed up to date Historical Service Record (Component History Card).

The customer shall cover all costs associated with the delivery of the serviceable component from TAS to their facility. In addition the customer shall return the unserviceable core component to Trinity's facility at 201-19148 27th Ave. Surrey, B.C. Canada V3S 5T1 at its own expenses with its Title of Ownership (if applicable) within 2 weeks after receipt of the serviceable component from TAS.

Risk of loss or damage to the exchange component is transferred to the customer at the time the unit leaves Trinity Aviation Services.

If the repairable core unit is not returned within the said period of time or the customer does not make alternate arrangements acceptable to TAS, the standard exchange agreement will no longer apply. TAS reserves the right to invoice the customer the full replacement cost for the value of the core which was noted on the original Quote and or Invoice sent to the customer.

With regard to the exchange process, TAS will consider any lifed parts with less than 25% time remaining as time expired and the customer will be billed for full new replacement. The lifed item(s) in question will be returned to the customer at the customer's expense or disposed of at the customer's written request. Lifed parts received by TAS, which have less time remaining than the same part exchanged from TAS, but have over 25% time remaining will be pro-rated utilizing Bell List pricing. TAS reserves the right to invoice the customer for all lifed part pro-rated time differences.

When the customer's repairable core component received by TAS is found to have a lesser part number than the exchange component sent to the customer from TAS, the cost to upgrade the component to the same part number as supplied by TAS will be charged to the customer.

After reception and inspection of the unserviceable core component, TAS will advise the customer of all discrepancies found over and above the standard overhaul (additional costs). TAS reserves the right to invoice the customer for any and all additional cost in relation to the status of the core component. In cases where the core unit is non-repairable and or beyond economical repair (BER) as determined by TAS, the standard exchange service will not apply and TAS reserves the right to invoice the customer the full replacement cost for the value of the core which was noted on the original Quote and or Invoice sent to the customer.

Parts found non-repairable after inspection will be scrapped by TAS with prior customer consent or returned in "As Is Condition". In all cases, scrapping, shipping and administrative cost will be charged to the customer.

Transfer of ownership of the exchanged component to the customer remains subject to the customer's contractual obligations as established herein, on the Quote and or Invoice, including but not limited to the delivery of the repairable core component and full payment to TAS. In the event the customer fails to fulfill the contractual obligations, TAS reserves the right to rescind the contract and demand the exchanged component be returned immediately to Trinity Aviation Services Ltd.