PAI-DIESEL INDUSTRY INC.

DIESEL ENGINE WARRANTY

New engine parts are warranted to be free from defects in material and workmanship under normal use and service for a period of 1 year time from the date of installation.

PAI-DIESEL will pay only for parts, labor and fluids needed to repair damages directly resulting from an above defined warranty failure, including existing immediately prior to the failure, including progressive damage to the engine in which the warrantable part was installed, provided PAI-DIESEL's inspection of said failed parts or parts discloses to our satisfaction to have been defective. Labor cost will be paid but not to exceed punished flat rates at PAI-DIESEL's standard hourly rate. No overtime or holiday rates will be allowed. Only new PAI-DIESEL approved parts will be used in making the repair.

Owner must give notice within 30 days of any suspected failure and before expiration of applicable warranty to be considered warrantable. Owners will provide alleged defective and associated parts for examination. PAI-DIESEL further reserves the right to examine any engine subject to a claim under this warranty.

PAI-DIESEL is not responsible for failure resulting from owner or operator abuse or neglect.