



## LIMITED WARRANTY CERTIFICATE

## LiuGong Construction Machinery North America

This limited warranty is extended by LiuGong Construction Machinery Co., LLC. ("LG") in respect of equipment ("Equipment") sold by any authorized distributor for LiuGong or Dressta branded construction and material handling equipment. Equipment includes all components except the following: (1) lamp bulbs, fuses, gaskets and packing's, oil, lubricants, tires, rubber tracks, belts, tune-up parts, bucket teeth, ground engaging cutting edges, filter elements, grease fittings, batteries, tires and tubes, brake linings, wiper blades, undercarriage components as described below and other consumables, (2) engines that carry their own warranty and (3) attachments not manufactured by either LG or any of its subsidiaries, provided, however, LG extends to the customer, the benefits of warranties (if any) of the manufacturers or suppliers of any of the excluded items.

LG warrants that Equipment will be free from defects in workmanship and material for a period commencing on the earlier to occur of either (a) the date of the initial delivery inspection certificate, or (b) the first commercial use of Equipment, (c) 150 hours, or (d) or 12 months from LG ship date to the distributor and ending on the earlier to occur of either (a) the 365th day of operation, or (b) the 2000th hour of operation. During the terms of coverage, LG or its authorized representative will replace free of charge the defective component(s) or part(s) of Equipment through standard warranty reimbursement. LG retains the right to the return of such defective component(s) or part(s), or photograph(s) at its sole option. Any extended warranty coverage applied to the machine does not become effective until the standard limited warranty has expired.

Undercarriage components including: track chains, sprockets, track rollers, top idlers and front idlers are covered by warranty against breakage and/or leakage for 2000 working hours. LG provides a sealed and lubricated track chain wet turn assurance. At the time to turn the chain, if any joints are dry, LG will cover 100% of the cost of parts required to complete a wet bushing turn for a period of twelve (12) months after the date of delivery or 2000 working hours or until bushings are 100% worn in normal impact job sites, whichever comes first. Tracks with low ground pressure or wider than standard shoes will be subject to 50% deduction of necessary parts cost, swamp shoes or self-cleaning shoes are not covered.

Track Shoes are covered at 100% of the cost to replace broken shoes for a period of twelve (12) months after the date of delivery or 2000 working hours, whichever comes first. During this period, if shoes are wider than standard width as provided by the Company in machine specification, and 3 or more shoes break, shoes will be prorated based on wear. Prorated warranty basis. Warranty adjustments are based on calculated portion of the remaining service life for those parts LG finds to be defective in material or workmanship (breakage, leakage), provided the parts were properly installed and used in normal operation. If undercarriage component is found to be defective, LG will apply a credit against the purchase of a new undercarriage component for the unused portion of the original product. The prorated adjustment is based on the measurement of the main component according to LG Track Wear Specification. For example if defective product's service life measurement is 25% worn, the replacement value is 75% of original LG invoice.

This warranty applies only if allegedly defective Equipment has been properly operated and maintained using genuine LiuGong-Dressta parts. This warranty will not apply if the alleged defect is attributable to a modification or repair of Equipment made, or a component part, or attachment supplied, by any person other than LG or any of their subsidiaries or the authorized representative of any of the foregoing. This warranty is exclusive and in lieu of all other warranties (including, without limitation, express or implied warranties of merchantability or fitness for a particular purpose). If components or parts of equipment fail to conform to this warranty, the customer's exclusive remedy and LG's sole responsibility is, at LG's option, repair or replace such non-conforming components or parts, and LG will have no monetary liability whatsoever for any damage, loss, cost or expense (whether general, special, incidental or consequential) suffered or incurred by the customer as a result of or in connection with Equipment. No employee or representative of LG has the authority to either change or extend this warranty, except in writing signed by a corporate officer of LiuGong.