BIG RIVER STEEL LLC

TERMS AND CONDITIONS OF SALE

ALL SALES BY BIG RIVER STEEL LLC AND ITS AFFILIATES AND SUBSIDIARIES (COLLECTIVELY “SELLER”) ARE MADE SUBJECT TO THE FOLLOWING TERMS AND CONDITIONS. TERMS ADDITIONAL TO OR DIFFERENT FROM THOSE IN THESE CONDITIONS OF SALE, INCLUDING BUT NOT LIMITED TO TERMS CONTAINED IN BUYER’S PURCHASE ORDER, ARE DEEMED MATERIAL AND HEREBY REJECTED UNLESS OTHERWISE ACCEPTED BY SELLER.

IN WRITING. Seller’s acceptance of Buyer’s purchase order or commencement of performance shall not constitute acceptance of any of Buyer’s terms and conditions. Buyer’s assent to these terms and conditions shall be conclusively presumed from Buyer’s (1) receipt of Seller’s order acknowledgment without written objection sent to Seller within ten (10) days after receipt of this order acknowledgment or accepted purchase order, (2) instructing Seller to begin work or to ship any of the goods after receipt of Seller’s order acknowledgment or accepted purchase order, or (3) acceptance of all or any part of the goods ordered. Seller may commence performance in reliance upon Buyer’s acceptance of these conditions of sale. BUYER AND SELLER AGREE THAT THE TERMS AND CONDITIONS PRINTED HEREIN ARE ACCEPTED IN GOOD FAITH BY BOTH PARTIES AS THE CONTROLLING AND FINAL TERMS AND CONDITIONS. BUYER AND SELLER FURTHER AGREE THAT THERE SHALL NOT BE A “BATTLE OF FORMS” AS DESCRIBED IN SECTION 2-207 OF THE UNIFORM COMMERCIAL CODE.

1. ENTIRE AGREEMENT. Except as otherwise agreed to by Seller in writing, the terms and conditions set forth herein, together with the applicable Seller order acknowledgment or accepted purchase order, shall constitute the complete and final agreement between Seller and Buyer, superseding completely any prior oral or written communications. Terms or conditions contained in any document issued by Buyer which in any manner purport to alter, modify, change, suspend, or add to any term or condition contained herein shall be deemed excluded from such Buyer document and waived by Buyer. Seller and Buyer expressly agree that Seller may modify these terms and conditions from time to time, and such modifications shall be binding upon Buyer.

2. PURCHASE PRICE. The purchase price of the goods shall be as stated on the applicable Seller order acknowledgment or accepted purchase order; provided, however, that if Seller announces a surcharge, such surcharge shall become effective for goods scheduled for shipment beginning on the date set forth in Seller’s announcement of such surcharge or, if there is no such date, immediately upon such announcement. Seller reserves the right to change all quotations at any time. Seller shall be bound only upon issuance of an order acknowledgment or shipment and acceptance of all or any part of the goods ordered.

3. PURCHASE ORDER MODIFICATION/CANCELLATION. Buyer cannot modify, cancel, or otherwise alter purchase orders after receipt of purchase order by Seller without Seller’s written consent. Any such modification, cancellation, or alteration shall be subject to conditions as negotiated at such time, which shall include protection of Seller against loss.

4. LIMITED WARRANTY. EXCEPT AS EXPRESSLY SET FORTH IN SELLER’S ORDER ACKNOWLEDGEMENT, SELLER MAKES NO WARRANTIES, EXPRESS OR IMPLIED, INCLUDING, BUT NOT LIMITED TO, ANY IMPLIED WARRANTIES OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE, WHICH ARE EXPRESSLY DISCLAIMED. SELLER MAKES NO WARRANTIES, EXPRESS OR IMPLIED, AND ACCEPTS NO RESPONSIBILITY, RISK OR LIABILITY TO BUYER OR OTHERS CONCERNING, RELATING TO OR ARISING OUT OF THE PERFORMANCE, NON-PERFORMANCE, FAILURE, EFFICACY, LENGTH OF LIFE OF OR ANY DEFECT IN THE WHOLE OR ANY PART OR PARTS OF ANY PRODUCT OR PRODUCTS MANUFACTURED OR FABRICATED FROM OR INCORPORATING OR OTHERWISE USING THE PRODUCTS SOLD HEREUNDER.

5. LIMITATIONS OF LIABILITY. SELLER’S LIABILITY, WHETHER IN CONTRACT, IN TORT, UNDER WARRANTY, IN NEGLIGENCE, OR OTHERWISE, SHALL NOT EXCEED THE PURCHASE PRICE OF THE GOODS AGAINST WHICH CLAIM IS MADE, AND UNDER NO CIRCUMSTANCES SHALL SELLER BE LIABLE FOR ANY SPECIAL, EXEMPLARY, PUNITIVE, INDIRECT, INCIDENTAL OR CONSEQUENTIAL DAMAGES INCLUDING, BUT NOT LIMITED TO, DEMURRAGE CHARGES, COSTS OF SHIPMENT, DOWNTIME, LOST PROFITS, LOST SALES OR DIMINUTION OF VALUE, REGARDLESS OF WHETHER SUCH DAMAGES WERE FORESEEABLE AND WHETHER OR NOT SELLER HAS BEEN ADVISED OF THE POSSIBILITY OF SUCH DAMAGES. AT SELLER’S DISCRETION, BUYER’S SOLE AND EXCLUSIVE REMEDY WITH RESPECT TO THE PORTION OF ANY GOODS PROVEN TO HAVE FAILED TO MEET IN MATERIAL RESPECT THE SPECIFICATIONS ON THE SELLER’S ORDER ACKNOWLEDGEMENT AT THE TIME OF SHIPMENT FROM THE SELLER’S FACILITY SHALL BE LIMITED TO: (1) REPLACEMENT OF GOODS AT THE POINT OF SHIPMENT FROM THE SELLER’S FACILITY, (2) REPAIR OF THE GOODS AT A LOCATION TO BE DETERMINED BY THE SELLER, OR (3) REPAYMENT OF OR CREDIT AGAINST THE PURCHASE PRICE OF SUCH GOODS UPON AUTHORIZED RETURN THEREOF. SELLER AND BUYER EXPRESSLY AGREE TO THIS ALLOCATION OF RISK AND THE PRICE STATED FOR THE GOODS IS CONSIDERATION IN LIMITING SELLER’S LIABILITY. IN THE EVENT SELLER HAS AUTHORIZED BUYER TO SCRAP ANY PART OF THE GOODS, THE SCRAP ALLOWANCE IS TO BE CREDITED TO THE SELLER.

6. LIMITATION OF LIABILITY FOR DELIVERY DELAYS. Delivery dates are approximate. In no event shall Seller be liable for any claims for labor or for any special, indirect, incidental, or consequential damages including, but not limited to, demurrage charges, cost of shipment, downtime, lost profits, lost sales, or any other damages resulting from delay in delivery. ACCEPTANCE OF GOODS BY BUYER SHALL CONSTITUTE A WAIVER BY BUYER OF ANY CLAIM FOR DAMAGES ON ACCOUNT OF DELIVERY DELAY.

7. TRANSPORTATION CHARGES. Price quotations and order acknowledgements include estimated transportation costs. Except as otherwise agreed, invoiced freight will be computed by adding the cost of transportation for the shipment mode to the destination as well as any additional surcharges and taxes paid by the Seller. If goods are shipped freight prepaid, the serviceable charge for freight shall be added to the invoice. Buyer may also elect to pick up the goods freight collect provided notification is given to Sales, at time of order placement or 24 hours prior to material availability, whichever is first. Seller reserves the right to ship buyer controlled shipments, without further notification, any time after promise week and at least seven (7) business days of material being in buyer control and unmoved. If such method of transportation is not available as requested, Seller reserves the right to use an alternate method of transportation, whether or not at a higher rate. In any such case, Buyer will be notified of the shipment and invoiced the cost of transportation for the shipment mode to the destination as well as any additional taxes paid by the seller.

8. CUSTOMER CONTROLLED EQUIPMENT AND DRIVER REQUIREMENTS. Carriers’ trucks or trailers provided at the guidance of the buyer must be in good working order, properly licensed, and insured. For loading beveled lumber, coil racks, edge protectors, rubber belting, and tarp must be used to protect the cargo. All drivers must have documented training in cargo securement in accordance with the Code of Federal Regulations, 49 CFR 393.100, et seq. Drivers also must have Personal Protection Equipment (PPE) including, but not limited to: hard hats, safety glasses, hard soled shoes, long sleeved shirts, and pants.

9. PASSAGE OF TITLE, RISK OF LOSS. Unless expressly specified in Seller’s order acknowledgment, all deliveries are F.O.B. point of shipment, whether
freight prepaid by Buyer or freight collect to destination, and risk of loss to
the products shall pass to the Buyer at the point of shipment from Seller's
facility, whether freight prepaid or freight collect to destination, regardless
of which party arranges the freight charges or particulars of shipment. For
products priced at destination, any charges at destination for spotting,
switching, handling, storage, demurrage and other accessory services
shall be for Buyer's account, unless otherwise stated in the Seller's order
acknowledgement. Risk of loss, damage or delay in transit shall be borne
by Buyer. Seller reserves and retains title to products supplied hereunder
until payment in full of the purchase price therefore is received by Seller.
With respect to freight collect shipments, it shall be the responsibility of the
Buyer to select the carrier involved and for freight prepaid, freight collect
or any other arrangement, it shall be the responsibility of the Buyer to file
and pursue any claims with the carrier related to loss, damage or delay
in transit. Buyer shall not have the right to divert such shipment without
permission of the Seller. Unless specified in Seller's order acknowledgment
or accepted purchase order, Seller reserves the right to select the mode of
transportation.

10. TAXES AND DUTIES. Prices quoted do not include any taxes or other
assessments. All taxes of any kind levied by any federal, state, municipal,
foreign, or other governmental authority which Seller is required to collect
or pay with respect to the production, sale, purchase, delivery, storage,
processing, use, consumption, or shipment of goods sold hereunder shall
be the responsibility of Buyer. Buyer agrees to pay all such taxes and
further agrees to reimburse Seller for any such payments made by Seller.
Buyer hereby affirms that it is purchasing the Seller's goods referenced
herein for resale, and/or that Buyer is not the end user of the goods, so as
to be exempt from any otherwise applicable sales tax.

11. PACKAGING. Seller shall use all reasonable means to comply with any
packaging, loading, or bracing requirements specified in Buyer’s purchase
order. Any extras due to compliance with such requirements shall be
charged according to the Seller's Extras List. If no packaging, loading,
or bracing requirements are specified, Seller shall comply with Seller's
standard packaging and shipping procedures customarily applied to the
method of transportation used for such goods.

12. STANDARDS AND TOLERANCES. Unless specifically agreed to in writing
by Seller, all goods sold hereunder shall conform to industry standard
variations and tolerances such as those described by ASTM International
("ASTM"), the American Iron and Steel Institute ("AISI"), and the Society
of Automotive Engineers ("SAE").

13. CLAIMS BY BUYER. Claims by Buyer with respect to shortage of
goods or for damaged goods must be made in writing no later than one
hundred eighty (180) days following receipt of goods for visual damage
to unwrapped goods or shortage of goods, and no later than one hundred
eighty (180) days of receipt of goods for all other circumstances including
damage to wrapped goods, non-visual defects, and all nonconformance to
ordered specifications. All claims must be made only for substantial cause,
must be in writing, and must specify the reason(s) for the claim. THE
FAILURE TO NOTIFY SELLER OF ANY CLAIM WITHIN THE TIME PERIOD
SPECIFIED BY THIS SECTION SHALL CONSTITUTE A WAIVER OF AND BAR
SUCH CLAIM. SELLER SHALL INCUR NO LIABILITY FOR SHORTAGE OR
DAMAGE ALLEGED TO HAVE OCCURRED OR EXISTED AT OR PRIOR TO
DELIVERY TO THE BUYER UNLESS BUYER SHALL HAVE ENTERED FULL
DETAILS THEREOF ON CARRIER'S DELIVERY RECEIPT WHICH MUST
BE SIGNED BY THE CARRIER'S AGENT. SELLER MUST BE GIVEN AN
OPPORTUNITY TO INVESTIGATE THE CLAIM BEFORE BUYER DISPOSES
OF THE GOODS. ANY DAMAGED GOODS SHALL NOT BE RETURNED,
REPAIRED OR DISCARDED WITHOUT SELLER'S WRITTEN PERMISSION.

14. FORCE MAJEURE. Seller shall not be responsible for cancellation or
delay in delivery or performance resulting, in whole or in part, from causes
beyond its reasonable control, including, but not limited to: acts of God;
acts of Buyer; strikes or other labor disturbances, regardless of whether or
not Seller is capable of settling such strike or disturbance; mill conditions;
temporary or permanent mill closures; equipment failure; inability to obtain
fuel, material, or parts; war; acts of terrorism; riot; delays in transportation;
repairs to equipment; epidemics; floods; fires; unusually severe weather
conditions; or accidents.

15. PAYMENT TERMS. Unless otherwise agreed to in writing by Seller's
credit division, payment terms are net cash thirty (30) days from the
date of invoice payable in United States dollars or the equivalent thereof.
Discounts for payments within ten (10) days from the date of the invoice,
when applicable, will be specified on the invoice, no discount being
allowed on transportation charges. Interest will accrue on invoices unpaid
after the net due date. The interest charge will be calculated utilizing the
prime rate (as printed in the Wall Street Journal) plus three percent (3%),
or the maximum legal contract interest rate, whichever is less. If Buyer
fails to make payment in full or in part or refuses to pay any applicable
price increases or surcharges, Seller shall have the right to: (i) immediately
suspend performance and cancel the unfinished portion of the order, or
(ii) proceed with the order, given an extension of time for performance as
is necessitated by the temporary suspension. Seller shall have right to
enforce payment of the full purchase price, including any price increase or
surcharge, for products already delivered or in process. Seller shall have
the right to employ an attorney to collect the due balance and Buyer agrees
to pay all collection costs incurred by Seller, including Seller's attorney fees.

16. OFFSETS. Buyer hereby authorizes Seller to credit toward the payment
of any monies that may become due Seller hereunder, any monies which
may now or hereafter be owed to Buyer by Seller or by any subsidiary,
affiliate, or parent of the Seller.

17. ACCORD AND SATISFACTION. Checks or payments, whether full or
partial, received from or for the account of Buyer, regardless of writings,
legends, or notations upon such checks or payments, and regardless of
other writings, statements, or documents, shall be applied by Seller against
the amount owed by Buyer with full reservation of all Seller's rights and
without an accord and satisfaction of Buyer's liability.

18. CREDIT. Buyer represents that Buyer is solvent and can and will pay
for the products sold to the Buyer in accordance with these terms and
conditions. Production, shipment, and delivery of goods shall at all times
be subject to approval of Seller's credit division. Seller may, at its option,
suspend performance or terminate the agreement if, in Seller's opinion, the
credit of Buyer becomes impaired, until such time as Seller has received
full payment, including any general price increases or surcharges, or
satisfactory security for deliveries made and is satisfied as to Buyer's credit
for future deliveries. Seller reserves the right, by written notice, to cancel
any order, reevaluate all payment terms, or require full or partial payment or
adequate assurance of performance from Buyer without liability to Seller
in the event of a material adverse change to the Buyer's financial condition.

19. CONFIDENTIALITY. Any non-public, confidential or proprietary
information of Seller, including, without limitation, pricing information,
production processes or specifications, provided by Seller to Buyer is
proprietary to Seller and shall be held in confidence by Buyer, shall only be
used by Buyer in connection with this sale, and shall not be used for any
other purposes or disclosed to third parties without Seller's prior written
consent. Buyer shall be liable for any loss to Seller or commercial gain by
others from unauthorized use of confidential information occasioned by
Buyer's failure to comply with this provision.

20. TECHNICAL ADVICE. Seller assumes no obligation or liability for any
technical advice furnished to Buyer, including without limitation technical
advice with respect to the use of Seller's goods and services, all such
technical advice being given and accepted at Buyer’s risk. Seller will not be liable for any damages of any kind arising out of or relating to the use of or the inability to use the information provided, including but not limited to any special, indirect, incidental or consequential damages including, but not limited to, demurrage charges, cost of shipment, downtime, lost profits or lost sales, whether foreseeable or not, and even if Seller has been advised of the possibility of damages.

21. GOVERNING LAW. This agreement shall be governed by, construed, and enforced in accordance with the laws of the state of Arkansas, including the Arkansas Uniform Commercial Code, without regard to conflict of law principles.

22. MEDIATION. Buyer and Seller will attempt in good faith to resolve promptly through negotiation any dispute arising from or related to this sale. If a dispute should arise, representatives of the Buyer and Seller shall meet at least once and will attempt in good faith to resolve the dispute. For such purpose, Buyer or Seller may request a meeting which shall be held within fifteen (15) days of the request at a mutually agreed upon time and place. The meeting shall be attended by representatives of each party with authority to resolve the dispute. If BUYER AND SELLER ARE NOT REMARKABLE TIME PERIOD, IF BUYER AND SELLER DO NOT RESOLVE THE DISPUTE WITHIN THIRTY (30) DAYS AFTER THEIR FIRST MEETING, BUYER AND SELLER AGREE TO SUBMIT THE DISPUTE TO MEDIATION. BUYER AND SELLER FURTHER AGREE THAT THEIR PARTICIPATION IN MEDIATION IS A CONDITION PRECEDENT TO ANY PARTY PURSUING ANY OTHER AVAILABLE REMEDY IN RELATION TO THE DISPUTE. Mediation involves each side of a dispute sitting down with an impartial person, the mediator, to attempt to reach a voluntary settlement. Mediation involves no formal court procedures or rules of evidence, and the mediator does not have the power to render a binding decision or force an agreement on the parties. Buyer and Seller agree that the entire mediation procedure will be confidential. Buyer or Seller must give written notice of their desire to commence mediation, and a mediation session must take place within forty-five (45) days after the date such notice is given. Buyer and Seller will jointly appoint a mutually acceptable mediator. If Buyer and Seller are unable to agree upon the appointment of a mediator within seven (7) days after notice of desire to mediate is given, Buyer or Seller may apply to the American Arbitration Association for appointment of a mediator. The mediation shall be held in Little Rock, Arkansas. Buyer and Seller agree that the expenses of mediation shall be borne equally by both parties.

23. JURISDICTION. BUYER, ACTING FOR ITSELF AND ITS SUCCESSORS AND ASSIGNS, HEREBY WAIVES ALL RIGHTS TO TRIAL BY JURY IN ANY LITIGATION ARISING FROM OR RELATED TO THIS AGREEMENT. SUBJECT TO SECTION 22, BUYER EXPRESSLY AND IRREVOCABLY CONSENTS TO THE JURISDICTION OF THE STATE AND FEDERAL COURTS LOCATED IN LITTLE ROCK, ARKANSAS, AND WAIVES THE RIGHT TO ASSERT THAT ANY ACTION IN ANY SUCH COURT IS IN THE IMPROPER VENUE OR SHOULD BE TRANSFERRED TO A MORE CONVENIENT FORUM.

24. STATUTE OF LIMITATIONS. BUYER AND SELLER AGREE THAT ANY ACTION, REGARDLESS OF FORM, ARISING OUT OF THIS SALE MUST BE BROUGHT WITHIN ONE YEAR AFTER GOODS ARE DELIVERED TO BUYER.

25. NONWAIVER. Seller reserves the right to enforce these terms and conditions at any time and none shall be deemed waived unless such waiver is in writing and signed by an authorized officer of Seller.

26. SEVERABILITY. If any provision or part of a provision of this agreement is declared invalid, illegal, or unenforceable under applicable law, the affected provision will be considered omitted or modified to conform to applicable law. The validity, legality, and enforceability of all other remaining provisions or parts of provisions will remain in full force and effect.

27. AUDIT. Unless otherwise agreed to in writing by Seller, Buyer shall have no right to audit any books or records of Seller, including but not limited to, applicable purchase orders and order acknowledgements.

28. INDEMNIFICATION. Buyer shall indemnify Seller against any loss, damage, suit, liability, or claim (including reasonable attorney fees and costs) caused by acts of Buyer not authorized by this agreement or by any willful or negligent act of the Buyer.

29. ANTI-CORRUPTION LAWS. Buyer agrees that in connection with their purchase hereunder, they shall comply with all applicable anti-corruption laws, including the Foreign Corrupt Practices Act of 1977 (15 U.S.C. Sections 78DD-1, etc. seq.). Seller may terminate this agreement if it has a good faith belief that Buyer has violated, intends to violate, or has caused a violation of any anti-corruption laws.


31. EXPORT CONTROL COMPLIANCE. CERTAIN PRODUCTS PRODUCED BY SELLER, AS WELL AS TECHNOLOGY OR SOFTWARE ASSOCIATED WITH THESE PRODUCTS, MAY BE SUBJECT TO EXPORT CONTROLS UNDER THE U.S. EXPORT ADMINISTRATION REGULATIONS (15 CFR §§ 730-774) OR THE INTERNATIONAL TRAFFIC AND ARMS REGULATIONS (22 CFR §§ 120 ET SEQ.), BASED ON THEIR SPECIFIC DESIGN, CHARACTERISTICS OR END USE. BY ACCEPTING THESE PRODUCTS, BUYER AGREES THAT IT WILL NOT DIRECTLY OR INDIRECTLY, EXPORT, REEXPORT, TRANSHIP, TRANSFER, TRANSMIT OR RELEASE PRODUCTS, TECHNOLOGY OR SOFTWARE WITHOUT OBTAINING THE NECESSARY EXPORT LICENSES, REEXPORT AUTHORIZATIONS OR OTHER GOVERNMENTAL APPROVALS REQUIRED BY LAW. THE FOREIGN PRINCIPAL PARTY OF INTEREST (FPPI) IN A ROUTED EXPORT TRANSACTION IS RESPONSIBLE FOR ELECTRONIC EXPORT INFORMATION (EEI) FILING. IF THE BUYER IS A U.S. PARTY IN AN
EXPORT TRANSACTION, THAT US BUYER REPLACES BIG RIVER STEEL AS THE US PPI AND IS RESPONSIBLE FOR EEI FILING.

32. ASSIGNMENT OR DELEGATION. BUYER SHALL NOT ASSIGN OR DELEGATE ANY OR ALL OF ITS DUTIES OR RIGHTS HEREUNDER WITHOUT THE PRIOR WRITTEN CONSENT OF SELLER.

33. MISCELLANEOUS. Seller and Buyer are independent parties and nothing in the terms and conditions herein, accepted purchase order or order acknowledgment shall make either party agent, partner, joint venturer, or legal representative of the other.

34. INCORPORATION BY REFERENCE. Any clause required to be included in an agreement of this type by any applicable and valid federal, state, or local law or administrative rule having the effect of law shall be deemed incorporated herein.

35. INTEGRATION, MODIFICATION. This is the entire agreement between the parties and is intended to be the complete and final statement of the agreement between Buyer and Seller. All proposals, negotiations, and representations, if any, made prior to the date hereof, whether oral or in writing, are merged and superseded by this Agreement. This Agreement can be modified only by a writing signed by the Seller and Buyer.

I acknowledge that I have read and agree to the above terms and conditions. □ YES  □ NO

Signature ___________________________ Print Name ___________________________ Date ___________________________