



REPLACEMENT PART WARRANTY POLICY

International, Inc.

Type of Warranty \ Type of Remedy	Repaired Part	Replacement Part
Original equipment warranty is expired. Cost is the customer's responsibility.	Paid repairs are covered by a 3 year warranty.	Replacement parts are covered by a 5-yr non-prorated (Group 1)/5-yr prorated (Group 2) from date of shipment
Original equipment warranty in force. Cost is AERCO's responsibility.	Governed by the original warranty. The cost for repair of parts manufactured by AERCO are covered by AERCO.	Governed by the original warranty. The cost for replacement of parts manufactured by AERCO Material remedy covered by AERCO
Original equipment warranty in force but the repair or replacement is outside the scope of the warranty. Cost is the customer's responsibility.	The paid repairs done to remedy the problem will be covered by either the remaining term of the original equipment warranty or 3 years, whichever is longer.	The <u>paid</u> replacement part(s) to remedy the problem will be covered by either the remaining term of the original equipment warranty OR 5-yr non-prorated (Group 1)/5-yr prorated (Group 2) from date of shipment, whichever is longer.
Repaired Part Warranty (3 year term) Used after the original equipment warranty has expired. Cost is AERCO's responsibility.	If the repaired part fails within the 3 year term of the warranty AERCO will repair or replace the defective part.	If the repaired part fails within the 3 year term of the warranty AERCO will repair or replace defective part.
Replacement Part Warranty (5-yr non prorated and 5-yr prorated terms) Used after the original equipment warranty has expired. Cost is AERCO's responsibility.	If the replacement part fails within the 5 year term of the warranty AERCO will repair or replace defective part. See Table 2 below.	If the replacement part fails within the 5 year term of the warranty AERCO will repair or replace defective part. See Table 2 below.

Table 1. Summary of Replacement Part Warranty Policy for Group 1 and Group 2 parts.

All of the above coverage excludes labor and freight costs associated with removal and installation of the covered parts.

Group 1:

- Benchmark Heat Exchangers
- Innovation Combustion Chamber
- Innovation Shell
- KC1000 Boiler Hydro Assembly (Combustion chamber+shell)
- KC1000 Shell Only (Boiler or Heater)
- Indirect-Fired Shells

Group 2:

- KC1000 Combustion Chamber
- KC1000 Heater Hydro Assembly (Combustion chamber + shell)

Year	Discount From Then Prevailing List Price
3	100%
4	70%
5	40%

Table 2. Group 2: 5-year prorated warranty from shipment: