Schedule Title: Law Enforcement and Security Equipment
FSC Group, Part and Section: FSC Group 84, Part VI, Section A
FSC Class: 6665
Contract No.: GS-07F-8897D
Contract Period: Aug. 1, 1996-July 31, 2011
Contractor: American Science & Engineering Inc
829 Middlesex Turnpike
Billerica, MA 01821
Telephone: (978) 262-8700
(800) 225-1608
Facsimile: (978) 262-8812
Contract Administrator: Jana Troiano
Contract Director: William McManus
Business Size: Small Business

1a. Awarded Special Item No., Descriptions and Prices: 426-4K
Metal and Bomb Detection Equipment. For details, see pages 10-24, plus associated Appendices A-G.

1b. Lowest Priced Model: Gemini ™ TX System: $27,927

2. Maximum Order: $850,000

3. Minimum Order: $100

4. Geographic Coverage: Worldwide

5. Point of Production: Billerica, Middlesex County, Massachusetts

6. Discount from List Prices: See pages 10-24

7. Quantity Discounts: See pages 11-28

8. Prompt Payment Terms: Net 30 days.

9a. Government Purchase Cards Accepted At or Below Micro-Purchase Threshold: Yes
9b. Government Purchase Cards Accepted Above Micro-Purchase Threshold: Yes

10. Foreign Items: N/A

11a. Time of Delivery: Twelve (12) to sixteen (16) weeks after receipt of order (ARO) for Parcel Systems; five (5) months ARO for Z Backscatter Van ™. Notice of delivery on all systems will depend on AS&E's ability to deliver according to production schedule. Delivery schedule will be discussed at time of contract award.

11b. Expedited Delivery: Delivery of most models can potentially be shortened to 15 days ARO, depending upon backlog at time of order and intended destination.

11c. Overnight and 2-Day Delivery: Generally unavailable.

11d. Urgent Requirements: Contact Contract Administrator

12. F.O.B. Point: Origin

13a. Ordering Address: Same as contractor address.

13b. Ordering Procedures: For supplies and services, the ordering procedures, information on blanket Purchase Agreements (BPA's) and a sample BPA can be found at the GSA/FSS Schedule homepage (fss.gsa.gov/schedules).

14. Payment Address: *I)* American Science & Engineering Inc
829 Middlesex Turnpike
Billerica, MA. 01821

II) (Electronic)
Silicon Valley Bank
3003 Tasman Drive
Santa Clara, CA 95054
Routing No. 121140399
Acct. Title: American Science & Engineering Inc
Checking Acct. No. 3300397504

15. Warranty Provisions:

1) Standard Commercial Warranty for Domestically 101 Systems:
This AS&E parts and labor warranty holds that the Equipment sold by it will be free from defects in workmanship and materials and will conform to applicable specifications for a period of twelve (12) months from the date of shipment or 2,000 hours of operation, whichever comes first (the "warranty period"), provided the Purchaser gives written notice to AS&E of any defect within said warranty period or within 15 days thereafter. The warranty on the X-ray Tube is pro-rated (that is, for example, if a Tube becomes defective after four months, the Purchaser would pay to AS&E four-twelfths of the price of a replacement Tube). Purchaser shall return such defective Equipment to AS&E's designated repair facility within 60 days after said notice, unless AS&E elects in writing and at its option, to repair defective Equipment at Purchaser's location. If AS&E is so notified of any such defect in workmanship or materials within the warranty period, AS&E will correct the defect by making any necessary repairs or, at its option, by providing replacements for such defective Equipment, parts or components thereof ("parts"). It is

recommended for efficiency and timeliness that replacement be made by Purchaser from a stock of AS&E parts separately purchased. Defective parts, if replaced, will become the property of AS&E. Purchaser will pay AS&E the cost of all charges, to include but not limited to a reasonable charge for examination and rework if the returned Equipment proves not to be defective or is at Purchaser's request AS&E performs work upon returned Equipment exceeding AS&E's obligations under this warranty.

This warranty extends only to the original Purchaser of the Equipment from AS&E. This warranty does not apply to, and AS&E assumes no responsibility for, damage or defects due to any cause other than those specified above, including without limitation, damage or defects arising as a result of misuse, improper installation by non-AS&E personnel, accident, neglect, modification, repair by Purchaser, subjection to adverse conditions, demands exceeding performance levels required by applicable specifications or AS&E furnished operating instructions, failure to carry out recommended servicing, or from the use of components or replacement parts other than those supplied or approved in writing by AS&E. It shall be incumbent upon the Purchaser to show evidence of faulty parts or workmanship when operated or tested in any other manner. The liability of AS&E arising from the supply or use of the Equipment, whether is arises under warranty or otherwise, shall be limited solely to correcting defects or providing replacement parts to the Purchaser as set forth herein above and is limited to the period of the warranty. **HOWEVER, IN NO EVENT SHALL TOTAL LIABILITY EXCEED THE TOTAL CONTRACT PRICE.**

IN NO EVENT SHALL ASE&E BE LIABLE FOR SPECIAL, INCIDENTAL OR CONSEQUENTIAL DAMAGES, NOR SHALL IT BE LIABLE FOR ANY OTHER DAMAGES, EXCEPT AS HEREINABOVE PROVIDED. THIS WARRANTY IS IN LIEU OF ALL OTHER WARRANTIES, EXPRESSED OR IMPLIED, INCLUDING THE IMPLIED WARRANTIES OF MERCHANTABILITY AND FITNESS FOR A PARTICULAR PURPOSE.

Terms of optionally acquired Two-Year parts and labor service agreement are as stated above, with the exceptions which follow: additional twelve (12) months of coverage; full coverage (i.e., not pro-rated) for X-ray Tube over entire service agreement period; scheduled Preventative Maintenance service included.

II. Standard Commercial Warranty for Domestically Destined Gemini ™ and Smartcheck ™ Systems: This AS&E parts and labor warranty holds that the Equipment sold by it will be free from defects in workmanship and materials and will conform to applicable specifications for a period of twelve (12) months from the date of shipment or 2,000 hours of operation, whichever comes first (the "warranty period"), provided the Purchaser gives written notice to AS&E of any defect within said warranty period or within 15 days thereafter. The warranty for x-ray tubes in the Gemini and SmartCheck systems are not pro-rated. A replacement tube will be provided at no cost if failure occurs during the warranty period. Purchaser shall return such defective Equipment to AS&E's designated repair facility within 60 days after said notice, unless AS&E elects in writing and at its option, to repair defective Equipment at Purchaser's location.

If AS&E is so notified of any such defect in workmanship or materials within the warranty period, AS&E will correct the defect by making any necessary repairs or, at its option, by providing replacements for such defective Equipment, parts or components thereof ("parts"). It is recommended for efficiency and timeliness that replacement be made by Purchaser from a stock of AS&E parts separately purchased. Defective parts, if replaced, will become the property of AS&E. Purchaser will pay AS&E the cost of all charges, to include but not limited to a reasonable charge for examination and rework if the returned Equipment proves not to be defective or is at Purchaser's request AS&E performs work upon returned Equipment exceeding AS&E's obligations under this warranty.

This warranty extends only to the original Purchaser of the Equipment from AS&E. This warranty does not apply to, and AS&E assumes no responsibility for, damage or defects due to any cause other than those specified above, including without limitation, damage or defects arising as a result of misuse, improper installation by non-AS&E personnel, accident, neglect, modification, repair by Purchaser, subjection to adverse conditions, demands exceeding performance levels required by applicable specifications or AS&E furnished operating instructions, failure to carry out recommended servicing, or from the use of components or replacement parts other than those supplied or approved in writing by AS&E. It shall be incumbent upon the Purchaser to show evidence of faulty parts or workmanship when operated or tested in any other manner. The liability of AS&E arising from the supply or use of the Equipment, whether is arises under warranty or otherwise, shall be limited solely to correcting defects or providing replacement parts to the Purchaser as set forth herein above and is limited to the period of the warranty. **HOWEVER, IN NO EVENT SHALL TOTAL LIABILITY EXCEED THE TOTAL CONTRACT PRICE.**

IN NO EVENT SHALL ASE&E BE LIABLE FOR SPECIAL, INCIDENTAL OR CONSEQUENTIAL DAMAGES, NOR SHALL IT BE LIABLE FOR ANY OTHER DAMAGES, EXCEPT AS HEREINABOVE PROVIDED. THIS WARRANTY IS IN LIEU OF ALL OTHER WARRANTIES, EXPRESSED OR IMPLIED, INCLUDING THE IMPLIED WARRANTIES OF MERCHANTABILITY AND FITNESS FOR A PARTICULAR PURPOSE.

Terms of optionally acquired Two-Year parts and labor service agreement are as stated above, with the exceptions which follow: additional twelve (12) months of coverage; full coverage (i.e., not pro-rated) for X-ray Tube over entire service agreement period; scheduled Preventative Maintenance service included.

III) Standard Commercial Warranty for Internationally 101 Systems: This AS&E "parts only" warranty holds that the Equipment sold by it will be free from defects in workmanship and materials and will conform to applicable specifications for a period of twelve (12) months from the date of shipment or 2,000 hours of operation, whichever comes first (the "warranty period"), provided the Purchaser gives written notice to AS&E of any defect within said warranty period or within 15 days thereafter. The warranty on the X-ray Tube is pro-rated (that is, for example, if a Tube became defective after four months, the Purchaser would pay to AS&E four-twelfths of the

price of a replacement Tube Purchaser shall return such defective Equipment to AS&E's designated repair facility, transportation, insurance and all other charges to and from AS&E's designated repair facility prepaid, within 60 days after said notice, unless Purchaser elects in writing and at its option to have AS&E Field Service Engineering (FSE) personnel repair defective Equipment at Purchaser's location, subject to the additive charges as noted below. If

AS&E is so notified of any such defect in workmanship or materials within the warranty period, AS&E will correct the defect by making any necessary repairs or, at its option, by providing replacements for such defective Equipment, parts, or components thereof ("parts"). It is recommended for efficiency and timeliness that replacement be made by Purchaser from a stock of AS&E parts separately purchased. Defective parts, if replaced, will become the property of AS&E. All other charges, including without limitation, FSE travel, on-site labor, removal and reinstallation fees, shall be paid by the Purchaser. Purchaser will pay AS&E the cost of all charges, to include but not limited to a reasonable charge for examination and rework if the returned Equipment proves not to be defective or if at Purchaser's request AS&E performs work upon returned Equipment exceeding AS&E's obligations under this warranty.

This warranty extends only to the original Purchaser of the Equipment from AS&E. This warranty does not apply and AS&E assumes no responsibility for, damage or defects due to any cause other than those specified above, including without limitation, damage or defects arising as a result of misuse, improper installation by non-AS&E personnel, accident, neglect, modification, repair by Purchaser, subjection to adverse conditions, demands exceeding performance levels required by applicable specifications or AS&E furnished operating instructions, failure to carry out recommended servicing, or from the use of components or replacement parts other than those supplied or approved in writing by AS&E. It shall be incumbent upon the Purchaser to show evidence of faulty parts or workmanship when operated or tested in any other manner. The liability of AS&E arising from the supply or use of the Equipment, whether is arises under warranty or otherwise, shall be limited solely to correcting defects or providing replacement parts to the Purchaser as set forth herein above and is limited to the period of the warranty. **HOWEVER, IN NO EVENT SHALL TOTAL LIABILITY EXCEED THE TOTAL CONTRACT PRICE.**

IN NO EVENT SHALL AS&E BE LIABLE FOR SPECIAL, INCIDENTAL OR CONSEQUENTIAL DAMAGES, NOR SHALL IT BE LIABLE FOR ANY OTHER DAMAGES, EXCEPT AS HEREINABOVE PROVIDED. THIS WARRANTY IS IN LIEU OF ALL OTHER WARRANTIES, EXPRESSED OR IMPLIED, INCLUDING THE IMPLIED WARRANTIES OF MERCHANTABILITY AND FITNESS FOR A PARTICULAR PURPOSE.

Terms of optionally acquired Year Two, Year Three, Year Four and Year Five "parts and labor" service agreement are as stated above, with the exceptions which follow: longer coverage duration, as indicated in the title of the service acquired; full coverage (i.e., not pro-rated) for X-ray Tube over entire warranty period; any decision concerning defective system removal (versus on-site repair) is at AS&E's election (rather than Purchaser's) FSE labor (but not travel costs)

included; transportation, insurance and all other charged for shipments to Purchaser from AS&E's designated repair facility included; scheduled Preventative Maintenance service included.

IV: Standard Commercial Warranty for Internationally Destined Gemini and Smartcheck Systems: This AS&E parts and labor warranty holds that the Equipment sold by it will be free from defects in workmanship and materials and will conform to applicable specifications for a period of twelve (12) months from the date of shipment or 2,000 hours of operation, whichever comes first (the "warranty period"), provided the Purchaser gives written notice to AS&E of any defect within said warranty period or within 15 days thereafter. The warranty for x-ray tubes in the Gemini and SmartCheck systems are not pro-rated. A replacement tube will be provided at no cost if failure occurs during the warranty period. Purchaser shall return such defective Equipment to AS&E's designated repair facility within 60 days after said notice, unless AS&E elects in writing and at its option, to repair defective Equipment at Purchaser's location. If AS&E is so notified of any such defect in workmanship or materials within the warranty period, AS&E will correct the defect by making any necessary repairs or, at its option, by providing replacements for such defective Equipment, parts or components thereof ("parts"). It is recommended for efficiency and timeliness that replacement be made by Purchaser from a stock of AS&E parts separately purchased. Defective parts, if replaced, will become the property of AS&E. Purchaser will pay AS&E the cost of all charges, to include but not limited to a reasonable charge for examination and rework if the returned Equipment proves not to be defective or is at Purchaser's request AS&E performs work upon returned Equipment exceeding AS&E's obligations under this warranty.

This warranty extends only to the original Purchaser of the Equipment from AS&E. This warranty does not apply to, and AS&E assumes no responsibility for, damage or defects due to any cause other than those specified above, including without limitation, damage or defects arising as a result of misuse, improper installation by non-AS&E personnel, accident, neglect, modification, repair by Purchaser, subjection to adverse conditions, demands exceeding performance levels required by applicable specifications or AS&E furnished operating instructions, failure to carry out recommended servicing, or from the use of components or replacement parts other than those supplied or approved in writing by AS&E. It shall be incumbent upon the Purchaser to show evidence of faulty parts or workmanship when operated or tested in any other manner. The liability of AS&E arising from the supply or use of the Equipment, whether is arises under warranty or otherwise, shall be limited solely to correcting defects or providing replacement parts to the Purchaser as set forth herein above and is limited to the period of the warranty. **HOWEVER, IN NO EVENT SHALL TOTAL LIABILITY EXCEED THE TOTAL CONTRACT PRICE.**

IN NO EVENT SHALL ASE&E BE LIABLE FOR SPECIAL, INCIDENTAL OR CONSEQUENTIAL DAMAGES, NOR SHALL IT BE LIABLE FOR ANY OTHER DAMAGES, EXCEPT AS HEREINABOVE PROVIDED. THIS WARRANTY IS IN LIEU OF ALL OTHER WARRANTIES, EXPRESSED OR IMPLIED, INCLUDING THE IMPLIED WARRANTIES OF MERCHANTABILITY AND FITNESS FOR A PARTICULAR PURPOSE.

Terms of optionally acquired Two-Year parts and labor service agreement are as stated above, with the exceptions which follow: additional twelve (12) months of coverage; full coverage (i.e., not pro-rated) for X-ray Tube over entire service agreement period; scheduled Preventative Maintenance service included.

V:) Standard Commercial Warranty for Domestically Destined Z Backscatter Van: This AS&E parts and labor warranty holds that the Equipment sold by it will be free from defects in workmanship and materials and will materially conform to applicable specifications for a period of twelve (12) months from the date of shipment (the warranty period), provided the Purchaser gives written notice to AS&E of any defect within said warranty period or within 15 days thereafter. Defective parts, if replaced, will become the property of AS&E. This warranty extends only to the original Purchaser of the Equipment from AS&E. This warranty does not apply to the vehicle's chasses as this warranty from the OEM is passed through to the purchaser. 'This warranty does not apply to, and AS&E assumes no responsibility for, damage or defects due to any cause other than those specified above, including, without limitation, damage or defects arising as a result of misuse, improper installation by non-AS&E personnel, accident, neglect, modification, repair by Purchaser, subjection to adverse conditions, demands exceeding performance levels required by applicable specifications or AS&E furnished operating instructions, failure to carry out recommended servicing, or from the use of components or replacement parts other than those supplied or approved in writing by AS&E. It shall be incumbent upon the Purchaser to show evidence of faulty parts or workmanship when operated or tested in any other manner. The liability of AS&E arising from the supply or use of the Equipment, whether it arises under warranty or otherwise, shall be limited solely to correcting defects or providing replacement parts to the Purchaser as set forth herein above and is limited to the period of the warranty.

HOWEVER, IN NO EVENT SHALL TOTAL LIABILITY EXCEED THE TOTAL CONTRACT PRICE.

IN NO EVENT SHALL AS&E BE LIABLE FOR SPECIAL, INCIDENTAL OR CONSEQUENTIAL DAMAGES, NOR SHALL IT BE LIABLE FOR ANY OTHER DAMAGES, EXCEPT AS HEREIN ABOVE PROVIDED. THIS WARRANTY IS IN LIEU OF ALL OTHER WARRANTIES, EXPRESSED OR IMPLIED, INCLUDING THE IMPLIED WARRANTIES OF MERCHANTABILITY AND FITNESS FOR A PARTICULAR PURPOSE.

AS&E offers supplemental warranties at an additional cost to Purchaser. Chassis warranty from the OEM is passed thru to the customer. AS&E provides as an option this coverage, which if selected, will be coordinated and performed by AS&E. The warranty program selected by Purchaser is attached as Appendix 1 – Warranty and is made a part of these terms and conditions and this order.

Terms of optionally acquired Year Two parts and labor service agreement are as stated above, with the exceptions which follow: additional twelve (12) months of coverage; full coverage (i.e., not pro-rated) for X-ray Tube over entire service period.

VI) Standard Commercial Warranty for Internationally Destined Z Backscatter Van: This AS&E "parts only" warranty holds that the Equipment sold by it will be free from defects in workmanship and materials and will materially conform to applicable specifications for a period of twelve (12) months from the date of shipment (the "warranty period"), provided the Purchaser gives written notice to AS&E of any defect within said warranty period or within 15 days thereafter. Defective parts, if replaced, will become the property of AS&E.

AS&E standard warranty covers parts on the x-ray inspection system that produces images only and does not include the mechanical vehicle as this warranty from the OEM is passed through to the purchaser. AS&E offers supplemental warranties at an additional cost to Purchaser. Chassis

warranty from the OEM is passed through to the customer. AS&E will provide this coverage as an option, which if selected, will be coordinated and performed by AS&E. The warranty program selected by Purchaser is attached as Appendix 1 – Warranty and is made a part of these terms and conditions and this order. This warranty extends only to the original Purchaser of the Equipment from AS&E. This warranty does not apply to, and AS&E assumes no responsibility for, damage

or defects due to any cause other than those specified above, including without limitation, damage or defects arising as a result of misuse, improper installation by non-AS&E personnel, accident, neglect, modification, repair by Purchaser, subjection to adverse conditions, demands exceeding performance levels required by applicable specifications or AS&E furnished operating instructions, failure to carry out recommended servicing, or from the use of components or replacement parts other than those supplied or approved in writing by AS&E. It shall be incumbent upon the Purchaser to show evidence of faulty parts or workmanship when operated or tested in any other manner. The liability of AS&E arising from the supply or use of the Equipment, whether it arises under warranty or otherwise, shall be limited solely to correcting defects or providing replacement parts to the Purchaser as set forth herein above and is limited to the period of the warranty. **HOWEVER, IN NO EVENT SHALL TOTAL LIABILITY EXCEED THE TOTAL CONTRACT PRICE.**

IN NO EVENT SHALL AS&E BE LIABLE FOR SPECIAL, INCIDENTAL OR CONSEQUENTIAL DAMAGES, NOR SHALL IT BE LIABLE FOR ANY OTHER DAMAGES, EXCEPT AS HEREINABOVE PROVIDED. THIS WARRANTY IS IN LIEU OF ALL OTHER WARRANTIES, EXPRESSED OR IMPLIED, INCLUDING THE IMPLIED WARRANTIES OF MERCHANTABILITY AND FITNESS FOR A PARTICULAR PURPOSE.

AS&E offers supplemental warranties at an additional cost to Purchaser. Chassis warranty from the OEM is passed thru to the customer. AS&E provides as an option this coverage, which if selected, will be coordinated and performed by AS&E. The warranty program selected by Purchaser is attached as Appendix 1 – Warranty and is made a part of these terms and conditions and this order.

Terms of optionally acquired One- or Two-Year "parts and labor" service agreement are as stated above, with the exceptions which follow: additional twelve (12) months of coverage (Two-Year

only); full coverage (i.e., not pro-rated) for X-ray Tube over entire service agreement period (Two-Year only); any decision concerning defective system removal (versus on-site repair) is at AS&E's election (rather than Purchaser's); FSE labor (but not travel costs) included; transportation, insurance and all other charges for shipments to Purchaser from AS&E's designated repair facility included; scheduled Preventative maintenance service included.

VII*: *Standard Commercial Warranty for Domestic and International Destined Z-Portal ™ Systems: This AS&E parts and labor warranty holds that the Equipment sold by it will be free from defects in workmanship and materials and will materially conform to applicable specifications for a period of twelve (12) months from the date of shipment (the warranty period), provided the Purchaser gives written notice to AS&E of any defect within said warranty period or within 15 days thereafter. Defective parts, if replaced, will become the property of AS&E. This warranty extends only to the original Purchaser of the Equipment from AS&E. This warranty does not apply to, and AS&E assumes no responsibility for, damage or defects due to any cause other than those specified above, including, without limitation, damage or defects arising as a result of misuse, improper installation by non-AS&E personnel, accident, neglect, modification, repair by Purchaser, subjection to adverse conditions, demands exceeding performance levels required by applicable specifications or AS&E furnished operating instructions, failure to carry out recommended servicing, or from the use of components or replacement parts other than those supplied or approved in writing by AS&E. It shall be incumbent upon the Purchaser to show evidence of faulty parts or workmanship when operated or tested in any other manner. The liability of AS&E arising from the supply or use of the Equipment, whether it arises under warranty or otherwise, shall be limited solely to correcting defects or providing replacement parts to the Purchaser as set forth herein above and is limited to the period of the warranty.
HOWEVER, IN NO EVENT SHALL TOTAL LIABILITY EXCEED THE TOTAL CONTRACT PRICE.

IN NO EVENT SHALL AS&E BE LIABLE FOR SPECIAL, INCIDENTAL OR CONSEQUENTIAL DAMAGES, NOR SHALL IT BE LIABLE FOR ANY OTHER DAMAGES, EXCEPT AS HEREIN ABOVE PROVIDED. THIS WARRANTY IS IN LIEU OF ALL OTHER WARRANTIES, EXPRESSED OR IMPLIED, INCLUDING THE IMPLIED WARRANTIES OF MERCHANTABILITY AND FITNESS FOR A PARTICULAR PURPOSE.

16. Export Packing Charges: Reimbursable at cost as applicable.

17. Terms and Conditions of Government Purchase Card Acceptance: $50,000 limit.

18. Terms and Conditions of Rental, maintenance and Repair: N/A

19. Terms and Conditions of Installation:

l) Installation and Operator Training (I&OT) for Z Backscatter Van, Gemini Systems, SmartCheck system and for Domestically Destined Parcel Systems: I&OT service delivered as standard component of system price.

ll) I&OT for Internationally Destined Parcel Systems other than Gemini and SmartCheck: I&OT service offered optionally, additive to which is Field Service Engineer's (FSE's) air fare only. See Appendix C.

20. Terms and Conditions of Repair Parts: N/A

20a. Terms and Conditions for any Other Services: N/A

21. List of Service and Distribution Points: See Appendix G.

22. List of participating Dealers: N/A

23. Preventative Maintenance (PM):

l) PM for Parcel Systems: PM Service is available as a component of optional Year two Service Agreement offering. See Appendix D, and its Attachment 1.

ii) PM for Z Backscatter Van: PM Service provided with standard warranty for domestically destined systems, and available as a component of optional Year Two Service Agreement offering for domestically destined systems, and as a component of optional One-Year Warranty and Year two Service Agreement for internationally destined systems. See Appendix F, and its Attachment.

24a. Section Attributes: NONE

24b. Section 508 Compliance: N/A

25. DUNS NO.: 00-176-7763

26. Registered in Central Contractor Registration Database: YES

AS&E

Contract No: GS-07F-8897D
Period: August 1, 1996-July 31, 2011
Offer Schedule: All items are SIN 426-4-K

Model Gemini TX Parcel Systems (See Appendix A for more information.)	**Quantity**	**List Price**	**Shipping Weight in Lbs.**	**Discount to FSA off List**	**GSA Price**
Model Gemini TX System	1-10	$28,000		1.00%	$27,927
Model Gemini TX System	11-20	$28,000		2.00%	$27,645
	21-30	$28,000		3.00%	$27,363
No options available on GSA at this time					

Model Gemini TxZ Parcel Systems (See Appendix A for more information.)	**Quantity**	**List Price**	**Shipping Weight in Lbs.**	**Discount to FSA off List**	**GSA Price**
Model Gemini TxZ System	1-10	$48,900		1.00%	$48,774
	11-20	$48,900		2.00%	$48,281
	21-30	$48,900		3.00%	$47,788
No options available on GSA at this time					

Model Smartcheck Parcel Systems (See Appendix A for more information.)	Quantity	List Price	Shipping Weight in Lbs.	Discount to FSA off List	GSA Price
SmartCheck	1-10	$99,000		1.00%	$98,745
	11-20	$99,000		2.00%	$97,748
	21-30	$99,000		3.00%	$96,750
No options available on GSA at this time					

Model 101XL Parcel System (See Appendix A for more information.)	Quantity	List Price	Shipping Weight in Lbs.	Discount to FSA off List	GSA Price
Model 101XL	1-5	$95,000		13.078%	$83,195
Additional 1% discount for each lot of increments of five (5).	6-10	$95,000		14.078%	$82,238
	11-15	$95,000		15.078%	$81,281
	16-20	$95,000		16.078%	$80,324
	21-25	$95,000		17.068%	$79,376
OPTIONS					
CD Rom Training Computer Based Training (101 Series)	1-5	$3,495		2.485%	$3,434
Additional 1% discount for each lot of increments of five (5).	6-10	$3,495		3.485%	$3,398
	11-15	$3,495		4.485%	$3,363
	16-20	$3,495		5.485%	$3,328
	21-25	$3,495		6.485%	$3,293
Density Expand	1-5	$4,000		2.485%	$3,930
Additional 1% discount for each lot of increments of five (5).	6-10	$4,000		3.485%	$3,890
	11-15	$4,000		4.485%	$3,849
	16-20	$4,000		5.485%	$3,809
	21-25	$4,000		6.485%	$3,769
Density Expand with Locking Capability	1-5	$4,925		2.485%	$4,839
Additional 1% discount for each lot of increments of five (5).	6-10	$4,925		3.485%	$4,789
	11-15	$4,925		4.485%	$4,739
	16-20	$4,925		5.485%	$4,690
	21-25	$4,925		6.485%	$4,641
Digital Zoom, 2x-4x8x	1-5	$2,800		2.485%	$2,751
Additional 1% discount for each lot of increments of five (5).	6-10	$2,800		3.485%	$2,723
	11-15	$2,800		4.485%	$2,694
	16-20	$2,800		5.485%	2,666
	21-25	$2,800		6.485%	$2,638
Digital Zoom, 2x-4x-8x with Locking Capability	1-5	$3,725		2.485%	$3,660
	6-10	$3,725		3.485%	$3,623
	11-15	$3,725		4.485%	$3,825
	16-20	$3,725		5.485%	$3,547
	21-25	$3,725		6.485%	$3,510
101 Dual Frequency/Voltage Option	1-5	$2,100		2.485%	$2,063
Additional 1% discount for each lot of increments of five (5).	6-10	$2,100		3.485%	$2,042
	11-15	$2,100		4.485%	$2,021
	16-20	$2,100		5.485%	$2,000
	21-25	$2,100		6.485%	$1,979

Model 101XL Parcel Options (See Appendix A for more information.)	Quantity	List Price	Shipping Weight in Lbs.	Discount to FSA off List	GSA Price
Redundant Package Sensors	1-5	$2,400		2.485%	$2,358
Additional 1% discount for each lot of increments of five (5).	6-10	$2,400		3.485%	$2,334
	11-15	$2,400		4.485%	$2,310
	16-20	$2,400		5.485%	$2,285
	21-25	$2,400,		6.485%	$2,261
Edge Enhancement	1-5	$4,500		2.485%	$4,421
Additional 1% discount for each lot of increments of five (5).	6-10	$4,500		3.485%	$4,376
	11-15	$4,500		4.485%	$4,330
	16-20	$4,500		5.485%	$4,285
	21-25	$4,500		6.485%	$4,240
Exit Tray	1-5	$2,000		2.485%	$1,965
Additional 1% discount for each lot of increments of five (5).	6-10	$2,000		3.485%	$1,945
	11-15	$2,000		4.485%	$1,925
	16-20	$2,000		5.485%	$1,904
	21-25	$2,000		6.485%	$1,884
Extra Penetration (25mm)	1-5	$4,000		2.485%	$3,930
Additional 1% discount for each lot of increments of five (5).	6-10	$4,000		3.485%	$3,890
	11-15	$4,000		4.485%	$3,849
	16-20	$4,000		5.485%	$3,809
	21-25	$4,000		6.485%	$3,769
Entrance Ball Table 4'	1-5	$3,555		2.485%	$3,493
Additional 1% discount for each lot of increments of five (5).	6-10	$3,555		3.485%	$3,457
	11-15	$3,555		4.485%	$3,421
	16-20	$3,555		5.485%	$3,385
	21-25	$3,555		6.485%	$3,349
Exit Ball Table 4'	1-5	$3,555		2.485%	$3,493
Additional 1% discount for each lot of increments of five (5).	6-10	$3,555		3.485%	$3,457
	11-15	$3,555		4.485%	$3,421
	16-20	$3,555		5.485%	$3,385
	21-25	$3,555		6.485%	$3,349
Entrance Ball Table 8'	1-5	$6,500		2.485%	$6,386
Additional 1% discount for each lot of increments of five (5).	6-10	$6,500		3.485%	$6,321
	11-15	$6,500		4.485%	$6,255
	16-20	$6,500		5.485%	$6,190
	21-25	$6,500		6.485%	$6,124
Exit Ball Table 8'	1-5	$6,500		2.485%	$6,386
Additional 1% discount for each lot of increments of five (5).	6-10	$6,500		3.485%	$6,321
	11-15	$6,500		4.485%	$6,255
	16-20	$6,500		5.485%	$6,190
	21-25	$6,500		6.485%	$6,124

Model 101XL Parcel Options (See Appendix A for more information.)	Quantity	List Price	Shipping Weight in Lbs.	Discount to FSA off List	GSA Price
Image Save and Restore	1-5	$2,400		2.485%	$2,358
Additional 1% discount for each lot of increments of five (5).	6-10	$2,400		3.485%	$2,334
	11-15	$2,400		4.485%	$2,310
	16-20	$2,400		5.485%	$2,285
	21-25	$2,400		6.485%	$2,261
Printer	1-5	$4,500		2.485%	$4,421
Additional 1% discount for each lot of increments of five (5).	6-10	$4,500		3.485%	$4,376
	11-15	$4,500		4.485%	$4,330
	16-20	$4,500		5.485%	$4,285
	21-25	$4,500		6.485%	$4,240
Sola Regulator, 50Hz	1-5	$6,200		2.485%	$6,091
Additional 1% discount for each lot of increments of five (5).	6-10	$6,200		3.485%	$6,029
	11-15	$6,200		4.485%	$5,966
	16-20	$6,200		5.485%	$5,904
	21-25	$6,200		6.485%	$5,841
Sola Regulator, 60Hz	1-5	$6,200		2.485%	$6,091
Additional 1% discount for each lot of increments of five (5).	6-10	$6,200		3.485%	$6,029
	11-15	$6,200		4.485%	$5,966
	16-20	$6,200		5.485%	$5,904
	21-25	$6,200		6.485%	$5,841
Special Package Button	1-5	$175		2.485%	$172
Additional 1% discount for each lot of increments of five (5).	6-10	$175		3.485%	$170
	11-15	$175		4.485%	$168
	16-20	$175		5.485%	$167
	21-25	$175		6.485%	$165
3 Meter Control	1-5	$400		2.485%	$393
Additional 1% discount for each lot of increments of five (5).	6-10	$400		3.485%	$389
	11-15	$400		4.485%	$385
	16-20	$400		5.485%	$381
	21-25	$400		6.485%	$377
VCR Interface	1-5	$4,500		2.485%	$4,421
Additional 1% discount for each lot of increments of five (5).	6-10	$4,500		3.485%	$4,376
	11-15	$4,500		4.485%	$4,330
	16-20	$4,500		5.485%	$4,285
	21-25	$4,500		6.485%	$4,240

Model 101Z Parcel System (See Appendix A for more information.)	Quantity	List Price	Shipping Weight in Lbs.	Discount to FSA off List	GSA Price
Model 101Z	1-14	$80,600	2,250	2.485	$79,187
OPTIONS					
Baggage Entrance Tray 33"	1-5	$980		2.485%	$963
Additional 1% discount for each lot of increments of five (5).	6-10	$980		3.485%	$953
	11-15	$980		4.485%	$943
	16-20	$980		5.485%	$933
	21-25	$980		6.485%	$923
Baggage Exit Tray, 33"	1-5	$980		2.485%	$963
Additional 1% discount for each lot of increments of five (5).	6-10	$980		3.485%	$953
	11-15	$980		4.485%	$943
	16-20	$980		5.485%	$933
	21-25	$980		6.485%	$923
CD Rom Training	1-5	$3,495		2.485%	$3,434
Additional 1% discount for each lot of increments of five (5).	6-10	$3,495		3.485%	$3,398
	11-15	$3,495		4.485%	$3,363
	16-20	$3,495		5.485%	$3,328
	21-25	$3,495		6.485%	$3,293
Density Expand	1-5	$4,000		2.485%	$3,930
Additional 1% discount for each lot of increments of five (5).	6-10	$4,000		3.485%	$3,890
	11-15	$4,000		4.485%	$3,849
	16-20	$4,000		5.485%	$3,809
	21-25	$4,000		6.485%	$3,769
Density Expand with Locking Capability	1-5	$4,925		2.485%	$4,839
Additional 1% discount for each lot of increments of five (5).	6-10	$4,925		3.485%	$4,789
	11-15	$4,925		4.485%	$4,739
	16-20	$4,925		5.485%	$4,690
	21-25	$4,925		6.485%	$4,640
Digital Zoom 2x-4x-8x	1-5	$2,800		2.485%	$2,751
Additional 1% discount for each lot of increments of five (5).	6-10	$2,800		3.485%	$2,723
	11-15	$2,800		4.485%	$2,694
	16-20	$2,800		5.485%	$2,666
	21-25	$2,800		6.485%	$2,638
Digital Zoom with Locking Capability	1-5	$3,725		2.485%	$3,660
Additional 1% discount for each lot of increments of five (5).	6-10	$3,725		3.485%	$3,622
	11-15	$3,725		4.485%	$3,585
	16-20	$3,725		5.485%	$3,547
	21-25	$3,725		6.485%	$3,510
Edge Enhancement	1-5	$4,500		2.485%	$4,421
Additional 1% discount for each lot of increments of five (5).	6-10	$4,500		3.485%	$4,376
	11-15	$4,500		4.485%	$4,330
	16-20	$4,500		5.485%	$4,285
	21-25	$4,500		6.485%	$4,240

AS&E®

Contract No: GS-07F-8897D
Period: August 1, 1996-July 31, 2011
Offer Schedule: All items are SIN 426-4-K

Model 101Z Options (See Appendix A for more information.)	Quantity	List Price	Shipping Weight in Lbs.	Discount to FSA off List	GSA Price
Entrance Roller Table, 3'	1-5	$1,500		2.485%	$1,474
Additional 1% discount for each lot of increments of five (5).	6-10	$1,500		3.485%	$1,459
	11-15	$1,500		4.485%	$1,443
	16-20	$1,500		5.485%	$1,428
	21-25	$1,500		6.485%	$1,413
Exit Roller Table, 3'	1-5	$1,500		2.485%	$1,474
Additional 1% discount for each lot of increments of five (5).	6-10	$1,500		3.485%	$1,459
	11-15	$1,500		4.485%	$1,443
	16-20	$1,500		5.485%	$1,428
	21-25	$1,500		6.485%	$1,413
Exit Roller Table, 6'	1-5	$2,600		2.485%	$2,554
Additional 1% discount for each lot of increments of five (5).	6-10	$2,600		3.485%	$2,528
	11-15	$2,600		4.485%	$2,502
	16-20	$2,600		5.485%	$2,476
	21-25	$2,600		6.485%	$2,450
Entrance Roller Table, 6'	1-5	$2,600		2.485%	$2,554
Additional 1% discount for each lot of increments of five (5).	6-10	$2,600		3.485%	$2,528
	11-15	$2,600		4.485%	$2,502
	16-20	$2,600		5.485%	$2,476
	21-25	$2,600		6.485%	$2,450
Entrance Roller Conveyor 3' with Lift (requires lift kit)	1-5	$2,200		2.485%	$2,161
Additional 1% discount for each lot of increments of five (5).	6-10	$2,200		3.485%	$2,139
	11-15	$2,200		4.485%	$2,117
	16-20	$2,200		5.485%	$2,094
	21-25	$2,200		6.485%	$2,072
Exit Roller Conveyor 3' with Lift (requires lift kit)	1-5	$3,000		2.485%	$2,947
Additional 1% discount for each lot of increments of five (5).	6-10	$3,000		3.485%	$2,917
	11-15	$3,000		4.485%	$2,887
	16-20	$3,000		5.485%	$2,857
	21-25	$3,000		6.485%	$2,826
Entrance Roller Conveyor 6' with Lift (requires lift kit)	1-5	$3,800		2.485%	$3,733
Additional 1% discount for each lot of increments of five (5	6-10	$3,800		3.485%	$3,695
	11-15	$3,800		4.485%	$3,657
	16-20	$3,800		5.485%	$3,619
	21-25	$3,800		6.485%	$3,580
Exit Roller Conveyor 6' with Lift (requires lift kit)	1-5	$3,800		2.485%	$3,733
Additional 1% discount for each lot of increments of five (5	6-10	$3,800		3.485%	$3,695
	11-15	$3,800		4.485%	$3,657
	16-20	$3,800		5.485%	$3,619
	21-25	$3,800		6.485%	$3,580

Model 101Z Parcel Options (See Appendix A for more information.)	Quantity	List Price	Shipping Weight in Lbs.	Discount to FSA off List	GSA Price
Extra Penetration	1-5	$4,000		2.485%	$3,930
Additional 1% discount for each lot of increments of five (5).	6-10	$4,000		3.485%	$3,890
	11-15	$4,000		4.485%	$3,849
	16-20	$4,000		5.485%	$3,809
	21-25	$4,000		6.485%	$3,769
Image Save and Restore	1-5	$2,400		2.485%	$2,358
Additional 1% discount for each lot of increments of five (5).	6-10	$2,400		3.485%	$2,334
	11-15	$2,400		4.485%	$2,310
	16-20	$2,400		5.485%	$2,285
	21-25	$2,400		6.485%	$2,261
Letter Guide	1-5	$2,200		2.485%	$2,161
Additional 1% discount for each lot of increments of five (5).	6-10	$2,200		3.485%	$2,139
	11-15	$2,200		4.485%	$2,117
	16-20	$2,200		5.485%	$2,095
	21-25	$2,200		6.485%	$2,073
31" Lift Height Option	1-5	$1,231		2.485%	$1,209
Additional 1% discount for each lot of increments of five (5).	6-10	$1,231		3.485%	$1,197
	11-15	$1,231		4.485%	$1,185
	16-20	$1,231		5.485%	$1,172
	21-25	$1,231		6.485%	$1,160
Open Tunnel	1-5	$2,500		2.485%	$2,456
Additional 1% discount for each lot of increments of five (5).	6-10	$2,500		3.485%	$2,431
	11-15	$2,500		4.485%	$2,406
	16-20	$2,500		5.485%	$2,381
	21-25	$2,500		6.485%	$2,355
Printer	1-5	$4,500		2.485%	$4,421
Additional 1% discount for each lot of increments of five (5).	6-10	$4,500		3.485%	$4,376
	11-15	$4,500		4.485%	$4,330
	16-20	$4,500		5.485%	$4,285
	21-25	$4,500		6.485%	$4,240

Model 101Z Parcel Options (See Appendix A for more information.)	Quantity	List Price	Shipping Weight in Lbs.	Discount to FSA off List	GSA Price
Redundant Package Sensors	1-5	$1,600		2.485%	$1,572
Additional 1% discount for each lot of increments of five (5).	6-10	$1,600		3.485%	$1,556
	11-15	$1,600		4.485%	$1,540
	16-20	$1,600		5.485%	$1,524
	21-25	$1,600		6.485%	$1,507
Special Package Button	1-5	$175		2.485%	$172
Additional 1% discount for each lot of increments of five (5).	6-10	$175		3.485%	$170
	11-15	$175		4.485%	$168
	16-20	$175		5.485%	$167
	21-25	$175		6.485%	$165
Sola Transformer, 50 Hz	1-5	$6,200		2.485%	$6,091
Additional 1% discount for each lot of increments of five (5).	6-10	$6,200		3.485%	$6,029
	11-15	$6,200		4.485%	$5,966
	16-20	$6,200		5.485%	$5,904
	21-25	$6,200		6.485%	$5,841
Sola Transformer, 60 Hz	1-5	$6,200		2.485%	$6,091
Additional 1% discount for each lot of increments of five (5).	6-10	$6,200		3.485%	$6,029
	11-15	$6,200		4.485%	$5,966
	16-20	$6,200		5.485%	$5,904
	21-25	$6,200		6.485%	$5,841
X-Ray Source Meter Display	1-5	$200		2.485%	$196
Additional 1% discount for each lot of increments of five (5).	6-10	$200		3.485%	$194
	11-15	$200		4.485%	$192
	16-20	$200		5.485%	$190
	21-25	$200		6.485%	$188
3 Meter Control	1-5	$400		2.485%	$393
Additional 1% discount for each lot of increments of five (5).	6-10	$400		3.485%	$389
	11-15	$400		4.485%	$385
	16-20	$400		5.485%	$381
	21-25	$400		6.485%	$377

Model 101 VAN (See Appendix A for more information.)	Quantity	List Price	Shipping Weight in Lbs.	Discount to FSA off List	GSA Price
Model 101 VAN	1-5	$222,500		4.663%	$213,716
Additional 1% discount for each lot of increments of five (5).	6-10	$222,500		5.663%	$211,474
	11-15	$222,500		6.663%	$209,232
	16-20	$222,500		7.663%	$206,991
	21-25	$222,500		8.663%	$204,749
OPTIONS					
3 Meter Control	1-5	$400		2.485%	$393
Additional 1% discount for each lot of increments of five (5).	6-10	$400		3.485%	$389
	11-15	$400		4.485%	$385
	16-20	$400		5.485%	$381
	21-25	$400		6.485%	$377
CD Rom Training	1-5	$3,495		2.485%	$3,434
Additional 1% discount for each lot of increments of five (5).	6-10	$3,495		3.485%	$3,398
	11-15	$3,495		4.485%	$3,363
	16-20	$3,495		5.485%	$3,328
	21-25	$3,495		6.485%	$3,293
No Profile Air Conditioning for Equipment Compartment	1-5	$7,000		2.485%	$6,877
	6-10	$7,000		3.485%	$6,807
	11-15	$7,000		4.485%	$6,736
	16-20	$7,000		5.485%	$6,666
	21-25	$7,000		6.485%	$6,595

Parcel Systems International Install & Operator Training (See Appendix C for more information)	Quantity	List Price	Shipping Weight in Lbs.	Discount to GSA off List	GSA Price
Model 66Z Plus	1-5	3,200		2.485%	$3,144
Additional 1% discount for each lot of increments of five (5).	6-10	3,200		3.485%	$3,112
	11-15	3,200		4.485%	$3,079
	16-20	3,200		5.485%	$3,047
	21-25	3,200		6.485%	$3,015
Model 66Z Plus Additional system(s)	1-5	950		2.485%	$933
Additional 1% discount for each lot of increments of five (5).	6-10	950		3.485%	$924
	11-15	950		4.485%	$914
	16-20	950		5.485%	$905
	21-25	950		6.485%	$895
Model 101XLZ	1-5	3,700		2.485%	$3,635
Additional 1% discount for each lot of increments of five (5).	6-10	3,700		3.485%	$3,598
	11-15	3,700		4.485%	$3,561
	16-20	3,700		5.485%	$3,561
	21-25	3,700		6.485%	$3,486
Model 101XLZ Additional system(s)	1-5	1,100		2.485%	$1,081
Additional 1% discount for each lot of increments of five (5).	6-10	1,100		3.485%	$1,070
	11-15	1,100		4.485%	$1,059
	16-20	1,100		5.485%	$1,047
	21-25	1,100		6.485%	$1,036
Model 101Z	1-5	3,200		2.485%	$3,144
Additional 1% discount for each lot of increments of five (5).	6-10	3,200		3.485%	$3,112
	11-15	3,200		4.485%	$3,079
	16-20	3,200		5.485%	$3,047
	21-25	3,200		6.485%	$3,015
Model 101Z Additional system(s)	1-5	950		2.485%	$933
Additional 1% discount for each lot of increments of five (5).	6-10	950		3.485%	$924
	11-15	950		4.485%	$914
	16-20	950		5.485%	$905
	21-25	950		6.485%	$895
Model 101ZZ	1-5	3,700		2.485%	$3,635
Additional 1% discount for each lot of increments of five (5).	6-10	3,700		3.485%	$3,598
	11-15	3,700		4.485%	$3,561
	16-20	3,700		5.485%	$3,561
	21-25	3,700		6.485%	$3,486
Model 101ZZ Additional system(s)	1-5	1,100		2.485%	$1081
Additional 1% discount for each lot of increments of five (5).	6-10	1,100		3.485%	$1070
	11-15	1,100		4.485%	$1129
	16-20	1,100		5.485%	$1118
	21-25	1,100		6.485%	$1036
Model 101GTZ	1-5	3,200		2.485%	$3,144
Additional 1% discount for each lot of increments of five (5).	6-10	3,200		3.485%	$3,112
	11-15	3,200		4.485%	$3,079
	16-20	3,200		5.485%	$3,047
	21-25	3,200		6.485%	$3,015

Model 101GTZ Additional system(s)	1-5	950		2.485%	$933
Additional 1% discount for each lot of increments of five (5).	6-10	950		3.485%	$924
	11-15	950		4.485%	$914
	16-20	950		5.485%	$905
	21-25	950		6.485%	$895
Model 101 VAN	1-5	4,600		2.485%	$4,519
Additional 1% discount for each lot of increments of five (5).	6-10	4,600		3.485%	$4,473
	11-15	4,600		4.485%	$4,723
	16-20	4,600		5.485%	$4,380
	21-25	4,600		6.485%	$4,624
Model 101 VAN Additional system(s)	1-5	1,400		2.485%	$1,375
Additional 1% discount for each lot of increments of five (5).	6-10	1,400		3.485%	$1,361
	11-15	1,400		4.485%	$1,347
	16-20	1,400		5.485%	$1,333
	21-25	1,400		6.485%	$1319

Parcel Systems Year Two Service Agreement (See Appendix D for more information)	Quantity	List Price	Shipping Weight in Lbs.	Discount to GSA off List	GSA Price
Model 66Z Plus Domestic	1-5	6,500		2.485%	$6,386
Additional 1% discount for each lot of increments of five (5).	6-10	6,500		3.485%	$6,321
	11-15	6,500		4.485%	$6,255
	16-20	6,500		5.485%	$6,190
	21-25	6,500		6.485%	$6,124
Model 66Z Plus International	1-5	19,474		2.485%	$19,132
Additional 1% discount for each lot of increments of five (5).	6-10	19,474		3.485%	$18,936
	11-15	19,474		4.485%	$18,740
	16-20	19,474		5.485%	$18,544
	21-25	19,474		6.485%	$18,348
Model 101XLZ Domestic	1-5	9,500		2.485%	$9,333
Additional 1% discount for each lot of increments of five (5).	6-10	9,500		3.485%	$9,238
	11-15	9,500		4.485%	$9,142
	16-20	9,500		5.485%	$9,046
	21-25	9,500		6.485%	$8,951
Model 101XLZ International Reduced because it is Year 2 not 2-Year	1-5	21,053		2.485%	$20,684
Additional 1% discount for each lot of increments of five (5).	6-10	21,053		3.485%	$20,472
	11-15	21,053		4.485%	$20,260
	16-20	21,053		5.485%	$20,047
	21-25	21,053		6.485%	$19,835
Model 101Z Domestic	1-5	7,500		2.485%	$7,368
Additional 1% discount for each lot of increments of five (5).	6-10	7,500		3.485%	$7,293
	11-15	7,500		4.485%	$7,217
	16-20	7,500		5.485%	$7,142
	21-25	7,500		6.485%	$7,066
Model 101Z International Reduced because it is Year 2 not 2-Year	1-5	21,053		2.485%	$20,684
Additional 1% discount for each lot of increments of five (5).	6-10	21,053		3.485%	$20,472
	11-15	21,053		4.485%	$20,260
	16-20	21,053		5.485%	$20,047
	21-25	21,053		6.485%	$19,835
Model 101ZZ Domestic	1-5	12,500		2.485%	$12,281
Additional 1% discount for each lot of increments of five (5).	6-10	12,500		3.485%	$12,155
	11-15	12,500		4.485%	$12,029
	16-20	12,500		5.485%	$11,903
	21-25	12,500		6.485%	$11,777
Model 101ZZ International Reduced because it is Year 2 not 2-Year	1-5	27,895		2.485%	$27,406
Additional 1% discount for each lot of increments of five (5).	6-10	27,895		3.485%	$27,125
	11-15	27,895		4.485%	$26,844
	16-20	27,895		5.485%	$26,566
	21-25	27,895		6.485%	$26,282
Model 101GTZ Domestic	1-5	10,000		2.485%	$9,825

Additional 1% discount for each lot of increments of five (5).	6-10	10,000		3.485%	$9,724
	11-15	10,000		4.485%	$9,623
	16-20	10,000		5.485%	$9,522
	21-25	10,000		6.485%	$9,422
Model 101GTZ International Reduced because it is Year 2 not 2-Year	1-5	21,053		2.485%	$20,684
Additional 1% discount for each lot of increments of five (5).	6-10	21,053		3.485%	$20,472
	11-15	21,053		4.485%	$20,260
	16-20	21,053		5.485%	$20,047
	21-25	21,053		6.485%	$19,835
Model 101 Van Domestic	1-5	13,000		2.485%	$12,772
Additional 1% discount for each lot of increments of five (5).	6-10	13,000		3.485%	$12,641
	11-15	13,000		4.485%	$12,510
	16-20	13,000		5.485%	$12,379
	21-25	13,000		6.485%	$12,248
Model 101 Van International Reduced because it's Year 2 not 2-Year	1-5	31,053		2.485%	$30,508
Additional 1% discount for each lot of increments of five (5).	6-10	31,053		3.485%	$30,196
	11-15	31,053		4.485%	$29,883
	16-20	31,053		5.485%	$29,570
	21-25	31,053		6.485%	$29,257

Parcel Systems International Year 1 Warranty (See Appendix B for more information)	Quantity	List Price	Shipping Weight in Lbs.	Discount to GSA off List	GSA Price
Model 101Z International	1-25	$10,526		1.5%	$9,850.00
Model 101XLZ International	1-25	$10,526		1.5%	$9,850.00
Model 101 Van International	1-25	$10,526		1.5%	$9,850.00

AS&E

Contract No: GS-07F-8897D
Period: August 1, 1996-July 31, 2011
Offer Schedule: All items are SIN 426-4-K

Z Backscatter Van System & Options (See Appendix D for more information)	Quantity	List Price	Shipping Weight in Lbs.	Discount to GSA off List	GSA Price
Base System - Diesel (Ford Chassis or equivalent U.S. chassis)	1-4	$655,000		2.485%	$643,513
Additional 2.5% discount for each lot	5-9	$655,000		4.985%	$627,015
	10-24	$655,000		7.485%	$610,518
Base System - Diesel (Daimler Chrysler or equivalent international chassis)	1-4	$655,000		2.485%	$643,513
Additional 2.5% discount for each lot	5-9	$655,000		4.985%	$627,015
	10-24	$655,000		7.485%	$610,518
Harsh Environment Package – Hot & Cold	1-4	$40,000		2.485%	$39,298
Additional 2.5% discount for each lot	5-9	$40,000		4.985%	$38,291
	10-24	$40,000		7.485%	$37,283
Hot Environment Package	1-4	$25,000		2.485%	$24,561
Additional 2.5% discount for each lot	5-9	$25,000		4.985%	$23,931
	10-24	$25,000		7.485%	$23,302
Cold Environment Package	1-4	$25,000		2.485%	$24,561
Additional 2.5% discount for each lot	5-9	$25,000		4.985%	$23,931
	10-24	$25,000		7.485%	$23,302
Forwardscatter ™ Note: Forwardscatter requires Stationary Scan Mode option. The price assumes that this is ordered at "Open Market Price" at time of purchase.	1-4	$100,000		2.485%	$98,246
Additional 2.5% discount for each lot	5-9	$100,000		4.985%	$95,727
	10-24	$100,000		7.485%	$93,208

Z Backscatter Van System International One-Year (Service) Warranty	1-4	$30,000		2.485%	$29,473
Additional 2.5% discount for each lot	5-9	$30,000		4.985%	$28,718
	10-24	$30,000		7.485%	$27,962
Domestic Two-Year Warranty	1-4	$45,000		2.485%	$44,210
Additional 2.5% discount for each lot	5-9	$45,000		4.985%	$43,077
	10-24	$45,000		7.485%	$41,943
International Two-Year Warranty	1-4	$70,000		2.485%	$68,772
Additional 2.5% discount for each lot	5-9	$70,000		4.985%	$67,009
	10-24	$70,000		7.485%	$65,246

AS&E

Contract No: GS-07F-8897D
Period: August 1, 1996-July 31, 2011
Offer Schedule: All items are SIN 426-4-K

Z Backscatter Van Warranty (See Appendix D for more information)	Quantity	List Price	Shipping Weight in Lbs.	Discount to GSA off List	GSA Price
Labor Warranty for 1 Year, PM (Int'l)	1-4	$45,000		2.485%	$44,211
Additional 1% discount for each lot	5-9	$45,000		3.485%	$43,757
	10-24	$45,000		4.485%	$43,304
Domestic Parts & Labor Service Agreement Year 2 Including Bumper to Bumper	1-4	$63,000		2.485%	$61,895
Additional 1% discount for each lot	5-9	$63,000		3.485%	$61,260
	10-24	$63,000		4.485%	$60,626
International Parts & Labor Service Agreement Year 2 Non-War Zone	1-4	$64,000		2.485%	$62,878
Additional 1% discount for each lot	5-9	$64,000		3.485%	$62,233
	10-24	$64,000		4.485%	$61,588
International Labor Warranty Year 1 including bumper to Bumper Non-War Zone	1-4	$56,000		2.485%	$55,018
Additional 1% discount for each lot	5-9	$56,000		3.485%	$54,454
	10-24	$56,000		4.485%	$53,890
International Bumper to Bumper Warranty Non-War Zone	1-4	21,365		2.485%	$20,990
Additional 1% discount for each lot	5-9	21,365		3.485%	$20,775
	10-24	21,365		4.485%	$20,560
Bumper to Bumper Warranty War Zone	1-4	$14,325		2.485%	$14,074
Additional 1% discount for each lot	5-9	$14,325		3.485%	$13,929
	10-24	$14,325		4.485%	$13,785
Time & Materials CLIN War Zone	1-4	$8,560		2.485%	$8,410
Additional 1% discount for each lot	5-9	$8,560		3.485%	$8,324
	10-24	$8,560		4.485%	$8,237
International Parts & Labor Service Agreement Year 2 including bumper to Bumper Non-War Zone	1-4	$77,000		2.485%	$75,650
Additional 1% discount for each lot	5-9	$77,000		3.485%	$74,874
	10-24	$77,000		4.485%	$73,546

Domestic Parts & Labor Service Agreement Year 3 including Bumper to Bumper	1-4	$65,205		2.485%	$64,062
Additional 1% discount for each lot	5-9	$65,205		3.485%	$63,405
	10-24	$65,205		4.485%	$62,748
Domestic Parts & Labor Service Agreement Year 4 including Bumper to Bumper	1-4	$67,500		2.485%	$66,316
Additional 1% discount for each lot	5-9	$67,500		3.485%	$65,636
	10-24	$67,500		4.485%	$64,956
Domestic Parts & Labor Service Agreement Year 5 including Bumper to Bumper	1-4	$69,850		2.485%	$68,625
Additional 1% discount for each lot	5-9	$69,850		3.485%	$67,921
	10-24	$69,850		4.485%	$67,217
International Parts & Labor Service Agreement Year 3 including Bumper to Bumper Non-War Zone	1-4	$79,695		2.485%	$78,297
Additional 1% discount for each lot.	5-9	$79,695		3.485%	$77,495
	10-24	$79,695		4.485%	$76,692
International Parts & Labor Service Agreement Year 4 including Bumper to Bumper Non-War Zone	1-4	$82,500		2.485%	$81,053
Additional 1% discount for each lot	5-9	$82,500		3.485%	$83,013
	10-24	$82,500		4.485%	$82,153
International Parts & Labor Service Agreement Year 5 including Bumper to Bumper Non-War Zone	1-4	$85,370		2.485%	$83,873
Additional 1% discount for each lot	5-9	$85,370		3.485%	$83,013
	10-24	$85,370		4.485%	$83,013

DOMESTIC Z-PORTAL

Z - Portal System 1-sided without installation & shipping	1-10	$706,989		1%	$705,169
Additional 1% discount for each lot of increments of five (5).	11-20	$706,989		2%	$698,046
	21-30	$706,989		3%	$690,923
Z - Portal System 2-sided without installation & shipping	1-10	$971,922		1%	$969,419
Additional 1% discount for each lot of increments of five (5).	11-20	$971,922		2%	$959,627
	21-30	$971,922		3%	$949,835
Z - Portal System 3-sided without installation & shipping	1-10	$1,279,286		1%	$1,275,992
Additional 1% discount for each lot of increments of five (5).	11-20	$1,279,286		2%	$1,263,103
	21-30	$1,279,286		3%	$1,250,214

INTERNATIONAL Z-PORTAL

Z - Portal System 1-sided without installation & shipping	1-10	$759,430		1%	$757,475
Additional 1% discount for each lot of increments of five (5).	11-20	$759,430		2%	$749,823
	21-30	$759,430		3%	$742,172
Z - Portal System 2-sided without installation & shipping	1-10	$1,028,893		1%	$1,026,244
Additional 1% discount for each lot of increments of five (5).	11-20	$1,028,893		2%	$1,015,878
	21-30	$1,028,893		3%	$1,005,511
Z - Portal System 3-sided without installation & shipping	1-10	$1,336,784		1%	$1,333,342
Additional 1% discount for each lot of increments of five (5).	11-20	$1,336,784		2%	$1,319,874
	21-30	$1,336,784		3%	$1,306,406

EXTENDED SERVICE PLANS

The Extended Service plans are available up to, but not exceeding five (5) years for the following equipment on the GSA contract:

(i) Model 101XLZ (2) Years
(ii) Model 101ZZ (2) Years
(iii) Z Backscatter Van (2), (3), (4), & (5) Years

***Extended Service Plans are only available for products that have had no interruption of warranty service /extended warranty and are offered as follows:**

1.) **At the time of initial product sale, a warranty maintenance program may be selected**
2.) **If no warranty maintenance program is selected prior to expiration of AS&E standard warranty, the buyer may purchase an extended service plan which is offered to the buyer one time only.**
3.) **At the time of initial product sale and the buyer selects a combination warranty maintenance/extended service program the buyer may elect to purchase an extended service plan which is offered as a one time only to the buyer prior to the expiration of the existing warranty maintenance/extended warranty program.**

Note: AS&E will not offer these prices outside of the criteria stated above.

Domestic Extended Service Agreement	Quantity	List Price	No of Years	Discount	GSA PRICE
101XLZ	1-5	$19,333	2	2.485%	$18,993
	6-10		2	3.485%	$18,799
	11-15		2	4.485%	$18,604
	16-20		2	5.485%	$18,409
	21-25		2	6.485%	$18,214
101Z	1-5	$25,438	2	2.485%	$24,991
	6-10		2	3.485%	$24,735
	11-15		2	4.485%	$24,479
	16-20		2	5.485%	$24,223
	21-25		2	6.485%	$23,966
Z Backscatter Van	1-5	$128,205	2	2.485%	$125,956
	6-10		2	3.485%	$124,665
	11-15		2	4.485%	$123,373
	16-20		2	5.485%	$122,081
	21-25		2	6.485%	$120,790
Z Backscatter Van	1-5	$195,705	3	2.485%	$192,273
	6-10		3	3.485%	$190,301
	11-15		3	4.485%	$188,329
	16-20		3	5.485%	$186,357
	21-25		3	6.485%	$184,386
Z Backscatter Van	1-5	$265,555	4	2.485%	$260,898
	6-10		4	3.485%	$258,222
	11-15		4	4.485%	$255,547
	16-20		4	5.485%	$252,871
	21-25		4	6.485%	$250,196
Z Backscatter Van	1-5	$337,570	5	2.485%	$331,650
	6-10		5	3.485%	$328,249
	11-15		5	4.485%	$324,848
	16-20		5	5.485%	$321,447
	21-25		5	6.485%	$318,046

International Extended Service Agreement	Quantity	List Price	No of Years	Discount	GSA PRICE
101XLZ	1-5	$38,840	2	2.485%	$38,158
	6-10		2	3.485%	$37,767
	11-15		2	4.485%	$37,376
	16-20		2	5.485%	$36,984
	21-25		2	6.485%	$36,593
101Z	1-5	$52,068	2	2.485%	$51,154
	6-10		2	3.485%	$50,630
	11-15		2	4.485%	$50,105
	16-20		2	5.485%	$49,581
	21-25		2	6.485%	$49,056
Z Backscatter Van	1-5	$156,695	2	2.485%	$153,947
	6-10		2	3.485%	$152,368
	11-15		2	4.485%	$150,789
	16-20		2	5.485%	$149,211
	21-25		2	6.485%	$147,632
Z Backscatter Van	1-5	$239,180	3	2.485%	$234,985
	6-10		3	3.485%	$232,575
	11-15		3	4.485%	$230,166
	16-20		3	5.485%	$227,756
	21-25		3	6.485%	$225,346
Z Backscatter Van	1-5	$324,550	4	2.485%	$318,858
	6-10		4	3.485%	$315,588
	11-15		4	4.485%	$312,318
	16-20		4	5.485%	$309,049
	21-25		4	6.485%	$305,779
Z Backscatter Van	1-5	$412,910	5	2.485%	$405,669
	6-10		5	3.485%	$401,508
	11-15		5	4.485%	$397,348
	16-20		5	5.485%	$393,188
	21-25		5	6.485%	$389,028

American Science & Engineering, Inc. (AS&E)
Federal Supply Schedule Price List

Appendix A
(Parcel Systems)

FAR 52.232-30, Installment Payments for Commercial Items (October 1995) - This financing provision is contractually authorized, and its use recommended by the Government. As a Small Business with a critical sensitivity to cash flow, AS&E must invoke this clause.

Quantity Discount Construct - Three cases involve multiple price discounting based upon multiple lot sizes. In each case, the price of each system under any given order is the same as the lowest price available, based on the order's total lot size for the applicable model.

American Science & Engineering, Inc. (AS&E)
Federal Supply Schedule Price List

Appendix B
(Parcel Systems Installation and Operator Training (I&OT)

I&OT – A description of AS&E's Parcel Systems I&OT, which is included in full in the pricing systems, is set forth as Attachment 1 to this Appendix.

International I&OT – I&OT service for all of AS&E's Parcel Systems is exclusive of air fare, which is reimbursable by the ordering agency in accordance with the lowest customary standard, coach, or equivalent airfare offered during normal business hours.

Quantity Discount Construct and "Additional System(s) " I&OT – For any given type of priced I&OT service offering, the price of each instance under any given order is the same as the lowest price available, based on the order's total lot size for that particular offering. The "additional system(s)" pricing of I&OT is predicated upon said additional system(S) being delivered contiguous in time and destination with another system.

Appendix B, Attachment 1

Parcel System Installation and Operator Training

Objective

AS&E's Parcel System Installation and Operator Training program is designed to satisfy the goals which follow:

-Install the System
-Test the system to ensure it is operating properly in a safe environment.
-Conduct a full radiation survey to ensure safety.
-Provide the operator with a general understanding of the operation of the X-ray system.
-Provide the operator with operation and basic image training.
-Provide the operator with basic maintenance training.

Schedule

A trained AS&E Field Service Engineer (FSE) will arrive on site and meet with a customer designated point of contact, who will indicate to the FSE the specific physical location where installation is desired. The FSE will verify that a safe environment has been selected and that the proper power conditions are provided for the system, and then proceed to unpack, set up, adjust, calibrate, and align the delivered X-ray system. Installation will conclude with a radiation survey, to ensure safe system operation.

The FSE will provide the client with a basic overview of the x-ray system. Operator training employs narrative from the system's operator manual, and includes instruction in powering the system on and off, the use of all options, proper loading of parcels, overview and operation of safety and emergency procedures, basic operator troubleshooting and operator maintenance procedures.

The FSE will also conduct basic image recognition training using the Image Reference Manual which is provided with the system. This is intended to allow the operator to immediately utilize the system with a level of confidence that can be built upon with system usage. This training will include the simulation of "threats", to train the operator as to how concealed items can be detected using x-rays.

The above services will be furnished in two business days or less, depending upon the number of operators to be trained and the model ordered.

American Science & Engineering, Inc. (AS&E)
Federal Supply Schedule Price List

Appendix C
(Parcel Systems Year Two Service Agreement)

Standard Warranty – If for domestic use, system prices include one (1) year parts and labor warranty. If for international use, system prices include one (1) year "parts only" warranty coverage. Warranty coverage for any given system's x-ray tube is pro-rated, whether situated domestically or internationally.

Year Two Service Agreement – A description of AS&E's Parcel Systems Year Two Service Agreement coverage, dated March 19, 2007 (Revision B), is set forth as Attachment 1 to this Appendix. In the case of international coverage, travel expenses are additive to the fixed price, and reimbursable by the ordering agency based on the travel and per diem rates according to the Travel Expenses language as set forth below.

Quantity Discount Construct – For any given type of priced Year Two Service Agreement offering, the price of each instance under ay given order is the same as the lowest price available, based on the order's total lot size for that particular offering.

Travel Expenses - As applicable, travel costs shall be reimbursed by the agency placing orders against the contract. Reimbursable travel costs (lodging, meals and incidental expenses) shall be in accordance with the Federal Travel Regulations (48 United States), Joint Travel Regulations (Alaska, Hawaii, Puerto Rico and territories and possessions of the United States) or Standardized Regulations (Foreign Areas).

Even thought they are under no obligation to do so, some vendors extend discounted rates, AMTRAK, hotel/motel, and/or car rental firms, to Government contractors. Agency Contracting Officers should furnish Government contractors with an identification letter for them to present to these vendors.

Airfare reimbursement shall be in accordance with the lowest customary standard, coach or equivalent airfare offered during normal business hours.

Mileage reimbursement shall be in accordance with the mileage rate in effect for Federal employee travelers at the time the travel is accomplished.

NOTE: The standard warranty for Gemini and SmartCheck is one year parts and labor worldwide. There is no prorated cost for warranty coverage of the x-ray tube in these products.

Appendix C, Attachment 1

19 March 2007 Rev B

YEAR TWO SERVICE AGREEMENT
For
PARCEL SYSTEMS (Gemini, SmartCheck & 101's)

PURPOSE:

The goal of AS&E is to provide all of our clients with a positive equipment ownership experience through continual and responsive support of our products. By constant communication and working closely with our clients, AS&E understand the needs and diverse requirements of our clients. Following is the support structure that AS&E provides.

AS&E will take full advantage of its established offices to provide maintenance and service. Please be advised that service personnel may be US Citizens or local, foreign national personnel. AS&E utilized its existing relationships with its third party vendors to support equipment such as generators, air conditioners and vehicles, as applicable. Third party vendors as well as the Original Equipment Manufacturer are subjected to careful evaluation by AS&E and must contribute to the goals of our ISO 9000 quality program.

Service PERIOD:

MAINTENANCE & REPAIR SERVICE PLAN:

This plan requires customer responsibility for weekly & monthly Preventative Maintenance checks, while AS&E is responsible for the following:

- All Annual Preventative Maintenance
- All parts (including the x-ray tube)
- Disposal of the x-ray tube
- All consumable parts
- 48 hour continental United States (CONUS) & 96 hour outside CONUS (OCONUS) response time
- All labor
- Emergency telephone support availability 7 days a week, 24 hours a day, 52 weeks a year.

AS&E's actual OCONUS airfare and per diem expenses constitute "over and above" expenses which are billable as actually incurred.

Preventative Maintenance

AS&E has developed a comprehensive Preventative Maintenance schedule for its Parcel Systems products. When followed rigorously, this Preventative Maintenance Schedule will maximize the system reliability and availability.

The operator/customer will be trained by AS&E to perform the daily, weekly and monthly Preventative Maintenance, consisting of visual inspections, cleaning of filters, and checks of the general condition of the equipment to ensure that the system is ready for operation. AS&E will perform all other Preventative Maintenance and supply the material, equipment, tools and parts to do so.

Repair Service

AS&E will supply all labor and parts (including the x-ray tube) to service and repair the system as required. This does not include damage to the system caused by the operational staff, a third party other than AS&E employees or AS&E's agents, or by weather and/or other acts of God. The repair of such damage will be billed for separately using commercial rates.

Support will be available by telephone contact on 24 hours per day, 365 days per year basis. A list of available telephone numbers for service inquiries will be provided by AS&E.

AS&E will have service personnel on site as soon as possible after receiving a service call, if the problem cannot be resolved over the phone. Response times may vary depending on location of the equipment within country.

American Science & Engineering, Inc. (AS&E)
Federal Supply Schedule Price List

Appendix D
(Z Backscatter Van)

FAR 42.232-30, Installment Payments for Commercial Items (October 1995) – This financing provision is contractually authorized, and its use recommended by the Government. As a Small Business with a critical sensitivity to cash flow, AS&E must invoke this clause.

Quantity Discount Construct – The Z Backscatter Van system and its priced service options provide for multiple price discounting based upon multiple lot sizes. In both cases, the price of each individual system or option under any given order is the same as the lowest price available, based on the order's total lot size for the system or option.

Installation and Operator Training (I&OT) – I&OT service is included in full in the pricing of domestically and internationally destined systems.

Standard Warranty – If for domestic use, system price includes one (1) year parts and labor warranty, plus schedule Preventative Maintenance. If for international use, system price includes one (1) year "parts only" warranty coverage. Warranty coverage for any given system's x-ray tube is pro-rated, whether situated domestically or internationally.

Optional Service Agreement Plan – A description of AS&E's Z Backscatter Van One-Year warranty and Year two Service Agreement offerings is set forth as Attachment 1 to this Appendix. One-Year coverage applies to international cases only, and in effect is designed to complement the "parts only" standard international warranty by accommodating service labor as well. Also for international cases only, under both the One-Year and Two-Year Warranty offerings, travel expenses are additive to the fixed price, and reimbursable by the ordering agency base don the travel and per diem rates according to the Travel Expenses language as set forth below.

Travel Expenses – As applicable, travel costs shall be reimbursed by the agency placing orders against the contract. Reimbursable travel costs (lodging, meals and incidental expenses) shall be in accordance with the Federal Travel Regulations (48 United States), Joint Travel Regulations (Alaska, Hawaii, Puerto Rico and territories and possessions of the United States) or Standardized Regulations (Foreign Areas).

Even though they are under no obligation to do so, some vendors extend discounted rates, AMTRAK, hotel/motel, and/or car rental firms, to Government contractors. Agency Contracting Officers should furnish Government contractors with an identification letter for them to present to these vendors.

Airfare reimbursement shall be in accordance with the lowest customary standard, coach, or equivalent airfare offered during normal business hours.

Mileage reimbursement shall be in accordance with the mileage rate in effect for Federal employee travelers at the time the travel is accomplished.

Appendix D, Attachment 1

ONE-YEAR Warranty and YEAR TWO SERVICE AGREEMENT
For

Z BACKSCATTER VAN

PURPOSE:

The goal of AS&E is to provide all of our clients with a positive equipment ownership experience through continual and responsive support of our products. By constant communication and working closely with our clients, AS&E understands the needs and diverse requirements of our clients. Following is the support structure that AS&E provides.

AS&E will take full advantage of its established officers to provide maintenance and service. Please be advised that service personnel maybe be US Citizens or local, foreign national personnel. AS&E utilizes its existing relationships with its third party vendors to support equipment such as generators, air conditioners and vehicles, as applicable. Third party vendors as well as the Original Equipment Manufacturer are subjected to careful evaluation by AS&E and must contribute to the goals of our ISO 9000 quality program.

WARRANTY PERIOD:

MAINTENANCE & REPAIR SERVICE PLAN:

This plan requires customer responsibility for weekly & monthly Preventative Maintenance checks, while AS&E is responsible for the following:

- All Annual Preventative Maintenance
- All parts (including the x-ray tube)
- Disposal of the x-ray tube
- All consumable x-ray system parts
- 48 hour continental United States (CONUS) & 96 hour outside CONUS (OCONUS) response time
- All labor
- Emergency telephone support availability 7 days a week, 24 hours a day, 52 weeks a year.

AS&E's actual OCONUS airfare and per diem expenses constitute "over and above" expenses which are billable as actually incurred.

Preventative Maintenance

AS&E has developed a comprehensive Preventative Maintenance schedule for its Z Backscatter Van product. When followed rigorously, this Preventative Maintenance Schedule will maximize the system reliability and availability.

The operator/customer will be trained by AS&E to perform the daily, weekly and monthly Preventative Maintenance, consisting of visual inspections, cleaning of filters, and checks of the general condition of the equipment to ensure that the system is ready for operation. AS&E will perform all other Preventative Maintenance ad supply the material, equipment, tools and parts to do so.

Repair Service

AS&E will supply all labor and parts (including the x-ray tube) to service and repair the system as required. This does not include damage to the system caused by the operational staff, a third party other than AS&E employees or AS&E's agents, or by weather and/or other acts of God. The repair of such damage will be billed for separately using commercial rates.

Support will be available by telephone contact on a 24 hours per day, 365 days per year basis. A List of available telephone numbers for service inquiries will be provided by AS&E.

AS&E will have service personnel on site as soon as possible after receiving a service call, if the problem cannot be resolved over the phone. Response times may vary depending on location of the equipment within country.

***International Only**