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3. Future Advertising. Neither Buyer nor any other person or entity is as a result of Buyer's purchase of the Product acquiring any license or other rights in and to the software (if any) in the Product which enables or may enable the Product to display advertising. Spider 360 may (but is not hereby obligated to do so) enter into arrangements with the owner/ licensee of a Product pursuant to which the Product may display advertisements; provided, that in the event any such arrangements are made, then (i) any such license to use the software in the Product for any purpose other than game operation shall be terminable at will by Spider 360 and Sections 2, 4, 5 and 6 of this Agreement shall apply with respect to that

license (and for such purpose, the phrase "Game Software" as used in this Agreement shall also refer to the software of the Product to the extent used in connection with advertising displayed by the Product), and ii) Spider 360 shall not be liable to Buyer for, and Buyer shall indemnify and hold Spider 360 harmless against and shall upon request defend Spider 360 against, any claims, losses, damages, costs or expenses arising out of or in connection with any such advertising, including without limitation claims for infringement of copyright, trade name, trademark or service mark, and defamation claims.

- 4. Warranty. Subject to the terms and conditions of this Section 4, for the applicable Warranty Period (as hereinafter defined), Spider 360 will repair or replace at its plant in Loves park, Illinois, any of the following parts of the Product which Spider 360 determines is defective in manufacture or workmanship under normal use and service: the Electronic Package; the darthead assembly (consisting of the spider, segments and matrix); and the cabinet and components of the cabinet. "Electronic Package" means only (i) the power supply chassis and the parts mounted directly thereon, (ii) the main computer printed circuit board, (iii) to the extent installed by Spider 360, the modem (if any), and the light dimmer board. The "Warranty Period" starts on the date of purchase and means (i) one year with respect to the Electronic Package, (ii) one year for the monitor, (iii) one year with respect to the darthead assembly, and (iv) one year with respect to the cabinet and cabinet components. The Product will not be defective if it substantially fulfills the performance specifications. This warranty shall not apply to any of the Products or parts thereof repaired or altered by anyone but Spider 360, operated or installed contrary to instructions or contrary to this Agreement, or subjected to abuse, misuse, accident or improper environment. This warranty applies only for the benefit of the original purchaser of the Product and is not transferable. For this warranty to apply, Buyer must (i) give Spider 360 written notice of any warranted defect within 10 days after discovery and, in any event, not later than the date on which this warranty expires, and (ii) deliver the Product into Spider 360's possession within 15 days following the date on which the warranty claim notice is given to Spider 360. Any Product which is the subject of a warranty claim must be shipped to Spider 360 freight prepaid. Prior to repair or replacement, Spider 360 shall have the right to examine the part at Spider 360's plant in Loves Park, Illinois. If Spider 360 determines that this warranty is inapplicable, Spider 360 will notify Buyer, and labor and parts furnished at Buyer's request shall be paid for by Buyer at Spider 360's then current rates and prices. Spider 360 neither assumes nor authorizes anyone to assume for it any obligation or liability in connection with the Product which is not expressly provided for under this Agreement. Spider 360's liability under this warranty shall be limited to repairing or replacing warranted Products and the expense of the lowest transportation costs for return to Buyer or, if the Product in question cannot be repaired or replaced by Spider 360, to the return of the purchase price paid for the defective or nonconforming warranted Product in question; provided, that Buyer shall first return to Spider 360, and Spider 360 shall have the right to thereafter retain as its own property, those Products for which a refund of the purchase price is to be made. Notwithstanding anything to the contrary in this Section 4, Spider 360 does not warrant that the operation of the Game Software will be uninterrupted or error-free. THE WARRANTY SET OUT IN THIS SECTION 4 IS THE ONLY WARRANTY APPLICABLE TO THE ORDER OR THE PRODUCTS. ALL OTHER WAR-RANTIES, EXPRESS OR IMPLIED, INCLUDING BUT NOT LIMITED TO THE IMPLIED WARRANTIES OF MERCHANTABILITY AND FITNESS FOR A PARTICULAR PURPOSE, ARE DISCLAIMED.
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- 6. Other Provisions. Upon Buyer's failure to pay or otherwise perform in accordance with this Agreement or any order governed by this Agreement, all amounts owing to Spider 360 by Buyer under the order in question and any other order or obligation of Buyer to Spider 360 shall, at Spider 360's option and without notice, become immediately due and payable. Any payment not received by Spider 360 on its due date shall be subject to a late charge of 1.5% per month until paid, unless applicable law limits this charge, in which event, the applicable late charge shall be the maximum monthly charge permitted by applicable law. Buyer shall pay Spider 360 all attorneys' and paralegal fees and all court costs and out-of-pocket disbursements incurred by Spider 360 to effect collection. Spider 360's rights and Buyer's obligations under Sections 2, 3, 4, 5 and this Section 6 of this Agreement shall survive any termination of this Agreement. This Agreement is made in and it and all matters pertaining to the Products shall be governed by the internal laws (without reference to the conflicts of laws principles thereof) of the State of Illinois. The invalidity of any term contained in this Agreement shall not affect any other of the terms of this Agreement. The failure of any party to enforce or declare a default or breach with respect to any particular term or condition of this Agreement or any purchase order governed by this Agreement shall not be considered a waiver of that party's right to enforce or declare a default or breach with respect to any other term or condition or, on a subsequent occasion, with respect to that particular term or condition. Spider 2000 v1 --12/3/01

