

The following claims policy will apply unless specific direction is provided and agreed upon at time of contract review/order.

Pickling

- 1. Fulton County Processing cannot accept claims for uncoated products that have been oiled after 30 days from processing. It is recommended that pickle DRY coils be removed immediately as no claims for rust or storage stain will be accepted.
- 2. Surface or shape conditions that occurred at the producing mill must be claimed against the mill by the processing customer.
- 3. If necessary to slow our pickle line down to clean the strip, an additional charge may be added to your quoted pickle pricing. Documentation will be provided on line speeds and conditions for reduced line speeds.
- 4. During processing, there is a chance of occasionally seeing light rubber debris on the material, based on life and wear of rolls within the line. No claim can be accepted for this type of debris.
- Coils exhibiting stains caused by pickling process will be re-pickled at no cost to the customer.
- 6. Tiger striping removal not guaranteed.
- 7. Parsytec imaging provided at request only where this process is available.
- 8. Any oscillation or stagger-wind tolerances must be agreed to by Fulton County Processing prior to the receipt of the purchase order. Material >.250" in thickness is more susceptible to oscillation, which could result in friction digs at the pickle line or during subsequent processing and will not be claimable.
- 9. Any special oiling or coating requirements must be agreed to by Fulton County Processing prior to the receipt of the purchase order.
- 10. Some superficial burnished roll marks may occur due to scale or some other kinds of debris being pulled into the entry rolls from the hot roll coil. Material >.200" in thickness typically contains some degree of pits and roll marks, especially on coil ends. No claims will be considered unless marks are repeating, >1 cm in diameter, and >5% of the material thickness in depth.

Slitting

- 1. Coils that do not meet customer requirements will be run up to 10% of the coil. If the coil still does not meet requirements:
 - a) The coil will be cropped, pulled from the line, and placed in quality hold, unless special instructions have been agreed to with the customer. Storage charges still apply for "Hold" coils.
 - b) Customer will be contacted for disposition during normal business hours.
 - c) Documentation with reason(s) for not meeting customer requirements will be provided.

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- d) Customer will be charged a pull charge for the line time spent on coil.
- e) Non-conforming coils (small wall/pups, drops, excess) will be retained for a maximum 30 days after reporting. After such time FCP reserves the right to scrap at no scrap credit to customer.
- 2. Required edge trim for material > .125 min gauge is 2 X material thickness per side. Material < .1249 min gauge requires ¼" per side minimum edge trim. Coils with less than the specified edge trim requirements will be slit on best effort basis only and Fulton County Processing will not be liable for lost trim or bad edge(s) due to lost trim.
- 3. Thickness will be checked at head and tail. Coils may have X-ray charts provided when available. It is the responsibility of the customer to apply steel that meets their requirements.
- 4. Head and tail will be cropped if shape issues exist that may cause damage to our equipment. We reserve the right to cut and scrap up to 2,000# for said reasoning without issuing scrap credit.
- 5. Great care is taken to ensure a good slit edge is produced; however, some conditions are caused by factors beyond our control: grade, incoming shape or as received edge condition. If an incoming material condition causes the coil to crash, scratch due to shape, friction digs or gouges from back-spinning, Fulton County Processing accepts no claims for material loss or monetary retribution. If edge damage results solely from an FCP process, the material will be re-worked at no expense to the customer and credited for any material loss.
- 6. Any quality requirements more restrictive than ASTM standards should be communicated during contract review and clearly described on your purchase order.

Processing

- We attempt to view each coil processed to the extent that our operators and inspectors
 can and will alert our customers for any known surface or shape defects. Where Parsytec
 is available, we can supply the customer with reports and imagery for some surface
 defects. We cannot accept claims for conditions that were not caused by our processes or
 employees.
- 2. No consequential or incidental damages will be accepted.
- 3. These terms are in effect upon processing and can only be altered if agreed upon and in writing by Fulton County Processing.
- 4. No other terms take precedent.
- 5. Material will be invoiced at time of processing.
- 6. Exposed and/or surface critical applications must have prior approval before sending material to Fulton County Processing for processing. Processing Orders must spell out specific quality requirements that have been pre-approved to process.
- 7. To better serve our customers and Fulton County Processing, 24 hour contact information is recommended to assist with after normal business hour concerns. This information will remain confidential and utilized by the facility Management and shift Supervisors.

Filing a Claim

Consideration for a claim must be submitted with the following information:

- Fulton County Processing (coil/lift number).
- 2. Physical samples or clear pictures of the material in the as received condition highlighting the subject condition.

When a debit for material is agreed upon, the cost of processing may be waived. Base metal steel cost will only be considered if there is/was gross negligence from a process or employee of Fulton County Processing. <u>No claim</u> will be considered after six months from material shipment.

For questions regarding Fulton County Processing's Claims Policy, contact our Quality Department, (419) 822-9266

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