

Success Leasing Warranty Guidelines

These "Guidelines" explain the various warranty protections in place from Success Leasing. Brief definitions of each warranty follows in the order of application. (That is, which warranty would apply first, second, etc.):

- OEM Warranty. The warranty provided by the Original Equipment Manufacturer. In general, the OEM Warranties are as follows (in miles):

As of model year 2014:

	<u>Freightliner</u>	<u>Peterbilt</u>	<u>International</u>
*Basic	500,000	600,000	500,000
*Engine	600,000	600,000	500,000
*Transmission	750,000	750,000	750,000

* Coverage varies based on OEM specifications.

- 30/60 Day Warranty. Success Leasing warranty for 30 days if truck is less than 2 years old and 60 days if truck is 2 years old or greater. This does not apply to brand new trucks.
- Carryover Warranty. Funds set up by Success Leasing to cover Drive Train repairs on used trucks. These funds are set up based on the mileage on the truck.
- Success Drive Train Warranty. Has two components – cash flow and warranty. (1) Cash flows all drive train repairs (not covered by OEM or Carryover warranties) until termination of the lease and (2) provides warranty coverage for 50% of drive train repairs greater than \$500.
- Prior Tire Reserve. This reserve is set up by Success Leasing to cover the cost of tire wear on used tires. The tires are measured at or prior to the time of leasing, and the cost of the wear is placed in a "Prior Tire Reserve." Future tire purchases apply against this reserve before they apply against the tire fund being established by the contractor.

THERE IS NO WARRANTY COVERAGE FOR AN ITEM WHEN THE PART IN QUESTION FAILS DUE TO ABUSE, NEGLIGENCE, OR COLLISION WITH ANOTHER OBJECT. IN ADDITION, THE WARRANTY MAY NOT COVER REPAIRS ATTRIBUTABLE TO LACK OF PROPER MAINTENANCE OR NON-PERFORMANCE OF PRE-TRIP INSPECTIONS.

A) Manufacturer's OEM Warranty

- 1) Takes precedence over all other types of warranties.
- 2) If warranty is questionable, then any charge should be at the discretion of Road Assist and explained at the time to both contractor and fleet manager.

B) Success Leasing Limited Warranty.

1) DriveTrain

All drive train repairs are covered by the "Carryover Warranty" as long as funds are available in the "Carryover Warranty". After the "Carryover Warranty" is depleted, any future Drive Train repairs will be "cash flowed" at the time of repair and assigned to either the D1 or D2 bucket, depending on whether or not the repair exceeds \$500. When the Lease is up on the truck, all of D1 (less than \$500) and 1/2 of D2 (greater than \$500) is deducted from the Lease Completion Incentive.

2) Glass Breakage

Any cracks or glass repairs are noted at the time of Leasing. If the glass breaks at one of the spots that have been noted, then the glass is covered by Success. Any other glass breakage is covered by the contractor.

3) 30 or 60 day Warranty.

Covers any items that need to be either repaired or replaced within: The first 30 days a used truck is leased if the truck is less than 2 years old; or the first 60 days a used truck is leased if the truck is over 2 years old.

4) Suspension Limited Warranty

A) Covers any front or rear suspension part in full for 30 days (under 2 years old) or 60 days (over 2 years old)

B) Covers 1/2 of any front or rear suspension repair for an additional 60 days beyond the coverage described in "A".

5) Drive Train Coverage

A) Cash flows engine, transmission, differentials and engine cooling system repairs for the life of the lease.

B) Covers towing for drive train repairs.

C) If the current contractor leaves Success Leasing before completing the Lease agreement, cash flowed items are charged back to the current contractor

6) Tires

Tire wear is covered by the "Prior Tire Fund," which is the measurement of the used portion of all tires; then a value is put on that used portion. Any tire purchase will be applied against the "Prior Tire Fund" first, then will be covered by the contractor's current Tire Fund.

Repair Items/Procedures Not Covered By Warranties:

1) Regular Services, Maintenance Items

A) Any service or maintenance item is the responsibility of the contractor, and is not covered by Success Leasing.

Items falling under this category would be such things as PM services, wear items such as brakes (with the exception stated above), hose replacement, clutch adjustments, filters, windshield wipers, etc.

2) Diagnostic Work Without an Associated Repair

A) Occasionally a truck will be put in a shop to find an electrical or other problem that occurs only under certain conditions. Until that condition reappears, and an associated repair is made, there is no coverage by Success Leasing.

B) Any other diagnostics are not covered unless a related problem is found.

3) Wear Items

Wear items include parts such as, but are not limited to, belts, hoses, wipers, bulbs, and brakes.