



Section 3 : ADMINISTRATIVE CLAUSES

346. Use-Only Tooling (10/1/96).

(a) Title to all tooling required for the production of goods required by this contract will remain with Seller. Seller will maintain the tooling in a serviceable condition and preserve and administer it for the exclusive use of Buyer, except as otherwise provided under this contract. Seller will adequately identify such tooling and will be liable for any loss or damage thereto, including any expense incidental to such loss or damage. Such tooling will not be removed or disposed of without prior written agreement from Buyer authorizing disposition or relinquishing Buyer's rights to further use of the tooling.

(b) Payment of die or mold charges will be made after acceptance by Buyer of first production articles.