3. Inventory Levels. Dana shall give S & K quarterly (3-month) forecasts of Dana's requirements for each of the products specified in paragraph 1. In the event that Dana's requirements of any such product in a quarter (as reflected by the total amount of Dana's releases for such quarter) shall be less than the amount forecast, then the difference between such amounts shall be included in Dana's forecast for the following quarter. From time to time, Dana shall specify reasonable minimum inventory levels (not in excess of the minimum forecast for the then current quarter) to be maintained by S & K for each of the products designated in paragraph 1, and S & K shall use its best efforts to maintain such minimum inventory levels. S & K shall report to Dana on a weekly basis its inventory of the products specified in paragraph 1. Inventory of products held by S & K for sale to Dana shall be maintained by S & K on a "first-in - first out" basis. As soon as practicable after the end of the last quarter of the one-year purchase order period, Dana shall purchase all of S & K's inventories of the products specified in paragraph 1 at the end of said period, provided that Dana shall not be required to purchase inventory of any such product in excess of the sum of

(i) the minimum inventory level last specified by Dana for such product, and