

Your Inquiry #120-1981-13

MS/81/CC-Q001

Marvin Scott

Sun Petroleum Products Company
P. O. Box 2608
Corpus Christi, TX 78403

Attn: L. L. Glasgow

January 9, 1981

MS/cs/810052

Gentlemen:

We are in receipt of your noted inquiry for carbon steel pipe, fittings and flanges and are pleased to offer our material as follows:

Carbon Steel Pipe

Seamless carbon steel pipe according to ASTM A106 Grade B in single random lengths with plain ends square cut.

1/2" - 1 1/2" Van Leeuwen sheet dated
12-12-80. List less 5%.

Seamless carbon steel pipe according to API 5L Grade B in double random lengths with plain ends bevelled.

2" - 4" Van Leeuwen sheet dated 12-12-80.
List less 3%.

5" and larger Van Leeuwen sheet dated
12-12-80. List less 5%.

Seamless carbon steel pipe according to ASTM A53 Grade B in double random lengths with plain ends bevelled.

2" - 4" Van Leeuwen sheet dated 12-12-80.
List less 3%.

5" and larger Van Leeuwen sheet dated
12-12-80. List less 5%.

PLAINTIFF'S EXHIBIT

KRC-623

#S(B) 00791

Seamless carbon steel pipe according to ASTM A106 Grade B in double random lengths with plain ends bevelled.

2" - 4" Van Leeuwen sheet dated 12-12-80.
List less 3%.

5" and larger Van Leeuwen sheet dated 12-12-80.
List less 5%.

Seamless Carbon Steel Butt Weld Fittings according to ASTM A234 Grade WPB.

Tube Line #35 dated January 1980 .3242 multiplier,
except Tees and Caps.

Van Leeuwen sheet dated 12-12-80 net prices with applicable multiplier shown.

Forged Carbon Steel Flanges according to ASTM A105, ANSI B16.5.

Ladish #79-10-1 dated December 28, 1979 .3234 multiplier.

Forged Carbon Steel Fittings 3-6000# Threaded, 3-6000# Socket Weld ASTM A105.

Standard Fittings sheet dated May 26, 1980 .3325 multiplier.

Please note our general terms and conditions of sale.

Time of delivery: Stock, subject to prior sale

Delivery : F.O.B. jobsite Corpus Christi, TX

Payment terms : 2% 10, net 30 days

Notes:

- A. The prices quoted will apply to standard stock items normally maintained in Van Leeuwen's inventory program.
- B. Specialty items not maintained within Van Leeuwen's inventory program will be subject to pricing and delivery terms as negotiated at the time of inquiry.
- C. Normal inventory items which are required for immediate delivery but are not available from stock will be furnished on a cost plus 10% basis.

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- D. Prices entered are firm for purchase through:
- Fittings & Flanges - June 31, 1981
 - Pipe - March 31, 1981
- E. Escalation will be equal to and substantiated by published industry wide and accepted manufacturer's price sheets.
- F. Implementation of escalated pricing will be subject to 30 days written notice of increase for your approval.
- G. Verbal order placement is acceptable, however, written confirmation is requested by designated personnel at Sun Petroleum Products Company.
- H. Inventory items ordered before noon will ship same day for next day delivery, items ordered after noon will ship next day for following day delivery.
- I. Material will be delivered by motor freight carrier on the following basis:
- 1. Freight prepaid - Fittings & Flanges and single random lengths of pipe, freight allowed. Less than 5,000 lbs. of double random lengths plus approx. \$65 delivery.
 - 2. Freight prepaid and charged to customers account will be supported by the proper third party invoices.
- J. All material will be new and unused and will be furnished with either mill test reports or certifications of compliance to specifications when required.
- K. Any contract resulting from this quotation will be subject to cancellation at any time prior to the stipulated termination date based on 30 days written notification by either party with due cause.
- L. Material cancellation and return:
- 1. Inventory items may be cancelled at no charge prior to shipment.
 - 2. 10% of a line item may be returned at no charge with the balance being accepted for return based on 15% restocking charge plus outbound freight.

3. Non stock or special items, or stock items purchased due to excessive quantities will be accepted for return or cancellation based on terms and conditions negotiated at the time of written request for return.
 4. All requests for return will be submitted in writing and material will be accepted for return only after written approval is given.
 5. All material will be returned in a resaleable condition. Any charges necessary to return material to resaleable condition will be charged to buyer's account.
- M. All material furnished will be of foreign origin and manufacture with a few exceptions with the names and address of the manufacturer being made available on request.

If you should require additional information, please do not hesitate to call.

We look forward to doing business with you in the near future.

Sincerely,

VAN LEEUWEN PIPE AND TUBE CORPORATION

Marvin Scott
Branch Manager

Enclosures