

SHIP8, INC.

ATTN: ACCOUNTS PAYABLE
45875 NORTHPORT LOOP EAST
FREMONT, CA 94538
US

AP.SHIP8@SHIP8.COM

ORDER FROM

100978

HCI SYSTEMS, INC.
1354 S. PARKSIDE PL.
ONTARIO, CA 91761
US

SHIP TO

WDC(4000),
SHIP8, INC.
ATTN: CHRISTINE JENKINS
221 HANSON WAY
WOODLAND, CA 95776
US

Buyer

Purchasing Dept

Terms

30 days

FOB

FOB Origin

Ship Via

Best possible

Line No.	Vendor Item No.	Vendor Item Description	Qty Ordered	UOM	Unit Price	Extended Price
1	Riser 1 South Door #108-#120-#134	HCI will provide the materials and labor to fix the following leaks in the risers	1.00	Each		13,609.00

JW.

Total Extended Price =



HCI Systems Inc.

1168 W. National Drive, #70, Sacramento, CA 95834

Tel: (916) 419-6900 | Fax: (916) 419-6903

State Contractors License C-7, C-10, C-16 #905493

SPRINKLER SYSTEM REPAIR PROPOSAL

Date: October 23, 2025

Job Site: Ship8 Inc.
2222 E Beamer St
Woodland, CA 95776

To: Ship8 Inc.
Attn: Alex Gonzalez & Eddie Vega
45875 Northport Loop East
Fremont, CA 94538

From: Seth Unger
(916) 532-8107
sunger@hcisystems.net

Phone: (916) 897-7622

Email: Alex.Gonzalez@ship8.com

Scope of Work

We are pleased to submit this proposal to perform the fire hydrant system repairs at the above referenced location. The scope of work to be completed is as follows:

This proposal is based on the fire hydrant deficiency.

1. HCI will provide the materials and labor to fix the following leaks in the risers at the above address:
 - a. Riser 1 South Door #108
 - b. Riser 2 South Door #120
 - c. Riser 3 South Door #134

Total amount to perform this work will be **\$13,609.00** including material, labor, and sales tax.

Please Issue Contracts and Purchase Orders To:

HCI Systems Inc.
State Contractors License. C-10, C-16 #905493
1168 West National Drive Ste. 70, Sacramento, CA 95834

Special Instructions and Exclusions

- Work will be performed during normal business hours.
- Any additional work outside of the above proposed scope will be quoted separately.
- This proposal is based on access to all areas listed above, on the day of scheduled work. If HCI is not able to access required areas within the scheduled date, a separate charge will apply.
- If HCI finds during the course of work that additional labor and/or materials are needed, work will be stopped, and customer will be advised.
- Unless expressly stated otherwise under the Scope of Work, the price quoted **EXCLUDES** any prevailing wage, special wage, and/or certified payroll.
- HCI excludes fire watch.



- HCI excludes Overtime, off hours, and/or shift pay
- HCI excludes Plans, permits, and inspection
- HCI excludes Painting/patching of drywall & ceiling tile replacement.
- HCI excludes damages or injuries that occur at the customer site when HCI is not actually present on the customers premises/work site.
- Unless noted elsewhere in this proposal, the customer agrees to provide a person or persons to monitor, verify and reset the panel or command center during all scheduled HCI testing.
- CPVC Sprinkler Piping - CPVC is known for being brittle, particularly at its connection points and can deteriorate over time. HCI will not be held responsible for any breakage of existing CPVC Sprinkler Piping that happens due to the proposed repairs noted above. If a CPVC break develops while attempting routine service, additional costs will apply. Please note each repair requires a 24-hour cure time before refilling the system with water. The system will be down until HCI returns the following day to refill the system. Labor costs to return and refill the systems are included unless otherwise stated above.
- HCI excludes painting of pipe, fittings, and protection of heads for painting
- HCI excludes any electrical wiring / alarm and detection work. Fire Alarm systems and their components.
- HCI excludes any fire or sound caulking.
- HCI excludes any cutting and/or threading of pipe outside of work area or floor. Setup outside the work area. The requirement to set up outside or in a loading dock will result in an extra cost.
- HCI excludes any Structural Engineer, IOR, FM Global approvals and/or structural calculations.
- HCI excludes any work on gas suppression systems.
- HCI excludes fire pump or booster pump work.
- HCI excludes any installation, fees, or design of new underground fire water service.
- HCI excludes any shut down fee(s).
- HCI excludes any adjustment to current upright protection (if any). If additional/relocation of uprights is required, extra cost will apply.
- HCI excludes any relocation of branch lines or mains due to lack of defined prints / job walk.
- HCI excludes any repairs, corrections, defects, leaks, or adjustments to any fire sprinkler components outside the scope of work area listed above.
- HCI excludes fire hose or fire extinguisher equipment.
- HCI excludes relocation of commodities stored within the area of work to provide access.
- HCI excludes modifications to the existing system density.
- HCI excludes city water calculations.
- HCI excludes installation of new main and branch lines.
- HCI is not responsible for any damage to concrete, asphalt, flower beds and other surrounding items surrounding the excavation point.



Service Labor Rates

HCI publishes an official Service Labor Rate Schedule at least once per year and they are subject to change. The published rate schedule includes current standard labor rates. Service calls will be charged at the current published rate made available at time of service. To the extent Customer directs HCI to perform any additional work, such direction must be in writing. Customer understands and agrees that such additional work will be performed in accordance with the same legal terms and conditions stated herein.

Thank you for the opportunity to review your needs and offer this proposal. Please feel free to contact me if you have any questions or concerns at (916) 532-8107.

Sincerely,
Seth Unger

Authorization to Proceed

If you would like us to proceed with the work included in this proposal, please sign below and return to HCI. Proposal is accepted in accordance with the attached Terms & Conditions.

ELECTRONIC SIGNATURE: In accordance with California Civil Code § 1633.1 et seq., an Electronic Signature (as defined below) affixed to this Agreement shall be as valid as an original signature and shall be effective to bind signatory to this Agreement. The term "Electronic Signature" shall mean (i) a manually produced original signature that is affixed to this Agreement via electronic means, or (ii) a signature that is generated and affixed to this Agreement via an electronic program (e.g., DocuSign or Adobe Acrobat signature function).

SHIP8 INC

Company

Ron Capranos

Proposal Approved By (Signature)

Ron Capranos

Printed Name

President

Title

10/24/2025

Date

PO# (if required)



Terms & Conditions

1. The person executing this Agreement on behalf of Customer represents and warrants that they are authorized to do so by Customer to bind Customer to all terms herein. As a further inducement to HCI to enter into this Agreement, the person executing this Agreement agrees to guarantee the performance of Customer herein and to be personally liable for any payments not made by Customer.
2. The Parties acknowledge that this Agreement is the result of good faith negotiations between the Parties through their respective counsel. Any statute or rule of construction that any ambiguity is to be resolved against the Party that caused such an ambiguity shall not be employed in the interpretation or enforcement of this Agreement.
3. This Agreement may be executed in counterparts, each of which shall be deemed an original, and all of which taken together shall constitute one and the same instrument. In addition, the Parties agree that facsimile and/or electronic signatures shall be acceptable to evidence the Parties' assent to this Agreement and are deemed equivalent to original "wet ink" signatures for all purposes under this Agreement.
4. This Agreement represents the entire and integrated agreement between the Parties, and supersedes all prior negotiations, representations, or agreements, either written or oral.
5. Invoicing may be submitted on a monthly basis based on percent of work completed. Payments are due within 30 days of the submittal of an invoice. Overdue payments shall bear interest at the rate of 1-1/2% per month from the date on which payment is due until paid. A 4% processing fee will be added to any payments issued by credit card.
6. If any dispute arises out of this Agreement, such dispute shall be subject to Arbitration at the sole discretion of HCI. If any arbitration or action at law or equity shall be brought on account of any breach of this Agreement or to enforce or interpret any of its provisions, the prevailing party shall be entitled to recover from the other party its reasonable attorneys' fees, which shall be fixed by the tribunal or court and be made a part of any award or judgment rendered.
7. This Agreement shall be governed and construed in accordance with the laws of the state of California. Both parties agree to submit to the exclusive venue and jurisdiction of the courts of California for any enforcement of Arbitration awards and ensuing litigation pertaining to this Agreement.
8. The Contractor shall have the right to terminate this Agreement for any reason, with or without cause, and at any time upon providing a 30-days written notice to Customer. In such event, the Contractor shall provide a credit to Customer for work not performed and such credit shall be the sole and exclusive remedy to Customer. Customer agrees to pay any outstanding amounts for work performed no later than 30 days post termination notice date.
9. The above price is based on the following Insurance Accord Forms. Any different or alternative forms will be subject to additional costs.
 - Commercial Auto, Designated Insured: CA 20 48 10 13
 - Commercial Auto, Primary & Non-contributory : 16-02-0316 Ed. 10 14
 - Commercial Auto, Waiver: CA 04 44 10 13
 - Commercial General Liability, Additionally Insured: CG 20 10 04 13
 - Commercial General Liability, Additionally Insured: CG 20 37 04 13
 - Commercial General Liability, Amendment: ECG 24 520 08 05
 - Commercial General Liability, Waiver: CG 24 04 12 19
10. Customer agrees:
 - to provide free access to all areas of the facility covered by the system. Where necessary, the customer will provide a person familiar with the facility who can gain access to all areas;
 - to provide the necessary equipment or lifts to reach inaccessible equipment and peripherals;
 - to supply suitable electrical service, and that in the event of any emergency or system failure, reasonable safety precautions will be taken to protect life and property (including fire watch) during the period of time from when HCI is first notified of the emergency or failure and until such time that HCI notifies the customer that the system is operational or that the emergency has cleared.
 - HCI is not responsible for the security of the site. HCI is further not responsible for any costs or claims whatsoever arising out of theft or damage to installed work due to vandalism.
11. It is understood that repair, replacement, and emergency service provisions apply only to the systems and equipment covered by this Agreement and identified in the List of Covered Equipment. Repair or replacement of non-maintainable parts of the system such as, but not limited to, unit cabinets, insulating materials, electrical wiring, structural supports and other non-moving parts, is expressly excluded from this Agreement.
12. Emergency Service Exclusions. Emergency Service does not include travel expense, material and labor charges required as a result of accident, fire, storm, water, negligence, misuse, vandalism, power failure, source current fluctuations, lighting surges, any failure whatsoever resulting in whole or in part from a non-HCI installation, parts, service, attachments, or devices, or any



other cause external to the equipment. Emergency Service will be provided in accordance with the description provided in Scope of Work. All services will be provided during normal business hours unless outlined elsewhere in this Agreement.

13. HCI may transfer or assign this Agreement to any other company or financing institution without notice to you. You may not transfer this Agreement to someone else (including someone who purchases or leases or subleases your premises) unless we pre-approve the transfer in writing. We may use subcontractors to provide the services herein.
14. HCI will not reload software, nor make repairs or replacements necessitated by reason of negligence or misuse of the equipment by others, or caused by lightning, electrical storm, or other violent weather, or by any cause beyond HCI control except ordinary wear and tear.
15. The customer shall promptly notify HCI of any malfunction in the system(s) that comes to the customer's attention. HCI will not be responsible for fire watch in the event of system failure.
16. It is mutually understood that in providing the services included in this Agreement, HCI is not an insurer and does not guarantee any damage to property or injury to person will not occur.
17. Neither HCI or its representative shall be liable to the purchaser or anyone else for any liability, claim, loss, damage or expense of any kind, or for any direct, consequential, collateral or incidental damages, relative to or arising from or caused directly by the equipment, its installation, its service, or the use thereof or any deficiency, defect or inadequacy of the equipment. It is expressly agreed that purchaser's exclusive remedy for any cause of action relating to the purchase, installation, service and/or use of equipment shall be for damages and HCI liability for any and all losses or damages resulting from any cause whatsoever, including negligence, shall in no event exceed the price of the service agreement for the equipment in respect to which the claim is made or, at the election of HCI, the restoration or replacement or repair of such equipment.
18. Fire watch is excluded.
19. If HCI tests or works on a system that was **not** installed by HCI, HCI assumes no liability for that system either in whole or in part, and we expressly disclaim any liability or warranty, as such system or any of its components not installed by us. Any components that are installed by us or repaired by us are subject to the limited warranty given in the applicable repair agreement. **It is not our duty to investigate or inquire into your legal obligations to any third party with respect to any system that we inspect, repair, or any of its components not installed by us, and you agree to provide third party indemnification to HCI in the event of any third party claims arising out of testing under this agreement.**
20. This Agreement assumes the system covered is in maintainable condition.
21. No repairs beyond those listed under the Scope of Work herein will be performed without a prior written authorization and a change order executed for additional cost.

RE: Indoor Fire Riser pipe replacement

From Jessica Jeng <jessica.jeng@jlahome.com>

Date Fri 10/24/2025 1:57 PM

To Ron Capranos <ron.capranos@ship8.com>; Christine Jenkins <christine.jenkins@ship8.com>

Cc Alex Gonzalez <alex.gonzalez@ship8.com>; James Burford <james.burford@ship8.com>

Approved

Regards,

Jessica Jeng

Corporate Controller

E & E Co. LTD dba JLA Home

(510) 490-9788 x 458

(510) 403-7240 (direct)

jessica.jeng@jlahome.com

From: Ron Capranos <ron.capranos@ship8.com>

Sent: Friday, October 24, 2025 10:53 AM

To: Christine Jenkins <christine.jenkins@ship8.com>

Cc: Alex Gonzalez <alex.gonzalez@ship8.com>; James Burford <james.burford@ship8.com>; Jessica Jeng <jessica.jeng@jlahome.com>

Subject: Fw: Indoor Fire Riser pipe replacement

Christine,

Here is an approval for WDC. This is an urgent situation as the sprinkler risers are starting to leak and could fail causing a major flood in the warehouse and for our fire system not to work.

I have copied Jessica for her review and approval.

Ron



SHIP8 INC.

Ron Capranos

President

550 Northport Pkwy

Port Wentworth, GA 31407

Mobile: 561.789.5217

<https://ship8.com/>

From: Alex Gonzalez <alex.gonzalez@ship8.com>

Sent: Friday, October 24, 2025 7:50 AM

To: Ron Capranos <ron.capranos@ship8.com>; James Burford <james.burford@ship8.com>

Subject: Indoor Fire Riser pipe replacement

Ron, James - we have some heavily corroded riser indoor pipe that severely corroded that needs immediate replacement to prevent major leak indoors, one is already showing signs of leaking. Attached is quote along with some photos.

Thank you,

Alex Gonzalez



SHIP8 INC.

Alex Gonzalez
Director of Operations
2222 East Beamer Street
Woodland, CA 95776

O: 530-669-5991 C:916-897-7622

SHIP8, INC.

ATTN: ACCOUNTS PAYABLE
45875 NORTHPORT LOOP EAST
FREMONT, CA 94538
US

AP.SHIP8@SHIP8.COM

ORDER FROM

100978

HCI SYSTEMS, INC.
1354 S. PARKSIDE PL.
ONTARIO, CA 91761
US

SHIP TO
WDC(4000)
SHIP8, INC.
ATTN: CHRISTINE JENKINS
221 HANSON WAY
WOODLAND, CA 95776
US

Buyer

Purchasing Dept

Terms

30 days

FOB

FOB Origin

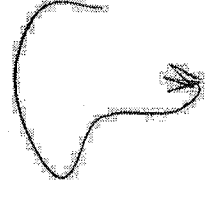
Ship Via

Best possible

Line No.	Vendor Item No.	Vendor Item Description	Qty Ordered	UOM	Unit Price	Extended Price
1	Riser 1 South Door #108-#120-#134	HCI will provide the materials and labor to fix the following leaks in the risers	1.00	Each	13,609.00	13,609.00

1-29-26

Completed



Total Extended Price =

PO 251 01231

1-29-26



HCI Systems Inc.
1168 W. National Drive, #70, Sacramento, CA 95834
Tel: (916) 419-6900 | Fax: (916) 419-6903
State Contractors License C-7, C-10, C-16 #905493

SPRINKLER SYSTEM REPAIR PROPOSAL

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Woodland, CA 95776

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Attn: Alex Gonzalez & Eddie Vega
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Fremont, CA 94538

From: Seth Unger
(916) 532-8107
sunger@hcisystems.net

Phone: (916) 897-7622
Email: Alex.Gonzalez@ship8.com

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- HCI excludes fire watch.



Service Order Repair Invoice

1219 E. Elm Street
 Ontario, CA 91761
 (909) 628-7773

Invoice Number:	I0147078
Invoice Date:	01/30/2026

Customer:	Ship8 INC
Customer ID:	SHIP8INC
Bill to Address:	45875 Northport Loop East Fremont CA 94538

Site:	Ship8 INC-2222 Beamer
Site ID:	222EBE01
Site Address:	2222 East Beamer Street Woodland CA 95776

Service Order #	PO #	Request Type	Department #	Terms
SV2510290040	25101231	Fixed Price Job	802 - Service - Sacramento	Net 30

Ordered By:

Alex Gonzalez

Service Order Description:

1. HCI will provide the materials and labor to fix the following leaks in the risers at the above address:
- a. Riser 1 South Door #108
 - b. Riser 2 South Door #120
 - c. Riser 3 South Door #134

Service Order Resolution:

- 1/30/2026 3:46 PM Ronald Tilton: 1/26/2026-Work complete.
- a. Riser 1 South Door #108-Complete
 - b. Riser 2 South Door #120-Complete
 - c. Riser 3 South Door #134-Complete

All systems normal upon departure.

Description	Unit Price	Extended
Fixed Price Job	\$13,609.00	\$13,609.00
TOTAL AMOUNT DUE		\$13,609.00