

Conditions of Purchase of the Haberkorn Group

Our orders (order contracts) shall be governed exclusively by the following Conditions of Purchase; any omissions to the provisions thereof shall be governed exclusively by legislation. Variances, additions, particular assurances and any other individual agreements shall only be effective if agreed in writing. This also applies to any waiver of this requirement for the written form. Any provisions of the supplier's Conditions of Sale and Delivery which deviate from the above shall only be valid if explicitly approved by us in writing. By accepting and executing our orders (order contracts) the supplier in any event implicitly recognises these Conditions of Purchase. This also applies to any amendments or additions.

We are entitled to amend the Conditions of Purchase. We shall inform the supplier of any amendments to the Conditions of Purchase and the date on which such amendments become legally binding at least four weeks in advance. The amendment shall enter into force if the supplier does not object to the amendment within one month from the receipt of the respective information. Obvious errors such as typing or calculation mistakes in orders and similar written documents can be corrected by us at any time.

1. Offer for sale

- 1.1 The supplier shall tailor both the quantity and quality of goods specifically to our inquiry, and shall draw attention to any deviations. Where an inquiry explicitly states that quantities are approximate ("circa"), we agree to accept a surplus or shortfall on the part of the supplier, provided that such variations represent a small proportion of the contractually agreed total amount.
- 1.2 No costs may be charged to us for quotations, samples, cost estimates, plans, test certificates for technical equipment or similar. Drawings, designs, models, patterns, manufacturing instructions, etc., which we provide for the supplier in conjunction with the order, shall remain our property and may not be used for any other purposes, copied in any form or disclosed to third parties.

2. Order

Regardless of the content of quotations, contracts shall be consistent with the contents of our written orders in all cases. Orders in any other form, together with amendments or additions of any kind, whether communicated verbally, by telephone or any other electronic form, shall only become binding when confirmed by us in writing. The order date shall be the date indicated on our order.

3. Confirmation of order

- 3.1 Orders shall be confirmed in writing by the supplier within the time limit specified by us, otherwise at the earliest opportunity. The confirmation of order shall contain our specific order number. Any deviations from our order shall be specifically indicated, and shall only be valid subject to our explicit written acceptance thereof; the receipt of goods without objection shall not constitute such acceptance. Where, in the absence of the punctual confirmation of an order, the supplier nevertheless delivers the relevant goods within the stipulated time, a contract shall come into force in accordance with our Conditions of Purchase.
- 3.2 Where prices or other conditions (e.g. delivery times) are not specified in our order, these shall be defined by the supplier in its confirmation of order. Should it fail to do so, no contract shall come into force; should we not agree to the prices or conditions specified by the supplier, we shall be entitled to cancel our order.
- 3.3 By accepting of our order, the supplier enters into an undertaking for the proper execution thereof.

4. Delivery time

- 4.1 The delivery time shall commence with effect from the order date. Where no delivery time is agreed, deliveries shall be completed forthwith.
- 4.2 In case of an impending delay in delivery, a verifiable written explanation to this effect shall be submitted to us forthwith, indicating the reasons for the delay and the foreseeable duration thereof.
- 4.3 Delivery in advance of the agreed date shall only be permissible with our consent. We shall incur no disadvantage as a result of such a delivery; specifically, the payment period (Section 11.2) shall not commence in advance of the agreed delivery date.

5. Delivery, dispatch, transfer and insurance

- 5.1 Delivery and dispatch shall be executed in accordance with our instructions, at the risk of the supplier and free of all charges in respect of costs, to the delivery address specified by us. Cash-on-delivery consignments shall not be accepted. A packing slip and a separate delivery note for each order number are to be enclosed with each dispatch.
- 5.2 Part deliveries are only permitted if agreed by us in writing at the time of or subsequent to order placement.
- 5.3 Goods delivered shall be handed over to our authorized employees at the delivery address indicated. The transfer of goods shall be deemed to take place, in quantitative terms, upon the arrival thereof

- at the delivery address and, in qualitative terms, upon the processing or use of the said goods.
- 5.4 The supplier shall properly insure consignments against damage of all types at its own expense.
- 5.5 In the case of dangerous goods, substances or preparations, such products shall be graded, packaged and marked in accordance with the applicable regulations including but not limited to the provisions of the Austrian Chemicals Ordinance [Chemikalienvorordnung – ChemV].
- 5.6 The supplier is responsible for ensuring that its deliveries meet the provisions of Regulation (EC) No. 1907/2006 concerning the Registration, Evaluation, Authorisation and Restriction of Chemicals ("REACH"). To the extent required by the provisions of the REACH Regulation, substances contained in the supplier's goods shall be pre-registered or registered upon expiry of the respective transition period unless the substance is exempt from registration. The supplier shall provide safety data sheets in accordance with the REACH Regulation and/or the information required under Art. 32 of the REACH Regulation. On request, the supplier shall also provide us with the information required under Art. 33 of the REACH Regulation.

The same shall apply with regard to information and/or registration confirmations subject to Council Directive 67/548/EC on the approximation of laws, regulations and administrative provisions relating to the classification, packaging and labelling of dangerous substances ("Directive 67/548/EC"). The supplier shall also confirm compliance with these obligations under Directive 67/548/EC. Above and beyond this, the supplier shall ensure that its (sub)suppliers are also bound to meet this requirement and that they in turn ensure that their respective (sub)suppliers are bound in such a way that all (sub)suppliers in the supply chain including the manufacturer are bound by the same obligations as the supplier.

6. Packaging

Items delivered shall be packed properly and in accordance with any special instructions we provide. The supplier shall be liable for any damage resulting from improper packaging or from a failure to adhere to these instructions. Any risks and costs pertaining to packaging shall be borne on principle by the supplier. The supplier shall also ensure the proper licensing of packaging. Single-use packaging shall be taken back by the supplier. If, under exceptional circumstances, we are required to assume the costs of packaging, the associated cost price shall be charged to us and indicated separately in the invoice; under these circumstances, the risk pertaining to the consequences of defective packaging shall still be borne by the supplier. We shall otherwise be entitled to defer settlement in respect of packaging material and to request a credit in respect thereof. Money pledged as security shall not be accepted for this purpose.

7. Delay, withdrawal and contractual penalties

- 7.1 In the event of a delay in the confirmation of the order (section 3) or in the delivery of an order, or in the event of a delivery which infringes the terms of a contract, we shall be entitled – without prejudice to any further claims – to cancel the order, either immediately or subject to a further period of 14 days' notice, to withdraw from the contract or to enforce the execution thereof.
- 7.2 In the event of a delay in delivery, we shall also be entitled, in lieu of the execution of the contract, to claim a contractual penalty amounting to a maximum of 5% of the total contractual sum or, in case of the delayed performance of the contract, a contractual penalty amounting to 0.5% of the total contractual sum for each week or partial week of delay, up to a maximum of 5%. We reserve the right to claim compensation over and above the above-mentioned amount, together with the contractual penalty, should we decide to accept a de-

layed consignment or service.

- 7.3 These entitlements shall remain in force, even where the supplier is not culpable for the delay concerned. However, where a delay is attributable to force majeure, the supplier shall be exempt from its obligation to pay the contractual penalty and compensation, provided that we are notified of the respective circumstances forthwith.

8. Passing of risk / retention of title

- 8.1 Risk is always only effectively passed on full transfer of the goods and therefore when the supplier has delivered the goods to our authorized employees (Section 5.3), when the latter has inspected the consignment at the place of delivery and has duly accepted the goods, and when the supplier has properly fulfilled all ancillary obligations, such as providing the requisite test certificates, descriptions, instructions for use, etc. No passing of risk occurs in the case of part deliveries or performances, even if these have been contractually agreed in individual cases.
- 8.2 We explicitly do not agree to any retention of title by the supplier. Any receipt by us of deliveries provided subject to the retention of title by the supplier shall not constitute any agreement on our part to such retention of title.

9. Guarantee

- 9.1 Supplies and services delivered by the supplier shall be consistent with general and specific standards in force in Austria, e.g. governing the protection of employees and safety requirements, and shall also be consistent with recognized professional practices. Regulations governing the conveyance of dangerous goods and hazardous wastes shall also be observed, together with specific storage and operating regulations; accordingly, the supplier shall be bound by a proper duty of care and notification.
- 9.2 Notwithstanding any longer statutory or contractually agreed period, the term of the guarantee shall be one year. Unless stipulated otherwise below, this term shall commence at the earliest at the date on which all the goods (all the services) are delivered to us at the specified destination. Part deliveries or performances, even if these have been contractually agreed, shall not invoke the commencement of the guarantee period. Irrespective of the foregoing, our guarantee claims become statute barred (under § 933 section 1 General Civil Code – ABGB) once 24 months after full delivery have elapsed.
- 9.3 At any time, we shall be entitled to require the rectification of defects, at the expense of the supplier, without further notice. At our request, the supplier will be required, at its own risk and expense, to replace defective goods with goods which are free of defects.
- 9.4 The supplier shall expressly guarantee that the goods are free of defects during the term of the guarantee. Where improvements are requested, the guarantee period for goods shall start afresh. Should any period of further notice be required, a period of 14 days shall be deemed to be appropriate.
- 9.5 The supplier shall waive any entitlement to object to notices of defects which are filed in arrears; the settlement of payments shall not entail the waiver of notices of defects.
- 9.6 In the case of disputes arising under patent, industrial design protection and copyright legislation regarding goods supplied, the supplier shall save and hold harmless us and our customers against any claims arising from the use of such property rights.

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10. Compensation and product liability

- 10.1 Our entitlement to file compensation claims and claims for damages, including claims under the terms of the Product Liability Act, shall not be restricted under any circumstances; exclusions of liability or obligations imposed on the purchaser to accept exclusions of liability have not been agreed.
- 10.2 In the event that the goods supplied include defects within the meaning of the Product Liability Act, and claims are made against us for this reason, the supplier shall discharge us from any liability or action at law in respect thereof.
- 10.3 The supplier shall be required to provide a comprehensive, but easily-understandable set of instructions, and shall undertake to retain all necessary documents, to monitor performance of the product, to recall defective products at its own expense, where necessary, to act immediately on the instructions of the manufacturer and to provide all possible assistance, and to supply the name of the manufacturer or importer within 14 days.

11. Price conditions and terms of payment

- 11.1 All prices stated in the order are always fixed prices. Prices shall include free delivery, in accordance with Section 5.
- 11.2 Unless otherwise agreed, we shall be entitled to deduct a discount of 3%; where goods and the associated invoice are received between the 1st and the 15th of the month, settlement shall be on the 5th of the following month; for receipt between the 16th and the last day of the month, settlement shall be effected on the 20th of the following month. Payment

periods – subject to our rights pursuant to Section 4.3 – shall commence with effect from the date of receipt of an invoice in accordance with our conditions (specifically Section 12), or, if later, with effect from the date on which the associated risk (Section 8) passes to us. The payment period shall not commence if invoices do not comply with the provisions of these Conditions.

- 11.3 We shall be entitled to settle invoices by accepting bills of exchange, free of costs to the supplier.

12. Invoice and delivery note

Invoices are to be submitted in triplicate for each delivery note and shall list all information pertaining to the order and delivery; our order number and article numbers shall be indicated on all invoices and delivery notes.

13. Transfer of contract, assignment and offsetting

- 13.1 Orders shall not be transferred to a third party, whether in whole or in part, for the purposes of execution without our written consent.
- 13.2 The supplier shall only be entitled to assign accounts receivable from us with our written consent.
- 13.3 At any time, we shall be authorized to offset accounts receivable due to us or to member companies of the Haberkorn Group from the ordering party against accounts receivable due to the ordering party from us or from the Haberkorn Group. Member companies of the Haberkorn Group include amongst others Haberkorn GmbH and Ernst Glogar GmbH.

14. Drawings, tools, models and our brand names

Drawings, sketches, tools, devices, samples, models, etc. which are either provided or financed by us for the purposes of the execution of the order shall remain or shall become our property, shall not be made available to third parties or used by the latter for their own purposes, and shall not be used for promotional purposes. Upon the completion of delivery or the cancellation of the order (withdrawal from contract), these items shall be returned to us forthwith.

15. Supplies from third countries (all non-EU countries)

The supplier shall be responsible for the factually accurate completion of the goods traffic certificate required for the duty-free movement of goods; it shall otherwise be responsible for all adverse consequences arising from their failure to do so.

16. Place of performance, legal venue and applicable law

The place of performance shall be the delivery address indicated by us; the courts of Vienna or Bregenz, at our discretion, shall have exclusive jurisdiction. Any legal disputes arising from the contract shall be subject to substantive Austrian law without reference to its conflict of laws principles. The UN convention on contracts for the international sale of goods shall not apply.

The German version of these Conditions of Purchase shall be the only authoritative version as to legal validity and construction of the contracts concluded between us and suppliers. This shall also apply, if translations of these Conditions of Purchase are signed by the parties, or if we make such translations available to suppliers.