

DW-D-SVC-03	General Terms and Conditions of Supply and Payment -Wire Weaving Division- EXPORT for products of HAVER & BOECKER OHG (Wire Weaving Division) Ennigerloher Strasse 64, 59302 OELDE Germany effective 2016-09-01
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1. Scope of validity: These Conditions of Sale, which are used exclusively for products of the wire weaving division, (hereinafter referred to as "Goods") apply to business owners, legal entities under public law and special funds under public law.

Our deliveries and services are provided exclusively on the basis of the terms and conditions below.

The business terms and conditions of the partner, unless expressly recognised by us, have no validity.

2. General provisions: Full details of any verbal agreements will be immediately confirmed in writing by the contracting partners. In the event of contradictions and/or conflicts with the regulations governing the order, our order confirmation will take precedence. Orders will not be binding until they are confirmed by us. Information and illustrations contained in brochures and catalogues are, in accordance with usual trade practice, regarded as approximations unless they have been expressly described by us as binding. Guarantees concerning the quality and durability of the goods will be deemed granted if they have been expressly stated as such by us in writing.

3. Confidentiality: Each of the contracting partners will use all documents (which will also include samples, models and data) and information received by them under the business relationship only for the contractual purpose, and maintain secrecy in respect of third parties with the same due care as applied to their own documents and information, where the other partner describes them as confidential or has an obvious interest in maintaining secrecy in respect of such documents or information.

This obligation commences on receipt of the first documents or information and ends 36 months after the end of the business relationship.

The obligation does not apply to documents and information which are generally known, or which were already known to the contracting partner on receipt and where the contracting partner was not under obligation of secrecy, or where they are subsequently conveyed by a third party who is authorised to pass on such documents or information, or where the documents or information are developed by the receiving contract partner without exploitation of documents or information of the other contracting partner.

4. Drawings and specifications: Where one of the contract partners makes available to the other drawings or technical documents relating to the goods to be supplied, or to the manufacture of such goods, to the other partner, these remain the property of the contract partner submitting them.

5. Samples and production materials: Manufacturing costs for samples and production materials (tools, moulds, templates, etc.) will, unless otherwise agreed, be invoiced separately from the goods to be supplied. This also applies to production materials which have to be replaced as a result of wear and tear.

The costs for maintenance and proper storage, together with the risk of damage to, or destruction of the production materials, will be borne by us.

Where, during the period of manufacture of samples or production materials, the partner abandons or terminates the co-operation, all manufacturing costs incurred up to that time will be borne by that partner.

Even where the partner has paid for them, the production materials remain our property at least until completion of the supply contract. The partner is then entitled to reclaim the production materials, where a mutual agreement has been reached in respect of the time of delivery and the partner has fully complied with his contractual obligations.

We will keep the production materials free of charge for three years after the final delivery to our partner. We will then request our partner in writing to make known his views on their further use within six weeks. Our duty of storage will end if, within these six weeks, no such statement has been made, or if no new order has been given.

6. Prices: Our prices are in Euro, exclusive of turnover tax, packing, freight, carriage and insurance. Packing will be charged separately at cost. Return of packaging material according to the German packing prescribing or refund of disposal costs only upon previous agreement. All costs arising from At Works Inspection of the goods will be charged to the purchaser. So are all fees and costs for legalization that will be invoiced separately.

Release:	Name	Department	Date	Revision
Drawn up by:	Cordula CLEMENS	Contract Department	August 22nd, 2016	01
Released by:	Walter HAVER	Managing Director		
Distribution:	Internet and Intranet HB			

7. Payment terms: All invoices are due for payment within 30 days of the invoice date; where applicable against Duplicate Bill of Freight, Documents or Letter of Credit.

Where we have indisputably supplied goods which are partly defective, our partner is nevertheless obliged to pay for the non-defective part, unless partial delivery is of no use to him. In other respects the partner may only set off payment against counter-claims which have been determined by final judgement or are not disputed.

If the payment terms are not met, we shall be entitled to bill interest on arrears at the rate charged to us by the bank for current account overdrafts, but at a minimum of eight percentage points above the base interest rate of the European Central Bank at the time.

In the event of any delay in payment we may, after giving notice in writing to the partner, suspend our obligations until payments have been received.

If it becomes apparent after conclusion of the contract that our claim to payment is at risk owing to the partner's lack of adequate financial capacity, we shall be able to refuse performance and to set the partner a reasonable deadline within which it must make payment or provide security concurrently with delivery. If the partner refuses to do so or the deadline expires without result, we shall be entitled to withdraw from the contract and demand damages.

We shall be entitled to set all our claims regarding the purchaser against all purchaser's claims regarding us, Haver & Boecker, or any national companies that are direct or indirect members of the Haver & Boecker Group. Upon demand we shall specify the names of the Haver & Boecker groupmembers to the customer.

8. Delivery: Unless otherwise agreed, we will deliver "ex-works". Agreed delivery dates are to be considered as being only approximate. The agreed periods of delivery shall be contingent on the fact that all details relating to the order have been duly clarified and all obligations fulfilled in advance by the purchaser. Compliance with the delivery date or delivery period will be based on our notification of readiness for dispatch or collection.

The delivery period commences on dispatch of our order confirmation and will be extended as appropriate where the provisions of Force majeure apply.

Partial deliveries are permitted within reason. They will be invoiced separately.

Deviations in dimension, weight and quality shall be permissible in accordance with DIN standards of whenever this is general practice. All other deviations must form part of a special agreement. The permissible tolerances are laid down in the appropriate standard DIN ISO 9044, DIN ISO 14 3150, DIN ISO 3310 and are understood as being accepted. Production-related long or short deliveries are permitted within a tolerance of 10 per cent of the total order quantity. The total price will be adjusted accordingly.

9. Dispatch and transfer of risk: Goods which are notified as being ready for dispatch are to be taken over immediately by the partner. We are otherwise entitled, at our option, to dispatch them or to store them at the cost and risk of the partner.

In the absence of any special agreement, we will select the transport method and routing.

The risk is transferred to the partner on handover to the railway, forwarding agent or freight carrier, or on commencement of storage, but in any case not later than departure from the factory or warehouse; this also applies if we have undertaken delivery.

10. Delay in delivery: If we are able to anticipate that it will not be possible for the goods to be delivered within the delivery period, we will immediately inform the partner in writing of the reasons for this, and also if possible indicate the probable delivery date.

In the event of delivery being delayed by Force majeure, or as a result of any action or omission on the part of the partner, an extension of the delivery period will be granted appropriate to the circumstances.

11. Reservation of title: We reserve the right of ownership in respect of the goods supplied until such time as all claims under the business relationship with the partner have been met.

The partner is entitled to sell these goods in the regular course of business, provided it meets its obligations arising from the business relationship with us in good time. However, it may neither pledge the reserved goods nor transfer ownership of them as security. It is obliged to protect our rights if goods which are subject to reservation of title are resold on credit.

In the event of breaches of its duties by the partner, in particular in the case of delayed payment, we shall be entitled, after a reasonable period of grace allowed to the partner for performance has elapsed without result, to withdraw from the contract and take back the goods; this shall not affect the statutory provisions concerning cases where it is not necessary to allow a period of grace. The partner shall be obliged to surrender the goods.

We shall be entitled to withdraw from the contract if an application is filed for insolvency proceedings to be instituted against the partner's assets.

With immediate effect the partner assigns to us as security all claims and rights deriving from the sale or any hiring, for which we may have given the partner permission, of goods over which we have rights of ownership. We hereby accept the assignment.

Any working or processing of the goods which are subject to reservation of title shall at all times be carried out by the partner on our behalf. If the goods which are subject to reservation of title are processed or

inseparably mixed with other items not owned by us, we shall acquire joint ownership of the new product in the proportion of the invoice value of the goods which are subject to reservation of title to the other processed or mixed items at the time of processing or mixing.

If our products are combined or inseparably mixed with other moveable items to form a single product and the other product is deemed to be the principal product, the partner shall transfer joint ownership to us on a pro rata basis, as far as the principal product is owned by it. The partner shall maintain ownership or joint ownership on our behalf. In all other respects the same shall apply to the product created by processing or combination or mixing as to the goods which are subject to reservation of title.

The partner must inform us immediately of enforcement measures being taken by third parties in respect of the reserved goods by handing over to us the documents required for any intervention. This also applies to infringements of any other kind.

If the value of the existing securities exceeds the secured claims in total by more than 20 per cent, we undertake, at the partner's request, to release securities of our choice in this respect.

12. Material defects: The quality of the goods is determined exclusively by the agreed technical supply specifications. In the event of our having to supply in accordance with drawings, specifications, samples and the like provided by our partner, the latter will take over the risk of fitness for the intended use. The condition of the goods in accordance with the contract is determined as at the time of transfer of risk.

In case of goods which are sold as degraded materials – e.g. so-called Ila material – the purchaser shall not be entitled to any claims in respect of warranty for such faults of for any such defects as are to be expected in goods for this type. Wire cloth in rolls under 5 m (15 ft.) in length, in pieces or made specially to order is almost always of no value to us. This material can only be returned if a justified claim is involved. A compensation for any costs in the country of destination, such as freights, duties or taxes are strictly rejected. Any material defects in respect of any defect deriving from unsuitable or improper use, defective assembly or operation by the partner or third parties, normal wear and tear, defective or negligent handling, will also be excluded as the consequences of unsuitable modifications or repairs undertaken by the partner or third parties without our approval. The same shall apply to defects which only reduce the value of the goods or their fitness for their intended use to an insignificant extent.

Claims for material defects shall become statute-barred at the time stipulated by law, unless otherwise agreed.

Where it is agreed that the goods are to be accepted after completion or that initial samples are to be tested, notification of defects which could have been discovered by the partner under careful acceptance or testing of initial samples is excluded.

We must be given the opportunity of assessing the notified defect. After coordinating with us, the Partner must grant us the necessary time and opportunity to carry out all repairs and replacement deliveries required; otherwise, we will be released from all liability for the resulting consequences. The Partner is only entitled to remedy the defect themselves or via a third party and demand compensation from us for the expenses required in urgent cases of endangerment to operational safety or to avert disproportionately extensive damages, in which case we must be notified immediately. Goods complained about must be returned to us immediately; if the complaint proves to be justified, we will bear the direct costs of the repair or replacement, including shipping. We will also bear the costs of disassembly and installation as well as the costs of providing any fitters and support staff that might be required, including travel expenses, provided that this does place an unreasonable burden on us.

In the event of notice of defect which is justified and made at the due and proper time, we will, at our choice, make improvements to the goods complained of or supply a replacement free of defect. If the Partner or a third party makes improper improvements, we will not be liable for the resulting consequences. The same applies for any changes made to the Goods without our prior consent.

In accordance with statutory regulations, the Partner has the right to withdraw from the contract if we - taking into account statutory exceptions - allow a reasonable deadline set for the repair or replacement of a defect to pass without success. If the defect is only immaterial, the Partner is only entitled to a reduction in the contract price. The right to reduction of the contract price is otherwise excluded. The Partner is only entitled to compensation or replacement of wasted expenses in accordance with the Article entitled 'Other claims, liability'; such claims are otherwise excluded.

The partner has statutory rights of recourse against us only in so far as the partner has not reached any agreements with its customer which go beyond the statutory claims for defects.

13. Other claims, liability:

Unless otherwise stated in these Terms and Conditions, our liability to the Partner for production stoppages, loss of profit, downtime, contractual losses or any other consequential or indirect losses is excluded.

This limitation of liability does not apply in cases of intent or gross negligence or in the event of culpable injury to life, body or health. Furthermore, it does not apply in the event of a culpable breach of material contractual obligations. In cases of a slightly negligent breach of material contractual obligations, however, we are only liable for reasonably foreseeable damages typical for the contract. In addition, this limitation of liability does not apply for cases in which, according to product liability laws, liability exists for personal injury and damage to privately used items caused by defects in Goods. It also does not apply in the event of damage caused by

fraudulent misrepresentation or within the scope of specific guarantees. This does not affect regulations concerning the burden of proof.

Insofar as our liability is excluded or limited, this is also applicable to the personal liability of our employees, workers, personnel, legal representatives and vicarious agents. The legal provisions relating to burden of proof are not affected by this.

14. Force majeure: Acts of God, industrial disputes, disturbances, official measures, non-arrival of deliveries from our suppliers and other unpredictable, unavoidable and serious events will release the contracting partners from their duty to perform for the duration of the disturbance and to the extent of their effect. This is also applicable where these events occur at a time when the contracting partner concerned is in default, unless the delay is caused intentionally or gross negligently. The contracting partners are obliged, so far as is reasonable, to provide the necessary information immediately and in good faith to adjust their obligations to the changed conditions.

15. Place of performance, place of jurisdiction and applicable law: Unless otherwise indicated in the order confirmation, the place of performance is D-59302 Oelde. The place of jurisdiction for all legal disputes is D-59269 Beckum. We are also entitled to bring an action at the place of business of the partner. The contractual relationship is exclusively subject to the laws of the Federal Republic of Germany.