

ATLAS ELEKTRONIK UK LIMITED**STANDARD TERMS AND CONDITIONS FOR THE PURCHASE OF GOODS AND SERVICES****1. INTERPRETATION**

1.1 Definitions. In these Conditions, the following definitions apply:

Business Day: a day (other than a Saturday, Sunday or a public holiday) when banks in London are open for business.

Commencement Date: has the meaning set out in clause 2.2.

Conditions: these terms and conditions as amended from time to time in accordance with clause 29.

Contract: the contract between the Customer and the Supplier for the supply of Goods and/or Services in accordance with these Conditions.

Customer: Atlas Elektronik UK Limited registered in England and Wales with company number 5582639 and whose registered address is specified on the face of the Order.

Customer Materials: has the meaning set out in clause 5.3(i).

Deliverables: all documents, products and materials developed by the Supplier or its agents, contractors and employees as part of or in relation to the Services in any form or media, including without limitation drawings, maps, plans, diagrams, designs, pictures, computer programs, data, specifications and reports (including drafts).

Export Licence: means all relevant official approvals, licences, authorisations and registrations including licences for re-export and deemed export required from time to time to comply with Export Regulations;

Export Regulations: means the laws, rules, regulations and guidelines relating to export control issued by the home state of both parties and any state that the parties to this Contract give notice that they must comply with in order to perform each and every part of its obligations under this Contract;

Goods: the goods (or any part of them) set out in the Order.

Goods Specification: any specification for the Goods, including any related plans and drawings, that is agreed in writing by the Customer and the Supplier.

Intellectual Property Rights: all patents, rights to inventions, utility models, copyright and related rights, trade marks, service marks, trade, business and domain names, rights in trade dress or get-up, rights in goodwill or to sue for passing off, unfair competition rights, rights in designs, rights in computer software, database right, topography rights, rights in confidential information (including know-how and trade secrets) and any other intellectual property rights, in each case

whether registered or unregistered and including all applications for and renewals or extensions of such rights, and all similar or equivalent rights or forms of protection in any part of the world.

Order: the Customer's order for the supply of Goods and/or Services, as set out in the Customer's purchase order form, or in the Customer's written acceptance of the Supplier's quotation, or overleaf, as the case may be.

“RoHS Directive”: means Directive 2011/65/EU which relates to the use of certain hazardous substances in electrical and electronic equipment;

Services: the services, including without limitation any Deliverables, to be provided by the Supplier under the Contract as set out in the Service Specification and/or in the Order.

Service Specification: the description or specification for Services agreed in writing by the Customer and the Supplier.

Supplier: the person or firm named on the face of the Order from whom the Customer purchases the Goods and/or Services and shall include any director, officers, employees and agents thereof.

“WEEE Directive”: means Directive 2012/19/EU which relates to the disposal of electrical and electronic equipment;

1.2 Construction. In these Conditions, the following rules apply:

- (a) a **person** includes a natural person, corporate or unincorporated body (whether or not having separate legal personality);
- (b) a references to a party includes its representatives, successors or permitted assigns;
- (c) a reference to a statute or statutory provision is a reference to such statute or statutory provision as amended or re-enacted. A reference to a statute or statutory provision includes any subordinate legislation made under that statute or statutory provision, as amended or re-enacted.

2. BASIS OF CONTRACT

2.1 The Order constitutes an offer by the Customer to purchase Goods and/or Services from the Supplier in accordance with these Conditions.

2.2 The Order shall be deemed to be accepted on the earlier of:

- (a) the Supplier signing and returning the attached duplicate Order to the Customer within 14 Business Days of the date of the Order; or
- (b) any act by the Supplier consistent with fulfilling the Order,

at which point and on which date the Contract shall come into existence (**Commencement Date**). In any event if neither (a) or (b) above is fulfilled within 30 days from the date of issuance of the Offer the Offer shall expire.

2.3 These Conditions apply to the Contract to the exclusion of any other terms that the Supplier seeks to impose or incorporate, or which are implied by trade, custom, practice or course of dealing.

2.4 All of these Conditions shall apply to the supply of both Goods and Services except where the application to one or the other is specified.

2.5 Where special conditions are stated on the front of the Order, these conditions shall apply in addition to the Conditions shown herein save that where there are any inconsistencies between the special conditions and these Conditions the special conditions shall prevail and take precedence.

3. SUPPLY OF GOODS

3.1 The Supplier shall ensure that the Goods shall:

- (a) correspond with their description and any applicable Goods Specification;
- (b) be of satisfactory quality (within the meaning of the Sale of Goods Act 1979) and fit for any purpose held out by the Supplier or made known to the Supplier by the Customer, expressly or by implication, and in this respect the Customer relies on the Supplier's skill and judgment;
- (c) where applicable, be free from defects in design, materials and workmanship and remain so for [12] months after delivery; and
- (d) comply with all applicable statutory and regulatory requirements relating to the manufacture, labelling, packaging, storage, handling and delivery of the Goods and retain relevant test certificates, conformity assessments and test construction files and ensure that these are available for inspection by the Customer or regulatory authorities when required.

3.2 The Supplier shall ensure that at all times it has and maintains all the licences, permissions, authorisations, consents and permits that it needs to carry out its obligations under the Contract in respect of the Goods.

3.3 The Customer shall have the right to inspect and test the Goods at the Supplier's premises or that of its subcontractors at any time before delivery. Such inspection or failure to inspect shall not constitute acceptance by the Customer.

3.4 If following such inspection or testing the Customer considers that the Goods do not conform or are unlikely to comply with the Supplier's undertakings at clause 3.1, the Customer shall inform the Supplier and the Supplier shall immediately take such remedial action as is necessary to ensure compliance.

3.5 Notwithstanding any such inspection or testing, the Supplier shall remain fully responsible for the Goods and any such inspection or testing shall not reduce or otherwise affect the Supplier's obligations under the Contract, and the Customer shall have the right to conduct further inspections and tests after the Supplier has carried out its remedial actions.

3.6 All of the Goods must pass the Customer's acceptance test criteria as set out in the Order or in the Goods Specification.

4. DELIVERY OF GOODS

4.1 The Supplier shall ensure that:

- (a) the Goods are properly packed and secured in such manner as to enable them to reach their destination in good condition;
- (b) the Goods are packed in accordance with any instructions set out in the Order or Goods Specification;
- (c) each delivery of the Goods is accompanied by a delivery note which shows the date of the Order, the Order number (if any), the type and quantity of the Goods (including the code number of the Goods (where applicable)), special storage instructions (if any) and, if the Goods are being delivered by instalments, the outstanding balance of Goods remaining to be delivered;
- (d) if the Supplier requires the Customer to return any packaging material for the Goods to the Supplier, that fact is clearly stated on the delivery note. Any such packaging material shall only be returned to the Supplier at the cost of the Supplier;
- (e) any other documentation, including but not limited to, Certificates of Conformity, user manuals or any documentation specifically named or referred in the Order or Goods Specification is delivered with the Goods.

4.2 The Supplier shall deliver the Goods:

- (a) on or up to a maximum of three (3) Business Days before the date specified in the Order or, if no such date is specified, then within thirty (30) days of the date of the Order;
- (b) to the Customer's premises or such other location as is set out in the Order or as instructed by the Customer before delivery ("Delivery Location");
- (c) during the Customer's normal hours of business on a Business Day, or as instructed by the Customer;
- (d) under the terms of carriage specified in the Order.

4.3 Delivery of the Goods shall be completed on the completion of unloading of the Goods at the Delivery Location.

4.4 If the Supplier:

- (a) delivers less than 95% of the quantity of Goods ordered, the Customer may reject the Goods; or
- (b) delivers more than 105% of the quantity of Goods ordered, the Customer may at its sole discretion reject the Goods or the excess Goods, or
- (c) does not deliver the documentation required under Clause 4.1 the Customer may reject the Goods;

and any rejected Goods shall be returnable at the Supplier's risk and expense. If the Supplier delivers more or less than the quantity of Goods ordered, and the Customer accepts the delivery, a pro rata adjustment shall be made to the invoice for the Goods.

- 4.5 The Supplier shall not deliver the Goods in instalments without the Customer's prior written consent. Where it is agreed that the Goods are delivered by instalments, they may be invoiced and paid for separately. However, failure by the Supplier to deliver any one instalment on time or at all or any defect in an instalment shall entitle the Customer to the remedies set out in clause 6.1.
- 4.6 If for any reason the Customer is unable to accept delivery of the Goods until after the agreed delivery date the Supplier shall store the Goods, safeguard them and take all reasonable steps to prevent their deterioration until such time that delivery can take place. Upon delivery of the Goods to storage and where such storage exceeds 30 Business Days the Customer shall reimburse the Supplier its reasonable costs for such storage.
- 4.7 Title and risk in the Goods shall pass to the Customer on completion of delivery. Such passing of property and risk shall be without prejudice to any right of rejection or cancellation arising under this Contract.
- 4.8 Where the Customer is required under DEFCON 649 to vest title in the Secretary of State for Defence, the Supplier hereby gives permission for such re-allocation of title on delivery of the Goods.
- 4.9 Notwithstanding Clause 4.7, the title in any Goods or materials purchased or allocated by the Supplier for the purpose of the Order, or any work done thereon shall immediately vest in the Customer where advance payment or progress payments have been made quoting the Order number. The Supplier shall keep such Goods or materials separate and mark such Goods or materials as the Goods or materials of the Customer. In the event of any of the termination events set out in Clause 12.1(b) to (l) inclusive arise the Customer shall have the right to enter the Supplier's premises and seize such Goods or materials.

5. SUPPLY OF SERVICES

- 5.1 The Supplier shall from the date set out in the Order and for the duration of this Contract provide the Services to the Customer in accordance with the terms of the Contract.
- 5.2 The Supplier shall meet any performance dates and/or criteria for the Services specified in the Order, Service Specification or notified to the Supplier by the Customer.
- 5.3 In providing the Services, the Supplier shall:
- (a) co-operate with the Customer in all matters relating to the Services, and comply with all instructions of the Customer;
 - (b) perform the Services with the best care, skill and diligence in accordance with best practice in the Supplier's industry, profession or trade;
 - (c) use personnel who are suitably skilled and experienced to perform tasks assigned to them, and in sufficient number to ensure that the Supplier's obligations are fulfilled in accordance with this Contract;

- (d) ensure that the Services and Deliverables will conform with all descriptions and specifications set out in the Service Specification, and that the Deliverables shall be fit for any purpose expressly or impliedly made known to the Supplier by the Customer;
- (e) provide all equipment, tools and vehicles and such other items as are required to provide the Services;
- (f) use the best quality goods, materials, standards and techniques, and ensure that the Deliverables, and all goods and materials supplied and used in the Services or transferred to the Customer, will be free from defects in workmanship, installation and design;
- (g) obtain and at all times maintain all necessary licences and consents, and comply with all applicable laws and regulations;
- (h) observe all health and safety rules and regulations and any other security requirements that apply at any of the Customer's premises;
- (i) hold all materials, equipment and tools, drawings, specifications, or other items and data supplied by the Customer to the Supplier (**Customer Materials**) in safe custody at its own risk, maintain the Customer Materials in good condition until returned to the Customer, and not dispose or use the Customer Materials other than in accordance with the Customer's written instructions or authorisation and insure such Customer Materials;
- (j) not do or omit to do anything which may cause the Customer to lose any licence, authority, consent or permission upon which it relies for the purposes of conducting its business, and the Supplier acknowledges that the Customer may rely or act on the Services; and
- (k) allow access to the Customer to inspect any Customer Materials.

6. CUSTOMER REMEDIES

- 6.1 If the Supplier fails to deliver the Goods and/or perform the Services by the applicable date, the Customer shall, without limiting its other rights or remedies, have one or more of the following rights:
- (a) to terminate the Contract with immediate effect by giving written notice to the Supplier;
 - (b) to refuse to accept any subsequent performance of the Services and/or delivery of the Goods which the Supplier attempts to make;
 - (c) to recover from the Supplier any costs incurred by the Customer in obtaining substitute goods and/or services from a third party;
 - (d) where the Customer has paid in advance for Services that have not been provided by the Supplier and/or Goods which have not been delivered by the Supplier, to have such sums refunded by the Supplier; and
 - (e) to claim damages for any additional costs, loss or expenses incurred by the Customer which are in any way attributable to the Supplier's failure to meet such dates.
- 6.2 If the Goods are not delivered by the applicable date, the Customer may, at its option, claim or deduct 1% per cent of the price of the Goods for each week's delay in delivery by way of liquidated damages, up to a maximum of 10% per cent of the total price of the Goods. If the Customer

exercises its rights under this clause 6.2 it shall not be entitled to any of the remedies set out in clause 6.1 in respect of the Goods' late delivery unless the 10% limit is reached, in which case the Customer may terminate this Contract forthwith and exercise any other remedies available.

- 6.3 If the Supplier has delivered Goods that do not comply with the undertakings set out in clause 3.1, then, without limiting its other rights or remedies, the Customer shall have one or more of the following rights, whether or not it has accepted the Goods:
- (a) to reject the Goods (in whole or in part) whether or not title has passed and to return them to the Supplier at the Supplier's own risk and expense;
 - (b) to terminate the Contract with immediate effect by giving written notice to the Supplier;
 - (c) to require the Supplier to repair or replace the rejected Goods, or to provide a full refund of the price of the rejected Goods (if paid);
 - (d) to refuse to accept any subsequent delivery of the Goods which the Supplier attempts to make;
 - (e) to recover from the Supplier any expenditure incurred by the Customer in obtaining substitute goods from a third party; and
 - (f) to claim damages for any additional costs, loss or expenses incurred by the Customer arising from the Supplier's failure to supply Goods in accordance with clause 3.1.

6.4 These Conditions shall extend to any substituted or remedial services and/or repaired or replacement goods supplied by the Supplier.

6.5 The Customer's rights under this Contract are in addition to its rights and remedies implied by statute and common law.

7. CUSTOMER'S OBLIGATIONS

The Customer shall:

- (a) provide the Supplier with reasonable access at reasonable times to the Customer's premises for the purpose of providing the Services; and
- (b) provide such information as the Supplier may reasonably request for the provision of the Services and the Customer considers reasonably necessary for the purpose of providing the Services.

8. CHARGES AND PAYMENT

8.1 The price for the Goods:

- (a) shall be the price set out in the Order, or if no price is quoted, the price set out in the Supplier's published price list in force at the Commencement Date; and
- (b) shall be inclusive of the costs of packaging, insurance, import fees and duties and carriage of the Goods, unless otherwise agreed in writing by the Customer. No extra charges shall be effective unless agreed in writing and signed by the Customer.

- 8.2 The charges for the Services shall be set out in the Order, and shall be the full and exclusive remuneration of the Supplier in respect of the performance of the Services. Unless otherwise agreed in writing by the Customer, the charges shall include every cost and expense of the Supplier directly or indirectly incurred in connection with the performance of the Services.
- 8.3 In respect of Goods, the Supplier shall invoice the Customer on or at any time after completion of delivery. In respect of Services, the Supplier shall invoice the Customer on completion of the Services. Each invoice shall include such supporting information required by the Customer to verify the accuracy of the invoice, including but not limited to the relevant purchase order number. All invoices must be sent to the Customer's address designated in the Order.
- 8.4 In consideration of the supply of Goods and/or Services by the Supplier, the Customer shall pay the invoiced amounts within sixty (60) days of the date of a correctly rendered invoice to a bank account nominated in writing by the Supplier.
- 8.5 All amounts payable by the Customer under the Contract are exclusive of amounts in respect of valued added tax chargeable from time to time (VAT). Where any taxable supply for VAT purposes is made under the Contract by the Supplier to the Customer, the Customer shall, on receipt of a valid VAT invoice from the Supplier, pay to the Supplier such additional amounts in respect of VAT as are chargeable on the supply of the Goods and/or Services at the same time as payment is due for the supply of the Goods and/or Services.
- 8.6 If the Customer fails to pay any amount properly due and payable by it under the Contract, the Supplier shall have the right to charge interest on the overdue amount at the rate of 2% per cent per annum above the base rate for the time being of the Bank of England accruing on a daily basis from 30 days after the payment first becomes due up to the date of actual payment, whether before or after judgment. This clause shall not apply to payments that the Customer disputes in good faith.
- 8.7 The Supplier shall maintain complete and accurate records of the time spent and materials used by the Supplier in providing the Services, and the Supplier shall allow the Customer to inspect such records at all reasonable times on request.
- 8.8 The Customer may, without limiting its other rights or remedies, set off any amount owing to it by the Supplier against any amount payable by the Customer to the Supplier under the Contract.
- 8.9 If any advance payments or instalments have been agreed in writing by the Customer, the customer shall make such payments in accordance with such agreed terms. The Supplier shall hold such payments or instalments on trust on behalf of the Customer until delivery and acceptance have been completed.

9. INTELLECTUAL PROPERTY RIGHTS

- 9.1 In respect of the Goods and any goods that are transferred to the Customer as part of the Services under this Contract, including without limitation the Deliverables or any part of them, the Supplier warrants that it has full clear and unencumbered title to all such items, and that at the date of delivery of such items to the Customer, it will have full and unrestricted rights to sell and transfer all such items to the Customer.

- 9.2 All Intellectual Property Rights resulting from the work carried out by the Supplier under this Contract shall vest in the Customer. The Supplier assigns to the Customer, with full title guarantee and free from all third party rights, all Intellectual Property Rights in the products of the Services, including for the avoidance of doubt the Deliverables and all Intellectual Property Rights in the Goods which have been created and are resulting from the work carried out by the supplier in execution of this Contract.
- 9.3 The Supplier shall obtain waivers of all moral rights in the products, including for the avoidance of doubt the Deliverables, of the Services to which any individual is now or may be at any future time entitled under Chapter IV of Part I of the Copyright Designs and Patents Act 1988 or any similar provisions of law in any jurisdiction.
- 9.4 The Supplier shall, promptly at the Customer's request, do (or procure to be done) all such further acts and things and the execution of all such other documents as the Customer may from time to time require for the purpose of securing for the Customer the full benefit of the Contract, including all right, title and interest in and to the Intellectual Property Rights assigned to the Customer in accordance with clause 9.2.
- 9.5 All Customer Materials are the exclusive property of the Customer.
- 9.6 The Supplier warrants that neither the sale nor the use of the goods provided as part of the Services infringe any third party Intellectual Property Rights and the Supplier shall indemnify and hold harmless the Customer in accordance with clause 10 for any breach of this warranty.

10. INDEMNITY

- 10.1 The Supplier shall keep the Customer indemnified in full against all costs, expenses, damages and losses (whether direct or indirect), including any interest, fines, legal and other professional fees and expenses awarded against or incurred or paid by the Customer as a result of or in connection with:
- (a) any claim made against the Customer by a third party for death, personal injury or damage to property arising out of, or in connection with, defects in Goods, to the extent that the defect in the Goods is attributable to the acts or omissions of the Supplier, its employees, agents or subcontractors;
 - (b) any claim made against the Customer by a third party arising out of, or in connection with, the supply of the Goods or Services, to the extent that such claim arises out of the breach, negligent performance or failure or delay in performance of the Contract by the Supplier, its employees, agents or subcontractors;
 - (c) any claim made against the Customer for actual or alleged infringement of a third party's Intellectual Property Rights arising out of, or in connection with, the manufacture, supply or use of the Goods, or receipt, use or supply of the Services; and
 - (d) any loss or damage to the Customer Materials whilst such items are in the Supplier's possession or before re-delivery to the Customer.

10.2 For the duration of the Contract and for a period of three (3) years thereafter, the Supplier shall maintain in force, with a reputable insurance company, professional indemnity insurance, product liability insurance and public liability insurance to cover the liabilities that may arise under or in connection with the Contract and shall, on the Customer's request, produce both the insurance certificate giving details of cover and the receipt for the current year's premium in respect of each insurance.

10.3 This clause 10 shall survive termination of the Contract.

11. CONFIDENTIALITY

11.1 The Supplier agrees to treat and keep confidential and shall not disclose to any third party (except sub-contractors authorised by the Customer in writing and subject to a no less onerous obligation of confidentiality being agreed with such sub-contractor and then only to the extent necessary to the performance of the sub-contract) all information including without limitation technical and commercial information, advice, know-how, drawings, designs and specifications supplied by the Customer in connection with this Contract or which becomes known to the Supplier through performance of this Contract.

11.2 The Supplier shall not use any of the foregoing information except in connection with the execution of this contract and shall on completion of this Contract or earlier termination in accordance with these Conditions, return all such information to the Customer.

11.3 All such information as described in Clause 11.1 above shall remain the exclusive property of the Customer and save as stated in this Contract no licence or rights to use the information are granted by the Customer to the Supplier.

11.4 This Contract shall be treated as confidential and no reference to the existence of this Contract or the Customer's name shall be made or disclosed in any publicity material or other similar communications to third parties without the Customer's prior consent in writing.

11.5 The provisions of Clause 11.1 shall not apply where the information referred to therein can be proved by the Supplier to be either:

- (a) currently or at a later date public knowledge other than by breach of Clause 11.1; or
- (b) in the possession of the Supplier with the full right to disclose prior to receiving it from the Customer; or
- (c) independently received by the Supplier from a third party having the full right to disclose; or
- (d) developed at any time independently of any disclosure by the Company; or
- (e) required to be disclosed in response to a valid order by a court of competent jurisdiction or by any competent authority or appropriate regulatory body or otherwise required by law, provided however that the Supplier first gives written notice of such disclosure to the Customer.

11.6 This Clause 11 shall survive termination of the Contract.

12. TERMINATION

12.1 Without limiting its other rights or remedies, the Customer may terminate the Contract with immediate effect by giving written notice to the Supplier if:

- (a) the Supplier commits a material or persistent breach of the Contract and (if such a breach is remediable) fails to remedy that breach within thirty (30) days of receipt of notice in writing of the breach;
- (b) the Supplier suspends, or threatens to suspend, payment of its debts or is unable to pay its debts as they fall due or admits inability to pay its debts or (being a company) is deemed unable to pay its debts within the meaning of section 123 of the Insolvency Act 1986 or (being an individual) is deemed either unable to pay its debts or as having no reasonable prospect of so doing, in either case, within the meaning of section 268 of the Insolvency Act 1986 or (being a partnership) has any partner to whom any of the foregoing apply;
- (c) the Supplier commences negotiations with all or any class of its creditors with a view to rescheduling any of its debts, or makes a proposal for or enters into any compromise or arrangement with its creditors;
- (d) a petition is filed, a notice is given, a resolution is passed, or an order is made, for or in connection with the winding up of the Supplier (being a company) other than for the sole purpose of a scheme for a solvent amalgamation of the Supplier with one or more other companies or the solvent reconstruction of the Supplier;
- (e) the Supplier (being an individual) is the subject of a bankruptcy petition order;
- (f) a creditor or encumbrancer of the Supplier attaches or takes possession of, or a distress, execution, sequestration or other such process is levied or enforced on or sued against, the whole or any part of its assets and such attachment or process is not discharged within 14 days;
- (g) an application is made to court, or an order is made, for the appointment of an administrator or if a notice of intention to appoint an administrator is given or if an administrator is appointed over the Supplier (being a company);
- (h) a floating charge holder over the assets of the Supplier (being a company) has become entitled to appoint or has appointed an administrative receiver;
- (i) a person becomes entitled to appoint a receiver over the assets of the Supplier or a receiver is appointed over the assets of the Supplier;
- (j) any event occurs, or proceeding is taken, with respect to the Supplier in any jurisdiction to which it is subject that has an effect equivalent or similar to any of the events mentioned in clause 12.1(b) to clause 12.1(i) (inclusive);
- (k) the Supplier suspends or threatens to suspend, or ceases or threatens to cease to carry on, all or a substantial part of its business; or
- (l) the Supplier (being an individual) dies or, by reason of illness or incapacity (whether mental or physical), is incapable of managing his own affairs or becomes a patient under any mental health legislation.

12.2 Without limiting its other rights or remedies, the Customer may terminate the Contract:

- (a) in respect of the supply of Services, by giving the Supplier one (1) months' written notice; and
- (b) in respect of the supply of Goods, with immediate effect by giving written notice to the Supplier, in which case the Customer shall pay the Supplier fair and reasonable compensation for any work in progress on any other Goods at the date of termination but such compensation shall not include loss of anticipated profits or any consequential loss.

12.3 In any of the circumstances in these Conditions in which the Customer may terminate the Contract, where both Goods and Services are supplied, the Customer may instead terminate part of the Contract in respect of the Goods, or in respect of the Services, and the Contract shall continue in respect of the remaining supply.

13. CONSEQUENCES OF TERMINATION

On termination of the Contract or any part of it for any reason:

- (a) where the Services are terminated, the Supplier shall immediately deliver to the Customer all Deliverables, whether or not then complete, and return all Customer Materials. If the Supplier fails to do so, then the Customer may without limiting its other rights or remedies enter the Supplier's premises and take possession of them. Until they have been returned or delivered, the Supplier shall be solely responsible for their safe keeping and will not use them for any purpose not connected with this Contract;
- (b) the accrued rights and remedies of the parties as at termination shall not be affected, including the right to claim damages in respect of any breach of the Contract which existed at or before the date of termination; and
- (c) clauses which expressly or by implication have effect after termination shall continue in full force and effect.

14. FORCE MAJEURE

14.1 Neither party shall be liable to the other as a result of any delay or failure to perform its obligations under the Contract if and to the extent such delay or failure is caused by an event or circumstance which is beyond the reasonable control of that party which by its nature could not have been foreseen by such a party or if it could have been foreseen was unavoidable. If such event or circumstances prevent the Supplier from supplying the Goods and/or Services for more than twelve (12) weeks, the Customer shall have the right, without limiting its other rights or remedies, to terminate this Contract with immediate effect by giving written notice to the Supplier.

15. WASTE MANAGEMENT

15.1 The Supplier shall comply with all relevant UK and European regulations in respect of waste management and control. The Supplier shall support the Customer in its obligations under such regulations by providing regular reporting (in such form and substance as the Customer shall require) on waste management, including but not limited to packaging, usage data, and hazardous substances.

16. ROHS DIRECTIVE & WEE DIRECTIVE

16.1 The Supplier shall comply with all relevant UK and European regulations relating to the use of hazardous substances in electrical and electronic equipment and the disposal of electrical and electronic equipment, including without limitation, the RoHS Directive and the WEEE Directive (“the Regulations”). In accordance with the Regulations the Supplier shall provide the Customer with full support and all necessary data in the format agreed in order to ensure the Customer is full complainant with the Regulations.

17. HAZARDOUS GOODS

17.1 The Supplier shall mark all hazardous goods with international danger symbols where they exist and clearly display the name of the material in English. Transport and other documents must include a declaration of the hazard and name of the material in English.

17.2 Goods must be accompanied by emergency information in English in the form of written instructions labels or markings. The Supplier shall comply with the requirements of all legislation within the United Kingdom and all relevant European legislation including without limitation the Control of Substances Hazardous to Health Regulations 2002 and any relevant international agreements relating to the packing, labelling and carriage of hazardous goods. All information held by or reasonably available to the Supplier regarding any potential hazards known or believed to exist in the transport, handling or use of the Goods supplied under this Contract shall be promptly communicated to the Customer in writing prior to delivery.

17.3 The Supplier shall comply with the Montreal Protocol on Substances that Deplete the Ozone Layer (“the Montreal Protocol”). Should the requirements of this Contracts not be possible without contravening the provisions of Montreal Protocol the Supplier shall notify the Customer in writing within four (4) Business Days of the receipt of this Contract. Failure so to do shall be taken to indicate compliance and any liabilities (financial or otherwise) incurred as a result shall be the responsibility of the Supplier.

18. OBSOLESCENCE

18.1 The Supplier shall have an obsolescence policy and procedure, and shall provide notification to the Customer of all Goods or Services that are due to become obsolete. This notification shall be no less than 12 months prior to the point at which the Goods or Service shall cease to exist and shall allow the Customer the option of an all time buy or technical transfer in order to support the Customer’s on going business requirements. In addition, all the associated costs to maintain form, fit and function throughout the life of Goods shall be borne by the Supplier.

19. MANUFACTURING CHANGES

19.1 The Customer must be advised in writing in advance of any and all proposed changes in the specification of the Goods covered by this Contract or a change in the method of construction of the Goods to be supplied. In the event of such a notice, the Customer reserves the right to cancel this contract or at its option to confirm this Contract whereupon the Customer’s written approval to supply the Goods shall be sent to the Supplier.

20. FURTHER ASSURANCE

20.1 The Supplier agrees to do all such additional acts and execute such additional documents, at its own cost, which may reasonably be required to effect the purposes of this Contract.

21. CONTINUITY OF SUPPLY

21.1 The Supplier undertakes to use all reasonable endeavours to accept future orders in respect of the Customer's future requirements for similar Goods and Services at prices and delivery lead-times no less favourable to the Customer than those agreed for this Contract having regards to the economic circumstances at the time. In the event that the Supplier is reasonably unable to accept such orders it shall, at the Customer's request, enter into negotiations with the Customer to agree on reasonable terms the conditions and licences necessary to enable the Customer to receive and use all necessary drawings, manufacturing, information and tooling to enable the Customer to make the Goods itself or have them made elsewhere.

22. EXPORT REGULATIONS

22.1 The parties acknowledge that compliance with Export Regulations is an express condition of this Contract. To achieve compliance with all Export Regulations the parties agree to make full disclosure at all times of all applicable Export Regulations, or other compliance obligations, which may affect the delivery or use of their products, information or services and/or the performance of their obligations under this Contract.

22.2 The Supplier shall identify any part of the delivery or service that is subject to Export Regulations and will provide this information in a format requested by the Customer. Until actual delivery, amendments to such information shall be provided by the Supplier to the Customer in the event of a change in Export Regulations or an envisaged change of the classification, and the Supplier shall provide the Customer with all information concerning such applicable Export Regulations.

22.3 The Customer agrees to provide an end user statement, where such is required to enable the Supplier to obtain the Export Licences required to perform its obligations under this Contract. In the event that the end use differs from that originally intended or described in the end user statement, the Customer will immediately notify the Supplier in writing and the parties shall use all reasonable endeavours to obtain a revised Export Licence.

22.4 The parties acknowledge that they will undertake at their own expense all necessary actions to obtain the Export Licences and any other additional approvals required to perform their obligations under this Contract.

22.5 Where the Supplier is not able, for whatever reason, to obtain an Export Licence sufficient to allow performance of its obligations under this Contract on time, or at all, it shall immediately communicate this to the Customer. The parties shall work together in good faith to resolve the difficulties in obtaining an Export Licence.

23. ASSIGNMENT AND SUBCONTRACTING:

- 23.1 The Supplier shall not assign, transfer, charge, subcontract or deal in any other manner with all or any of its rights or obligations under the Contract without the prior written consent of the Customer.
- 23.2 The Customer may at any time assign, transfer, charge, subcontract, or deal in any other manner with all or any of its rights under the Contract and may subcontract or delegate in any manner any or all of its obligations under the Contract to any third party or agent.

24. NOTICES

- 24.1 Any notice or other communication required to be given to a party under or in connection with this Contract shall be in writing and shall be delivered to the other party personally or sent by prepaid first-class post, recorded delivery or by commercial courier, at its registered office (if a company) or (in any other case) its principal place of business, or sent by fax to the other party's main fax number.
- 24.2 Any notice or communication shall be deemed to have been duly received if delivered personally, when left at the address referred to above or, if sent by prepaid first-class post or recorded delivery, at 9.00 am on the second Business Day after posting, or if delivered by commercial courier, on the date and at the time that the courier's delivery receipt is signed, or if sent by fax, on the next Business Day after transmission.
- 24.3 This clause 41 shall not apply to the service of any proceedings or other documents in any legal action. For the purposes of this clause, "writing" shall not include e-mails and for the avoidance of doubt notice given under this Contract shall not be validly served if sent by e-mail.

25. WAIVER AND CUMULATIVE REMEDIES:

- 25.1 A waiver of any right under the Contract is only effective if it is in writing and shall not be deemed to be a waiver of any subsequent breach or default. No failure or delay by a party in exercising any right or remedy under the Contract or by law shall constitute a waiver of that or any other right or remedy, nor preclude or restrict its further exercise. No single or partial exercise of such right or remedy shall preclude or restrict the further exercise of that or any other right or remedy.
- 25.2 Unless specifically provided otherwise, rights arising under the Contract are cumulative and do not exclude rights provided by law.

26. SEVERANCE:

- 26.1 If a court or any other competent authority finds that any provision (or part of any provision) of the Contract is invalid, illegal or unenforceable, that provision or part-provision shall, to the extent required, be deemed deleted, and the validity and enforceability of the other provisions of the Contract shall not be affected.

26.2 If any invalid, unenforceable or illegal provision of the Contract would be valid, enforceable and legal if some part of it were deleted, the provision shall apply with the minimum modification necessary to make it legal, valid and enforceable.

27. NO PARTNERSHIP

27.1 Nothing in the Contract is intended to, or shall be deemed to, constitute a partnership or joint venture of any kind between any of the parties, nor constitute any party the agent of another party for any purpose. No party shall have authority to act as agent for, or to bind, the other party in any way.

28. THIRD PARTIES

28.1 A person who is not a party to the Contract shall not have any rights under or in connection with it. The parties do not intend that any of its terms will be enforceable by virtue of the Contracts (Rights of Third Parties Act) 1999 by any person not party to this Contract.

29. VARIATION

29.1 Any variation, including any additional terms and conditions, to the Contract shall only be binding when agreed in writing and signed by the Customer.

30. GOVERNING LAW AND JURISDICTION

30.1 The Contract, and any dispute or claim arising out of or in connection with it or its subject matter or formation (including non-contractual disputes or claims), shall be governed by, and construed in accordance with, English law, and the parties irrevocably submit to the exclusive jurisdiction of the courts of England and Wales.

31. ENTIRE AGREEMENT

31.1 This Contract and all documents referred to herein constitutes the entire agreement and understanding between the Customer and the Supplier in respect of the subject matter of this Contract and supersedes all previous agreements, understandings and undertakings in such respect. Nothing in this Agreement shall limit or exclude any liability for fraudulent misrepresentation.

32. COMPLIANCE

32.1 The Supplier shall:

- (a) comply with all applicable laws, statutes, regulations, and code relating to anti-bribery and anti-corruption including but not limited to the Bribery Act 2010 (“Relevant Requirements”);
- (b) not engage in any activity, practice or conduct which would constitute an offence under sections 1, 2 or 6 of the Bribery Act 2010;

- (c) comply with the Customer's Ethics, Anti-bribery and Anti-corruption Policies in force from time to time (Relevant Policies);
 - (d) have and shall maintain in place its own policies and procedures, including but not limited to adequate procedures under the Bribery Act 2010, to ensure compliance with the Relevant Requirements, the Relevant Policies and Clause 32.1 (a), and will enforce them where appropriate;
 - (e) promptly report to the Customer any request or demand for any undue financial or other advantage of any kind received by the Supplier in connection with this Contract.
- 32.2 The Supplier shall ensure that any person associated with the Supplier in connection with this Contract does so only on the basis of a written contract which imposes on and secures from such person terms equivalent to those imposed on the Supplier in this Contract ("Relevant Terms"). The Supplier shall be responsible for the observance and performance by such persons of the Relevant Terms, and shall be directly liable to the Customer for any breach by such persons of any of the Relevant Terms.
- 32.3 Breach of this Clause 32 shall be deemed a material breach of contract.
- 32.4 For the purpose of this Clause 32, the meaning of adequate procedures and whether a person is associated with another person shall be determined in accordance with the Bribery Act 2010 (and any guidance issued under that Act). For the purposes of this Clause 32 a person associated with the Supplier includes but is not limited to any subcontractor of the Supplier.