

# Suppliers' Conditions of Sale, Usage and Warranties

Being the Supplier's Terms and Conditions of Supply

# 1. Interpretation

- 1.1 Definitions. In these Conditions, the following definitions apply:
  - a. Conditions: the terms and conditions set out in this document as amended from time to time in accordance with clause 11.
  - b. Contract: the contract between the Supplier and the Distributor for the sale and purchase of the Goods in accordance with these Conditions.
  - c. Delivery Location: the place at which it has been agreed in the Contract that the Goods shall be handed over by the Supplier to and for the risk of the Distributor.
  - d. Force Majeure Event: has the meaning given in clause 10.
  - e. Goods: the goods (or any part of them) set out in the Order.
  - f. Order: the Distributor order for the Goods, as comprised in the customer Distributor's signed acceptance of the Supplier's quotation.
  - g. Specification: any specification for the Goods, including any related plans and drawings, as may be delivered by the Supplier.
- 1.2 Construction. In these Conditions, the following rules apply:
  - a. A person includes a natural person, corporate or incorporated body (whether or not having separate legal personality).
  - b. A reference to a party includes its personal representatives, successors or permitted assigns.
  - c. A reference to a statute or statutory provision is a reference to such statute or provision as amended or reenacted. A reference to a statute or a statutory provision includes any subordinate legislation made under that statute or statutory provision, as amended or re-enacted.
  - d. Any phrase introduced by the terms including, include, in particular or any similar expression shall be construed as illustrative and shall not limit the sense of the words preceding those terms.
  - e. A reference to writing or written includes faxes and emails.

### 2. Basis of contract

- 2.1 These Conditions apply to the Contract to the exclusion of any other terms that the Distributor seeks to impose or incorporate, or which are implied by trade, custom, practice or course of dealing.
- 2.2 The Order constitutes an offer by the Distributor to purchase the Goods in accordance with these Conditions. The Distributor is responsible for ensuring that the terms of the Order and any applicable Specification are complete and accurate.
- 2.3 The Order shall only be deemed to be accepted when the Supplier issues a signed or written acceptance of the Order, at which point the Contract shall come into existence.
- 2.4 The Contract constitutes the entire agreement between the parties in relation to the consignment of goods in question. The Distributor acknowledges that it has not relied on any statement, promise, representation, assurance or warranty made or given by or on behalf of the Supplier which is not set out in the Contract.
- 2.5 Any samples, drawings, descriptive matter, or advertising produced by the Supplier and any descriptions or illustrations contained in the Supplier's catalogues or brochures are produced for the sole purpose of giving an approximate idea of the Goods described in them. They shall not form part of the Contract or have any contractual force.

2.6 A quotation for the Goods given by the Supplier shall not constitute an offer. A quotation shall only be valid for a period of 30 Business Days from its date of issue.

### **GOODS**

- 3.1 The Goods are described in the Specification.
- 3.2 The Supplier reserves the right to amend the Specification if required by any applicable statutory or regulatory requirements.

### **DELIVERY**

- 4.1 The Supplier shall ensure that each delivery of the Goods is accompanied by a delivery note which shows the date of the Order, all relevant Distributor and Supplier reference numbers, the type and quantity of the Goods and special storage instructions (if any).
- 4.2 The Supplier shall deliver the Goods to the location set out in the Order or such other location as the parties may agree (Delivery Location).
- 4.3 Delivery of the Goods shall be completed on the Goods' arrival at the Delivery Location.
- Any dates quoted for delivery are approximate only, and the time of delivery is not of the essence.

  The Supplier shall not be liable for any delay in delivery of the Goods that is caused by a Force

  Majeure Event or the Distributor's failure to provide the Supplier with adequate delivery instructions or any other instructions that are relevant to the supply of the Goods.
- 4.5 The Supplier shall have no liability for any failure to deliver the Goods to the extent that such failure is caused by a Force Majeure Event or the Distributor's failure to provide the Supplier with adequate delivery instructions or any other instructions that are relevant to the supply of the Goods.
- 4.6 If the Distributor fails to accept delivery of the Goods within twenty Business Days of the Supplier notifying the Distributor that the Goods are ready (i.e. available for collection at the Delivery Location) then, except where such failure or delay is caused by a Force Majeure Event or the Supplier's failure to comply with its obligations under the Contract:
  - a. delivery of the Goods shall be deemed to have been completed at 9:00 am on the seventh Business Day after the day on which the Supplier notified the Customer that the Goods were ready; and
  - b. the Supplier shall store the Goods until delivery takes place, and charge the Distributor for all related costs and expenses (including insurance).
- 4.7 If 14 Business Days after the day on which the Supplier notified to the Distributor that the Goods were ready for delivery, the Distributor has not accepted delivery of them, the Supplier may resell or otherwise dispose of part or all of the Goods and after deducting reasonable storage costs, charge the Distributor for any shortfall below the price of the Goods.
- The Distributor shall not be entitled to reject the Goods if the Supplier delivers up to and including 5% more or less than the quantity of Goods ordered, but a pro rata adjustment shall be made to the Order invoice on receipt of notice from the Distributor that the wrong quantity of Goods was delivered.
- 4.9 The Supplier may deliver the Goods by instalments, which shall be invoiced and paid for separately. Each instalment shall constitute a separate Contract. Any delay in delivery or defect in an instalment shall not entitle the Distributor to cancel any other instalment.

# 5. Quality

5.1 The supplier warranty conditions are fully described in Chapter 12: Warranty and Usage.

#### The Goods shall:

- a. conform in all material respects with the Specification
- b. be free from material defects in design, material and workmanship;
- c. be of satisfactory quality; and
- d. be fit for any purpose held out by the Supplier
- 5.2 Subject to clause 5.3, if:
  - a. the Distributor gives notice in writing to the Supplier during the warranty period and within a reasonable time of discovery that some or all of the Goods do not comply with the warranty set out in clause5.1:
  - b. the Supplier is given a reasonable opportunity of examining such Goods; and
  - c. the Distributor (if asked to do so by the Supplier) returns such Goods to the Supplier's place of business, the Supplier shall, at its option, repair or replace the defective Goods, or refund the price of the defective Goods in full.
- 5.3 The Supplier shall not be liable for Goods' failure to comply with the warranty set out in clause 5.1 in any of the following events:
  - a. the Distributor makes any further use of such Goods after giving notice in accordance with clause 52
  - b. the defect arises because the Distributor failed to follow the Supplier's oral or written instructions as to the storage, commissioning, application, use and maintenance of the Goods or (if there are none) good trade practice regarding the same;
  - c. the defect arises as a result of the Supplier following any drawing, design or Specification supplied by the Distributor;
  - d. the Distributor alters or repairs such Goods without the written consent of the Supplier;
  - e. the defect arises as a result of fair wear and tear, willful damage, negligence, or abnormal storage or working conditions; or
  - f. the Goods differ from the Specification as a result of changes made to ensure they comply with applicable statutory or regulatory requirements.
- 5.4 Except as provided in this clause 5, the Supplier shall have no liability to the Distributor in respect of the Goods' failure to comply with the warranty set out in clause 5.1.
- 5.5 The terms implied by sections 13 to 15 of the Sale of Goods Act 1979 are, to the fullest extent permitted by law, excluded from the Contract.
- 5.6 These Conditions shall apply to any repaired or replacement Goods supplied by the Supplier.

### 6. Title and risk

- 6.1 The risk in the Goods shall pass to the Distributor on completion of delivery.
- 6.2 Title to the Goods shall not pass to the Distributor until the earlier of:

- a. the Supplier receives payment in full (cash or cleared funds) for the Goods and any other goods that the Supplier has supplied to the Distributor in respect of which payment has become due, in which case the title of the Goods shall pass at the time of payment of all such sums; and
- b. the Distributor resells the Goods, in which case the title to the Goods shall pass to the Distributor at the time specified in clause 6.4
- 6.3 Until title to the Goods has passed to the Distributor, the Distributor shall:
  - a. store the Goods separately from all other goods held by the Distributor so they remain readily identifiable as the Supplier's property;
  - b. not remove, deface or obscure any identifying mark or packaging on or relating to the Goods;
  - c. maintain the Goods in satisfactory condition and keep them insured against all risks for their full price from the date of delivery;
  - d. notify the Supplier immediately if it becomes subject to any of the events listed in clause 8.2; and
  - e. give the Supplier such information relating to the Goods as the Supplier may require from time to time.
- 6.4 Subject to clause 6.5, the Distributor may resell or use the Goods in the ordinary course of its Business (but not otherwise) before the Supplier receives payment for the Goods. However, if the Distributor resells the Goods before that time:
  - a. it does so as principal and not as the Supplier's agent; and
  - b. title to the goods shall pass from the Supplier to the Distributor immediately before the time at which resale by the Distributor occurs.
- 6.5 If before title to the Goods passes to the Distributor the Distributor becomes subject to any of the events listed in clause 8.2, then, without limiting any other right or remedy the Supplier may have:
  - a. the Distributor's right to resell the Goods or use them in the ordinary course of its business ceases immediately; and
  - b. the Supplier may at any time:
    - i. require the Distributor to deliver up all Goods in its possession which have not been resold, or irrevocably incorporated into another product; and
    - ii. if the Distributor fails to do so promptly, enter any premises of the Distributor or of any third party where the Goods are stored in order to recover them.

# 7. Price and payment

- 7.1 The price of the Goods shall be the price set out in the Joint Schedule intended for each specific year.
- 7.2 The Supplier may, by giving notice to the Distributor at any time up to 14 Business Days before delivery, increase the price of the Goods to reflect any increase in the cost of the Goods that is due to:
  - a. any factor beyond the Supplier's control (including foreign exchange fluctuations, increases in taxes and duties, and increases in labor, materials and other manufacturing costs);

- b. any request by the Distributor to change the delivery date(s), quantities or types of Goods ordered, or the Specification; or
- c. any delay caused by any instructions of the Distributor or failure of the Distributor to give the Supplier adequate or accurate information or instructions.
- 7.3 The price of the Goods is exclusive of the costs and charges of packaging, insurance and transport of the Goods, which shall be invoiced to the Distributor.
- 7.4 The price of the Goods is exclusive of amounts in respect of value added tax (VAT) or any other form of transaction tax. The Distributor shall, on receipt of a valid VAT (or other tax) invoice from the Supplier, pay to the Supplier such additional amounts in respect of VAT (or other tax) as are chargeable on the supply of the Goods.

# 8. Limitation of liability

- 8.1 Nothing in these Conditions shall limit or exclude the Supplier's liability for:
  - a. death or personal injury caused by its negligence, or the negligence of its employees, agents or subcontractors (as applicable);
  - b. fraud or fraudulent misrepresentation;
  - c. breach of the terms implied by section 12 of the Sale of Goods Act 1979;
  - d. defective products under the Consumer Protection Act 1987; or
  - e. any matter in respect of which it would be unlawful for the Supplier to exclude or restrict liability.

#### 8.2 Subject to clause 9.1:

- a. the Supplier shall under no circumstances whatever be liable to the Distributor, whether in contract, tort (including negligence), breach of statutory duty, or otherwise, for any loss of profit, or any indirect or consequential loss arising under or in connection with the Contract; and
- b. the Supplier's total liability to the Distributor in respect of all other losses arising under or in connection with the Contract, whether in contract, tort (including negligence), breach of statutory duty, or otherwise, shall in no circumstances exceed 100% of the price of the Goods.

# 9. Force majeure

- 9.1 Neither party shall be liable for any failure or delay in performing its obligations under the Contract to the extent that such failure or delay is caused by a Force Majeure Event.
- 9.2 A Force Majeure Event means any event beyond a party's reasonable control, which by its nature could not have been foreseen, was unavoidable, including strikes, lock-outs or other industrial disputes (whether involving its own workforce or a third party's), failure of energy services or transport network, acts of God, war, terrorism, riot, civil commotion, interference by civil or military authorities, national or international calamity, armed conflict, malicious damage, breakdown of plant or machinery, nuclear, chemical or biological contamination, sonic boom, explosions, collapse of building structures, fires, floods, storms, earthquakes, loss at sea, epidemics or similar events, natural disasters or extreme adverse weather conditions, or default of suppliers or subcontractors.

### 10. General

#### 10.1 Notices.

- a. Any notice or other communication given to a party under or in connection with the Contract shall be in writing, addressed to that party at its registered office (if it is a company) or its principal place of business (in any other case) or such other address as that party may have specified to the other party in writing in accordance with this clause, shall be delivered personally, sent by pre-paid first class post or other next day working delivery service, commercial courier, fax, or
- b. A notice or other communication shall be deemed to have been received: if delivered personally, when left at the address referred to in clause11.2(a); if sent by pre-paid first class post or other next working day delivery service, at 9:00am on the second Business Day after posting; 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, one Business Day after transmission.
- c. The provisions of such clause shall not apply to the service of any proceedings or other documents in any legal action.

#### 10.2 Severance.

- a. If any provision or part-provision of the Contract becomes invalid, illegal or unenforceable, it shall be deemed modified to the minimum extent necessary to make it valid, legal and enforceable. If such modification is not possible, the relevant provision or part-provision shall be deemed deleted. Any modification to or deletion of a provision or part-provision under this clause shall not affect the validity and enforceability of the rest of the Contract.
- b. If [one party gives notice to the other of the possibility that] any provision or part-provision of this Contract is invalid, illegal or unenforceable, the parties shall negotiate in good faith to amend such provision so that, as amended, it is legal, valid and enforceable, and, to the greatest extent possible, achieves the intended commercial result as a result of the original provision.

#### 10.3 Waiver.

- a. A waiver of any right or remedy under the Contract or law is only effective if given in writing and shall not be deemed a waiver of any subsequent breach or default. No failure or delay by a party to exercise any right or remedy provided under the Contract or by law shall constitute a waiver of that or any other right or remedy, nor shall it prevent or restrict further exercise of that or any other right or remedy. No single or partial exercise of such right or remedy shall prevent or restrict the further exercise of that or any other right or remedy.
- 10.4 Third party rights. A person who is not a party to the Contract shall not have any rights to enforce its terms.
- 10.5 Variation. Except as set out in these Conditions, no variation of the Contract, including the introduction of any additional terms and conditions, shall be effective unless it is in writing and signed by the Supplier.
- 10.6 Governing law. 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, the law of England and Wales.
- 10.7 Jurisdiction. Each party irrevocably agrees that the courts of England and Wales shall have exclusive jurisdiction to settle any dispute or claim arising out of, or in connection with, this Contract or its subject matter (including non-contractual disputes or claims).

# 11. Warranty and usage

AMT guarantees that the Product has a duration of 10 years after application, starting from purchase date. This guarantee is based on the condition of a regular and scrupulous maintenance of the Products, to the control of the finish and to the re-paint after 10 (ten) years.

About warranty of the product before application, AMT guarantee Airlite paint for 1 (one) year, starting from purchase date, if properly stored in its original packaging, closed and undamaged.

Guarantee is applicable only if all the instructions set out in Schedule: "Use of the product" and all future instructions released by AMT are strictly followed by the user.

#### **Exclusion**

According to the guarantee above, AMT will not assume any liability in the following cases:

- the use of other paint and/or for other paints/products that are not from the line Airlite;
- the paint is applied beyond the maximum Storage Lifetime;
- if the paint is not applied in the recommended way and if the surface is not perfectly prepared for the application
- if the application of the paint Airlite occurs on surfaces that are not formerly treated with PRIMER AIRLITE
- if other products are added to the mixture or if the applicator does not follow the prescribed instructions;
- if the maintenance of the applied paint does not occur according to the rules and incompatible with all of our instructions
- if the applier was not informed about the characteristics of the paint and the method of application.
- if the client does not apply all the necessary devices during the application and the maintenance.
- for damages caused by the work and its motions, fires, storms, flooding, earthquakes, hurricanes and any other Force Majeure event;
- for normal rubbing off and discoloration
- for damages caused by the substrate or the applied primer
- for any kind of direct or indirect work if they are not strictly necessary to fix remedy of the shortcomings of the paint
- for any request for a guarantee of the paint if the client cannot show the receipt of the paint proving that it is from the line AIRLITE of AMT.