

CWSEC LTD t/a BEAUTIFUL BASEMENTS

TERMS AND CONDITIONS FOR THE SUPPLY OF GOODS AND SERVICES

1. INTERPRETATION

1.1 The definitions and rules of interpretation in this condition apply in these conditions.

Company: CWSEC Ltd trading as Beautiful Basements.

Company's Equipment: any equipment, systems or facilities provided by the Company or its subcontractors and used directly or indirectly in the Supply of any Goods and/or Services.

Conditions: these Terms and Conditions of Supply.

Confidential Information: Any information disclosed by one (the disclosing party) to another (the receiving party) if the disclosing party has notified the receiving party that the information is confidential, or the information could reasonably be supposed to be confidential.

Contract: any quotation, estimate, contract between the Company and the Customer for the Supply of any Goods and/or Services, incorporating these conditions.

Customer: the person, firm or company who purchases the Goods and/or Services from the Company.

Customer's Equipment: any equipment, systems or facilities provided by the Customer and used directly or indirectly in the Supply of any Goods and/or Services.

Deliverables: all Documents, products and materials developed by the Company or its agents, subcontractors, consultants and employees in relation to the Services in any form, including, without limitation, computer programs, data, reports and specifications (including drafts).

Delivery Point: the place where delivery of any Goods is to take place under Condition 4.

Document: any document in writing, and any map, plan, graph, drawing or photograph and any film, negative tape or other device embodying visual images and any disc, tape or other device embodying any other data.

Goods: any goods agreed in the Contract to be supplied by the Company to the Customer (including any part or parts of them), including, but not limited to, any materials and equipment agreed to be supplied with, or in connection with the performance of any Services.

Input Material: any Documents or other materials, and any data or other information provided to the Company by the Customer relating to the Goods and/or Services.

Intellectual Property Rights: any design rights, utility models, patents, inventions, logos, business names, trademarks, domain names, copyright, moral rights, rights in databases, source codes, reports, drawings, specifications, know how, trade secrets, rights in software, rights in the nature of unfair competition and the right to sue for passing off and any other equivalent or similar rights to any of the foregoing in any jurisdiction, whether registered or unregistered.

Output Material: any Documents or other materials, and any data or other information provided by the Company to the Customer relating to the Goods and/or Services.

Services: any services agreed in the Contract to be performed by the Company for the Customer (including any part or parts of them) including, but not limited to, any building works and installation services.

Site: the premises at which the delivery of the Goods and/or the performance of the Services shall take place, including, but not limited to, the Customer's place of business.

Supply: the sale of the Goods and/or the provision of the Services by the Company to the Customer. For the avoidance of doubt, any Goods so sold, and/or Services so provided, are **Supplied.**

- 1.2 A reference to a particular law is a reference to it as it is in force for the time being taking account of any amendment, extension, application or re-enactment and includes any subordinate legislation for the time being in force made under it.
- 1.3 Words in the singular include the plural and in the plural include the singular.
- 1.4 A reference to one gender includes a reference to the other gender.
- 1.5 Condition headings do not affect the interpretation of these Conditions and any Schedule forms part of these Conditions.
- 1.6 These Conditions shall apply both to Customers who are (a) business customers and (b) consumers, save where otherwise stated. A Customer is a business customer if the Customer purchases Goods and/or Services from the Company for the purposes of the Customer's business, trade or profession, rather than for private use. All other Customers are consumers.

2. APPLICATION OF TERMS

2.1 Subject to any variation under condition 2.3 the Contract shall be on these Conditions to the exclusion of all other terms and conditions (including any terms or conditions which the

Customer purports to apply under any purchase order, confirmation of order, specification or other document).

- 2.2 No terms or conditions endorsed on, delivered with or contained in the Customer's purchase order, confirmation of order, specification or other document shall form part of the Contract simply as a result of such document being referred to in the Contract.
- 2.3 These Conditions apply to the Supply of any and all Goods and Services by the Company and any variation to these Conditions and any representations about any Goods and/or Services shall have no effect unless expressly agreed in writing and signed by an authorised signatory of the Company. The Customer acknowledges that it has not relied on any statement, promise or representation made or given by or on behalf of the Company which is not set out in the Contract. Nothing in this Condition shall exclude or limit the Company's liability for fraudulent misrepresentation.
- 2.4 Each order or acceptance of a quotation for Goods and/or Services by the Customer from the Company shall be deemed to be an offer by the Customer to purchase Goods and/or Services subject to these Conditions.
- 2.5 No order placed by the Customer shall be deemed to be accepted by the Company until:
 - (a) a written acknowledgement of order is issued and executed by the Company; or
 - (b) (if earlier) the Company starts to Supply the Goods and/or Services.
- 2.6 An order placed by the Customer may not be withdrawn or cancelled prior to acceptance by the Company. If the Customer wishes to change any order, (which, for the avoidance of doubt shall include, but shall not be limited to, any amendment, addition or substitution with respect to any Input Material and/or any specification), any such change is subject to acceptance by the Company and the Customer must pay any additional charges associated with fulfilling the changed order.
- 2.7 No order which has been accepted by the Company may be cancelled by the Customer except with the agreement in writing of the Company on the terms that the Customer shall indemnify the Company in full against all loss (including loss of profit), costs (including the cost of all labour and materials used), damages, charges and expenses incurred by the Company as a result of cancellation.
- 2.8 The Customer shall ensure that the terms of its order and any Input Material and/or any applicable specification are complete and accurate and are submitted to the Company within a sufficient time period such as will enable the Company to fulfil the Company's obligations under the Contract.

2.9 Any quotation is given on the basis that no Contract shall come into existence until the Company accepts the Customer's order in accordance with the provisions of Condition 2.5. Any quotation is valid for a period of 90 days only from its date, provided that the Company has not previously withdrawn it.

3. DESCRIPTION

- 3.1 The quantity and description of any Goods and/or Services shall be as set out in the Company's quotation or acknowledgement of order.
- 3.2 All samples, drawings, descriptive matter, specifications and advertising issued by the Company and any descriptions or illustrations contained in the Company's website, catalogues or brochures are issued or published for the sole purpose of giving an approximate idea of the Goods and Services described in them. They shall not form part of the Contract and this is not a sale by sample.
- 3.3 Prior to supplying any building Services to the Customer, the Company may undertake a preliminary survey of the Site, although the Company shall not be obliged to do so. The Customer acknowledges and agrees that the Company shall be entitled to rely upon the results of any such preliminary survey in determining the Company's obligations pursuant to Condition 3.1 above and that any conditions (or variations thereto) at the Site which were not reasonably apparent to the Company at the time of the preliminary survey (or which occur or manifest themselves thereafter), shall be treated as a variation to the Customer's order for which the Customer agrees to assume sole liability, including but not limited to any and all liability for any additional costs, charges or expenses.
- 3.4 Without limiting the generality of Condition 3.3 above, the Customer will be liable for any additional costs, charges or expenses which arise from any conditions at the Site being at variance with any conditions notified to the Company.
- 3.5 Any typographical, clerical or other accidental errors or omissions in any sales literature, quotation, price list, acceptance of offer, invoice or other document or information issued by the Company shall be subject to correction without any liability on the part of the Company.
- 3.6 The specification for the Goods shall be based upon standard contract specification unless varied expressly in the Customer's order (if accepted by the Company).
- 3.7 The Company has no obligation to accept any variation to the Contract requested by the Customer, whether by addition, substitution or omission (or, without limitation, to the Goods/and or Services to be provided under the Contract) and no such request shall be deemed to be accepted in the absence of the Company's written agreement to the variation. Contract variations shall be subject to any prior agreed pricing or shall otherwise be subject to the Company's published day works rates. Payment for any variation which has been agreed in

- writing by the Company pursuant to this Condition 3.7 shall be made in accordance with the provisions of Condition 8.1 and shall be subject to the remaining provisions of Condition 8.
- 3.8 The Schedule of Works attached to these Conditions at Schedule A or within a quotation shall constitute an exhaustive list of the works to be included in the Services; any and all associated works not set out in Schedule A or the quotation shall be considered to be Contract variations. Without exception, works and enabling works which are not specifically included within Schedule A or quotation shall be deemed to be excluded from the Contract and any claim for implied inclusion shall not be accepted by the Company. Without limitation, in the absence of the Company's express written agreement to the contrary, the following works shall not be included in the Services:
 - (a) the protection, diversion, removal, reinstatement or cleaning of internal or external grounds, surfaces or fixtures and fittings affected by the works;
 - (b) any additional work occasioned by any delays, disruptions caused by design changes, underground obstructions, services, archaeological finds or unforeseen ground or soil conditions;
 - (c) any works above the Damp Proof Course level, or facing brickwork, internal or external insulations, dry lining, screeds or any other finishes to the slab or other elements of the structure;
 - (d) any design work for the detailing of the interface between sub-structure and superstructure;
 - (e) any work related to temporary site drainage or de-watering, or temporary or permanent sumps, pumps and high water alarms;
 - (f) the making good of any landscaping or access points and other areas affected by the works, or at points of ingress and egress from the Site;
 - (g) any work related to drainage, services or service entries; and
 - (h) any works required to be undertaken to stabilize the Site with respect to any boundary walls, trees and adjoining or other structures; and
 - (i) any planning requirements needed for any building works which are not specifically itemised on Schedule A (including but not limited to wheel washing and dust amelioration).
- 3.9 The Company reserves the right to make any changes in the specification of the Goods and/or Services which are required to conform to any applicable safety or other statutory or regulatory requirements or which, in the reasonable opinion of the Company, do not materially affect the specification of the Goods and/or Services.
- 3.10 If any Goods are to be manufactured, ordered, designed, built, configured, altered, adapted, or subjected to any process by or on behalf of the Company for the Customer and/or any Services are to be performed by the Company, in each case in accordance with any Input Material, specification or design submitted by the Customer, the Customer shall hold the Company

harmless and shall fully indemnify the Company against any and all loss, damage, costs and expenses awarded against or incurred by the Company in connection with, or paid or agreed to be paid by, the Company, in settlement of any claim for infringement of any patent, copyright, design, trade mark or any other intellectual property right of any other person resulting from the Company's use of any Input Material, specification or design so submitted.

- 3.11 The Customer shall ensure that any specification submitted by the Customer does not contravene any applicable safety or other statutory or regulatory requirement.
- 3.12 Subject to the provisions of *Condition 9.3*, the Customer shall be solely responsible for ensuring the suitability of the Goods for any specific purpose and also for ascertaining the compatibility or inter-operability of the Goods with any other goods.

4. DELIVERY AND PERFORMANCE

- 4.1 Unless otherwise agreed in writing by the Company, the delivery of the Goods and the performance of the Services shall take place at the Customer's place of business.
- 4.2 The Customer must contact the Company's export department regarding any request for delivery of the Goods and/or performance of the Services outside the United Kingdom and the Company will advise the Customer regarding any and all additional terms and conditions applicable to export orders.
- 4.3 The Company shall use reasonable endeavours to observe all health and safety rules and regulations, and any other reasonable security requirements that apply at the Site and that have been communicated to it under Condition 4.14(h), provided that it shall not be liable under the Contract if, as a result of such observation, it is in breach of any of its obligations under the Contract.
- Any dates specified by the Company for delivery of the Goods and/or performance of the Services are intended to be an estimate and time for delivery/and or performance shall not be made of the essence by notice. In any event, the Goods may be delivered by the Company in advance of the delivery date upon giving reasonable notice to the Customer. If no dates are so specified, delivery and/or performance, as applicable, shall be within a reasonable time. Should expedited delivery of any Goods be agreed, the Company reserves the right to levy an extra delivery charge. The Company will use its reasonable endeavours to comply with any date for the commencement and/or completion of the Services (or any part thereof) if any such date is stipulated in the Contract, but any failure to commence and/or complete the Services by any date stipulated in the Contract shall not constitute a breach of the Contract. Unless expressly agreed in writing by the Company, there shall be no provision for liquidated damages to be payable for losses incurred to the Customer by any delay in the performance of the Services (howsoever caused). Without limiting the generality of the foregoing, the Customer

- acknowledges that any Contract variations may delay the commencement and/or completion of the Services.
- 4.5 Without prejudice to any of the provisions of Condition 4.4, the Company reserves the right to provide the Services to the Customer from the date of acceptance by the Company of the Customer's offer in accordance with condition 2.5.
- 4.6 Subject to Condition 14, the Services shall be provided for such fixed period as the Company may determine in advance and shall continue to be supplied unless the Contract is terminated by one of the parties giving to the other such period of notice as the Company shall determine in advance.
- 4.7 Subject to the other provisions of these Conditions the Company shall not be liable for any direct, indirect or consequential loss (all three of which terms include, without limitation, pure economic loss, loss of profits, loss of business, depletion of goodwill and similar loss), costs, damages, charges or expenses caused directly or indirectly by any delay in the delivery of the Goods and/or performance of the Services (even if caused by the Company's negligence), nor shall any delay entitle the Customer to terminate or rescind the Contract unless such delay exceeds 180 days.
- 4.8 If for any reason the Customer fails to accept delivery of any of the Goods, or the Company is unable to deliver the Goods on time because the Customer has not provided appropriate instructions, documents, licences or authorisations:
 - (a) risk in the Goods shall pass to the Customer (including for loss or damage caused by the Company's negligence);
 - (b) the Goods shall be deemed to have been delivered; and
 - (c) the Company may store the Goods until delivery, whereupon the Customer shall be liable for all related costs and expenses (including, without limitation, storage and insurance); or
 - (d) sell the Goods at the best price readily obtainable and (after deducting any reasonable costs and expenses in connection with the storage and expedited sale of the Goods), charge the Customer for any shortfall below the price for the Goods.
- 4.9 The Customer shall provide at the Delivery Point and at its expense adequate and appropriate equipment and manual labour for loading the Goods.
 - 4.10 If delivery involves difficult access to or at the Delivery Point and/or the Delivery Point is located at an unreasonable distance from any feasible vehicular access point, the Company reserves the right to levy an extra delivery charge.

- 4.11 If the Company delivers to the Customer a quantity of Goods of up to 10% more or less than the quantity accepted by the Company, the Customer shall not be entitled to object to or reject the Goods or any of them by reason of the surplus or shortfall and shall pay for such goods at the pro rata Contract rate.
- 4.12 The Company may deliver the Goods by separate instalments. Each separate instalment shall be invoiced and paid for in accordance with the provisions of the Contract.
- 4.13 Each instalment shall be a separate Contract and no cancellation or termination of any one Contract relating to an instalment shall entitle the Customer to repudiate or cancel any other Contract or instalment.

4.14 The Customer shall:

- (a) co-operate with the Company in all matters relating to the provision of the Services;
- (b) provide the Company, its agents, subcontractors, consultants and employees, in a timely manner and at no charge, with such access to the Site together with anything therein or thereon and such other facilities as may be required by the Company, including but not limited to washing facilities and a constant supply of water, gas and electricity, together with any other utilities as may be specified by the Company;
- (c) provide to the Company, in a timely manner, such Input Material and other information as the Company may require, in such a format or formats as the Company may require, and ensure that it is accurate and fully comprehensible in all material respects;
- (d) be responsible (at its own cost) for providing a clear, level, stable, safe and secure site prior to the performance of the Services (including site strip off), for preparing and maintaining any relevant part of the Site for the performance of the Services and for reinstating any such part of the Site once performance of the Services has been completed;
- (e) be solely responsible (at its own cost) for ensuring that conditions at the Site are suitable for the performance of the Services including, without limitation, any and all conditions both above and below ground level which could affect the performance of the Services, notwithstanding that the Company may elect to undertake a preliminary site survey pursuant to Condition 3.3. For the avoidance of doubt, the Company shall not be deemed to have notice of any conditions below ground level, including but not limited to any sub-surface contamination, pipes, cables, water mains, power and gas lines, drains and sewers;
- (f) without charge, provide facilities at the Site for the off-loading and storage of the Company's Equipment and the Goods in a readily accessible and suitably spacious, secure, clean, clear and dry storage area protected from theft and damage and shall be

- solely responsible for the safekeeping of the Company's Equipment and the Goods whilst the same are stored at the Site;
- (g) be solely responsible for ensuring the safety of any and all of the Customer's employees, invitees and licensees who are or may be present on the Site during the performance of the Services (both inside and outside normal business hours), including but not limited to restricting access to those areas of the Site where the Services are or are to be performed to those individuals engaged in performing the Services, or providing assistance to those so engaged;
- (h) inform the Company of all health and safety rules and regulations and any other reasonable security requirements that apply at the Site;
- (i) ensure that all of the Customer's Equipment is in good working order and suitable for the purposes for which it is used in relation to the provision of the Services and conforms to all relevant United Kingdom standards or requirements;
- (j) obtain and maintain (at its own cost) all necessary and appropriate licences, consents and approvals and comply with all relevant legislation in relation to the provision of the Services, the installation of the Company's Equipment, the use of any Input Material and the use of the Customer's Equipment in relation to the Company's Equipment, in all cases before the date on which the provision of the Services is to commence;
- (k) keep and maintain the Company's Equipment in good condition, and shall not dispose of or use the Company's Equipment other than in accordance with the Company's written instructions or authorisation;
- (I) effect and maintain appropriate insurance in an adequate amount with respect to all possible risks which may arise (i) in connection with the deployment of any person engaged by the Company to perform the Services at the Site and (ii) in connection with the storage of the Company's Equipment and/or the Goods at the Site and shall, at the Company's request, provide such evidence of such insurance as the Company may reasonably require;
- 4.15 Without limiting any of the obligations imposed upon the Customer by Condition 4.14, the Customer shall at its sole cost and expense, ensure that:
 - (a) the permanent power supply at the Site is made available for use by the Company both prior to and during the performance of any Services at the Site; and
 - (b) a competent person is in attendance when the Services are being performed in order to enable the Services to be performed in accordance with all relevant safety procedures and also to operate any electrical systems required to be operated in order to enable the Services to be performed;

- (c) the Site is fully set out prior to performance of the Services, with suitable permanent reference points and levels;
- any necessary demolition work and Site clearance is undertaken prior to performance of the Services;
- (e) prior to and throughout the performance of the Services, the Site affords easily accessible vehicular access to all areas designated for performance of the Services while excavated and is suitable for heavy plant, cranes and HGV's and there is suitable storage for backfill and sufficient working space;
- (f) all Site amenities, including but not limited to the provision of water, electricity, secure storage and toilet/welfare facilities, shall be provided prior to and throughout the performance of the Services;
- (g) all Site hoardings, signage and security shall be provided prior to and throughout the performance of the Services;
- (h) any and all consents and permissions pertaining to the highway are sought and obtained and any associated costs and expenses are paid, in each case prior to and throughout the performance of the Services, as required;
- (i) a services plan and construction drawings have been provided by a third party, architectural design services and a CAT scan review have been undertaken by a third party as part of the design process and the Company has been advised in writing of all underground services, in each case prior to performance of the Services;
- (j) the sub-soils are free of contamination and present dry, well drained and stable, dense ground to depth, in each case prior to performance of the Services, with any costs arising from any variation from these soil conditions to be borne solely by the Customer, including but not limited to any associated design and build costs and any costs arising from standing plant delays; and
- (k) all party wall notices, building regulations, access agreements, waste transfer agreements and planning permissions have been conformed to and where appropriate, obtained or put in place, in each case prior to performance of the Services.
- 4.16 Without prejudice to Condition 4.14 or 4.15, prior to performance of the Services, the Customer shall remove from the Site any item that could pose an obstacle to the performance of the Services. The Customer shall incur additional charges if the Company has to remove, dismantle and/or dispose of any item at the Site. Without limitation, the Customer acknowledges that no cleanup work will be carried out by the Company and that any waste material arising from the performance of the Services shall be removed by the Customer at the Customer's cost. If the Company discovers or is notified of, before or during the performance of the Services, any problem at the Site which materially affects the Company's ability to perform the Services in accordance with the Company's standards at the price quoted, it shall be free to vary the price,

notwithstanding that the problem may have existed prior to acceptance of the Customer's order or may have arisen subsequently. Without limitation, any additional costs caused by any delay in the performance of the Services, or any suspension of performance, at the Site (for reasons beyond the control of the Company) e g industrial action, shall be treated as a variation to the Customer's original order and the Customer shall be liable for any such additional costs. The Company reserves the right to charge the Customer for abortive costs and lost profit should the performance of the Services be halted for any reason outside the Company's control.

- 4.17 If the Company's performance of its obligations under the Contract is prevented or delayed by any act or omission of the Customer, its agents, subcontractors, consultants or employees, the Company shall not be liable for any costs, charges or losses sustained or incurred by the Customer arising directly or indirectly from such prevention or delay, but the Customer shall be fully liable and shall indemnify the Company in full for any costs, charges or losses sustained or incurred by the Company arising directly or indirectly from such prevention or delay. Without limiting the generality of any of the foregoing, all obligations of the Customer under the Contract must be undertaken in a timely manner so as not to delay or disrupt the performance of the Services by the Company. The Company reserves the right to pull off site or to take over the performance of any obligation of the Customer on day rates at the Company's discretion. The Customer agrees to pay any breakdown and re-mobilisation costs or day rate costs requested by the Company.
- 4.18 The Customer shall not, without the prior written consent of the Company, whether acting on the Customer's own account, on behalf of, or with any other person (including any person which the Customer directs to act on its behalf), at any time from the date of the Contract to the expiry of 6 months after the last date of Supply of the Services, solicit or entice away from the Company or employ (or attempt to employ) or otherwise engage or attempt to engage the services of any person who is, or has been, engaged as an employee, consultant or subcontractor of the Company in the provision of the Services.
- 4.19 Any consent given by the Company in accordance with Condition 4.18 shall be subject to the Customer paying to the Company a sum equivalent to 15 % of the then current annual remuneration of the Company's employee, consultant or subcontractor.

5. NON-DELIVERY

- 5.1 The quantity of any consignment of Goods as recorded by the Company on despatch from the Company's place of business shall be conclusive evidence of the quantity received by the Customer on delivery unless the Customer can provide conclusive evidence proving the contrary.
- 5.2 The Company shall not be liable for any non-delivery of the Goods (even if caused by the Company's negligence) unless the Customer gives written notice to the Company of the non

delivery within 3 days of the date when the Goods would in the ordinary course of events have been received.

5.3 Any liability of the Company for non-delivery of the Goods shall be limited to replacing the Goods within a reasonable time or issuing a credit note at the pro rata Contract rate against any invoice raised for such Goods.

6. RISK/TITLE

- 6.1 Risk of damage to or loss of the Goods shall pass to the Customer at the time of delivery or, if the Customer wrongfully fails to accept delivery of the Goods, the time when the Company has tendered delivery of the Goods.
- 6.2 Ownership of the Goods shall not pass to the Customer until the Company has received in full (in cash or cleared funds) all sums due to it in respect of:
 - (a) the Goods; and
 - (b) all other sums which are or which become due to the Company from the Customer on any account.

Conditions 6.3 to 6.8 shall only apply to Customers who are business customers.

- 6.3 Until ownership of the Goods has passed to the Customer, the Customer shall:
 - (a) hold the Goods on a fiduciary basis as the Company's bailee;
 - (b) store the Goods (at no cost to the Company) separately from all other goods of the Customer or any third party in such a way that they remain readily identifiable as the Company's property;
 - (c) not destroy, deface or obscure any identifying mark or packaging on or relating to the Goods; and
 - maintain the Goods in satisfactory condition and keep them insured on the Company's behalf for their full price against all risks to the reasonable satisfaction of the Company. On request the Customer shall produce the policy of insurance to the Company.
- 6.4 The Customer may resell the Goods before ownership has passed to it solely on the following conditions:
 - (a) any sale shall be effected in the ordinary course of the Customer's business at full market value; and
 - (b) any such sale shall be a sale of the Company's property on the Customer's own behalf and the Customer shall deal as principal when making such a sale; and

- (c) the proceeds of any such sale shall be held by the Customer as the Company's bailee and in a fiduciary capacity, and the Customer shall pay the proceeds into a separate bank account opened for that purpose and approved by the Company and shall ensure that in no circumstances are the proceeds mingled with other money or paid into an overdrawn bank account but are at all times identifiable as the Company's money; and
- (d) if the Customer has not received the proceeds of any such sale as referred to in and pursuant to Condition 6.4 (c) it will, if called upon to do so by the Company, assign to the Company within seven days after being required in writing so to do by the Company, all rights against the person or persons by whom the proceeds are owed.
- 6.5 The Customer's right to possession of the Goods shall terminate immediately if:
 - (a) the Customer has a bankruptcy order made against him or makes an arrangement or composition with his creditors, or otherwise takes the benefit of any statutory provision for the time being in force for the relief of insolvent debtors, or (being a body corporate) convenes a meeting of creditors (whether formal or informal), or enters into liquidation (whether voluntary or compulsory) except a solvent voluntary liquidation for the purpose only of reconstruction or amalgamation, or has a receiver and/or manager, administrator or administrative receiver appointed of its undertaking or any part thereof, or documents are filed with the court for the appointment of an administrator of the Customer or notice of intention to appoint an administrator is given by the Customer or its directors or by a qualifying floating charge holder (as defined in paragraph 14 of Schedule B1 to the Insolvency Act 1986), or a resolution is passed or a petition presented to any court for the winding-up of the Customer or for the granting of an administration order in respect of the Customer, or any proceedings are commenced relating to the insolvency or possible insolvency of the Customer; or
 - (b) the Customer suffers or allows any execution distress or diligence, whether legal or equitable, to be levied on his/its property or obtained against him/it, or fails to observe or perform any of his/its obligations under the Contract or any other contract between the Company and the Customer, or is unable to pay its debts within the meaning of section 123 of the Insolvency Act 1986 or a secured lender to the Customer takes any steps to obtain possession of the secured property or otherwise enforce its security or the Customer ceases to trade; or
 - (c) the Customer encumbers or in any way charges any of the Goods.
- The Company shall be entitled to recover payment for the Goods notwithstanding that ownership of any of the Goods has not passed from the Company.
- 6.7 The Customer grants the Company, its agents and employees an irrevocable licence at any time to enter any premises where the Goods are or may be stored or otherwise located, but in any event, and without limitation, hereby undertakes to secure full rights of access at any time to

any such premises for the Company, its agents and employees in order to inspect the Goods, or, where the Customer's right to possession has terminated, (for any reason including, without limitation, the failure of the Customer to make full payment when due) to recover and to undertake any work required to remove them, notwithstanding that the Goods may be affixed or attached to any other goods or property. The Customer shall indemnify the Company against any consequential loss arising from the Company's removal of any of the Goods as aforesaid due to the non-payment of any invoice issued by the Company under the Contract.

- 6.8 The provisions of this Condition 6 shall apply to all Goods notwithstanding the conversion of any Goods by virtue of the admixture of the Goods with any other goods or materials.
- 6.9 Where the Company is unable to determine whether any Goods are the goods in respect of which the Customer's right to possession has terminated, the Customer shall be deemed to have sold all goods of the kind sold by the Company to the Customer in the order in which they were invoiced to the Customer.
- 6.10 On termination of the Contract, howsoever caused, the Company's (but not the Customer's) rights contained in this Condition 6 shall remain in effect.

7. PRICE

- 7.1 Unless otherwise agreed by the Company in writing, the price for the Goods and/or Services shall be the price specified in the Company's written acknowledgment of order.
- 7.2 The price is exclusive of any applicable value added tax, excise, sales or taxes or levies of a similar nature which are imposed or charged by any competent fiscal authority, which the Customer shall be additionally liable to pay to the Company. The Customer shall also be liable to pay the Company's delivery charges for transport, packaging, unloading and insurance. The price of any Services shall additionally be exclusive of any and all travel, accommodation and meal costs, charges and expenses for those individuals engaged by the Company to perform the Services.
- 7.3 The Company reserves the right, by giving notice to the Customer at any time before delivery, to increase the price of the Goods and/or Services to reflect any increase in the cost to the Company which is due to any factor beyond the control of the Company (including, without limitation, any foreign exchange fluctuation, currency regulation, alteration of duties, surcharges or freight charges and any increase in the costs of labour, materials or other costs of manufacture).
- 7.4 The Customer shall pay to the Company any additional sums which, in the Company's reasonable discretion, are required as a result of the Customer's instructions, (including, without limitation, any request of the Customer for a variation of the Contract which has been agreed to

in writing by the Company pursuant to Condition 3.7) lack of (or inadequate) instructions or delay in providing instructions, the incompleteness or inaccuracy of any Input Material or specification or any other cause attributable to the Customer directly or indirectly, including, without limitation, any failure by the Customer to fulfil any obligation set forth in Condition 4.14 or 4.15 and otherwise for any other reason set out in Condition 4. The Company reserves the right to increase the price of any Goods or Services due to any change in delivery or performance dates, quantities or specifications for the Goods or the Services requested by the Customer, or due to any delay of, or any delay which is caused by, the Customer, or due to any failure of the Customer to give the Company adequate information or instructions.

- 7.5 Without prejudice to Condition 7.3, the Company may review and increase the price of any Goods and/or Services, provided that the Company gives the Customer prior written notice of any such increase.
- 7.6 Subject always to the provisions of Condition 3.7, any additional building works shall be chargeable on a day rate basis (rates are available upon request to the Company). Materials and sub contracts for additional items and prime cost variations shall be invoiced to the Customer at cost plus 35% for any items under £1000.00 and at cost plus 30% for any items over £1000.00; specialist orders may also incur additional costs, subject to agreement. A variation order shall be issued by the Company for all additional items and changes in design, for which an administrative fee of £20.00 per variation order shall be payable.

8. PAYMENT

- The price for any Goods and/or Services shall be paid by the Customer to the Company (or to such other party as may be notified to the Customer in writing), as follows:
 - 8.1.1 If the Company has agreed monthly credit terms with the Customer, the Company's invoices must be paid within 7 days of the date of the invoice; or
 - 8.1.2 If no credit terms have been agreed, then full payment must be made when the Customer's order is placed.
- 8.2 The Company operates a final invoice retention policy against component failure or faulty workmanship. Stage payments are required up to 95% as per the Contract and 5% after a 12 month defects allowance period. Without prejudice to Condition 8.1 or this Condition 8.2, any and all stage payments which are to be made under the Contract shall be made at the times and in the percentages or amounts stipulated in the Contract.
- 8.3 Payment shall be made on the due date(s) notwithstanding that delivery and/or performance may not have taken place. All payments shall be made to the Company in Pounds Sterling at its office as indicated on the invoice issued by the Company.

- 8.4 The Company is not obliged to accept orders from any Customer who has not supplied the Company with references satisfactory to the Company; if at any time the Company is not satisfied as to the creditworthiness of the Customer it may give notice in writing to the Customer that no further credit will be allowed to the Customer in which event no further goods will be delivered to the Customer other than against cash payment and all amounts owing by the Customer to the Company shall be immediately payable in cash.
- 8.5 Time for payment shall be of the essence. Any query relating to any invoice must be made by the Customer to the Company within 7 days of the date of such invoice otherwise the invoice will be treated as being accepted by the Customer. Where any invoice is paid without query pursuant to this Condition 8.5, the Customer shall be deemed, without limitation, to have accepted the performance of the Services.
- 8.6 No payment shall be deemed to have been received until the Company has received cleared funds. In the event that the Customer tenders payment by cheque and said cheque is returned unpaid to the Company, the Customer shall reimburse the Company for any bank charges incurred by the Company.
- 8.7 All payments payable to the Company under the Contract shall become due immediately on its termination despite any other provision.
- 8.8 The Customer shall make all payments due under the Contract in full without any deduction whether by way of withholding, set-off, counterclaim or otherwise unless the Customer has a valid court order requiring an amount equal to such deduction to be paid by the Company to the Customer.
- 8.9 If the Customer fails to pay the Company any sum due pursuant to the Contract, the Customer shall be liable to pay interest to the Company on such sum from the due date for payment at the annual rate of 5 % above the base lending rate from time to time of Barclays Bank plc, accruing on a daily basis until payment is made, whether before or after any judgment. In addition, an overdue invoice charge of £40.00 for general costs plus a £15.00 per month application fee shall be payable to the Company. The Company reserves the right to claim interest under the Late Payment of Commercial Debts (Interest) Act 1998. The Customer shall reimburse the Company for any and all costs incurred by the Company in recovering payment pursuant to this Condition 8, including but not limited to the recovery of recovery action costs.
- 8.10 Without prejudice to Condition 8.9, any failure by the Customer to pay the Company any sum by the due date for payment and/or the occurrence of any one or more of the events set forth in Condition 6.5 shall entitle the Company, at any time and without notice to the Customer and without limitation to any other remedy available to the Company under these Conditions, the Contract, or otherwise:

- 8.10.1 To suspend or cancel the further delivery of any Goods and/or the performance of any Services, including, without limitation, stopping the delivery of any Goods in transit;
- 8.10.2 To withdraw or reduce any agreed monthly credit limit; and
- 8.10.3 To treat the Contract as having been repudiated by the Customer.
- 8.11 Subject to Condition 2.7, the Customer may not cancel any order for Goods and/or Services which has been accepted by the Company pursuant to Condition 2.5 and if the Customer cancels, or purports to cancel any such order (or the Contract or any part thereof), then the Company may, by notice in writing to the Customer, elect to treat the Contract as repudiated.
- 8.12 For the avoidance of doubt, and notwithstanding the exercise of any remedy by the Company in accordance with Condition 8.9 or 8.10, or under any other of these Conditions, the Contract, or otherwise, the Customer shall remain liable to pay and shall pay the Company at the Contract rate, any and all payments subsisting at the relevant time.

9. WARRANTIES

- 9.1 The Company shall endeavour to transfer to the Customer the benefit of any warranty or guarantee given to the Company.
- 9.2 The Company warrants that (subject to the other provisions of these Conditions):
 - (a) on delivery, the Goods shall be of satisfactory quality within the meaning of the Sale of Goods Act 1979; and
 - (b) if the Customer has made it expressly known to the Company in the Customer's order that the Goods shall be suitable for a particular purpose and the Company has expressly stated in the acknowledgment of order that it will supply Goods suitable for that purpose, then the Goods shall, on delivery, be reasonably fit for the purpose so stated;
 - (c) all Goods and/or Services which are the subject of a warranty or guarantee between the Company and the Customer shall conform to and be subject to the terms of the warranty or guarantee issued by the Company; and
 - (d) the Services will be performed with reasonable skill and care.
- 9.3 Warranty claims shall be notified to the Company in writing within any relevant warranty period and within 7 days of the time that the defect became apparent (or ought reasonably to have become apparent) to the Customer.
- 9.4 The Company shall not be liable for a breach of any of the warranties in Condition 9.2 if:

- (a) the Customer makes any further use of any Goods which the Customer has alleged to be defective after giving notice of any such defect; or
- (b) the Customer alters or repairs the Goods without the prior written consent of the Company; or
- (c) the defect arises because the Customer failed to follow any oral or written instructions as to the storage, installation, commissioning, use or maintenance of the Goods or (if there are none) good trade practice; or
- (d) the defect arises from any Input Material and/or any specification supplied by the Customer, (or, without limitation, from any change made by the Customer to any Input Material and/or specification supplied by the Customer) or from the breach of any of the Customer's obligations in Condition 4, or from fair wear and tear, wilful damage, negligence, abnormal working conditions or from any misuse of the Goods; or
- (e) the full price for the Goods and/or Services has not been paid by the time for payment stipulated in Condition 8.1; or
- (f) the defect is of a type specifically excluded by the Company by notice in writing.
- 9.5 If any of the Goods and/or Services do not conform to any of the warranties in Condition 9.2:
 - (a) the Company shall at its option repair or replace (but shall not, without limitation, install or re-install) any such Goods (or the defective part), or shall refund the price of such Goods at the pro rata Contract rate provided that, if the Company so requests, the Customer shall, at the Company's expense, return the Goods or the part of such Goods which are defective to the Company. The Company shall, if it opts to replace the defective Goods, then deliver replacement Goods to the Customer at the Customer's premises (at the Company's expense), and ownership of the defective Goods shall, if it has vested in the Customer, re-vest in the Company; and
 - (b) the Company shall re-perform any Services which are proved to the reasonable satisfaction of the Company not to have been performed with reasonable skill and care, or at the Company's option, shall refund any monies already paid by the Customer for any such Services.
 - 9.6 If the Company complies with Condition 9.5 it shall have no further liability for a breach of any of the warranties in Condition 9.2.

10. LIMITATION OF LIABILITY

10.1 The following provisions set out the entire financial liability of the Company (including any liability for the acts or omissions of its employees, agents and sub-contractors) to the Customer in respect of:

- (a) any breach of these Conditions;
- (b) any use made or resale by the Customer of any of the Goods, or of any product incorporating any of the Goods; and
- (c) any representation, statement or tortious act or omission including negligence arising under or in connection with the Contract.
- 10.2 All warranties, conditions and other terms implied by statute or common law (save for the conditions implied by section 12 of the Sale of Goods Act 1979 and section 2 of the Supply of Goods and Services Act 1982) are, to the fullest extent permitted by law, excluded from the Contract.
- 10.3 Nothing in these Conditions excludes or limits the liability of the Company:
 - (a) for death or personal injury caused by the Company's negligence; or
 - (b) under section 2(3), Consumer Protection Act 1987; or
 - (c) for any matter which it would be illegal for the Company to exclude or attempt to exclude its liability; or
 - (d) for fraud or fraudulent misrepresentation.
- 10.4 Subject to Condition 10.2 and Condition 10.3:
 - (a) the Company's total liability in contract, tort (including negligence or breach of statutory duty), misrepresentation, restitution or otherwise, arising in connection with the performance or contemplated performance of the Contract shall be limited to the Contract price; and
 - (b) the Company shall not be liable to the Customer for loss of profit, loss of business, or depletion of goodwill in each case whether direct, indirect or consequential, or any claims for consequential compensation whatsoever (howsoever caused) which arise out of or in connection with the Contract.

11. INDEMNITY

The Customer shall hold the Company harmless and keep the Company fully and promptly indemnified against all direct, indirect or consequential liabilities (all three of which terms include, without limitation, loss of profit, loss of business, depletion of goodwill and like loss), loss, damages, injury, costs and expenses (including legal and other professional fees and expenses) awarded against or incurred or paid by the Company as a result of or in connection with any claim made by or against the Company in respect of any liability, loss, damage, injury, cost or expense whatsoever, howsoever and to whomsoever occurring, to the extent that such liability, loss, damage, injury, cost or expense arises directly or indirectly from the Customer's fraud, negligence, failure to perform or delay in the performance of any of its obligations under

the Contract, subject to the Company confirming such costs, charges and losses to the Customer in writing.

12. CONFIDENTIAL INFORMATION AND INTELLECTUAL PROPERTY RIGHTS

- 12.1 The Customer and the Company agree that in the course of the Company providing Goods and/or Services to the Customer, the parties may disclose to each other certain Confidential Information. The Customer and the Company agree that each party will maintain the Confidential Information's confidentiality and not disseminate it to any third party without the disclosing party's prior written consent, save that this obligation shall not apply to any Confidential Information that either party has a duty (whether legal or otherwise) to communicate or that is in the public domain or is already in the receiving party's possession through no fault of the receiving party.
- 12.2 The Customer acknowledges the Company's ownership of any Intellectual Property Rights in any Deliverables and any Output Material and in any Goods and/or Services provided to the Customer pursuant to the Contract and agrees not to contest the Company's ownership or use of any such Intellectual Property Rights. Without limitation, the Customer shall not acquire any such Intellectual Property Rights or any licence or grant of rights therein, nor shall the Customer register or attempt or permit to be registered, any such Intellectual Property Rights or any licence or grant of rights therein. The Customer further acknowledges that, without limitation, any and all Intellectual Property Rights developed by the Company in performing any Services or providing any Goods shall become vested and shall vest in the Company absolutely and shall also be subject to the other provisions of this Condition 12.2.

13. DATA PROTECTION

The Customer acknowledges and agrees that any personal data contained in any of the Input Material may be processed by and on behalf of the Company in connection with the Supply of any Goods and/or Services.

14. TERMINATION

- 14.1 Without prejudice to any other rights or remedies which the parties may have, either party may terminate the Contract without liability to the other immediately on giving notice to the other if:
 - (a) the other party fails to pay any amount due under the Contract on the due date for payment and remains in default not less than seven days after being notified in writing to make such payment; or

- (b) the other party commits a material breach of any of the terms of the Contract and (if such a breach is remediable) fails to remedy that breach within 30 days of that party being notified in writing of the breach; or
- (c) the other party repeatedly breaches any of the terms of the Contract in such a manner as to reasonably justify the opinion that its conduct is inconsistent with it having the intention or ability to give effect to the terms of the Contract; or
- (d) the other party 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 a natural person) 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; or
- (e) the other party 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 other than for the sole purpose of a scheme for a solvent amalgamation of that other party with one or more other companies or the solvent reconstruction of that other party; or
- (f) a petition is filed, a notice is given, a resolution is passed, or an order is made, for or on connection with the winding up of that other party other than for the sole purpose of a scheme for a solvent amalgamation of that other party with one or more other companies or the solvent reconstruction of that other party;
- (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 other party; or
- (h) a floating charge holder over the assets of that other party has become entitled to appoint or has appointed an administrative receiver; or
- (i) a person becomes entitled to appoint a receiver over the assets of the other party or a receiver is appointed over the assets of the other party; or
- a creditor or encumbrancer of the other party 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; or
- (k) any event occurs, or proceeding is taken, with respect to the other party in any jurisdiction to which it is subject that has an effect equivalent or similar to any of the events mentioned in condition 14.1(d) to condition 14.1(j)condition 14.1(h) (inclusive); or

- (I) the other party suspends or ceases, or threatens to suspend or cease, to carry on all or a substantial part of its business; or
- (m) there is a change of control of the other party (as defined in section 574 of the Capital Allowances Act 2001).

14.2 On termination of the Contract for any reason:

- (a) the Customer shall immediately pay to the Company all of the Company's outstanding unpaid invoices and interest and, in respect of any Goods and/or Services supplied but for which no invoice has been submitted, the Company may submit an invoice, which shall be payable immediately on receipt;
- (b) the Customer shall, within a reasonable time, return all of the Company's Equipment, Output Materials and Deliverables. If the Customer fails to do so, then the Company may enter the Site and take possession of them. Until they have been returned or repossessed, the Customer shall be solely responsible for their safe keeping;
- (c) the Customer shall pay the Company's reasonable costs and lost profit arising from termination as aforesaid; and
- (d) the accrued rights and liabilities of the parties as at termination and the continuation of any provision expressly stated to survive or implicitly surviving termination, shall not be affected.
- 14.3 On termination of the Contract (however arising), conditions 9-14 and 18 shall survive and continue in full force and effect.

15. ASSIGNMENT AND SUBCONTRACTING

- 15.1 The Company may assign the Contract or any part of it to any person, firm or company.
- 15.2 The Customer shall not be entitled to assign the Contract or any part of it without the prior written consent of the Company.
- 15.3 The Company, but not the Customer, shall be entitled to subcontract any or all of its obligations under all or any part of the Contract.

16. FORCE MAJEURE

The Company reserves the right to defer the date of delivery and/or performance, or to cancel the Contract or reduce the volume of the Goods and/or Services ordered by the Customer (without liability to the Customer) if it is prevented from or delayed in the carrying on of its

business due to circumstances beyond the reasonable control of the Company including, without limitation, acts of God, governmental actions, war or national emergency, acts of terrorism, protests, riot, civil commotion, fire, explosion, flood, epidemic, lock-outs, strikes or other labour disputes (whether or not relating to either party's workforce), or restraints or delays affecting carriers or inability or delay in obtaining supplies of adequate or suitable materials, provided that, if the event in question continues for a continuous period in excess of 180 days, the Customer shall be entitled to give notice in writing to the Company to terminate the Contract.

17. GENERAL

- 17.1 Each right or remedy of the Company under the Contract is without prejudice to any other right or remedy of the Company whether under the Contract or not.
- 17.2 If any provision of the Contract is found by any court, tribunal or administrative body of competent jurisdiction to be wholly or partly illegal, invalid, void, voidable, unenforceable or unreasonable it shall to the extent of such illegality, invalidity, voidness, voidability, unenforceability or unreasonableness be deemed severable and the remaining provisions of the Contract and the remainder of such provision shall continue in full force and effect.
- 17.3 Failure or delay by the Company in enforcing or partially enforcing any provision of the Contract shall not be construed as a waiver of any of its rights under the Contract.
- 17.4 Any waiver by the Company of any breach of, or any default under, any provision of the Contract by the Customer shall not be deemed a waiver of any subsequent breach or default and shall in no way affect the other terms of the Contract.
- 17.5 The parties to the Contract do not intend that any term of the Contract shall be enforceable by virtue of the Contracts (Rights of Third Parties) Act 1999 by any person that is not a party to it.
- 17.6 The formation, existence, construction, performance, validity and all aspects of the Contract shall be governed by English law and the parties submit to the non-exclusive jurisdiction of the English courts.

18. COMMUNICATIONS

- 18.1 All communications between the parties about the Contract shall be in writing and delivered by hand or sent by pre-paid first class post or sent by fax or sent electronically via email.
 - (a) (in case of communications to the Company) to its registered office or such changed address as shall be notified to the Customer by the Company; or

- (b) (in the case of the communications to the Customer) to the registered office of the addressee (if it is a company) or (in any other case) to any address of the Customer set out in any document which forms part of the Contract or such other address as shall be notified to the Company by the Customer.
- 18.2 Communications shall be deemed to have been received:
 - (a) if sent by pre-paid first class post, two days (excluding Saturdays, Sundays and bank and public holidays) after posting (exclusive of the day of posting); or
 - (b) if delivered by hand, on the day of delivery; or
 - (c) if sent by fax on a working day prior to 4.00 pm, at the time of transmission and otherwise on the next working day; or
 - (d) if sent by email, within twenty four hours of sending.
- 18.3 Communications addressed to the Company shall be marked for the attention of the Managing Director.