

## General Conditions

**Additional Charges** has the meaning set out in clause 7.

**Applicant** means the person or entity named as the applicant on the Application for Credit made to REFLEX, and (where the context permits) includes all persons named as guarantors. If there is no Application for Credit, "Applicant" means the person or entity requesting the goods or services from REFLEX or its authorised agent.

**Application for Credit** means an application for credit form completed by the Applicant and submitted to REFLEX seeking the supply of Goods to the Applicant from REFLEX on credit.

**Bank** means any bank which REFLEX may from time to time bank with.

**Claims** includes a claim, notice, demand, action, proceeding, litigation, investigation, judgment, order, settlement sum, damage, loss, cost, expense or liability however arising, whether present, unascertained, immediate, future or contingent, whether based in contract, tort or statute and whether involving REFLEX, the Applicant, any guarantors or a third party.

**Consequential Loss** means any one or more of the following: loss of revenue; loss of profits; loss of opportunity to make profits; loss of business; loss of business opportunity; loss of use or amenity, or loss of anticipated savings; special, exemplary or punitive damages; and any loss which does not directly and naturally flow in the normal course of events from the occurrence of the event giving rise to the liability for such loss, whether or not such loss was in the contemplation of the parties at the time of entry into this agreement, including any of the preceding types of loss arising from an interruption to a business or activity.

**Contract** means a contract between REFLEX and the Applicant for the supply, hire or sale of Goods, formed on the acceptance by REFLEX of the Applicant's Order.

**Credit Facility** means a credit facility provided by REFLEX to the Applicant permitting the Applicant to pay amounts due to REFLEX for the Goods after the Goods have been Delivered.

**Delivery (or Delivered (as the case may be))** means delivery of the Goods in accordance with clause 8.6.

**Delivery Point** means the location identified in clause 8.6.

**Dispute** has the meaning set out in clause 15.1.

**Dispute Notice** has the meaning set out in clause 15.2.

**Goods** means any item of whatsoever nature which is supplied, sold or hired by REFLEX and unless the context otherwise requires, also includes services of whatsoever nature which are provided by REFLEX.

**Intellectual Property** means all rights in any knowledge of secret processes, technical know how, techniques, discoveries, inventions, ideas, research, engineering and manufacturing methods, practices, systems, formulae, drawings, designs, specifications, manuals, trade secrets and special purpose computer programmes, financial, marketing and other confidential information and data subsisting in or relating to the Goods, the supply, hire or sale of the Goods or REFLEX's business.

**Mediation Notice** has the meaning set out in clause 15.4.

**Order** means an offer by the Applicant to purchase, hire or receive Goods from REFLEX.

**Other Agreements** means any additional applicable agreements between the Applicant and REFLEX relating to the supply, hire or sale of Goods, including those stated in clause 2.

**Other Services** has the meaning set out in clause 13.1.

**Personal Information** means "personal data" as such term is defined in the German Federal Data Protection Act (*Bundesdatenschutzgesetz*) as any information concerning the personal or material circumstances of an identified or identifiable individual (the data subject).

**Personnel** means in relation to a Party, any Related Body Corporate, Related Entity, employee, officer, agent, contractor or professional adviser of that Party.

**Privacy Law** means any privacy and data protection legislation and regulations applicable to the Applicant, including but not limited to the German Federal Data Protection Act (*Bundesdatenschutzgesetz*) and the Privacy and Electronic Communications (EC Directive) Regulations 2003, as amended from time to time.

**REFLEX** means Reflex Instruments Europe Limited and includes any Related Bodies Corporate, subsidiaries and affiliates.

**Related Body Corporate** includes any corporation that is a related body corporate pursuant to the provisions of section s 15 et sq. of the German Stock Corporation Act (*Aktiengesetz*).

**Related Entity** means a person which is a related entity of REFLEX or the Applicant pursuant to the provisions of section s 15 et sq. of the German Stock Corporation Act (*Aktiengesetz*).

### 1. Application

1.1 These terms and conditions will apply where REFLEX sells, rents or supplies Goods to an Applicant or other person at the direction of the Applicant and will (unless agreed otherwise between the parties) form part of any Contract or Other Agreement with the Applicant, provided that the Applicant is an entrepreneur (*Unternehmer*) within the meaning of section 310 para. 1 of the German Civil Code (*Bürgerliches Gesetzbuch, BGB*), which the Applicant hereby confirms and acknowledges.

1.2 REFLEX may amend these terms and conditions from time to time by giving the Applicant notice in writing of the amendments at least 1 month prior to the amendments taking effect in accordance with section 1.5.

1.3 Any terms or conditions put forward by an Applicant in respect of a request or order for the supply, Order, purchase or hire of Goods (whether in a purchase order or otherwise), will not be binding on REFLEX so far as they differ from or purport to amend, annul or vary any of these terms and conditions, unless specifically agreed to by REFLEX in writing.

1.4 To the extent to which the terms of any request by or on behalf of an Applicant for the supply of Goods (whether in a purchase order or otherwise) by REFLEX to the Applicant differ from these terms and conditions, the acceptance by REFLEX of the request to supply Goods will be deemed to be an offer to supply only on these terms and conditions and acceptance of the Goods by the Applicant will constitute acceptance of the Goods on these terms and conditions. For the avoidance of doubt, to the extent that the terms of any request for the supply of Goods by or on behalf of an Applicant differ from these terms and conditions, these terms and conditions will prevail.

1.5 If the Applicant does not wish to purchase, hire or receive Goods on the terms and conditions set out in this document (and any applicable Other Agreement), as amended from time to time, the Applicant must notify REFLEX within 10 business days of notification of the amendment, otherwise the Applicant will be deemed to have accepted to purchase, hire or receive the Goods on the terms and conditions of this document (and any applicable Other Agreement), as amended.

### 2. Other Agreements

2.1 Where REFLEX agrees to provide Goods on consignment to the Applicant, the supply of Goods will also be subject to a separate Storage and Stock Control Agreement between REFLEX and the Applicant.

2.2 Where REFLEX agrees to rent Goods to the Applicant, the rental of Goods will also be subject to a separate Master Rental Agreement or Master Customer Agreement between REFLEX and the Applicant.

2.3 Where REFLEX agrees to supply Goods to an Applicant who is a party to a Distribution Agreement with REFLEX (or to a third party at the direction of, or via arrangement by, such Applicant), the supply of Goods will also be subject to the separate Distribution Agreement between REFLEX and the Applicant unless the context requires otherwise.

2.4 When required by REFLEX, a separate Guarantee and Indemnity form will be provided to the Applicant. The Applicant agrees that the execution and return of this Guarantee and Indemnity form is a condition of REFLEX supplying Goods to the Applicant or continuing to grant credit and should the Applicant fail to return the Guarantee and Indemnity form REFLEX reserves the right to withdraw any credit facility granted to the Applicant and/or cease selling, hiring or supplying Goods to the Applicant.

2.5 Unless the parties explicitly agree otherwise, where a discrepancy arises between any Contract and/or any Other Agreement and/or these terms and conditions, (i) the Contract shall prevail over the provisions of the Other Agreements and the provisions of the Other Agreements shall prevail over these terms and conditions.

### 3. Quotation

Any quotation issued by REFLEX is not an offer to sell, hire or supply or provide any Goods and may be withdrawn or varied at any time prior to a related Order being accepted by REFLEX in accordance with clause 4. A quotation will only be valid for 30 days from its date of issue unless extended in writing by REFLEX. All prices quoted by REFLEX relate to the sale, hire or supply of Goods on these terms and conditions.

### 4. Acceptance of orders

The Applicant may request REFLEX to sell, hire or supply Goods to the Applicant in accordance with these terms and conditions by providing an Order to REFLEX. REFLEX may accept or reject an Order in whole or in part in its absolute discretion and will notify the Applicant if the Order or part of the Order is not accepted. The provision of Goods by REFLEX to the Applicant is evidence of acceptance of the Order. The acceptance of an Order will not be or imply acceptance of any terms or conditions in the Order which are inconsistent with these terms and conditions or, if the Applicant has a Credit Facility or Other Agreement with REFLEX, which are inconsistent with the terms of the Credit Facility or Other Agreement.

## 5. Payment

5.1 The Applicant must make all payments to REFLEX free from any deductions, abatement, reduction, set-off, defence, counter-claim or recoupment of any kind whatsoever, except as follows: The Applicant shall be entitled to set off or withhold payments if agreed to by REFLEX or on the basis of an undisputed (*unbestritten*) counterclaim or such counterclaim which is declared final and binding by a court without possibility for appeal (*rechtskräftig festgestellt*). The Applicant's rights to refuse performance pursuant to sections 320, 273 BGB shall remain unaffected.

5.2 REFLEX will submit to the Applicant an invoice for sale and/or rental of the Goods or any part thereof Delivered or to be Delivered to the Applicant and the full amount of each invoice together with any additional charges, costs and expenses (if any) will be paid by the Applicant to REFLEX by the later of:

- (a) where REFLEX has agreed in writing to extend credit to the Applicant, the date for payment as specified by the agreed credit terms notified in writing by REFLEX to the Applicant;
- (b) the date for payment as specified in the invoice;
- (c) 7 days from the date of Delivery; and
- (d) such other date as agreed between the parties in writing.

5.3 REFLEX reserves the right to issue an invoice for partial Deliveries and Deliveries delayed at the request of the Applicant.

5.4 If the Applicant makes a payment to REFLEX at any time, whether in connection with a Contract, Other Agreement or otherwise without applying the payment to an amount owed (*Tilgungsbestimmung*), REFLEX may apply the payment to any part of the amounts owed by the Applicant to REFLEX in accordance with section 366 para. 2 BGB.

5.5 REFLEX may, in its absolute discretion, offset any amount due from REFLEX to the Applicant against any amount due from the Applicant to REFLEX, or which will in the future be due from the Applicant to REFLEX, whether in connection with a Contract, Other Agreement or otherwise.

5.6 Where REFLEX agrees to extend credit to the Applicant, the Applicant must make payments when so required to ensure the total amount outstanding from time to time remains within the credit limit determined by REFLEX.

## 6. Credit Facility

6.1 REFLEX may in its absolute discretion grant a Credit Facility to the Applicant. No Credit Facility is granted until the Applicant is notified in writing by REFLEX.

6.2 REFLEX may in its absolute discretion and at any time without notice to the Applicant:

- (a) withdraw any Credit Facility granted to the Applicant; or
- (b) increase or decrease the limit (if any) of any Credit Facility granted to the Applicant.

6.3 The Applicant irrevocably authorises REFLEX to obtain credit information about its personal, consumer and commercial credit worthiness from any bank or credit agency for the purpose of determining whether to grant or withdraw a Credit Facility to the Applicant.

## 7. Additional Charges

In addition to the price of the Goods, REFLEX may, without limitation, charge the Applicant with any of the following (**Additional Charges**):

- (a) taxes (including, but not limited to, goods and services tax), stamp duty or other statutory charges, or levies payable in relation to or in connection with the sale, rental or supply of Goods;
- (b) legal costs (solicitor and own client costs) and disbursements incurred by REFLEX in relation to an actual breach of these terms and conditions and/or any Contract or Other Agreement by the Applicant;
- (c) debt collection costs and enforcement costs;
- (d) if REFLEX agrees to Deliver the Goods to the Applicant other than on an ex works basis, all freight and other transport costs associated with the Delivery of the Goods, provided REFLEX has notified the Applicant in writing before Delivery is effected; and
- (e) all costs or charges, including administrative costs or charges, incurred by REFLEX or its agents with respect to the recovery or

return of Goods from the Applicant if the return of Goods occurs in relation to any breach of any Contract, Other Agreement or these terms and conditions.

## 8. Delivery

8.1 Unless a specific time for Delivery has been agreed as fixed in the applicable Contract or Other Agreement, the time within which REFLEX may advise the Applicant that it will make Delivery of the Goods will be a best estimate, but will not be guaranteed and may be subject to extension to cover delays caused by or contributed to by weather, industrial action, manufacturers or suppliers, fire or any other cause beyond the control of REFLEX and no responsibility, liability or Claim will be accepted by REFLEX, subject to clause 11.2, for the consequences of any such delay(s).

8.2 If, as a result of cause beyond REFLEX's reasonable control, REFLEX determines that it will not be able to deliver all or part of the Goods within a reasonable timeframe, REFLEX may terminate the relevant Contract or Other Agreement. On such termination, both parties are released from any Claims in relation to the Contract or Other Agreement and in respect of the termination.

8.3 REFLEX may effect Delivery of the Goods the subject of a Contract or Other Agreement as a whole or in separate parts.

8.4 If the Applicant requests REFLEX to delay Delivery of any or all of the Goods, REFLEX may, in its absolute discretion, agree to store the Goods, with such storage to be at the Applicant's expense.

8.5 The Applicant acknowledges and agrees that REFLEX, subject to clause 11.2, will not be liable for, and the Applicant releases REFLEX from any liability in respect of, any loss, Claim, damage or expense that the Applicant may suffer or incur arising out of or contributed to by any delays in obtaining or failure to obtain the Goods.

8.6 Where applicable, REFLEX will deliver the Goods to the Applicant in accordance with the applicable Contract or Other Agreement or, if not specified or otherwise agreed by REFLEX in writing, by delivering the Goods ex works (as that term is defined in the Incoterms 2010) or such other location within Germany as nominated by REFLEX acting reasonably (**Delivery Point**).

8.7 If the Delivery Point is REFLEX's premises, the Applicant must remove the Goods from the Delivery Point within 14 days of the date of Delivery.

## 9. Inspection

9.1 The Applicant must inspect the Goods immediately on Delivery.

9.2 Subject to clause 10, no Claim for shortages or damages or defective Goods may be made against REFLEX unless written notice of such claim is received by REFLEX without undue delay after due inspection by the Applicant in accordance with section 9.1, at the latest 48 hours after Delivery, or, in case of a hidden defect, without undue delay after discovery thereof. Upon such notice REFLEX reserves the right to rectify any shortage or damages or defective Goods at its own expense and within reasonable time after notification by the Applicant.

9.3 Subject to clause 10, if the Applicant fails to notify REFLEX in accordance with clause 9.2, the Applicant will be deemed to have accepted that the Goods are not faulty and that the Goods accord with the order and the Applicant indemnifies REFLEX from any claims, damages, expenses or costs resulting from or arising out of the use of the Goods by the Applicant whether or not such Goods are damaged or defective.

## 10. Warranties and Exclusions

10.1 Subject to any warranties which are implied by law and cannot otherwise be excluded, REFLEX excludes all other warranties, guarantees, terms, conditions or liability in relation to the manufacture, sale, hire, use or supply of the Goods and REFLEX, subject to clause 11.2, will not be liable for any claim for direct, indirect or Consequential Loss or damage arising out of or contributed to by the manufacture, sale, hire, use or supply of the Goods.

10.2 Subject to clause 10.1, to the extent that REFLEX's liability cannot be excluded, REFLEX's liability will be limited to:

- (a) with respect to the supply of Goods, any one or more of the following as determined by REFLEX in its absolute discretion:
  - (i) the cost of replacing the Goods;
  - (ii) the cost of obtaining equivalent goods; or
  - (iii) the cost of having the Goods repaired,

provided the Applicant reserves the right at its option to either reduce (Minderung) the price or to revoke the agreement (vom Vertrag zurücktreten) concerning the faulty Goods, if the replacement or repair should fail.

- (b) with respect to the supply of service, any one or more of the following as determined by REFLEX in its absolute discretion:
  - (i) the resupply of services; or
  - (ii) the cost of having the services resupplied.

- 10.3 The Applicant acknowledges and agrees that it has made its own enquiries as to the suitability of the Goods (or any part of the Goods) for the Applicant's intended use and the Applicant has not relied upon any statement, representation or information provided by or on behalf of REFLEX in respect of the Goods (including the use of the Goods) other than the statements, representations and information set out in writing in the relevant Contract or Other Agreement for the Goods and these terms and conditions and the Applicant accepts that REFLEX, subject to clause 11.2, is not responsible or liable for the failure of the Goods to perform for the purposes required by the Applicant nor for any loss or damage alleged to have arisen from any malfunction, defect or failure of the Goods.
- 10.4 The Applicant agrees to take all reasonable steps to mitigate any loss or damage it suffers or incurs.
- 11. Limitation of liability**
- 11.1 Subject to clause 10 and to the extent permitted by law, REFLEX's total potential liability arising out of or in connection with its performance of its obligations pursuant to any Contract, Other Agreement or these terms and condition or in respect of the sale or supply of the Goods, including without limitation any negligent acts or omissions, is limited as follows:
- (a) REFLEX shall have no liability to the Applicant for any Consequential Loss; and
- (b) REFLEX's total aggregate liability for any and all loss or damage, however arising, is capped at the VAT exclusive aggregate price paid by the Applicant to REFLEX under the Contract or Other Agreement for the specific Goods that gave rise to the loss or damage in question or the amount of AUD \$50,000 whichever is less.
- 11.2 The limitations in clause 11.1 and any other exclusion or limitation of liability herein or in any applicable Contract or Other Agreement shall not apply in cases of (i) intent or gross negligence of REFLEX's officers (*gesetzliche Vertreter*), executive employees (*leitende Angestellte*) or vicarious agents (*einfache Erfüllungsgehilfen*), (ii) culpable injury to life, body or health, or (iii) negligent breach of an essential contractual obligation (obligation without whose satisfaction the proper performance of the contract is impossible and on whose satisfaction the contractual partner regularly relies and is entitled to rely) (*wesentliche Vertragspflichten*), in which case REFLEX's liability shall be limited to the foreseeable and typically occurring damage.
- 12. Release and Indemnity**
- 12.1 The Applicant releases and discharges REFLEX from all claims and demands on REFLEX and any loss or damage whatsoever and whenever caused to the Applicant or any other person of any nature or kind and indemnifies and holds REFLEX harmless from and against all liabilities, losses, damages, costs or expenses incurred or suffered by REFLEX and from and against all actions, proceedings, claims or demands made against REFLEX, arising in either case as a result of, or which has been contributed to by:
- (a) the Applicant's failure to comply with any laws, rules, standards, or regulations applicable to the Goods or use of the Goods;
- (b) the Applicant's failure to keep any Goods which are the property of REFLEX safe and secure;
- (c) any use of the Goods contrary to any instructions or warnings given by REFLEX or the manufacturer of the Goods;
- (d) any other negligence or any breach of duty by the Applicant;
- (e) any compliance or adherence by REFLEX with any instruction by the Applicant; or
- (f) any reliance by REFLEX on any representation by the Applicant.
- 12.2 The parties agree and acknowledge that, for the purposes of clause 12.1, a reference to the Applicant includes the Applicant's agents, employees, directors, representatives and contractors and any person or party who uses the Goods or claims an interest in the Goods as a result of a transaction with, or otherwise with the permission of, the Applicant.
- 13. Other Services**
- 13.1 If REFLEX agrees to provide any other services to the Applicant other than the sale, hire or supply of the Goods, including but not limited to the assembly, disassembly or installation of the Goods, instructing the Applicant, its personnel or any other person in the use or operation of the Goods or operating or supplying an operator for the Goods (**Other Services**):
- (a) REFLEX will provide the Other Services on the terms nominated by REFLEX in its absolute discretion;
- (b) all costs, expenses and liabilities incurred or to be incurred by REFLEX or associated with providing the Other Services must be paid by the Applicant to REFLEX on demand; and
- (c) REFLEX, subject to clause 11.2, will not be liable for any delay or failure to supply the Other Services within any time period nominated or requested by the Applicant.
- 13.2 Without limiting clauses 11 and 12, the Applicant:
- (a) releases and discharges REFLEX from all Claims and demands on REFLEX and any loss or damage whatsoever and whenever caused to the Applicant or any other person of any nature or kind; and
- (b) indemnifies and holds REFLEX harmless from and against all Claims, liabilities, losses, damages, costs or expenses incurred or suffered by REFLEX and from and against all actions, proceedings, claims or demands made against REFLEX, arising from the provision of the Other Services.
- 14. Default by the Applicant**
- 14.1 In the event the Applicant:
- (a) breaches or is alleged to have breached these terms and conditions, any Other Agreement or any Contract by reason of failure to pay any amount owing to REFLEX or any other act or omission;
- (b) threatens or is likely to become subject to any insolvency, administration or bankruptcy; or
- (c) ceases or threatens to cease conduct of its business in the normal course,
- REFLEX may, without prejudice to any other rights:
- (d) terminate any Contract or Other Agreement between REFLEX and the Applicant;
- (e) cancel any Credit Facility;
- (f) refuse Delivery of Goods except where payment in full has been received by REFLEX prior to Delivery;
- (g) enter any premises where the Goods are located and retake possession of any Goods, the payment for which has not been received; and
- (h) retain (where applicable) all moneys paid on account of any Goods or otherwise.
- 14.2 Where the Applicant breaches any term of these terms and conditions, any Other Agreement or any Contract, REFLEX reserves the right of resale in relation to the Goods.
- 14.3 If the Applicant defaults in paying any invoiced amount or any amount otherwise due and owing from the Applicant to REFLEX:
- (a) unless otherwise agreed in writing by REFLEX, the Applicant must pay interest on the highest debt balance of each calendar month on monies owing by the Applicant to REFLEX calculated daily from the date the amount became payable to the date of payment at a rate per annum which is the sum of 3% and the rate advised by the Bank as the rate charged by the Bank on overdrafts in excess of \$100,000; or interest costs awarded by the courts, whichever is the greater, and
- (b) any unpaid amount together with interest and any other expenses becomes a debt due by the Applicant to REFLEX and the Applicant must pay REFLEX's costs of any enforcement action, including, but not limited to, any legal costs.
- 15. Dispute resolution**
- 15.1 If a dispute arises between the parties in relation to the interpretation of these terms and conditions, a Contract or Other Agreement or the rights of any party under these terms and conditions, a Contract or Other Agreement (**Dispute**), a party must not commence court or arbitration proceedings relating to the Dispute unless that party has participated in the dispute resolution procedures set out in this clause. However, nothing in this clause will prevent a party instituting proceedings for the purposes of seeking urgent injunctive or similar interim relief from a court.
- 15.2 A party claiming that a Dispute has arisen must give a written notice specifying the nature of the Dispute (**Dispute Notice**) to each other party.
- 15.3 As soon as practicable after the giving of a Dispute Notice, the parties must attempt to resolve the Dispute by negotiation.
- 15.4 If the parties are unable to reach a resolution of the Dispute within 14 days of the giving of the Dispute Notice, any party may, by notice in writing (**Mediation Notice**), refer the matter to mediation and the parties agree that with respect to all disputes arising out of or in connection with the agreement, mediation proceedings shall be conducted pursuant to the Mediation Rules of the German Institution of Arbitration (DIS) (as applicable at the date of referral) (Mediation Standards). The language of mediation shall be English, the place of mediation shall be Frankfurt am Main/Germany, and the number of mediations shall be one.
- 15.5 Upon referral, each party will observe the Mediation Standards and will use all reasonable endeavours to settle the Dispute through mediation.
- 15.6 Notwithstanding the existence of a Dispute, each party must continue to perform its obligations under any applicable Contract, Other Agreement and these terms and conditions, it being understood that the Applicant shall not be restricted to use its statutory defense of unperformed contract pursuant to section 320 German Civil Code (*BGB*) or its

statutory right or retention (*Zurückbehaltungsrecht*) pursuant to section 273 German Civil Code (*BGB*).

## 16. Governing Law

These terms and conditions will be governed and determined in accordance with the laws of Germany and the Applicant submits to the non-exclusive jurisdiction of the courts of Germany. The operation of the United Nations Convention on Contracts for the International Sale of Goods is hereby excluded. The language of these terms and conditions is English and all notices, demands, requests, statements, certificates or other documents or communications in connection with these terms and conditions shall be in English unless otherwise agreed. Where a German term has been inserted in quotation marks and/or italics, it alone (and not the English term to which it relates) shall be authoritative for the purpose of the interpretation of the relevant English term in this agreement. If the English legal meaning or the English legal concept of any of the terms used differs from the German legal meaning or the German legal concept, the German legal meaning or German legal concept shall prevail.

## 17. VAT

Unless otherwise agreed by REFLEX in writing, all amounts payable in relation to these terms and conditions and any Other Agreement or Contract are expressed to be exclusive of VAT or any other applicable tax. On receipt of a VAT or any other applicable tax invoice from REFLEX, the Applicant shall pay to REFLEX such additional amounts in respect of VAT or any other applicable tax as are chargeable on the supply of the Goods.

## 18. Assignment

Unless otherwise agreed by REFLEX, REFLEX reserves the right to assign any rights or obligations pursuant to these terms and conditions and any Contract or Other Agreement to any other party on giving the Applicant notice in writing to their last known address. The Applicant must not, without REFLEX's prior written consent, transfer, assign, encumber or otherwise dispose of any of the Applicant's rights or obligations under any Contract, Other Agreement or these terms and conditions.

## 19. Intellectual Property

19.1 Title, right and interest in the Intellectual Property is and will remain the property of REFLEX.

19.2 In dealing with the Intellectual Property, the Applicant must not:

- (a) disclose or furnish the Intellectual Property to any other person and all reasonable precautions must be taken to protect such confidentiality;
- (b) copy, distribute, transmit, display, perform, reproduce, publish, licence, modify, rewrite, allow or permit derivative works to be created from, transfer or sell the Intellectual Property; or
- (c) allow copies of the Intellectual Property to be printed, published, made, reproduced or otherwise communicated without acknowledging REFLEX's right, title and interest in the Intellectual Property.

19.3 The Applicant must ensure that the Intellectual Property is not subjected to any treatment which is prejudicial to the reputation of, or which would infringe the rights of REFLEX.

## 20. Risk and Title

20.1 Risk in the Goods passes to the Applicant immediately upon Delivery and REFLEX will not be responsible for any loss or damage to the Goods occurring after such time and no such loss or damage will affect the obligations of the Applicant to pay any amount relating to the supply of the Goods or otherwise payable by the Applicant to REFLEX in accordance with any Contract, Other Agreement or these terms and conditions.

20.2 The Applicant must insure the Goods at its own expense from the date of Delivery.

20.3 Notwithstanding the passing of risk, the legal and equitable title in any Goods sold by REFLEX will not pass to the Applicant until all amounts whatsoever payable by the Applicant in accordance with the relevant Contract and/or Other Agreement to REFLEX have been paid. This interest of REFLEX in the Goods will continue in the Goods, products of the Goods and any proceeds derived from any of them.

20.4 Title in any Goods rented by REFLEX to the Applicant shall at all times remain with REFLEX.

20.5 Any payment made by or on behalf of the Applicant which is later avoided by the application of any statutory provisions will be deemed not to discharge REFLEX's title in any Goods sold by REFLEX or the Applicant's indebtedness to REFLEX.

20.6 Where Goods are sold by REFLEX to the Applicant without payment of the price and any Additional Charges in full being made prior to Delivery, the Applicant:

- (a) holds the Goods on trust for REFLEX until all amounts owed by the Applicant to REFLEX have been paid in full;
- (b) must keep the Goods in its possession and take good care of them and store them and mark them in a manner that identifies the Goods and clearly shows that they belong to REFLEX; and
- (c) must immediately return the Goods to REFLEX on demand.

20.7 In the event the Applicant fails to return the Goods following the making of a demand, REFLEX or its agents may enter the premises at which the Goods are located and take possession of the Goods. The Applicant agrees to obtain any consent necessary for such entry by REFLEX and to indemnify REFLEX or its agents for any liability arising from any entry upon such premises.

20.8 Where Goods have been returned or repossessed under clauses 20.6 or 21.7, REFLEX may resell the Goods to another person. REFLEX will not be liable for any loss occasioned thereby nor be liable to the Applicant or any person claiming through the Applicant and REFLEX will be entitled to retain the proceeds of any Goods sold and apply those proceeds towards the indebtedness of the Applicant.

20.9 The Applicant acknowledges that in case of a processing, amalgamation or mixing of Goods by the Applicant, REFLEX shall be deemed to be manufacturer (*Hersteller*) of the new goods to the effect that REFLEX shall become owner of the new good by operation of law. If, in case of a processing, amalgamation or mixing with goods owned by third parties, such third parties retain title to the goods, then REFLEX shall acquire joint ownership (*Miteigentum*) in proportion to the respective invoice values of the processed, amalgamated or mixed goods. The retention of title with respect to processing, amalgamation or mixing shall also pertain to the new goods.

20.10 The Applicant must not attempt to give or allow any security, lien, mortgage, claim or similar interest to exist or arise over the Goods in which REFLEX retains title or any proceeds from the sale of those Goods in favour of another person (other than REFLEX).

20.11 The terms and conditions of this clause 20 apply notwithstanding any arrangement between the parties under which REFLEX grants the Applicant credit including under any Credit Facility.

## 21. Special Obligations for ITAR Items – Country of Use (Where Applicable)

21.1 If an Applicant requests REFLEX to supply Goods which contain military technology or other controlled defence articles under the US International Traffic in Arms Regulations (**ITAR Items**), REFLEX will use reasonable endeavours to ensure the necessary documentation is in place in order for the United States of America Department of State (**US Department of State**) to approve the Applicant and the stated country of use for an export licence in relation to the Goods which contain ITAR Items.

21.2 The Applicant acknowledges that the ITAR Items in the Goods are authorized by the U.S. Government for export only to the approved country of destination for use by the approved end-user. The Applicant also acknowledges that the ITAR Items may not be transferred, transhipped on a non-continuous voyage, or otherwise disposed of in any other country, either in its original form or after being incorporated into other end-items, without the prior written approval of the US Department of State.

21.3 The Applicant acknowledges and agrees that if the Applicant (or a subsequent end user) wishes to transfer ownership, lease, lend or transport the Goods with the ITAR Items outside of the country approved by the US Department of State, then the Applicant will require a new export license (at its sole expense) prior to such transfer.

21.4 The Applicant acknowledges and agrees that end users are prohibited from using Goods with ITAR Items in certain prohibited or embargoed countries as prescribed from time to time by the US Department of State, which may include (without limitation and by way of example) Afghanistan, Belarus, Cuba, Cyprus, Eritrea, Iran, Iraq, Ivory Coast, Lebanon, Sierra Leone, Libya, N. Korea, Syria, Vietnam, Myanmar (formerly Burma), China, Haiti, Liberia, Rwanda, Somalia, Sri Lanka, Sudan, Yemen, Zimbabwe, Venezuela, or Democratic Republic of the Congo (formerly Zaire).

21.5 Should the Applicant breach any of the terms and conditions contained in clauses 21.1 to 21.4 then REFLEX may, without limitation to any other right of REFLEX following a breach of these terms and conditions, withhold service, repairs, support, training and/or further supply of the Goods with ITAR Items to the Applicant.

21.6 Should the Applicant breach any of the terms and conditions contained in clause 21.4 then the Applicant acknowledges that, in addition to and without limitation of any rights of REFLEX following such a breach, the Applicant may be exposed to civil legal action from the party granted the exclusive use of the Goods with ITAR Items in the relative country.

## 22. Privacy Law compliance generally

REFLEX agrees to comply with all Privacy Laws in relation to any and all Personal Information that it collects from the Applicant in connection with this agreement.

## 23. Applicant's consent to transfer of personal information

- 23.1 The Applicant consents, acknowledges and agrees that, and will inform and procure the consent of any relevant data subjects (*Betroffene*) (as such term is defined in the Federal Data Protection Act (*Bundesdatenschutzgesetz*)), that:
- (a) any Personal Information provided to REFLEX may be transferred to, and stored at, a destination outside member states of the European Union or other states which are parties to the Agreement on the European Economic Area (EEA), including but not limited to the United States of America, Canada, Chile, Brazil, Peru, Mexico, South Africa, Australia, United Arab Emirates, Kazakhstan and Indonesia, in order for REFLEX to provide the Applicant with its Goods; and
  - (b) Personal Information may also be processed by Personnel or by other third parties operating under the directions of REFLEX outside member states of the European Union or other states which are parties to the Agreement on the European Economic Area (EEA).
- 23.2 In providing this consent, the Applicant understands and acknowledges that Personal Information is provided to, and stored and processed by, REFLEX for purposes of administering a contractual relationship with the Applicant and that countries outside member states of the European Union or other states which are parties to the Agreement on the European Economic Area (EEA) do not always have the same privacy protection obligations as Germany in relation to Personal Information.

24. **Privacy protection obligations**

- 24.1 REFLEX shall take such steps as are reasonable in the circumstances to ensure that any recipients of Personal Information do not breach the privacy principles contained within Privacy Law.
- 24.2 REFLEX acknowledges the importance of protecting Personal Information and has taken reasonable steps to ensure that any Personal Information is used by third parties securely and in accordance with appropriate technical and organisational security measures and with these terms and conditions and REFLEX's Privacy Policy.

25. **Consent**

By agreeing to these terms and conditions, the Applicant acknowledges that:

- (a) it consents and will procure the consent of any relevant data subject, to the handling of its Personal Information in accordance with these terms and conditions and REFLEX's Privacy Policy; and
- (b) it grants the consents set out in clause 24.