

11.12.2019

General conditions of contract for the supply of machinery

1 General

These general conditions of Precitrame Machines SA (hereinafter "**PTM**") shall supplement (but shall not substitute) the general conditions of contract for the supply of plant and machinery from Swissmem (hereinafter "**GCC Swissmem**"), the latter being part of these general conditions and as such attached to these general conditions. Should a provision of these general conditions be in contradiction to the GCC Swissmem, these general conditions shall be binding. The Swissmem conditions of contract can be found under the following link: <http://www.precitrame.com/gcc>

Should a provision of PTM's written acknowledgement stating its acceptance of the customer's order (hereinafter the "**Order acknowledgement**") be in contradiction to these general conditions, the Order acknowledgement shall be binding.

All agreements and legally relevant declarations of the parties to the contract must be in writing in order to be valid.

The contract shall be deemed to have entered into upon receipt of the Order acknowledgement.

Tenders which do not stipulate an acceptance period shall not be binding. PTM's indicative quote shall only have an informative meaning and shall not be binding.

Should a provision of these general conditions prove to be wholly or partly invalid, the parties to the contract shall jointly seek an arrangement having a legal and economic effect which will be as similar as possible to the invalid provision.

Should the contractual documents be established in multiple languages, only the French version shall be binding. This provision applies also to these general conditions, which are a translation of the French version and as such shall not be binding.

In addition, the provisions of the GCC Swissmem shall apply.

2 Scope of supplies and services

The customer shall provide PTM with the performance characteristics for the machinery object of the contract. The customer shall in before verify that these performance characteristics are conforming to his requirements.

PTM's supplies and services are exhaustively specified in the Order acknowledgement.

3 3. Technical documents

Unless otherwise agreed upon, brochures and catalogues are not binding. Data provided for in technical documents are only binding in so far as having been expressly stipulated as such.

4 Prices

Unless otherwise agreed upon, all prices shall be deemed to be net ex works, excluding packing and without any deduction whatsoever.

5 Term of payment

Unless otherwise agreed upon, the price shall be paid in the following installments:

- 50 % as advance payment according to the GCC Swissmem within ten days after issue of the Order acknowledgement,
- 40% within ten days after the performance of the pre-taking-over according to paragraph 8.1 hereafter,
- the remainder within 30 days after the performance of the final taking-over according to paragraph 8.2 hereafter.

6 Delivery time

Unless otherwise agreed, the time period specified in the Order Acknowledgement is the time period for pre-acceptance by the customer at PTM's headquarters.

Due to the specificities of some machines, PTM reserves a waiting period of 4 weeks in relation to the contractual period.

7 Withdrawal and extension of delivery

Should the customer after reception of the Order acknowledgement but before the performance of the pre-taking-over withdraw from the contract, the customer shall indemnify PTM as follows:

Weeks ¹	Amount ²
> 16	30%
> 8 < 16	70%
< 8	90%

¹ Number of remaining weeks before delivery time at reception of the customer's withdrawal by PTM.

² Percentage of the price according to the Order acknowledgement.

Should the customer extend the delivery time, the customer shall indemnify PTM as follows:

**1% of the price¹ / extended week
however, limited to 10%.**

³ Price according to the Order acknowledgement

PTM shall be entitled to claim further compensatory damages.

8 Inspection and taking over of the supplies and services

As far as being normal practice, PTM shall inspect the supplies and services according to the GCC Swissmem before the performance of the taking-over procedure.

The taking-over procedure consists in a pre-taking-over and a final taking-over both as part of the taking-over procedure according to the GCC Swissmem. In the absence of a special agreement the following shall apply:

8.1 Pre-taking-over

The pre-taking-over shall be carried out at PTM's registered office.

A pre-taking-over report shall be prepared which shall be signed by both the customer and PTM. Such report shall state that the pre-taking-over has taken place and the supplies and services can be delivered.

The content of the pre-taking-over is exhaustively specified in the Order acknowledgement.

8.2 Final taking-over

The final taking-over shall be carried out at the customer's registered office. A final taking-over report shall be prepared which shall be signed by both the customer and PTM. Such report shall state that the final taking-over has taken place.

The content of the final taking-over is exhaustively specified in the Order acknowledgement.

9 Guarantee, liability for defects

PTM is only liable for the supplies and services which have been expressly stated in the Order acknowledgement. In addition, the GCC Swissmem shall apply.

9.1 End of Guarantee and out of guarantee services

At the end of the guarantee period, the services will be provided as described in the following documents:

- Rates for services, current version
- General Conditions of Maintenance and Repair, version 2017

Or are covered by a separate service contract.

10 Intellectual property rights, exclusivity

Unless otherwise agreed upon, the contract doesn't grant any exclusivity right to the customer with respect to the supplies and services. PTM shall be expressly allowed to provide third parties with the same supplies and services.

11 Jurisdiction and applicable law

The place of jurisdiction for both the customer and Precitrame Machines SA shall be at the registered office of Precitrame Machines SA. Precitrame Machines SA shall, however, be entitled to sue the customer at the latter's registered address.

However, Precitrame Machines SA is entitled to sue the buyer at the place of jurisdiction of the latter's registered office.

The contract shall be governed by Swiss substantive law.