

Standard Terms and Conditions of Supply

1. DEFINITIONS AND INTERPRETATION

In these terms and conditions, unless the context otherwise requires:

"Associated Person" means any owner (including any principal, shareholder or person having a direct or indirect financial interest), officer, director, partner, principal, employee, agent or any other person, directly or indirectly, controlling, controlled by, or under common control with, the Supplier;

"Company" means the Imdex entity requesting the supply of Products from the Supplier and includes any Related Bodies Corporate, subsidiaries and affiliates;

"Company Indemnified Parties" means Company, Company's directors, officers, employees, agents, consultants and representatives, any of Company's Related Bodies Corporate, its subsidiaries, its parent company, any other subsidiaries of its parent company and any other company within its group of companies, and any sub-contractors employed by Company with the consent of Supplier and their directors, officers, employees, agents, consultants and representatives;

"Company Property" means, if applicable, any specifications or other documents, materials and technical information provided by Company to Supplier for the purpose of producing the Products;

"Confidential Information" means the Company Property (if applicable) and all information belonging or relating to Company, whether oral, graphic, electronic, written or in any other form, including but not limited to Company's production engineering, design data, specifications, processes, procedures, know-how, technology, drawings, reports and any other business and technical related information that is not generally available to the public at the time of disclosure other than by reason of a breach of these terms and conditions or that is in fact, or should reasonably be regarded as, confidential to Company;

"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 these terms and conditions, including any of the preceding types of loss arising from an interruption to a business or activity;

"Facilitation Payment" means the payment, offer, or promise to pay, or authorization of the offer, promise or payment, directly or indirectly (through one or more intermediaries), of any money, benefit or anything of value to a Public Official, usually at a low level, for the purpose of expediting or securing a routine action ordinarily performed by such Public Official;

"GST" means, if applicable, goods and services tax, value add tax or such other equivalent tax which may be payable under local laws;

"Imdex" means Imdex Limited ABN 78 008 947 813 and includes any Related Bodies Corporate, subsidiaries and affiliates;

"Intellectual Property Rights" means all current and future registered and unregistered rights in respect of copyright, circuit layouts, designs, trade marks, know-how, confidential information, patents, inventions and discoveries and all other intellectual property as defined in article 2 of the convention establishing the World Intellectual Property Organisation 1967;

"Party" means either Company or Supplier (as the case may be) and **"Parties"** means collectively Company and Supplier;

"person" means any individual, corporation, partnership, joint venture, trust, unincorporated association, or any other judicial entity or a government, state or agency or political subdivision thereof;

"Personal Information" has the meaning attributed to it under Privacy Law;

"PPSA" means the Personal Properties Securities Act 2009 (Cth) as amended from time to time;

"PPS Law" means the PPSA together with any subsidiary legislation or regulations made under the PPSA, any amendment to other legislation made as a consequence of the PPSA and any amendment to a PPS Law from time to time;

"PPS Register" means the register established under the PPS Law;

"Privacy Law" means the Privacy Act 1988 (Cth), as amended from time to time;

"Products" means the products or services specified in the purchase order;

"Prohibited Payment" shall mean the payment, offer or promise to pay, or authorisation of the offer, promise or payment, directly or indirectly (through one or more intermediaries), of any money, benefit or anything of value to: (i) any Public Official for the purpose of influencing any act or decision of,

or for securing any improper advantage, from, such Public Official, or a government, instrumentality thereof, or political party, in order to assist in any way in obtaining or retaining business for or with, or directing business to, any person; or (ii) any other person, if such payment, offer, promise or authorisation would violate any applicable law of any country in which any aspect of the supply of the Products will take place, or the United States Foreign Corrupt Practices Act, the U.K. Anti-Terrorism, Crime and Security Act of 2001, U.K. Bribery Act of 2010, or the Australian Criminal Code Amendment (Bribery of Foreign Public Officials) Act 1999;

"Public Official" shall mean any officer, contractor or employee of a government or any department, agency, or instrumentality thereof, or of a public international organisation, any political party, any official of a political party, any candidate for political office, or any person acting in an official capacity for or on behalf of any such government, department, agency, instrumentality, public international organisation, or political party;

"Related Body Corporate" means any corporation that is deemed to be related to a person by virtue of the provisions of the Corporations Act 2001 (Cth);

"Security Interest" has the same meaning as under the PPS Law; and

"Supplier" means the person or entity specified as supplier in the purchase order.

2. APPLICATION

2.1 These terms and conditions apply when at Company's request Supplier agrees to supply Products to Company.

2.2 Company may amend these terms and conditions from time to time by giving Supplier notice in writing of the amendments at least 1 month prior to the amendments taking effect.

2.3 Any terms and conditions put forward by a Supplier in respect of a supply of Products will not be binding on Company so far as they purport to amend, annul or vary any of these terms and conditions, unless specifically agreed to by Company in writing.

2.4 To the extent to which the terms of any supply of Products by Supplier to Company differ from these terms and conditions, the acceptance by Supplier to supply Products will be deemed to be an offer to supply only on these terms and conditions and acceptance of the Products by Company will constitute acceptance of the Products on these terms and conditions. For the avoidance of doubt, to the extent that the terms of any supply of Products by or on behalf of Supplier differ from these terms and conditions, these terms and conditions will prevail.

2.5 If Supplier does not wish to supply Products on these terms and conditions as amended from time to time, Supplier must notify Company within 24 hours of receipt of a purchase order or the date of the amendment of these terms, otherwise Supplier will be deemed to have agreed to supply the Products on these terms and conditions.

3. PRICE AND PAYMENT TERMS

3.1 Company agrees to pay Supplier for the Products supplied at the prices agreed between the Parties. Prices must not be changed unless agreed by both Parties in writing.

3.2 Supplier will invoice Company upon completion of an order for Products. Supplier shall send Company a detailed price invoice or invoices as instructed on the purchase order clearly stating the purchase order number, item numbers and containing all information required to be stated on a tax invoice for any GST purposes.

3.3 All payments to be made by Company to Supplier under these terms and conditions will be paid to Supplier by bank wire transfer within 60 days of receipt of an invoice from Supplier. Payments shall not operate as a waiver of any of the rights of Company under a purchase order or otherwise.

3.4 Unless Company agrees otherwise, no payments will be due to Supplier prior to delivery to and acceptance by Company of the Products.

3.5 If Company pays for Products upfront or prior to delivery, Supplier must hold all such payments on trust and for the benefit of Company until the Products are delivered to Company in accordance with these terms and conditions.

3.6 Company may withhold any payment due to Supplier to such extent as may be necessary to protect Company from loss because of a doubt that the Products will fulfill the requirements of a purchase order or breach by Supplier of any of these terms and conditions, or due to a dispute in an invoice.

4. ORDERS FOR PRODUCTS

4.1 Company may submit to Supplier a written purchase order that shall include the quantity and price of the Products and the delivery date and shipment address of the Products. Upon receipt of a purchase order, Supplier will send Company a written acknowledgment of the purchase order, within 24 hours of receipt of a purchase order, including acknowledgment of quantity, price, delivery date and shipping address. A purchase order and Supplier's acknowledgement may be sent by email. A purchase order becomes

- binding on Supplier when accepted by Supplier's acknowledgment or upon any performance by Supplier pursuant to the purchase order.
- 4.2 Supplier shall perform any changes to a purchase order required by Company which may include additions to, or reductions in the quantity of Products. If Company is contemplating a change, notice shall be provided to Supplier, who shall promptly advise Company of its reasonable effect on the delivery date. Notices for the purpose of this clause may be sent by email.
- 4.3 No change shall be accepted by Company and Company shall not be liable to make any payment therefore to Supplier unless such change has been authorized by Company in writing.
- 5. COMPLETION AND DELIVERY**
- 5.1 Time is of the essence in regard to these terms and conditions, the delivery date and all of Supplier's obligations.
- 5.2 Supplier agrees to deliver the Products to Company pursuant to delivery schedules which may, from time to time, be provided by Company. Supplier shall be responsible to deliver any Products ordered by Company to support Company's production schedule as notified to Supplier from time to time. Supplier shall meet all delivery dates, specifications and quantities as set forth in any acknowledged purchase order pursuant to clause 4.1.
- 5.3 Supplier shall provide at its own expense such information concerning status and progress of the Products as Company shall deem necessary to ensure that the Products will be delivered by the delivery date. If Supplier expects any delays in the delivery of the Products, it shall immediately notify Company and provide Company with a written action plan to remedy such delay. The provision of such notice and action plan by Supplier to Company shall in no way relieve Supplier of any of its obligations under these terms and conditions and shall not operate as a waiver of any of the rights of Company under these terms and conditions.
- 5.4 Transportation with respect to Products supplied to Company shall be F.O.B shipping point. Except as expressly set forth herein, Company shall attempt to consolidate to truck load shipments to the extent possible except where otherwise directed by Company.
- 5.5 Supplier shall take all necessary precautions to ensure that all Products delivered to Company are packaged in a safe and sufficient manner so as to avoid damage or loss to the Products whilst in transit and until delivered. Packaging of the Products shall comply with all applicable statutory requirements and/or codes of practice. Supplier shall indemnify Company and Company Indemnified Parties in respect of any and all loss, expense, damage claim and liability incurred by Company Indemnified Parties arising in connection with any breach of Supplier's obligations under this clause 5.4.
- 6. TITLE AND RISK**
- 6.1 Title in the Products shall pass to Company either: (a) When the Products or part thereof are first identifiable as being appropriated to the order or; (b) upon payment of the relevant invoice by Company or; (c) upon acceptance of the Products by Company at the specified delivery point, whichever occurs first.
- 6.2 Notwithstanding passage of title (in whole or in part) on the occurrence of clause 6.1 (a) or (b), risk shall remain with Supplier until delivery or acceptance of the Products by Company in accordance with the provisions of the purchase order, whichever shall be the later.
- 6.3 All materials or equipment to be incorporated in the Products the title of which has passed to Company shall be clearly marked by Supplier as Company property and shall be stored separately from Supplier's property.
- 7. QUALITY AND DESCRIPTION**
- 7.1 The supply of Products by Supplier to Company shall: (a) conform strictly as to quantity, quality, description and specification with the particulars stated in the relevant purchase order and with all applicable statutory requirements; (b) be of sound materials and workmanship; (c) be in strict compliance with the Company Property and any other samples, patents, drawings or specifications provided by Company (if applicable); (d) be fit for the purpose for which it is supplied under the relevant purchase order.
- 7.2 All work performed by Supplier under these terms and conditions shall be performed by suitably qualified and competent personnel and all equipment and tools used shall at all times be maintained in first class operating condition by Supplier.
- 8. DEFECTS AND WARRANTY**
- 8.1 Supplier expressly warrants to Company that Products manufactured by Supplier and supplied to Company shall be: (a) supplied with due care and skill using the standard of diligence that would reasonably be expected from a prudent, expert and experienced provider of Products which are similar to the Products; (b) of merchantable quality and fit for the purpose for which they are designed; and (c) free from defects in material and workmanship as of the date of delivery of such Products to Company and for a period of 12 months from this date ("Warranty Period").
- 8.2 Supplier shall be responsible for remedying at its expense any defect that may arise in the Products within the Warranty Period. Supplier shall guarantee for a further period of 12 months all remedial work carried out under this warranty. Where a defect arises within the Warranty Period but does not become apparent until that period has expired, Supplier's liability shall not cease merely because Company has been unable to give notice of the defect to Supplier within the Warranty Period. If any defects which Supplier is obliged to remedy under this clause, are not remedied within a reasonable time, or circumstances render it impracticable for Supplier to do the same, Company may do so itself or authorise others to do the same, and Supplier shall reimburse Company for all costs arising there from.
- 8.3 Supplier warrants that any and all information provided to Company in respect of Products supplied or to be supplied to Company is accurate, complete and sufficient.
- 8.4 These warranties and Company remedies under this clause are in addition to any other rights and remedies of Company pursuant to applicable law and equity.
- 9. INSPECTION AND TESTING**
- 9.1 Company and its representatives shall at all times be granted access to any premises of Supplier and be allowed to: (a) inspect and test the Products at any time prior to acceptance or delivery, whichever shall be the later; and (b) audit Supplier management systems, operations and production process used to manufacture the Products for the purposes of ensuring satisfactory product quality. Unless otherwise specified, all Products will be subject to final inspection and acceptance by Company.
- 9.2 Company and its representatives shall have full power to reject any Products it considers to be defective or inferior in quality of material or workmanship and/or not in accordance with Company's specifications or Company Property (if provided). Any work so rejected shall immediately be replaced or corrected as required by Company or its representatives, at Supplier's expense.
- 10. SUPPLIER COVENANTS**
- 10.1 Supplier covenants and agrees that it will:
- (a) Comply with all applicable laws, regulations, customs requirements and other legal requirements from time to time in force and which are binding on it or Company, the business operations of it or Company or any of its property or the property of Company;
 - (b) Require its employees to use devices, guards, and proper safe operating procedures as are prudent in connection with the supply of the Products;
 - (c) Not remove or modify, nor permit the removal or modification of, any safety device, guard or warning sign;
 - (d) Not supply:
 - (i) any items that are on any prohibited product list provided by Company to Supplier from time to time;
 - (ii) any items with components exceeding the amounts on any restricted product list provided by Company to Supplier from time to time; nor
 - (iii) any items prohibited under applicable laws or regulations;
 - (e) and it will procure that its Associated Persons will:
 - (i) not make, and has not made, in connection with any aspect of the supply of the Products or any other transaction involving the Supplier, any Prohibited Payment. Further, to the knowledge and belief of Supplier no other person has made or will make any Prohibited Payment in connection with any aspect of the supply of the Products or any other transaction involving Company;
 - (ii) comply with the United States Foreign Corrupt Practices Act, the U.K. Anti-Terrorism, Crime and Security Act of 2001, U.K. Bribery Act of 2010, and the Australian Criminal Code Amendment (Bribery of Foreign Public Officials) Act 1999;
 - (iii) comply with any anti-corruption laws of any country where any aspect of the supply of the Products takes place. It is the intent of this clause that no Prohibited Payments will be made by Supplier which would have the purpose or effect of public or commercial bribery, pay-offs, corruption, kickbacks or other unlawful or improper means of obtaining or retaining business for or with, or directing business to, the Supplier or its Related Corporations;
 - (iv) Not become:
 - A. a Public Official, in any country where any aspect of the supply of the Products will take place;
 - B. a member of the family of such a Public Official; nor
 - C. a nominee for any Public Official;
 - (v) Not, in connection with any aspect of the supply of the Products or any other transaction involving Company or its Related Corporations, make any Facilitation Payment;
 - (vi) Not:

- A. use forced labour, regardless of its form;
 - B. employ any person below the age of 15 (or younger if provided for in any applicable law), unless it is part of a government approved job training, apprenticeship or other program that would be clearly beneficial to its participants; nor
 - C. engage in physically abusive disciplinary practices; and
- (vii) Comply with any of Company's policies provided by Company to Supplier from time to time.

11. COMPANY PROPERTY

- 11.1 If Company provides any Company Property to Supplier: (a) Supplier shall only use the Company Property for the purpose of producing and supplying the Products to Company; (b) Supplier agrees to use the Company Property only in accordance with these terms and conditions; (c) Supplier will not use the Company Property to produce Products for sale to any other party without Company's prior written consent; (d) Supplier will maintain the Company Property in its original operating condition except for ordinary wear and tear; and (e) Supplier agrees to immediately notify Company on any and all conditions that may require Company Property maintenance or repair.
- 11.2 Supplier acknowledges and agrees that all Company Property shall be and remain the exclusive property of Company and no right, title or interest in the Company Property shall transfer to Supplier at any time.
- 11.3 Return of Company Property. Immediately on the written request of Company or on the expiration or termination of the supply of the Products, for any reason, Supplier shall return the Company Property to Company or make the Company Property available for collection by Company at its own cost.
- 11.4 Supplier shall indemnify Company and Company Indemnified Parties in respect of any and all loss, expense, damage, claim and liability incurred by Company Indemnified Parties arising in connection with the operation, handling, or transportation of any Company Products while the Company Products are in the possession or control of Supplier.

12. PERSONAL PROPERTY SECURITIES ACT

- (a) To the extent that a Security Interest arises in relation to Company Property provided to the Supplier under these terms and conditions in favour of Company as the secured party:
- (i) the Supplier acknowledges that the Security Interest will attach to any proceeds or any accession;
 - (ii) the Supplier agrees to Company effecting a registration on the PPS Register (in any manner Company considers appropriate) in relation to any Security Interest and the Supplier agrees to provide all assistance reasonably required to facilitate this (including paying all costs in connection with effecting, maintaining, amending or discharging that registration);
 - (iii) the Supplier waives the right to receive any verification statement (or notice of any verification statement) in respect of a registration made on the PPS Register;
 - (iv) the Parties agree to keep these terms and conditions and all information of the kind mentioned in section 275(1) of the PPSA confidential and neither Party will disclose that information except to their officers, employees, legal and other advisers and to the extent disclosure is required or permitted by these terms and conditions or by law (other than section 275 of the PPSA); and
 - (v) the Supplier must not, without first giving Company 14 days' prior written notice, change its name, ABN or any other identifiers which are required to be recorded on the PPS Register in connection with any Security Interest.
- (b) The Supplier and Company agree that to the extent section 115(1) of the PPSA allows them to be excluded, sections 95 (to the extent that it requires Company to give notice to the Supplier), 96, 121(4), 125, 130 (to the extent that it requires Company to give notice to the Supplier), 132(3)(d), 132(4), 142 and 143 do not apply to the enforcement by Company of any Security Interest arising under these terms and conditions.

13. LIABILITY AND INDEMNITY

- 13.1 Company shall not be liable to the Supplier or any of its Related Bodies Corporate, affiliates or representatives for any Consequential Loss.
- 13.2 Subject to clause 13.3 the Supplier will indemnify (and keep indemnified) Company and Company's Indemnified Parties from and against all liabilities and costs suffered or incurred by Company arising directly or indirectly from any:
- (a) breach by the Supplier or its personnel of these terms and conditions;
 - (b) negligent act or omission by the Supplier or its personnel arising out of or in any way related to the supply of the Products;
 - (c) breach by Supplier of any third party's Intellectual Property Rights in

the supply of the Products;

- (d) false, incorrect, inaccurate, incomplete or misleading information provided by Supplier to Company whether in respect of the Products or otherwise; and
- (e) claim made against Company by any of the Supplier's personnel in respect of relevant legislation concerning income tax, workers' compensation, annual leave, long service leave, superannuation or any applicable award, determination or agreement of a competent industrial tribunal.

- 13.3 The Supplier will not be liable under clause 13.2 to the extent that the liability was caused, or contributed to, by (as the case requires) the negligent acts or omissions or willful misconduct of Company or its Related Bodies Corporate.

14. INSURANCE

- 14.1 Supplier shall ensure that it carries and maintains appropriate insurance, with insurers acceptable to Company, including but not limited to: (a) employer's liability insurance and workmen's compensation insurance as appropriate to comply fully with all applicable laws; (b) automobile public and passenger liability insurance having unlimited indemnity; and (c) general liability insurance having a limit of not less than AU \$5 million equivalent combined single limit any one occurrence covering all operations of the insured including without prejudice to the foregoing generally the contractual liabilities assumed herein. Supplier shall ensure that all such insurances waive all rights of subrogation against Company. Supplier shall remit certificates evidencing said insurances, confirming names of insurers, policy numbers and expiration dates upon the request of Company.

15. CONFIDENTIALITY AND INTELLECTUAL PROPERTY

- 15.1 Supplier may receive, possess or otherwise acquire Confidential Information of Company and Supplier acknowledges that the Confidential Information is the property of, confidential to and a trade secret of Company. Supplier must:
- (a) keep the Confidential Information confidential and not directly or indirectly disclose, divulge or communicate that Confidential Information to, or otherwise place that Confidential Information at the disposal of any other person without the prior written approval of Company;
 - (b) take all steps to secure and keep secure all the Confidential Information coming into its possession or control;
 - (c) not use the Confidential Information for its personal benefit or for the benefit of any person or entity other than Company and only use the Confidential Information to the extent necessary to perform its obligations under these terms and conditions;
 - (d) not memorise, modify, reverse engineer or make copies, notes or records of the Confidential Information for any purpose other than in connection with the performance of its obligations under these terms and conditions;
 - (e) only disclose Confidential Information to those of its employees strictly on a "need to know basis" for the purpose of performing its obligations under these terms and conditions; and
 - (f) take all steps to ensure that its employees comply at all times with the terms of this clause 15.1.
- 15.2 Immediately on the written request of Company for any reason, Supplier shall:
- (a) cease the use of all Confidential Information;
 - (b) deliver to Company all documents and other materials in its possession or control containing, recording or constituting that Confidential Information, or make the Confidential Information available for collection by Company at its own cost or, at the option of Company, destroy, and undertake to Company that it has destroyed, those documents and materials; and
 - (c) for Confidential Information stored electronically, permanently delete that Confidential Information from all electronic media on which it is stored, so that it cannot be restored.

- 15.3 Company shall be the sole owner of, and be entitled to the full and unrestricted right, including the right to apply for patent or other protection in its own name, to exploit any invention, technical information or know-how, any intellectual property arising from or developed in the course of the supply of the Products. For the avoidance of doubt, the Parties acknowledge and agree that any invention, improvement, design or other work in which Intellectual Property Rights may subsist (**Works**) that is developed or originated by the Supplier based in whole or in part on the Confidential Information will be owned exclusively by Company and that all rights, title and interest in the Works shall vest solely in Company.

16. TAXES AND OTHER CHARGES

Supplier shall be responsible for all taxes import duties, fees and the like related to the supply of the Products to Company and shall indemnify Company in respect of all liabilities and associated costs and expenses

which may be incurred in connection therewith.

17. DEFAULT

If the Supplier fails to comply with any of these terms or conditions or if Supplier becomes subject to any insolvency, administration or bankruptcy or if any Company Property provided to Supplier (as the case may be) or any part of the Company Property are abused, illegally used or misused, Company shall have the right, without legal proceedings, to the extent permitted by the laws of location where the Company Property is located, to enter the premises where the Company Property is located and take possession thereof without being liable to any party and Company also shall have the right to exercise any right and/or remedy available to it at law or in equity.

18. DISPUTE RESOLUTION AND GOVERNING LAW

18.1 These terms and conditions shall be governed by, interpreted and construed in accordance with the laws of the State of Western Australia. The Parties submit to the exclusive jurisdiction of the state and federal courts located in Perth, Western Australia

18.2 In the event of a dispute between the Parties arising out of or relating to these terms and conditions, or the breach thereof, either Party may give notice to the other Party of the dispute, and the Parties shall make every effort to amicably resolve, reconcile, and settle such dispute between them. To this extent the Parties shall consult and negotiate with each other, in good faith and understanding of their mutual interests to reach a just and equitable solution satisfactory to both Parties. Should an amicable resolution not be possible within 30 days of the date of the notice, then the dispute may be submitted to the courts of Western Australia.

19. FORCE MAJEURE

19.1 Neither Party shall be responsible for any failure or delay in complying with these terms and conditions, other than an obligation to pay money, where such failure or delay is due to causes beyond its reasonable control. These causes shall include, but not be restricted to: fire, storm, flood, earthquake, explosion, accident, acts of the public enemy, war, rebellion, insurrection, sabotage, epidemic, quarantine restrictions, transportation embargoes, acts of God, acts of any government, whether national, municipal or otherwise, or any agency thereof and judicial action. The Party so affected by the force majeure shall notify the other Party as soon as practicable of its existence. The Parties shall then meet and endeavor to alleviate the effect and extent thereof.

20. PRIVACY

- (a) Company agrees to comply with its privacy policy and all Privacy Laws in relation to any and all Personal Information that it collects from Supplier.
- (b) Supplier has read and agrees to the collection and handling of its personal information in accordance with Company's privacy policy, which is available on its website. For the avoidance of doubt, the privacy policy does not create contractual obligations on Company, but is a policy document prescribed under Privacy Law and the obligations on Company in respect of that policy are to be handled via the procedure prescribed in Privacy Law.

21. ASSIGNMENT AND SUBCONTRACTING

- (a) Supplier must not assign, transfer, or delegate or purport to assign, transfer or delegate its obligations under these terms and conditions or its rights hereunder without the prior written consent of Company which Company may withhold in its absolute discretion.
- (b) Supplier must not, without Company's prior written approval, subcontract to any third party any part of the supply of Products to Company.
- (c) Company may assign these terms and conditions by providing written notice to the Supplier.