

General Purchase Terms and Conditions

1 General

1.1 All purchase orders of JONAS Farben GmbH (“**JONAS Farben**”) for the delivery of movable property to be produced or generated are exclusively based on the following General Purchase Terms and Conditions (“**GPT**”). They are applicable also to all future transactions with the Supplier as current at the time of the agreement on a transaction.

1.2 These GPT do not apply to contracts on works and services ordered by JONAS Farben that are not deliveries as defined in Clause 1.1.

1.3 Any terms and conditions of the Supplier that deviate from or are not contained in these GPT will not be recognised unless JONAS Farben has expressly agreed to their validity in text form. Counter-confirmations by the Supplier with reference to his terms and conditions of business or delivery are hereby expressly rejected.

1.4 Deviations and amendments by the Supplier of these GPT shall be valid only with the express confirmation of JONAS Farben in text form (e.g. by facsimile, e-mail, EDI or in writing); they shall be apply only to the agreed transaction on an individual case basis.

1.5 If JONAS Farben and the Supplier agree on provisions that deviate from individual provisions of these GPT, this shall not affect the validity of the remaining provisions of these GPT.

1.6 Generally, an execution of a purchase order by the Supplier shall be considered as acceptance of these GPT.

1.7 Insofar as the special Delivery Specifications/Instructions of JONAS Farben are likewise included in the contract, these take priority over these GPT which, in that case, apply in addition to the special Delivery Specifications/Instructions of JONAS Farben. Moreover, in particular agreements on quality are also an integral part of the contract.

2 Compliance In the Supply Chain

2.1 The respective Supplier Code of Conduct of JONAS Farben is an integral part of the contract and applies correspondingly. The Supplier shall comply with the requirements of the Supplier Code of Conduct. The Supplier is also obliged to observe all applicable human rights and environmental prohibitions in accordance with § 2 para. 2 and para. 3 of the Supply Chain Duty of Care Act (LkSG) (hereinafter together with the Supplier Code: “**Human Rights Requirements**”).

2.2 The Supplier shall oblige its suppliers to comply with the Human Rights Requirements and to monitor the implementation of and compliance with these requirements to an appropriate extent. In this respect, he is also entitled to apply his own supplier code to his suppliers, insofar as this covers the Human Rights Requirements.

2.3 Upon JONAS Farben's request, the Supplier shall provide JONAS Farben with the information necessary to identify any human rights or environmental risks (“**Risks**”) in the business relationship with the Supplier. The Supplier is obliged to inform JONAS Farben without delay about any identified risks or violations of human rights in the company's own business area as well as in the area of its suppliers. Upon JONAS Farben's request, the Supplier shall provide proof of this in a suitable form.

2.4 Insofar as JONAS Farben offers training courses on compliance in the supply chain in accordance with the LkSG, the Supplier is obliged to take part in these training courses on request by JONAS Farben, unless he can prove that he is already carrying out adequate training courses on compliance with Human Rights Requirements in his own enterprise.

2.5 JONAS Farben is entitled to audit the compliance with the Human Rights Requirements on a regular basis with 2 weeks' notice and, in case of suspicion of a violation of the Human Rights Requirements, without prior announcement. The audit can be carried out by JONAS Farben or an expert appointed by JONAS Farben who are bound too confidentiality unless they are already obliged to maintain confidentiality towards third parties by virtue of their profession, during normal business hours in compliance with the applicable data protection laws. The auditors shall be granted access to the Supplier's premises and to the documents as far as necessary for the audit. The Supplier is entitled to refuse access to the Supplier's business secrets or confidential documents of third parties to whom the Supplier is obliged to maintain secrecy. The Supplier must make the above exception plausible to the auditors.

2.6 The right to audit in accordance with Clause 2.5 above is limited to cases of suspicion if the Supplier is certified in accordance

with a certification system recognised for the LkSG and submits the certificate to JONAS Farben without being requested to do so upon conclusion of the contract or after each renewal.

2.7 If the Supplier and/or JONAS Farben detect violations or imminent violations of Human Rights Requirements in the Supplier's own company or at its suppliers, the Supplier must immediately take appropriate remedial measures to prevent or end such violations or to minimise their extent. The Supplier is obliged to terminate the business relationship with its supplier if there is a serious violation of human rights requirements, the implementation of the measures developed in the concept does not bring about a remedy after the expiry of the time specified in the concept and the Supplier has no other mitigating means at its disposal.

2.8 In this respect, the Supplier has to submit a concept of suitable remedial measures for the termination or minimisation to JONAS Farben immediately after a violation of Human Rights Requirements by its enterprises or its supplier has become known and also to implement this. The concept must contain a concrete time schedule. If the Supplier does not comply with this obligation within a reasonable period of time set by JONAS Farben, this constitutes an important reason for JONAS Farben to terminate the contractual relationship and the individual contracts concluded extraordinarily. The same applies if the Supplier does not prove to JONAS Farben the successful implementation of the remedial measures within a reasonable period of time set by JONAS Farben or, in case of serious violations of human rights requirements by the Supplier or its suppliers, the remedial measures provided for in the concept do not lead to the termination or minimisation of serious violations or imminent serious violations of Human Rights Requirements.

2.9 Insofar as the Supplier culpably violates one of the above obligations according to Clauses 2.1 through 2.8, he shall indemnify JONAS Farben from all claims of third parties as well as from official fines and the costs for ordered measures and/or court costs and other liabilities insofar and to the extent that these are asserted against JONAS Farben due to such a violation of obligations.

2.10 The above provisions of Clauses 2.1 through 2.8 and the Supplier Code of Conduct do not constitute third-party protective provisions and exclusively bind the Supplier and exclusively entitle JONAS Farben.

3 Offer, Purchase Order, Conclusion of Contract

3.1 Offers of the Supplier must comply with the requirements of JONAS Farben contained in the request for quotation regarding quality and quantity as well as other provisions with respect to the goods to be delivered; if the Supplier wants to deviate from JONAS Farben's request for quotation, he must expressly point out to such possible deviations of the offer.

3.2 Solely JONAS Farben's purchase order shall be authoritative for the scope of delivery. Purchase orders shall only be binding, if they have been placed or confirmed by JONAS Farben in text form. Cost estimates and prices specified in the purchase order are binding.

3.3 Purchase orders of JONAS Farben must promptly be confirmed in text form to the e-mail address einkauf@jonas-farben.de on receipt but not later than within 2 working days by specifying all purchase order data. If such confirmation has not been received by JONAS Farben within 2 working days after the date of the purchase order, JONAS Farben is no longer bound by the order, unless any other agreement, e.g. a waiver of order confirmation, has been agreed. If JONAS Farben expressly waives an order confirmation, only the purchase order shall be authoritative.

4 Subsidiary Obligations of the Supplier regarding Legal Conformity and Indemnification Obligation

4.1 Within the scope of contracts concluded, the Supplier must comply with all statutory provisions and specifications.

4.2 The Supplier engages itself to transmit to JONAS Farben unsolicited an original long-term supplier declaration for products with preferential origin in accordance with the respective relevant statutory provisions (presently: Regulation (EC) No. 2015/2447) not only on contract conclusion but also subsequently once during any contract year. If long-term supplier declarations are used, changes in the originating status must be communicated unsolicited to JONAS Farben in text form together with the respective order confirmation. If JONAS Farben or JONAS Farben's customers are charged subsequently by customs authorities due to own faulty declarations of origin or if JONAS Farben or JONAS Farben's customers suffer any other financial disadvantage as a result, and if the mistake is based on an incorrect indication of origin by the Supplier, the Supplier shall be liable for any damages incurred by JONAS Farben. Further claims for compensation shall remain unaffected.

4.3 Insofar as the Supplier delivers products within the meaning of Art. 3 Regulation (EC) No. 1907/2006 for Registration,

Evaluation, Authorisation and Restriction of Chemicals (REACH Regulation), Supplier shall be liable to adequately comply with his obligation to forward specific information in accordance with Art. 33 REACH Regulation.

4.4 If the Supplier is an Authorised Economic Operator (AEO) certified by the competent customs authority, or a so-called known consignor (bV) accredited by LBA [German Federal Office of Aviation], he is obliged to send the corresponding certificates and/or registration numbers to JONAS Farben in order to guarantee safety in the international supply chain.

4.5 The Supplier engages itself to carefully comply with the provisions of the Construction Products Regulation in accordance with EC Regulation No. 305/2011 and the European Parliament and Council dated 9th March 2011 (hereinafter "CPR") as well as the corresponding implementing provisions on it, and to promptly communicate to JONAS Farben all information required in this respect. JONAS Farben must be promptly informed on any deviations. This applies also to inspections and information which occur at the Supplier.

If a product covered by CPR in accordance with the agreement made with JONAS Farben is exclusively or at least in addition marked with the name or the trademark of JONAS Farben, the Supplier will make available to JONAS Farben, prior to the first delivery of the respective product, copies of the technical documentation prepared by the Supplier according to Article 11 (1) CPR as well as the technical documents according to Article 11 (2) CPR. The Supplier will keep the originals of these documents in accordance with the specifications of CPR. If JONAS Farben requires these originals, for example, for submission to supervisory authorities or other public authorities, the Supplier will make them available to JONAS Farben upon JONAS Farben's request and/or permit inspection on-site also by the public authority. In the event of insolvency or any other termination of the business activity of the Supplier, the Supplier shall arrange that the documents are handed over to JONAS Farben in bulk. Moreover, on a priorly agreed date, JONAS Farben shall be entitled to verify the compliance with the requirements of the CPR also during production.

As far as applicable, the Supplier permits JONAS Farben according to Article 36 (1) c) CPR to use the corresponding documentation and initial tests or CE Certificates of Conformity of the Supplier for issuing the CE label as well as the declaration of performance.

The Supplier will inform JONAS Farben not later than twelve weeks prior to implementation of any modification which has an impact on mandated properties according to the harmonised technical specification relevant for the respective product. In that case, all documents modified accordingly including the above mentioned technical documentation in accordance with Article 11 (1) CPR as well as the technical documents according to Article 11 (2) CPR must be made available to JONAS Farben in the agreed upon format unsolicited twelve weeks prior to implementation of the modification.

The Supplier indemnifies JONAS Farben from all third party claims which they may assert and/or be able to assert against JONAS Farben due to infringement of an obligation created in this Clause 4.5.

4.6 The Supplier engages itself vis-à-vis JONAS Farben to communicate at any time evidence – if existing in writing – on the compliance with the above mentioned obligations. This applies in particular also to all self-verifications, inspection certificates and other test records carried out on the products as they occur, for example, by externals within the scope of third party inspection. These must promptly be made available to JONAS Farben upon request.

5 Subsidiary Obligations of the Supplier regarding Foreign Trade Law

5.1 The Supplier is obliged to inform JONAS Farben on any authorisations required for (re)exports of his goods in accordance with German, European, US and other applicable customs and export regulations.

5.2 Upon request, the Supplier is obliged to communicate to JONAS Farben in text form all foreign trade data on the goods and their components and to promptly inform JONAS Farben in text form of all modifications of the above mentioned data.

In the event of omission or faulty information of the above data, JONAS Farben shall be entitled to withdraw from the contract.

5.3 The Supplier engages itself moreover to regularly verify all contractual products in view of all import and export control restrictions, in particular the requirements regarding so-called Dual Use Goods (presently: Regulation (EC) No. 428/2009 in the respectively valid version), and the provisions of the Foreign Trade Regulation, and to inform JONAS Farben promptly and unsolicited on corresponding modifications in text form.

5.4 Clause 4.6 applies accordingly.

6 Prices

6.1 All prices are fixed prices without the applicable statutory value added tax which is to be calculated separately. This applies also to unit prices and flat prices.

6.2 If prices have been fixed neither in the offer nor in the order confirmation nor by agreement, the Supplier must submit the prices to JONAS Farben prior to execution of the order for confirmation in text form. Within the scope of existing business relations, the last price for the same or comparable services invoiced by the Supplier shall be applicable in the absence of any express price agreement.

6.3 In the absence of a different agreement in text form, the price includes all cost associated with the delivery of the goods, in particular packing and transport to the place of destination including customs duties, insurance, fees, taxes and other additional cost (DDP, Incoterms 2020) unless another clause of Incoterms has been agreed.

6.4 In the case of orders from abroad, duty-paid goods have to be supplied to JONAS Farben at the agreed upon prices.

6.5 JONAS Farben does not agree to price adjustment clauses or price increase clauses, neither does JONAS Farben accept a list price valid on the day of delivery (current price clause).

7 Delivery Time

7.1 The delivery periods and delivery dates mentioned in the purchase order of JONAS Farben are binding.

7.2 The delivery periods start on the date of JONAS Farben's purchase order.

7.3 The day of delivery is

- the day of the goods receipt on the premises of JONAS Farben or at the delivery address designated by JONAS Farben, or
- in the case of contractually agreed or statutory acceptance of performance or goods, the day of acceptance.

7.4 If delayed delivery of goods is taken without objections, this serves only to reduce any damages does not constitute a waiver of any claims.

7.5 If no delivery period is agreed upon, the performance has to be provided immediately, unless the circumstances indicate otherwise.

8 Delay

8.1 The Supplier is obliged to promptly inform JONAS Farben in text form on the reason and probable duration of any delay, if circumstances occur or become discernible to the Supplier causing the determined delivery period not to be met. The same applies to circumstances and events for which the Supplier is not responsible.

8.2 In the case of delay in delivery, JONAS Farben shall be entitled to demand a lump-sum compensation for damages caused by default in the amount of 0.25% of the delivery value per day of delay, but not more than 5% of the gross delivery value. Further statutory claims (the right to withdraw or compensation instead of delivery) remain unaffected; the lump sum compensation will be credited against claims for damages. The Supplier is entitled to prove that the delay did not cause any or significantly less damage.

8.3 JONAS Farben does not agree to limitations of liability and exclusions of liability of any type by the Supplier in the event of delay in delivery.

9 Force Majeure

9.1 "**Force Majeure**" means the occurrence of an event or circumstance which prevents or impedes either party from performing any obligation under the Contract if and to the extent that the party affected by the impediment (the "**Affected Party**") proves (a) that such impediment is beyond its reasonable control and (b) that the effects of the impediment could not reasonably have been avoided or overcome by the Affected Party. For the purposes of lit. (a), obstacles include, but are not limited to, wars, civil wars, insurrections, acts of terrorism, piracy, currency and trade restrictions, embargoes, sanctions, official measures and orders, expropriation, epidemic, pandemic, natural disasters, fire, unless the unaffected party proves otherwise.

9.2 If a party fails to fulfil its contractual obligation due to the failure of a third party (including subcontractors) whom it has

engaged to perform the whole or part of the contract, the party may only invoke force majeure to the extent that the conditions set out in Clause 9.1 are fulfilled both for the party and the third party.

9.3 Insofar as the requirements of Clause 9.1 or 9.2 are fulfilled, the Affected Party shall be released from the contractual obligation and from any liability for its breach from the time when the impediment causes the inability to perform and to the extent that the impediment prevents performance, provided that the Affected Party notifies the other party immediately. If such notification is not made without delay, the relief shall only become effective from the time when the notification is received by the other party. The other party may suspend performance of its obligations, if applicable, from the date of such notification.

9.4 If the effect of the alleged impediment or event is temporary, Clause 9.3 shall apply only as long as the alleged impediment prevents the Affected Party from performing its obligations under the contract. The Affected Party must notify the other party as soon as the relevant impediment no longer exists.

9.5 The Affected Party is obliged to remedy the force majeure, and to limit its effects, as far as possible.

9.6 Notwithstanding the foregoing, JONAS Farben is entitled to withdraw from the contract in whole or in part if the Force Majeure lasts for more than four (4) weeks from the agreed delivery date.

10 Invoicing and Terms of Payment

10.1 For each individual delivery a separate, auditable invoice corresponding to the applicable fiscal provisions must be issued. The invoice address for deliveries to JONAS Farben is: Dieselstraße 42-44, 42489 Wülfrath, Germany. The invoice must be sent by the Supplier solely as a pdf-file to the e-mail address: invoice@jonas-farben.de; per invoice one pdf-file each is sent by separate e-mail.

10.2 Supplier's invoices can only be processed by JONAS Farben, if they contain the standard commercial details (in particular order and/or item number as well as commission number, precise description of the goods, quantity delivered, dimensions, weight, packing). The Supplier shall be liable for all consequences arising from non-compliance of said obligation, unless he proves non-culpability for the non-compliance.

10.3 Unless any specifically otherwise agreed, payment will be made within two weeks after receipt of goods and invoice with a discount of 3% of the invoiced amount or within 30 days after receipt of goods and invoice without deduction. If instalment payments have been agreed, the discount will be granted for each individual payment, insofar as it made within the period of two weeks.

10.4 Agreed payments prior to receipt of the delivery, in particular advance payments and prepayments, shall be due for payment only after the advance performance risk has been secured by handing over an absolute, unlimited bank guarantee, free of costs for JONAS Farben, in the amount of the prepayment.

10.5 A discount deduction is also possible in case of offset or justified retention or withholding by JONAS Farben.

10.6 Payments of JONAS Farben will be made subject to correction or a claim for return, if subsequently the incorrectness of calculation or objections arise, as well as under the prerequisite of proper receipt of the goods. Payments do not constitute an acceptance of the delivery.

10.7 The day of payment is deemed to be the day of performance.

10.8 JONAS Farben does not agree to interest payable from the due date or default interest which is higher than interest legally owed.

11 Delivery, Transfer of Risk, Advance, partial and additional performance

11.1 Generally, delivery and transfer of risk are according the agreed clause of the Incoterms 2020.

11.2 If no such Incoterms clause is agreed, delivery will be DDP (Incoterms 2020) to the agreed place of destination.

11.3 The risk shall pass according to Clause 11.1 or 11.2 to JONAS Farben only after a department authorised by JONAS Farben has acknowledged receipt of the goods.

11.4 Advance performance, partial performance and additional performance are only permitted with prior approval of JONAS Farben in text form, and must be noted on the delivery documents and invoices.

12 Shipment, Packing, Labelling

12.1 The Supplier is obliged to include on all shipping documents, delivery notes, package addresses and/or other accompanying documents (e.g. bills of lading) the shipping address as well as the order number of JONAS Farben and other standard commercial details. The surplus cost and damages incurred as a result of culpable non-compliance shall be borne by the Supplier.

12.2 During shipment the relevant terms and provisions of the selected form of transport must be observed and, in case JONAS Farben carries the shipping cost, the most cost-effective shipping opportunity for JONAS Farben has to be selected, unless the means of transport have expressly been stipulated by JONAS Farben. If not expressly agreed in the individual contract, the Supplier shall adequately insure the goods to be delivered for the duration of transport at his own expense. The Supplier must affect adequate transport insurance for coverage of the shipment risk borne by him.

12.3 Shipment must be notified to JONAS Farben not later than at the time of dispatch of the goods.

12.4 If no delivery note of the Supplier is included in the delivery, JONAS Farben is entitled to return the goods at the expense of the Supplier.

12.5 The delivered goods must be packaged properly. The packing must comply with all technical, statutory and official regulations as well as with the packaging instructions of JONAS Farben.

12.6 In the case of deliveries by train or by forwarding agencies, JONAS Farben will receive an official proof of weight and/or evidence that weighing complies with German calibration law with respect to goods which are based on a weight calculation.

12.7 For delivery of raw materials, auxiliary materials and consumables, the relevant statutory provisions regarding classification, packaging and labelling requirements must be complied with, in particular those of the German Chemicals Act. Damages incurred by JONAS Farben due to culpable infringements of statutory provisions must be replaced by the Supplier.

13 Properties of the Goods Supplied, Examination Obligation of Supplier

13.1 The goods delivered must exhibit the agreed upon properties, correspond precisely to the data specified on the purchase order of JONAS Farben, and present the technical standard applicable at the time of delivery.

13.2 The Supplier warrants that its deliveries and services comply with the statutory and official regulations applicable on the day of delivery, in particular with the relevant environmental, accident prevention and occupational safety and health regulations.

13.3 Upon request of JONAS Farben, the Supplier is obligated to make available a specimen, a sample and/or data sheets.

13.4 The Supplier shall review any technical documents, drawings or specifications that form part of JONAS Farben's order and shall draw JONAS Farben's attention to any discrepancies and request clarification.

13.5 If JONAS Farben approves technical documents, drawings and specifications prepared by the Supplier, this shall not release the Supplier from its responsibility for the proper performance of the contract.

14 Inspection and Notification of Defects

14.1 The statutory provisions apply to the commercial duty to inspect and give notice of defects, subject to the following proviso: The duty to inspect is limited to defects which become apparent during an external inspection of incoming goods including the delivery papers (e.g. transport damage, wrong and short delivery) or which are recognisable during a quality control by random sampling. In all other respects, the duty to inspect depends on the extent to which an inspection is feasible in the normal course of business, taking into account the circumstances of the individual case. The obligation to give notice of defects discovered later remains unaffected. Irrespective of the duty to inspect, JONAS Farben's notification of defects shall in any event be deemed to be prompt and timely if it is sent within two (2) weeks of discovery or, in the case of obvious defects, of receipt of the goods.

14.2 Insofar as the goods are not delivered to JONAS Farben but, as agreed, by the Supplier directly to the final customer or a processor, intermediary, or distribution service provider commissioned by JONAS Farben, a notification of defects can also be made on behalf of JONAS Farben by a person or enterprise commissioned by JONAS Farben (including JONAS Farben's affiliate companies, the final customer, processor of the goods, intermediary, or distribution service provider). Clause 14.1 shall apply accordingly.

14.3 Deliveries involving larger quantities of same parts, in particular smaller vendor parts, are examined by JONAS Farben in statistical sampling method. Insofar as the random samples reveal defective parts, JONAS Farben is entitled, at JONAS Farben's option, to reject the entire delivery without any further inspection or to carry out further inspection. The Supplier bears all cost of further inspection.

15 Warranty

15.1 JONAS Farben is entitled to the statutory claims based on defects without restriction.

15.2 In any case, JONAS Farben is entitled to request from the Supplier, at JONAS Farben's option, repair of defect or replacement delivery (subsequent performance). The Supplier bears all cost and expenses caused by the defective delivery including removal and installation costs, even if the expenses are increased in the case of subsequent performance because, after delivery, the purchased item has been taken to another place than the place of destination, unless this does not correspond to the intended use. The right to compensation for damages, in particular compensation for damages instead of delivery, is expressly reserved.

15.3 In the event of defective delivery, JONAS Farben shall be entitled to return the goods by forwarding agent at the Supplier's expense. In this case, the Supplier shall bear the risk from the time of handover to the carrier and JONAS Farben shall be entitled to debit the invoice amount accordingly. JONAS Farben is entitled to charge for all cases of a defective delivery an expense allowance of 5% of the gross price of the defective goods. JONAS Farben reserves the right to provide evidence of higher expenses. The Supplier is free to prove lower expenses or no expenses incurred by JONAS Farben.

15.4 Notwithstanding the statutory rights and the above provisions, the following shall apply: If the Supplier fails to fulfil its obligation to provide subsequent performance within a reasonable grace period set by JONAS Farben, JONAS Farben may remedy the defect and any damage caused thereby itself and demand reimbursement of the necessary expenses or a corresponding advance payment from the Supplier. If subsequent performance by the Supplier has failed or is unreasonable for JONAS Farben (e.g. due to particular urgency, endangerment of operational safety or the threat of disproportionate damage), JONAS Farben need not set a grace period; JONAS Farben shall inform the Supplier of such circumstances without delay, if possible in advance.

16 Changes to the Contractual Product

16.1 Deviations from the agreed specifications and other technical changes made by the Supplier after the contract has been concluded are excluded, unless approved by JONAS Farben in text form.

16.2 Any suggestions and requests for modifications made by JONAS Farben shall be reviewed by the Supplier on its own responsibility for their feasibility, and JONAS Farben shall be notified of any concerns.

16.3 Within the scope of current business relations as well as when a delivery item has been examined and tested and released by JONAS Farben first, the Supplier must inform JONAS Farben unsolicited in text form of any product change.

16.4 In the cases of an ongoing delivery or a delivery after product release, the Supplier is also obligated to inspect the delivery item for all deviations and modifications at any change of production conditions in its plant and/or deviations from contractual specifications regarding production, standards to be complied with, raw materials to be used, labelling and other product relevant properties and data, as well as any replacement of raw materials, tools, machines and/or in the case of introduction of new manufacturing methods, , and to inform JONAS Farben in text form on such deviations and modifications.

16.5 If the Supplier omits such information in the above mentioned cases, the obligations for examination and notification of JONAS Farben do not apply insofar as the modified nature of the delivery item results in a defect.

16.6 The Supplier is obliged to inspect the goods before delivery to ensure that they comply with the specifications stated in the purchase order and are free from defects. If goods are delivered in violation of this obligation to outgoing goods inspection, the Supplier may not invoke a violation of the obligation to inspect and give notice of defects.

17 Statute of Limitation

17.1 The period of limitation is 36 months and for building materials 72 months as from passing of risk.

17.2 In the case of subsequent performance, a new period of limitation according to Clause 17.1 starts after completion of

repair or replacement delivery. The new period of limitation, however, only refers to the repaired and/or replaced part of a delivery item, if only this - even dependent - part has been replaced.

17.3 The period of limitation is extended by the period during which the delivery item due to a defect or also its elimination cannot be used. Suspension of the expiry of the time limit starts on the day on which this defect is notified to the Supplier, and ends when the delivery item can be used again by JONAS Farben.

17.4 Reduction of the warranty periods of these GPT is expressly contradicted. In all cases at least the statutory limitation periods shall apply, unless longer time periods have been agreed upon above.

18 Scope of liability

18.1 JONAS Farben does not agree to a limitation of any contractual or statutory liability of the Supplier, neither with respect to the standard of fault nor with respect to the scope of liability or the extent of liability.

19 Product Liability, Indemnity

19.1 The Supplier shall draw the attention of JONAS Farben to the risks arising from Supplier's product even in the event of improper use.

19.2 Insofar as the Supplier is responsible for a product related damage and besides JONAS Farben is liable as joint and several debtor to an injured third party, the Supplier shall hold harmless and indemnify JONAS Farben insofar from third party damage claims on first demand, as the cause results from the Supplier's area of control and organisation.

19.3 If JONAS Farben intends to make a claim against the Supplier in accordance with Clause 19.2 above, JONAS Farben shall inform and consult the Supplier immediately and comprehensively. JONAS Farben shall give the Supplier the opportunity to investigate the case of damage and shall consult with the Supplier on the measures to be taken, in particular in settlement negotiations.

19.4 Within the scope of its liability for cases of damage within the meaning of Clause 19.2, the Supplier is also obliged to reimburse possible expenses in accordance with the principles of management without mandate or within the framework of tortious joint and several liability which result from or in connection with a recall action carried out by JONAS Farben. JONAS Farben will inform the Supplier - insofar as is possible and reasonable - on content and scope of the recall actions to be carried out and give the Supplier the opportunity to comment. Further statutory claims shall remain unaffected.

20 Insurance

20.1 The Supplier is obliged to maintain a business liability and product liability insurance with a coverage of EUR 5 mio. per case of damage (personal injury and/or material damage); if JONAS Farben is entitled to further damage claims, these shall remain unaffected.

20.2 Upon request by JONAS Farben, evidence on conclusion of the insurance must be provided.

21 Rights of Retention, Set-off, Assignment

21.1 JONAS Farben shall be entitled to the statutory rights of set-off and retention in full.

21.2 Assignment of claims against JONAS Farben are legally valid only with the prior approval of JONAS Farben in text form.

22 Intellectual and Industrial Property Rights

22.1 The Supplier is liable for the fact that in connection with its delivery no third party rights, in particular patent and other intellectual property rights, are infringed.

22.2 If claims are raised against JONAS Farben due to such an infringement of rights by a third party, the Supplier is obliged to indemnify JONAS Farben from such claims upon first written demand according to Clauses 22.3 through 22.7 below.

22.3 In the event of claims for damages by the third party, the Supplier retains the right to prove that he was not to blame for the infringement of the third party's rights. JONAS Farben shall not be entitled to enter into any agreements with the third party without the consent of the Supplier, in particular to conclude a settlement.

22.4 The Supplier's obligation to indemnify shall apply to all expenses necessarily incurred by JONAS Farben as a result of or in connection with the claim asserted by the third party, unless the Supplier proves that Supplier is not responsible for the breach of duty on which the infringement of the third party rights is based.

22.5 The assertion of further rights remains reserved.

22.6 JONAS Farben does not agree with any limitation of statutory rights to which JONAS Farben is entitled in the event of a defect of title.

22.7 The period of limitation for these claims is three years starting with transfer of risk, unless the 5 years' warranty period for building products applies.

23 Manufacture/Creation of Movable Objects

Insofar as the Supplier has to manufacture or to create for JONAS Farben and then to deliver a movable object, the following provisions apply in addition:

23.1 The Supplier engages itself, to manufacture or to create and to deliver and/or make available to JONAS Farben the movable object to be made exclusively in accordance with the description and specification stipulated in the individual contract and according to the instructions transmitted by JONAS Farben in text form. Prior to start of processing, Supplier must confirm in text form upon request of JONAS Farben that he has taken note of the description and specification in all details.

23.2 Insofar as on studying the description and specification as well as the instructions of JONAS Farben according to Clause 23.1, uncertainties appear and/or the Supplier has concerns against the type of execution intended, against the quality of the substances or components supplied by JONAS Farben or against the services of other companies engaged by JONAS Farben, Supplier is obligated to notify JONAS Farben thereof in text form and work towards a joint clarification with JONAS Farben. JONAS Farben will prepare a record of such clarification to be signed by both contractual parties. The same applies, if the uncertainties and/or concerns occur only in the course of execution of the purchase order. Until entire removal of uncertainties and/or concerns, the Supplier must interrupt the manufacture or creation .

23.3 It is incumbent upon the Supplier to start manufacture or creation only when the description and the specification as well as the written instructions of JONAS Farben have been clarified in all details. The Supplier can request that JONAS Farben declare clearance - if necessary also partial clearance - for manufacture or generation in text form. Costs, which are incurred by the Supplier without necessary clarification of uncertainties, shall be borne by the Supplier.

23.4 If JONAS Farben considers technical modifications to the delivery item after the conclusion of the contract to be relevant or necessary, JONAS Farben shall inform the Supplier thereof without delay. In this case, both parties must agree on the resulting modifications to the content and execution of the contract.

23.5 If subsequently a modification or extension of the subject matter of the contract is agreed, the Supplier is entitled to request an adjustment of the price for the additional cost incurred as a result of the modification, if the Supplier has notified JONAS Farben of such additional cost as an offer for contract modification prior to modification or extension of the subject matter of the contract. A claim of the Supplier for the increased price arises only if the offer for contract modification is expressly accepted by JONAS Farben and JONAS Farben is obligated to accept the offer, if the Supplier proves that the additional cost advised by it are caused by the subsequent modification of the subject matter of the contract.

23.6 If the Supplier engages itself to manufacture or create a non-fungible movable item, in addition the following provisions shall apply:

23.7 If JONAS Farben has to render services, which are required for manufacture/creation of the movable object, JONAS Farben will render these in accordance with the description and specification stipulated in the individual contract, and the time limits fixed therein. If JONAS Farben does not render these services according to agreement, the Supplier can request adequate compensation from JONAS Farben, the calculation of which is specified in the individual contract or is fixed as a flat rate amount. Such compensation will be offset against what the Supplier has saved in expenses as a result of the default of JONAS Farben or what he can earn by using his labour resources elsewhere. Regarding this, the Supplier is subject to a disclosure obligation. The disclosure obligation can be fulfilled by the Supplier by granting JONAS Farben - via an expert subject to the professional obligation of confidentiality - the right to examine the accounting records. In such cases, a right of termination of the Supplier is

excluded, unless further adherence to the individual contract cannot be reasonably expected from the Supplier despite the compensation stipulated herein.

23.8 If it is incumbent upon the Supplier to provide the material for manufacture/creation of the movable object, the Supplier has to accomplish this at his own expenses and at his own risk. The material used by the Supplier must comply with the description and specification of the goods stipulated in the individual contract. If the Supplier wants to use equivalent but different material, this use is only according to contract, if JONAS Farben has given a prior approval in text form. Insofar as JONAS Farben has stipulated specific sources of supply for procurement of the material, only use of material originating from this source of supply is according to contract. In such cases or if there is a justified interest of JONAS Farben, the Supplier is obliged on request of JONAS Farben to prove to JONAS Farben its Supplier and the place of origin of the material .

23.9 Until manufacture/creation of the movable object JONAS Farben is entitled, to terminate the individual contract at any time without giving reasons. If the individual contract is terminated by JONAS Farben, the Supplier is entitled to request a proportional remuneration for the partial performances already carried out according to contract as well as for the preparation of future partial performances according to contract.

24 Retention of Title, Property Rights

24.1 The Supplier is entitled to deliver the goods under simple retention of title up to their payment. JONAS Farben does not agree to further provisions of retention of title, in particular so-called extended retentions of title or group reservations of title.

24.2 The parties agree already now that during processing or combination of the property of JONAS Farben with objects, which are not property of JONAS Farben, JONAS Farben is entitled to a co-ownership share in the new object created in proportion of the value of the property of JONAS Farben to that of the other processed goods or objects.

24.3 The same applies, if objects and goods are directly delivered to the Supplier by third parties for processing on behalf and for the account of JONAS Farben.

24.4 When determining the co-ownership share of JONAS Farben, manufacturing cost, overhead cost and other imputed cost remain disregarded.

24.5 A storage free of charge for JONAS Farben by the Supplier is already agreed now.

25 Documents of JONAS Farben, Confidentiality

25.1 The documents for production of the delivery item handed over by JONAS Farben to the Supplier and/or the information contained therein remain property of JONAS Farben. JONAS Farben reserves all copyrights.

25.2 These documents and/or the information contained therein, without our express prior approval given in text form, are not permitted to be used for any other purposes than for the production of the delivery item, nor to be copied nor made accessible to third parties; the latter as long as and as far as they are not proven to be public knowledge.

25.3 After performance of the delivery or upon request, the documents must be promptly returned to JONAS Farben in full, including all copies.

25.4 The same applies to drawings and documents which the Supplier prepares according to specifications of JONAS Farben; the contractual parties agree already now that ownership of these documents is transferred to JONAS Farben and that the documents are kept safe for JONAS Farben by the Supplier.

25.5 The Supplier is liable for all damages incurred by JONAS Farben from violation of any of the above mentioned obligations unless Supplier has not culpably caused the violation.

25.6 Insofar as the Supplier makes accessible to third parties, e.g. to sub-suppliers, goods, tools or documents with approval of JONAS Farben, the above mentioned obligations must be imposed on them as well.

26 Final provisions

26.1 Solely the laws of the Federal Republic of Germany shall apply ; application of the United Nations Convention on the International Sale of Goods (CISG) is excluded.

26.2 The place of destination mentioned in the purchase order is the place of performance for all services of the Supplier.

Place of performance - also for the payments of JONAS Farben - is Wülfrath.

26.3 Insofar as the Supplier is a merchant within the meaning of the commercial code, a legal entity of public law or a special fund under public law or if the Supplier or the branch of the Supplier which concludes the contract has its registered office outside the Federal Republic of Germany, the registered seat of JONAS Farben is place of jurisdiction for all rights and obligations of the contractual parties from transactions of any type. The same applies, if the Supplier transfers his domicile or habitual residence abroad after contract conclusion, or if his domicile or habitual residence is unknown at the time when a legal action is commenced. But JONAS Farben is also entitled to sue the Supplier at his place of general jurisdiction.

Supplier code of conduct

This code of conduct is a normative framework for all suppliers and partners that have a commercial relationship with the Sto Group and therefore JONAS. Based on ethical values and precepts, it serves as a basis for cooperative, honest and morally correct cooperation with each individual supplier and partner. In addition to complying with statutory and legally binding standards that form the minimum requirements, the Sto Group and therefore JONAS also calls on its suppliers to operate according to the principle of sustainability. In other words, ethically social responsibility and ecological functionality are both afforded equal consideration within the supplier relationship. Along with the ten Global Compact principles and international guidelines of recognized organizations such as the International Labour Organization, the OECD and Global Reporting Initiative, the basis for this is also formed by the principles to which the Sto Group adheres in its Guiding Principles. The Sto Group and therefore JONAS supplier code of conduct defines the requirements placed on all suppliers of goods and services in relation to sustainable economic management.

Work

1. No child labour (ILO Convention 182)

No child labour (ILO1 Convention 182) The Sto Group strictly prohibits any use of child labor by suppliers. This is understood by the Sto Group to mean the physical, intellectual, social or moral exploitation of persons under the age of 18 and consequent limitation of educational and vocational training opportunities.

2. No forced Labor (ILO Conventions 29 & 105)

The Sto Group prohibits any work or service that is exacted from a person under the menace of penalty and for which the person in question has not offered himself voluntarily. Furthermore, corporal punishment, threat of violence, unlawful detention, mobbing and abuse to achieve discipline and obedience is also prohibited. The supplier is under obligation to ensure that this form of inhumane work is also prohibited within its supply chain and to verify such by way of the commensurate official documentation.

3. Working hours

The supplier is to ensure that work carried out by its entire workforce is accomplished in compliance with all applicable laws and regulations pertaining to working hours.

4. Remuneration and Benefits (ILO Convention 100)

Statutory regulations form the binding basis for wages paid, salaries, employee benefits, overtime, and other payments stipulated by the stated regulations.

5. No discrimination (ILO Convention 111)

There is to be no discrimination within the supplier company or the business relationship on the basis of skin color, race, religion, gender, age, physical condition, national extraction, sexual identity or any other prohibited discriminatory offence punishable by law. The Sto Group considers it preferable for the supplier to draft commensurate guidelines in this regard.

Health and safety

Sto Group suppliers acknowledge that a healthy and safe working environment increases the quality of products and services, production continuity and work morale. Consequently, they are also to adhere to the following criteria.

1. Work safety

The supplier is responsible for the safety of employees in relation to all aspects of work in accordance with the general principles of risk prevention, whereby no cost is to be incurred by the employees. The supplier ensures that work equipment, the safety of which depends on installation conditions, is continuously inspected; that other work equipment is regularly inspected; and that such work equipment undergoes exceptional inspection following the occurrence of unusual events, such as natural catastrophes, breakdowns or pollution that may have a detrimental impact on the safety of the work equipment in question.

2. Health protection

As regards health protection, our partner drafts first aid, fire-fighting and employee evacuation measures deemed necessary in the event of a serious and imminently hazardous situation. Concepts and systems must be in place to treat, monitor and report injuries and illnesses that employees may sustain in the workplace

3. Protective Equipment

In terms of design and manufacture, personal protective equipment must comply with the relevant EU health and safety provisions. The employer must provide the appropriate equipment free of charge and ensure it is in a perfectly functional and hygienic condition.

4. Communication

The employer undertakes to instruct, consult with and enable the participation of employees in all issues regarding health and safety in the workplace and ensures that every employee receives sufficient and appropriate instruction in relation to health and safety protection during working hours.

Environment/Sustainability

The supplier assumes ecological accountability for the environment in its area of responsibility and contributes to the conservation of natural resources through an environmentally friendly approach.

1. Environmental Management systems (e.g. EMAS, ISO 14001)

The supplier undertakes to implement an environmental management system within its company that complies with global standards or statutory regulations, adapt its processes to the system, continuously further develop and commission auditing of such processes or undertake other verifiable measures that meet operational environmental policy criteria.

2. Prävention of environmental pollution

The supplier will optimally limit the extent of environmental pollution within its scope of activities and attempt to instigate this task supported by innovative systems and procedures. In this regard, particular value is set on reducing emissions of the ecologically harmful carbon dioxide gas.

3. Reduction of resource consumption

The supplier undertakes to work continuously on products, production procedures and processes that reduce the consumption of resources. Specific consideration should be afforded to the economical consumption of (drinking) water.

4. Recycling management

The supplier puts into place procedures and mechanisms that guarantee the recycling of waste materials in order to use recycling management to more efficiently organise resource utilisation and enable the recycling of previously processed raw materials. In addition, the supplier provides evidence of its utilisation of a waste management system.

5. Requirements pertaining to product contents

The Sto Group requires that its suppliers obtain official certification of their products by recognised ecological labels such as Natureplus, Blauer Engel or TÜV SÜD. Such certification serves to verify the environmental friendliness of product contents. In addition to these labels, environmental product declarations are to be drafted that record the full life cycle of a product. These must also describe the environmental burden created by the manufacture and use of the product as well as the risks to health. In this context, the Sto Group urges suppliers to develop products with contents that more than satisfy statutory requirements relating to ecological criteria.

6. Cooperation

It is in the supplier's interest to work together with the Sto Group on a continual basis in order to develop innovative solutions to optimally achieve these environmental goals, while at the same time safeguarding their independent interests. Such cooperation is based on a collaborative and mutual exchange of know-how.

Ethics

1. Intellectual property

The supplier is obliged to use any information made available to it by the Sto Group in strict confidence and only within the scope of the business relationship. Concurrently, the Sto Group hereby assures all suppliers that sensitive information will be treated confidentially and diligently.

2. No illegal acceptance of benefits

The supplier is unconditionally committed to preventing and, where necessary, sanctioning corruption, bribery and other immoral conduct of this kind. The supplier is prohibited from offering Sto Group employees any cash payments, gifts, loans or valuable items. Excluded are gifts and invitations presented within the normal scope of business hospitality, convention and civility.

JONAS reserves the right to regularly check compliance with the aforementioned provisions or have such checked by a qualified appraiser. In cases where actions or circumstances contrary to the code of conduct are established, Sto reserves the right to demand the implementation remedial measures or, if necessary, cease further cooperation

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