

TERMS & CONDITIONS OF SALE

IQ Structures s.r.o.

I. Terms & Conditions

1. These conditions issued by IQ Structures s.r.o. – the “**Seller**”, shall regulate relations arising out of Purchase Agreements, Contracts for Work and similar agreements (“**Contract**”) where IQ Structures s.r.o. supplies any Goods or services – the “**Goods**” to any other party – the “**Buyer**”.
2. These conditions override any terms or conditions introduced by the Buyer in his order, negotiations, correspondence or other documentation of whatsoever kind unless otherwise agreed in writing by the Seller.

II. Formation of Contract

1. Any order for the Goods by the Buyer shall be duly signed by the authorized representative of the Buyer and shall be deemed to be an offer by the Buyer to purchase the Goods subject to these Terms and Conditions.
2. All quotations and all acting of the Seller with similar nature e.g. offers, tenders (all together as “**Quotation/s**”) are made, and all orders are accepted subject to the following conditions and no addition thereto or variation therein shall be made or apply unless expressly accepted in writing by the Seller.
3. No contract shall come into existence without a written consent of Seller’s statutory bodies or another empowered representative of the Seller. Buyer accepts that unless expressly written in such letter, e-mail or other his message, such letter doesn’t form any obligation on part of the Buyer and has not nature of trade confirmation letter. Any variation of the Seller’s proposal made by the Buyer means a new proposal, subject to Seller’s approval.
4. In case of any conflict between these conditions and any other terms agreed expressly by the Seller in the Contract, or indicated by the Seller in the valid Quotation or confirmation of order, such other terms shall prevail.
5. If any statement or representation has been made to the Buyer by the Seller, or its officers, employees, or agents, other than in the document(s) enclosed with the Seller’s Quotation or confirmation of order, upon which the Buyer wishes to rely, it shall only be entitled to do so if the statement or representation is attached to or endorsed on the Buyer’s order and then only if the Seller subsequently confirms in writing to the Buyer that the Buyer is entitled to rely on the statement or representation.
6. Unless specifically agreed to the contrary, all commercial terms shall be interpreted in accordance with INCOTERMS current at the time the order is accepted.

III. Prices and Payment

1. Unless otherwise agreed in writing, all prices are quoted net ex-works exclusive of VAT. If the Seller agrees to deliver the Goods otherwise than at its premises, the Buyer shall pay all packaging, transportation, and insurance costs and other charges incurred by the Seller in making or arranging such delivery.
2. Unless otherwise agreed in writing, the Buyer shall pay for all taxes and other duties (including, but not limited to, value added tax, import, export, and other taxes and fees).
3. Where no value added tax is payable on the Goods delivered to the Buyer, the Buyer must immediately and on its own initiative provide the Seller with the relevant documents, in particular with respect to value added tax, which are necessary for the Seller to prove to the tax authority that the Goods are tax exempt under the statutory provisions.
4. The prices quoted relate to the specification referred to in the related Quotation. Should the Buyer choose to change the specification of the Goods, and this results in a change in costs to the Seller, prices will be subject to amendment to reflect this change in cost.
5. Unless otherwise agreed in writing, advance payment of 100% of the agreed price shall be made by bank transfer in Euro to the Seller’s bank account.
6. Where Goods are delivered by instalments, the Seller may invoice each instalment separately and the Buyer shall pay such invoices in accordance with these conditions.
7. Payment shall be deemed to have been made on the day the Seller has the money available.
8. The Seller may credit any incoming payment by the Buyer to any outstanding account payable by the Buyer.
9. Nor disputes arising under the contract neither delays other than due to default by the Seller shall interfere with prompt payment in full by the Buyer.
10. Unless agreed otherwise, payment for the Goods is due within 30 days of delivery.
11. If the Buyer shall default on payment (in full or in part), the Seller shall at its sole discretion and without prejudice to its other rights or remedies be entitled to:
 - a) charge interest on any amount outstanding at the rate of 0.05% per one day of delay in payment;
 - b) suspend all further deliveries under the Contract and under any other contract or contracts between the Seller and the Buyer then current, without notice;

- c) if the Buyer shall be in delay with any payment due, longer than 40 days or if the Buyer become bankrupt, unable to pay its debts, or proceedings shall be commenced for the administration or liquidation of the Buyer, the Seller shall be entitled to withdraw from the Contract in whole or in part by giving written notice to the Buyer without prejudice to any other right or remedy available to the Seller.
12. Should the delivery of the Goods be suspended or delayed due to the request or default of the Buyer, the Seller shall be entitled to payment for work already carried out, materials ordered, and any additional costs incurred by the Seller as a result of such request or default.

IV. Delivery

1. Unless otherwise indicated by the Seller or agreed in writing, delivery of the Goods shall be given and taken at the Seller's premises.
2. Any date for delivery is given in good faith but is approximate only and the time of delivery is not of the essence of the Contract. The Buyer shall have no right to claim damages or to cancel the Contract in case the Seller fails to meet any delivery time quoted.
3. The Buyer shall accept even partial delivery of the Goods from the Seller. In the case of Goods ordered the quantity of the Goods delivered may be within a tolerance of –10% to +10% unless otherwise agreed. In case the Goods are hot-stamping foils, for a delivery of such Goods in quantity lower than 5000 sqm the quantity of the Goods delivered may be within a tolerance of – 20% to +20% unless otherwise agreed.
4. Should expedited delivery be agreed and this should necessitate overtime or other additional costs, extra for delivery is given as accurately as possible, but is not guaranteed, unless otherwise agreed in writing. The Buyer shall have no right to damages or to cancel the Contract for failure to meet any delivery time stated.
5. The date of delivery shall be conditional to prompt receipt of all necessary information, artwork, source materials, instructions, and approvals if any from the Buyer.
6. Buyer's delay with acceptance of the delivery or with any payment shall entitle the Seller to (subject to his own discretion to) claim the agreed purchase price for the Goods, withdraw from the Contract either in whole or in part by giving written notice to the Buyer without prejudice to any other right or remedy available to the Seller.
7. The Buyer shall be responsible for obtaining of all necessary licenses, approvals, governmental consents, export and import authorisations or other duties as may be required for the purchase, export and import of the Goods into its territory, unless otherwise agreed by the Seller in writing. In case of the Buyer's failure to obtain such consents, the Buyer shall indemnify and hold the Seller harmless in this respect. Such failure shall not relieve the Buyer of its obligations under these conditions.
8. Unless otherwise agreed, all and any risk shall pass to the Buyer (so that the Buyer is then responsible for any loss or deterioration of the Goods or for any damage occurring) at the time when the Seller makes the Goods available to the Buyer at a specified location. Regardless the delivery, ownership title to the Goods shall remain with the Seller until the Buyer has paid in full the agreed price to the Seller.
9. Unless otherwise expressly agreed in writing, Goods supplied by the Seller, shall be packed to provide adequate protection in normal conditions of transit of expected usual duration. Should the Buyer requests different packaging, it will be provided against reimbursement of costs.
10. If requested by the Buyer, or in case of Buyer's delay with acceptance of Goods the Seller is entitled to store the Goods in secure conditions at a price amounting to 0,05% of agreed price of Goods per one day of such storing, for subsequent delivery.

V. Liability, Complaints

1. Liability of the Seller for any claims arising out of the delivery or not delivery of Goods to the Buyer shall be limited by the amount equal to the invoiced value of such quantity of Goods that forms the subject of respective Buyer's claim.
2. The Seller shall not be liable to the Buyer for any loss or damage suffered by the Buyer whether direct, indirect, or consequential, and whether arising out of any defect in the Goods, or delay.
3. **If the Goods are required for use with any material or commodity, the Buyer shall ensure himself that the Goods ordered will not adversely affect or be adversely affected by that material or commodity. If the Goods are required for processing of any kind the Buyer shall ensure himself that the Goods ordered are suitable for such processing. For the avoidance of doubt, that shall in particular (but not necessarily exclusively) include conducting the entry inspection of the Goods prior to every large-scale processing in order to prevent and minimize any damage.**
4. Buyer providing his own material to the Seller for processing shall at his own expense insure such materials against any loss or damage whilst on the Seller's premises. Seller accepts no liability for any loss incurred by the Buyer whose materials should be found unsuitable for the processing specified. The Seller is entitled to claim a damage suffered by such unsuitable materials.
5. The Buyer shall check the Goods or arrange such check in moment of its delivery. Apparent defects shall be noticed by the Buyer in writing to the Seller within 5 days upon delivery at the latest. Hidden defects shall be claimed immediately upon its detection within six months upon Goods delivery. In notice shall be specified Goods, characteristic and extent of claimed. Notice of compliant has not deferring effect on maturity of price of claimed Goods.

6. Buyer shall immediately on Seller's request provide more particular information such as amount of claimed Goods, identification of order and invoice, samples and photos. The Buyer shall on request return whole disputed dispatch to the Seller.
7. The Buyer shall not be entitled to withhold payment of any amount payable under the Contract because of any disputed claim by the Buyer in respect of faulty Goods or any other alleged breach of the Contract, nor shall the Buyer be entitled to set off against any amount payable under the Contract any amount which is not then presently payable by the Seller or for which the Seller disputes liability.
8. Defects resulting from use of things, materials, instructions or other subjects unapproved by the Seller or as result of inadequate or rough handling, unattested method of application, application on untested substrate or inadequate storage or as result of any other breach of Buyer's duties shall not establish the purpose for legitimate compliant.
9. In case of any fault occurring in process of the application or other use of the Goods with another commodity, material or for processing, the Buyer shall minimize the amount of such commodity processed, retain the Goods for inspection, immediately notify the Seller in writing of such fault and provide to the Seller all relevant details including an adequate sample of the Goods.
10. The Seller shall be entitled for compensation of all and any costs of compliant proceedings which are or will be deemed as non-legitimate.
11. Accepted compliant shall be settled (subject to the Seller's discretion) by:
 - a) delivery of Goods without defects;
 - b) adequate discount.

VI. Cancellation

1. Cancellation of the Contract shall not be made by the Buyer without the written consent of the Seller. In case of the Contract cancellation, the Seller shall be entitled for payment by the Buyer of any costs incurred in the performance of the Contract prior to its cancellation including but not limited to costs of materials purchased and work carried out. The Seller shall be entitled (without prejudice to its other rights), by notice in writing to the Buyer, to rescind any contract between the Seller and the Buyer or to suspend delivery should the Buyer be in breach of any of his contractual obligations or should he enter into any agreement with or for the benefit of his creditors, have a receiving order in bankruptcy made against it or go into liquidation or undergo a similar act or proceedings under the laws of its jurisdiction.

VII. Working tools and samples, intellectual property

1. The engraved dies, plates, shims, film, masters and other original materials produced or supplied by the Seller, namely the working tools, are the property of the Seller and shall remain in the Seller's secure storage in order to prevent their lose or misuse. Title to the working tools shall remain vested with the Seller at all times. It will only be used by the Seller for the purposes of carrying out Buyer's orders. All such working tools shall be destroyed by the Seller if so requested in writing by the Buyer, at any time or after five years upon completion of last Buyer's order.
2. The Seller may for the purposes of its records keep an example or copy of the Goods or any part thereof clearly marked as specimen only or duly nullified. The Seller retains the right to publicly display such samples. Unless otherwise agreed by the Seller in writing, the Seller retains the right to publicly refer to any work performed, or any Goods produced or supplied under order to the Buyer. Any security holographic images produced or supplied by the Seller will be registered by the Seller with the IHMA Image Register unless the Buyer has expressly requested otherwise in writing.
3. All materials, drawings, documents, shims, tools, confidential records, and other information supplied by the Seller, whether produced by itself or a third party, are supplied on the express understanding that copyright belongs to the Seller (or such third party) and that the Buyer will not, without the written consent of the Seller, give away, reproduce, communicate to third parties, loan, exhibit, or sell any such drawings, documents, shims, records, or other information, extracts from them, or copies of them, or use them in any way except in connection with the Goods in respect of which they are issued and under conditions agreed by the parties.

VIII. Legality

1. The Buyer shall not order any Goods with an intention or use the Goods for an illegal or libellous purpose, or harm anyhow rights of third persons, mainly the copyright, rights to patent, trademark or other intellectual property right or right to the particular image.
2. The Seller shall be fully indemnified by the Buyer in respect of any third-party claims, costs and expenses arising out of any infringement or alleged infringement of aforesaid duties.

IX. Force Majeure

1. The Seller shall be under no liability for any failure to perform any of its obligations under the Contract if and to the extent that the failure is caused by an act of God, war, strike, lockout or other labour dispute, fire, flood, drought, legislation, government restriction, shortages of labour or materials, breakdown of machinery, or other cause (whether or not similar to the foregoing) outside the control of the Seller preventing performance of the Contract. The Seller shall have the right to cancel the Contract in whole or part. Any claims for compensation due to such events by the Buyer are explicitly excluded.

X. Closing provisions

1. These terms and conditions shall be governed and interpreted according to the laws of the Czech Republic and in the case of proceedings issued against the Seller or the Buyer shall be subject to the jurisdiction of the Czech courts only, namely common court of the Seller.
2. These terms form an integral part of the Contract (Purchase or similar Agreement) entered into between the Seller and Buyer and are accessible for public on web pages of the Seller (www.iqstructures.com).
3. These terms and conditions can be modified as allowed by applicable law. This may include changing, adding, or removing terms. The Seller may do this in response to legal, business, competitive environment or other reasons not listed here. Changes to some terms may require at least 30 days advance notice - the Buyer will be notified in case he has the right to reject a change.

In Husinec-Řež, Czech Republic, on December 8th, 2020

IQ Structures s.r.o.