

SIGNIFICANT CONDITIONS OF PURCHASE - ACCEPTANCE FORM

[] [place] [] [date]

Name and other details of the Contractor: []

The Contractor is represented by: []

Acting on behalf of the Contractor we declare that:

Prior to entering into Contract for the execution of [], regarding the implementation of the project entitled "[]" no. [] which is covered by the co-financing agreement signed by the BUYER under the Programme [], as part of the Measure [] co-financed from the European Regional Development Fund, the Contractor has received, read and accepted the SIGNIFICANT CONDITIONS OF PURCHASE of ArcelorMittal Poland S.A. which shall apply to the above-mentioned Contract and constitute part thereof.

We accept that provisions of the Contract supersede the provisions of these Significant Conditions of Purchase.

For the Contractor,

SIGNIFICANT CONDITIONS OF PURCHASE

ArcelorMittal Poland S.A.

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1. CONTRACTUAL DEFINITIONS

The following words, when employed in capital letters in the present CONDITIONS or in any CONTRACT to be entered into between the BUYER and the CONTRACTOR, shall have the meaning defined thereafter:

- 1.1. **BUYER:** Shall mean ARCELORMITTAL POLAND S.A. with its registered office in Dąbrowa Górnicza.
- 1.2. **BUYER'S TECHNICAL SPECIFICATIONS:** Shall mean the technical description and the BUYER'S technical requirements (including the TESTS and expected performances) concerning the WORKS AND/OR EQUIPMENT ordered or to be ordered by the BUYER.
- 1.3. **CONFIDENTIAL INFORMATION:** Shall mean all information, data, technology, know-how, trade secrets, formulas, processes, studies, reports, results, patents applications (for their confidentiality period of eighteen (18) months as from their respective filing date), designs, sketches, photographs, plans, drawings, samples, business and/or financial reports, status of customers, prices lists, instructions and other information element relating directly or indirectly to the scope of the CONDITIONS and/or of one or several CONTRACTS and disclosed by either PARTY to the other.
- 1.4. **CONTRACT(S):** Shall mean any contract and/or order for the execution of the WORKS AND/OR EQUIPMENT, including all its appendices and further addenda, to be entered into between the BUYER and the CONTRACTOR and referring to the CONDITIONS.
- 1.5. **CONTRACTOR:** Shall mean any company, acting indifferently as supplier, seller of goods, building contractor, designer and/or erector, which enters or has entered into a CONTRACT with the BUYER.
- 1.6. **CONTRACTOR'S TECHNICAL QUOTATION:** Shall mean the technical description made by the CONTRACTOR of the WORKS AND/OR EQUIPMENT to be delivered to the BUYER.
- 1.7. **CONTRACTUAL TIME SCHEDULE:** Shall mean the basic time schedule agreed upon by both PARTIES for the performance of any CONTRACT as attached as an appendix to such CONTRACT.
- 1.8. **DATE ZERO:** Shall mean the date agreed upon by the PARTIES in the CONTRACTUAL TIME SCHEDULE and at which the CONTRACTOR shall begin to work on the WORKS AND/OR EQUIPMENT under a CONTRACT.
- 1.9. **DAYS:** Shall mean calendar days.
- 1.10. **DEVELOPMENTS:** Shall mean any and all inventions, data, improvements, works, know-how, or any other information or development whether patented or not, patentable or not, conceived, reduced to practice, modified, developed or discovered by CONTRACTOR in the course of performance of CONTRACT, those relating to the WORKS AND/OR EQUIPMENT, but under strict exclusion of SOFTWARE.
- 1.11. **DOCUMENTATION** Shall mean all information that the CONTRACTOR has to hand over and deliver to the BUYER under the LAWS, the compulsory legal requirements applicable to the SITE and/or the concerned CONTRACT with regard to the WORKS AND/OR EQUIPMENT (including in particular DEVELOPMENTS, SPECIFIC SOFTWARE, STANDARD SOFTWARE, CONTRACTOR'S SOFTWARE), which may include among other things all plans and documentation related to safety

and environmental protection, spare parts, engineering, TESTS, training, exploitation, operation, inspection, maintenance and repair of the WORKS AND/OR EQUIPMENT, studies, drawings, diagrams, plans, notices, technical documents, safety certificates and calculation notes related to the WORKS AND/OR EQUIPMENT, as well as the exhaustive lists of spare parts of the WORKS AND/OR EQUIPMENT.

- 1.12. ACCEPTANCE:** Shall mean the contractual event set out in Clause 18 of the CONDITIONS.
- 1.13. CONDITIONS:** Shall mean the present Significant Conditions of Purchase.
- 1.14. INCOTERMS:** Shall mean the latest applicable edition of the INCOTERMS issued by the I.C.C. (International Chamber of Commerce).
- 1.15. INDUSTRIAL COMMISSIONING** Shall mean the contractual event set out in Clause 18 of the CONDITIONS.
- 1.16. INTELLECTUAL PROPERTY RIGHTS:** Shall mean any and all patents, utility models, design rights, author's rights or copyright (including any rights in computer software and program), database rights or topography rights (whether or not any of these are registered and including applications for registrations of any such thing) and any rights or forms of protection of a similar nature or having equivalent or similar effect to any of those which may subsist anywhere in the world.
- 1.17. LAWS:** Shall mean (i) all laws, decrees, rules and regulations (including European Union regulations) applicable to a CONTRACT and/or to the WORKS AND/OR EQUIPMENT, as well as (ii) all applicable standards known at the date of signature of such CONTRACT.
- 1.18. PARTY OR PARTIES:** Shall mean, as the case may be, in the CONDITIONS or in any CONTRACT, either the BUYER or the CONTRACTOR when referred to individually, or the BUYER and the CONTRACTOR when referred to collectively.
- 1.19. R.F.I.O. (OR READY FOR INITIAL OPERATION)** Shall mean the event(s) whereby the CONTRACTOR evidences that the WORKS AND/OR EQUIPMENT are in a state sufficient to ensure safe initial operation and use with respect to the staff as set forth in Clause 15 of the CONDITIONS.
- 1.20. SITE** Shall mean the place or plant where the WORKS AND/OR EQUIPMENT have to be delivered and/or performed by the CONTRACTOR. The location of the SITE is precisely defined in the concerned CONTRACT.
- 1.21. SOFTWARE**
 - 1.21.1. CONTRACTOR'S SOFTWARE:** Shall mean any software, program and/or data-base, owned by the CONTRACTOR at the signature date of the concerned CONTRACT and necessary or used for operating, monitoring, maintaining the WORKS AND/OR EQUIPMENT or any part of them, as well as all operations relating thereto.
 - 1.21.2. SPECIFIC SOFTWARE:** Shall mean any software, program and/or data-base developed and/or modified for the performance of any CONTRACT.
 - 1.21.3. STANDARD SOFTWARE:** Shall mean any software, program and/or data-base owned by a third party at the signature date of the CONTRACT and necessary or used for operating, monitoring, maintaining the WORKS AND/OR EQUIPMENT or any part of them, as well as all operations relating thereto.
- 1.22. TEST(S):** Shall mean all tests, verifications, inspections and controls to be carried out in relation to the performance of the CONTRACT. The TESTS may include among other things erection tests, cold tests, no load tests, hot tests, load tests, commissioning tests, performance tests and statutory tests.

1.23. WORKS AND/OR EQUIPMENT Shall mean the industrial equipment and related spare parts to be delivered by the CONTRACTOR to the BUYER under the CONTRACT. The WORKS AND/OR EQUIPMENT expressly include:

- (i) all services, supplies and works to be provided by the CONTRACTOR in relation to the above-mentioned delivery and either specified in the concerned CONTRACT or necessary for the performance of such CONTRACT (such as for example studies, engineering works, delivery and sale of goods, assembly and erecting of equipment, performance of all required TESTS ...);
- (ii) all implementation, erection and assembly works to be carried out by the CONTRACTOR on SITE in relation to the delivery of equipment; and
- (iii) all DEVELOPMENTS and SPECIFIC SOFTWARE, CONTRACTOR'S SOFTWARE, STANDARD SOFTWARE related thereto, as well as any documents and other elements constituting the DOCUMENTATION of the WORKS AND/OR EQUIPMENT, casting patterns, moulds, calibration standards and special tools that are conceived or manufactured by the CONTRACTOR for the purpose of implementation of the CONTRACT.

1.24. GUIDELINES: Shall mean the Guidelines of the Ministry of Development with regard to eligibility of expenditure under the European Regional Development Fund, the European Social Fund, and the Cohesion Fund for the years 2014-2020 dated 19 July 2017, ref. no. MR/H 2014-2020/23(3)07/2017, and guidelines which are to replace the above-mentioned document in the future.

2. APPLICATION AND ACCEPTANCE OF THE CONDITIONS AND CONTRACTS

2.1. APPLICATION OF THE CONDITIONS: The present CONDITIONS shall apply to all CONTRACTS related to the purchase of any WORKS AND/OR EQUIPMENT, financed from European Union funds, and entered into by and between the BUYER and the CONTRACTOR.

2.2. CONCLUSION OF CONTRACTS: Special provisions - agreed between the Parties - to be applied in addition to the CONDITIONS should be defined in the CONTRACT signed by both PARTIES.

2.3. PREVAILING CONTRACTUAL DOCUMENTS: The particular provisions stipulated in any CONTRACT entered into by and between the BUYER and the CONTRACTOR and which could contradict the CONDITIONS shall prevail over the corresponding provisions of the CONDITIONS. Any conditions or specimens of contracts of the CONTRACTOR shall be excluded and shall not apply.

2.4 LANGUAGE VERSION: Polish language version of documents prevails.

3. SCOPE OF THE CONTRACT

Each CONTRACT will define the following:

- a) the scope of the WORKS AND/OR EQUIPMENT to be supplied by the CONTRACTOR as well as the results to be achieved in connection therewith, in particular if applicable:
 - design of the WORKS AND/OR EQUIPMENT,
 - verification of the plans provided by the BUYER,
 - overall studies (such as, but not limited to, overall plans of the WORKS AND/OR EQUIPMENT, quality plans, civil engineering, anchoring, detailed planning, verifying plans), and detailed studies (such as, but not limited to, detailed plans of the WORKS AND/OR EQUIPMENT, execution plans of the WORKS AND/OR EQUIPMENT),
 - manufacturing works in the CONTRACTOR'S workshops,

- sale and supply of goods or equipment in relation to the WORKS AND/OR EQUIPMENT,
 - cold assembling of the WORKS AND/OR EQUIPMENT in the CONTRACTOR'S workshops,
 - assembling of the WORKS AND/OR EQUIPMENT on SITE,
 - execution of all TESTS relating to the WORKS AND/OR EQUIPMENT,
 - statutory TESTS and all TESTS required by LAWS and the CONTRACT as regards the WORKS AND/OR EQUIPMENT,
 - management and coordination of all TESTS, including all operating constraints,
 - assistance to INDUSTRIAL COMMISSIONING until achievement of all contractual performances as stipulated in BUYER'S TECHNICAL SPECIFICATION and in the CONTRACTOR'S TECHNICAL QUOTATION,
 - training of BUYER'S employees,
 - sale and delivery of the spare parts necessary for the WORKS AND/OR EQUIPMENT,
 - delivery of all DOCUMENTATION notably those necessary for INDUSTRIAL COMMISSIONING, operating and maintenance of the WORKS AND/OR EQUIPMENT;
- b) the price of the WORKS AND/OR EQUIPMENT to be paid by the BUYER;
- c) the CONTRACTUAL TIME SCHEDULE;
- d) the concerned SITE;
- e) any other matter to be defined between the PARTIES.

During the whole term of each CONTRACT and with respect to the duly, properly and timely delivery of the WORKS AND/OR EQUIPMENT, the CONTRACTOR expressly undertakes to:

- (i) fully comply with the terms of the CONDITIONS and of each CONTRACT, in particular with respect to safety, deadlines of the CONTRACTUAL TIME SCHEDULE, quality, characteristics and performances;
- (ii) fully comply with the LAWS as well as with BUYER'S standards of safety;
- (iii) carry out the WORKS AND/OR EQUIPMENT ordered by the BUYER professionally and in compliance with the state of the art known at the signature date of each CONTRACT or as specified in the concerned CONTRACT; as well as
- (iv) to propose to the BUYER to carry out, if possible without any additional costs, complementary tasks to comply with any evolution in the state of art occurring between the signature date of the concerned CONTRACT and the ACCEPTANCE of the WORKS AND/OR EQUIPMENT, provided that the need to perform such complementary tasks results from the circumstances indicated in clause 28 of the CONDITIONS, circumstances indicated in clause 6.5.2 under subclause 22) b) – e) of the GUIDELINES or performance of such tasks does not constitute a significant change to the CONTRACT within the meaning of art. 144 sec. 1 item 5) in conjunction with art. 144 sec. 1e) of the Public Procurement Law.

Moreover, without limiting the warranty of results as stated here above, the WORKS AND/OR EQUIPMENT to be delivered by the CONTRACTOR shall be suitable and fully compliant with BUYER'S TECHNICAL SPECIFICATION and the WORKS AND/OR EQUIPMENT'S description of the CONTRACTOR'S TECHNICAL QUOTATION as attached to the concerned CONTRACT. The CONTRACTOR acknowledges being fully aware of the concerned SITE'S industrial activities and all risks and constraints related thereto, as well as of the industrial, social and human

environment in which each CONTRACT is to be performed and undertakes to properly inform itself about these aspects during the whole performance of the concerned CONTRACT.

4. CONTRACTOR'S EXPERTISE AND OBLIGATION OF INFORMATION OF THE PARTIES

4.1. CONTRACTOR'S OBLIGATION OF INFORMATION: The CONTRACTOR recognizes being a specialist regarding the execution of WORKS AND/OR EQUIPMENT. The CONTRACTOR has a duty of advice, information and proposal at every stage of performance of any CONTRACT. This duty shall at least take into account the latest state of art, technology and improvement known before and during the implementation of the said CONTRACT and/or reasonably foreseeable at that time. The CONTRACTOR further acknowledges to have examined thoroughly the adequacy of the technical specifications of the concerned CONTRACT to the needs expressed by the BUYER to the CONTRACTOR. The CONTRACTOR shall also notify in writing without any delay to the BUYER any event or circumstance which could affect or impair in any way the performance of a CONTRACT or the execution of the WORKS AND/OR EQUIPMENT. Notification shall contain all necessary and/or appropriate information, it being specified that an absence of reaction of the BUYER with regard to such a notification shall not be considered as any acceptance thereof.

4.2. BUYER'S DOCUMENTATION: Any and all documentation given by the BUYER to the CONTRACTOR is for information purpose only. The BUYER shall not be liable for any mistake, omission and/or incomplete or inaccurate information the documentation may contain. As a specialist, the CONTRACTOR shall check all technical information contained in such documentation (such as for example dimensions, weight, load, material, drawings, plans...). If any part of the documentation delivered by the BUYER within the framework of a CONTRACT has been expressly certified by the BUYER in the said CONTRACT, the BUYER shall be liable for the consequences of any inaccuracy, incompleteness, mistake, error and/or omission in the said part of the documentation, provided that the CONTRACTOR was not aware or should not have been reasonably aware thereof before the performance of the said CONTRACT. In any case, the CONTRACTOR shall inform the BUYER immediately of every noted inaccuracy, mistake, error or omission relating to the content of the documentation delivered by the BUYER and shall propose suitable corrections in relation therewith.

5 PRICE:

5.1. CONTRACTUAL PRICE: The price for the WORKS AND/OR EQUIPMENT is specified in the CONTRACT. Except otherwise expressly stipulated in a CONTRACT, the price of the WORKS AND/OR EQUIPMENT is fixed and is not subject to any revision.

5.2. SCOPE OF THE CONTRACTUAL PRICE: The contractual price agreed upon in each CONTRACT includes all taxes (except VAT), contributions and accessory expenses of all kinds, as well as delivery DDP (Delivery Duty Paid, according to the INCOTERMS) unloaded on SITE. Such price also includes the delivery of the WORKS AND/OR EQUIPMENTS as well as: (i) all supplies, goods, means, services, CONTRACTOR'S employees, subcontractors, and among others the tools and equipment necessary or appropriate for the implementation of the concerned CONTRACT, (ii) all works studies, (iii) the performances of the TESTS, (iv) the CONTRACTOR'S insurance costs, (v) the granting to the BUYER - in accordance with the provisions of the CONDITIONS and/or the concerned CONTRACT - the licence for the DEVELOPMENTS as specified in Clause 31.4.2 hereunder, the STANDARD SOFTWARE and the CONTRACTOR'S SOFTWARE, (vi) the transfer to the BUYER in accordance with the provisions of the CONDITIONS and/or the concerned CONTRACT of the right to use the INTELLECTUAL PROPERTY RIGHTS regarding the DEVELOPMENTS as specified in Clause 31.4.1 hereunder, the SPECIFIC SOFTWARE and/or items and special tools as per Clause 23 hereunder, (vii) the delivery of all DOCUMENTATION as well as all matching accessories, devices and/or appropriate tools in view of a complete and functional use and maintenance of the WORKS AND/OR EQUIPMENTS, (viii) all loading, handling and unloading operations, (ix) all packaging and transport costs, (x) all protecting, lashing and securing materials, (xi) all training costs and (xii) all other matters linked to the implementation of the WORKS AND/OR EQUIPMENTS on SITE in compliance with the concerned CONTRACT.

6. PAYMENT TERMS AND CONDITIONS

6.1. PAYMENT TERMS: The BUYER will pay the invoices issued by the CONTRACTOR within the following terms:

- a) For advance invoices: 30 days from the invoice date
- b) For other invoices: 60 days from the invoice date

6.2. EVENTS CONDITIONING THE PAYMENTS: No payment shall be due by the BUYER before BUYER'S quantitative and qualitative acceptance of the corresponding contractual event and/or of the corresponding results or performances stated in the concerned CONTRACT. No payment shall be due by the BUYER as long as the CONTRACTOR has not remedied its breach(es) resulting in the non-achievement of the corresponding contractual event(s). Any delay of the CONTRACTOR affecting the achievement of a contractual event shall automatically result in the postponement of the payment of the portion of the price related to the said contractual event.

6.3. PAYMENT OF THE LAST INVOICE BY BUYER: The payment of the last and final invoice by the BUYER shall not release the CONTRACTOR from any of its warranties and/or liabilities under the concerned CONTRACT.

7. BANK GUARANTEE(S): If specified in the concerned CONTRACT, the CONTRACTOR shall supply bank guarantees as a security for the performance of one or several of its obligations. Unless otherwise expressly specified, these bank guarantees, which model is attached as an appendix to the CONTRACT, shall be issued by a first-rate bank having at least a subsidiary, a branch or an office in the concerned SITE'S country. Any bank guarantee shall at least remain in full force until the acceptance by the BUYER of the corresponding contractual event. The BUYER shall be entitled to reject any bank guarantee submitted by the CONTRACTOR which does not comply with BUYER'S requirements and to require the submission of another bank guarantee fully compliant with said BUYER'S requirements.

8. CONSORTIUM. SIMILAR ASSOCIATION

8.1. RESPONSIBILITY AND LIABILITY OF THE CONSORTIUM MEMBERS: When a CONTRACT is entered into between the BUYER and a consortium or a similar association of CONTRACTORS of whatever form, each member of such consortium or similar association shall be deemed as being a CONTRACTOR of the concerned CONTRACT and shall be jointly and severally responsible and liable with all the other members of said consortium or similar association for complying with all contractual obligations as set out in the concerned CONTRACT.

9. SUBCONTRACTING

9.1. INFORMATION OF BUYER BY THE CONTRACTOR: The CONTRACTOR may subcontract to third parties any part(s) of the WORKS AND/OR EQUIPMENT after BUYER'S prior written authorization and approval of the proposed subcontractors. The CONTRACTOR shall provide the BUYER, before signing the concerned CONTRACT, with the list of proposed subcontractors. The CONTRACTOR shall also provide the BUYER upon first request with the significant order(s) and/or contract(s) the CONTRACTOR entered into with its subcontractors in connection with the performance of a CONTRACT. These documents shall contain at least the purpose and the scope of the subcontracting, the subcontractor's name, the precise description of entrusted works, supplies and/or service(s), the time of performance, the equipment and material to be used, the manufacturer, the manufacturing place and the delivery date. Notification, approval and changes regarding subcontractors take place on the BUYER's form.

9.2. RESPONSIBILITY AND LIABILITY OF THE CONTRACTOR FOR ITS SUBCONTRACTORS In any case, any subcontracting shall be at the CONTRACTOR'S sole risks and costs and under its entire responsibility and liability. This applies to its actions and omissions as well. BUYER'S approval of any subcontracting shall neither limit in any way the responsibility and the liability of the CONTRACTOR under

the concerned CONTRACT, nor entail any BUYER'S responsibility. The CONTRACTOR shall be responsible for the due compliance by its subcontractors with all health, safety, environment, work conditions and social LAWS and obligations, especially those related to illegal work, as well as with the related provisions of the CONDITIONS and of the concerned CONTRACT. In any case, all CONTRACTOR'S subcontractors working on the concerned SITE for the implementation of any part of a CONTRACT shall have been duly, properly and prior insured for the risks related to their activities and works on SITE. Any failure to comply with these obligations may result in the non-payment of the part(s) of the WORKS AND/OR EQUIPMENT achieved in such conditions, without prejudice of any claim for the damage suffered by the BUYER in connection therewith.

10 DOCUMENTATION

10.1. GENERALITIES: The CONTRACTOR shall provide the BUYER with the whole DOCUMENTATION by the due date set out in the CONTRACTUAL TIME SCHEDULE, and according to the form and contents agreed by and between the PARTIES. The CONTRACTOR shall remain wholly liable for the consequences of any inaccuracy, incompleteness, mistake, error and/or omission in the DOCUMENTATION delivered to the BUYER, whether or not the BUYER has raised any reserves with respect to the DOCUMENTATION.

10.2. DETAILED TIME SCHEDULE: The CONTRACTOR shall, in compliance with the CONTRACTUAL TIME SCHEDULE, transmit to the BUYER a detailed time schedule with respect to the full performance of the CONTRACT. This detailed time schedule shall fully comply with the CONTRACTUAL TIME SCHEDULE itself and include all steps and stages required for the due, proper and timely delivery of the WORKS AND/OR EQUIPMENT.

11. FOLLOW-UP. INSPECTION

11.1. FOLLOW-UP BY THE CONTRACTOR: The CONTRACTOR shall be liable for itself as well as for its subcontractors for all controls and inspections verifying the due fulfilment of its obligations and undertakings as stated in the concerned CONTRACT. Moreover, the CONTRACTOR shall provide the BUYER on a regular basis with a progress report on the studies, procurement, manufacture and/or performance of the WORKS AND/OR EQUIPMENT as well as a statement of all faced problems and corresponding corrective actions and measures carried out or proposed in relation thereto.

11.2. INSPECTIONS BY THE BUYER The BUYER may, at its own expenses, perform any inspection related to any CONTRACT either in the CONTRACTOR'S workshops, in the ones of the CONTRACTOR'S subcontractors or on SITE. The time, duration, and conditions of such inspections shall be determined by the PARTIES so as not to interfere with, nor unreasonably delay the progress of the concerned manufacturing operations. When during such inspections the BUYER detects defaults or defects, the BUYER may reject the WORKS AND/OR EQUIPMENT in whole or in part or give to the CONTRACTOR its comments in order to make the WORKS AND/OR EQUIPMENT comply with the concerned CONTRACT. The CONTRACTOR shall promptly remedy defaults and defects and carry out any appropriate corrective actions. The inspection of the WORKS AND/OR EQUIPMENT by the BUYER shall not mean nor imply any BUYER'S acceptance of the concerned WORKS AND/OR EQUIPMENT or any part thereof. Moreover, the CONTRACTOR shall remain in any case fully liable and bears all risks related to the WORKS AND/OR EQUIPMENT.

12. TRANSPORT. PACKAGING. HANDLING. DELIVERY

For the transportation, handling, delivery and storage of the WORKS AND/OR EQUIPMENT and/or any part thereof, the CONTRACTOR shall take into consideration the environment and the situation of each concerned SITE and comply with all SITE'S safety rules.

12.1. TRANSPORT OF THE WORKS AND/OR EQUIPMENT: The CONTRACTOR shall transport at its own expenses and risks all goods related to the WORKS AND/OR EQUIPMENT to be delivered to the BUYER under the concerned CONTRACT. The CONTRACTOR shall bear all costs, risks and responsibilities in relation to (i) import and export licences and duties as well as (ii) the transportation, lashing and securing of

the WORKS AND/OR EQUIPMENT and/or any part thereof to be delivered on SITE. Except as otherwise provided in the concerned CONTRACT, the term of delivery shall be DDP (Delivery Duty Paid, according to the INCOTERMS) unloaded, all unloading operations being at the CONTRACTOR'S risks and liability. All documents related to transportation, customs and/or deliveries of any part of the WORKS AND/OR EQUIPMENT shall be submitted to the BUYER in due time before delivery.

12.2. PACKAGING OF THE WORKS AND/OR EQUIPMENT: The WORKS AND/OR EQUIPMENT shall be packed sufficiently and protected in such a way that no damage can arise during their transportation, their handling and their storage on SITE. At BUYER'S order, the CONTRACTOR shall take back the all packagings after delivery.

12.3. TIME AND PLACE OF DELIVERY OF THE WORKS AND/OR EQUIPMENT: The CONTRACTOR undertakes to deliver the WORKS AND/OR EQUIPMENT according to the concerned CONTRACTUAL TIME SCHEDULE and at the place designated in each CONTRACT. For coordination purposes, the PARTIES agree that no shipment may be made without prior notice to the BUYER, which reserves the right to postpone the time of shipment when necessary, especially for safety or coordination reasons and/or the need to comply with regulations. The CONTRACTOR shall immediately notify the BUYER in writing of any delay(s) which may occur with respect to the CONTRACTUAL TIME SCHEDULE and simultaneously give all information about (i) the reason and extent of said delay and (ii) the corrective actions and measures the CONTRACTOR will carry out in order to avoid, strive with or recover said delay.

12.4. HANDLING AND/OR UNLOADING OF THE WORKS AND/OR EQUIPMENT: If the use of any BUYER'S lifting and/or handling equipment is needed to deliver and/or handle on SITE any part of the WORKS AND/OR EQUIPMENT, this shall take place at the CONTRACTOR'S own risks and only after the express prior authorization of a duly authorized BUYER'S representative. For the purpose of the above, the BUYER shall be notified at least twenty-four (24) hours in advance.

13. IMPLEMENTATION CONDITIONS ON SITE

13.1. CONTRACTOR'S STAFF AND MATERIALS: The CONTRACTOR shall employ qualified staff and provide sufficient necessary or appropriate materials, means and/or tools at any stage of the performance of each CONTRACT in order to fulfil its contractual obligations and to ensure the due and proper implementation of any and all WORKS AND/OR EQUIPMENT. The CONTRACTOR shall designate for each CONTRACT a qualified representative managing its staff and all its subcontractors. The BUYER shall appoint a "Project Manager" for the coordination of each CONTRACT, such Project Manager having also to ensure communication with other departments of the BUYER involved in the CONTRACT. The CONTRACTOR undertakes to comply with all provisions contained in labour, safety and health LAWS regarding its staff, to pay all duties and taxes, salaries, social contributions and penalties in due time. The CONTRACTOR'S staff shall duly conform to BUYER'S internal rules and/or the SITE, including those related to protective clothing and safety equipment. The BUYER may require immediate replacement of anyone of CONTRACTOR'S staff and/or subcontractors who act(s) in a careless manner and breaches safety rules, internal regulations of the BUYER and LAWS. The BUYER may prohibit such staff from entering the SITE, and the CONTRACTOR shall not be entitled to any claims related thereto.

15.2. PREVENTION PLAN, SAFETY COORDINATION AND WORK AUTHORISATIONS: The execution of the WORKS AND/OR EQUIPMENT on SITE shall only begin after the making out of a prevention and safety plan by the BUYER, the CONTRACTOR, its staff and any subcontractor or third party involved, in accordance with the LAWS and with the internal regulations of the BUYER, if any are provided by him.

13.4. CONDUCT ON SITE: The CONTRACTOR shall adapt its operations to the SITE and to the SITE'S operations and activities at any stage of the performance of the WORKS AND/OR EQUIPMENT. Any other works or activities carried out on SITE either by the BUYER or any third party during the same period shall be taken into consideration by the CONTRACTOR, which shall implement and comply with all instructions given by BUYER'S coordinator or representatives. The CONTRACTOR shall carry out all measures so as the implementation of the WORKS AND/OR EQUIPMENT may not affect nor impair in any way the BUYER'S

productivity and/or activities on the concerned SITE, it being specified that the modalities of any unavoidable disruption or suspension of BUYER'S productivity and/or activities due to CONTRACTOR'S operations shall be expressly prior agreed by the PARTIES. The CONTRACTOR shall also take all protective measures to avoid any nuisance to neighbours (especially in terms of noise, dust, oil and any other pollution) so that BUYER'S responsibility will not be investigated by any public administration or any third party in relation to the CONTRACT and/or the WORKS AND/OR EQUIPMENT, the CONTRACTOR being fully responsible for the consequences arising therefrom.

13.5. BUYER'S SUPPLIES

The BUYER may provide electricity, gas, water, steam or compressed air to the CONTRACTOR (i) for the strict performance of the concerned CONTRACT and/or WORKS AND/OR EQUIPMENT on SITE and (ii) provided that the capacity, quantity and/or frequency of the concerned supply(ies) as specified by the CONTRACTOR is available on the concerned SITE. The CONTRACTOR shall use such supplies in such a way to keep their consumption within normal limits and to avoid any disruption of BUYER'S networks. The BUYER may request compensation for the costs engaged in relation to these supplies, provided it was agreed in the concerned CONTRACT. Utilization and consumption of these supplies are at the CONTRACTOR'S own risks, the BUYER not being liable for any failures in relation to such supplies and facilities, except in case of BUYER'S fault in this respect. In case no power is available on the concerned SITE during a time period of more than twenty-four (24) hours and provided that the use of power is substantial at that moment without any possibility to find any other suitable solution, the CONTRACTUAL TIME SCHEDULE shall be amended by the PARTIES provided that the deadlines specified in the said CONTRACTUAL TIME SCHEDULE have been effectively affected thereby.

14. TESTS

14.1. GENERALITIES: The TESTS shall be carried out by the CONTRACTOR in the presence of BUYER'S representatives, and if necessary with other involved (sub)contractors, in order to carry out the INDUSTRIAL COMMISSIONING of the WORKS AND/OR EQUIPMENT and for the CONTRACTOR to cure all defects and malfunctions detrimental to their operation. All TESTS shall be evidenced by written reports signed by both PARTIES as well as any involved (sub)contractors.

14.2. TESTING STAFF AND MATERIALS: All TESTS in relation to the WORKS AND/OR EQUIPMENT (whether load/hot TESTS or no-load/cold TESTS) shall be performed by the CONTRACTOR. After the R.F.I.O and at the CONTRACTOR'S reasonable request, the BUYER agrees to dedicate, free of charge and for an appropriate time period, a sufficient number of qualified and experienced operators and/or workers for the performance of the TESTS, such TESTS being performed under the CONTRACTOR'S direction and supervision.

14.3. OPERATION DURING TESTS: During the TESTS, the WORKS AND/OR EQUIPMENT (including coordination with all related systems) shall be operated under the CONTRACTOR'S direction and supervision, in accordance with the requirements of the concerned CONTRACT and the operation manuals and instructions of the CONTRACTOR. Consequently, the CONTRACTOR shall, at its own costs and under its sole responsibility, provide a sufficient number of its own skilled employees and/or engineers as deemed appropriate for the safe completion of the TESTS as well as for the TESTS' direction and supervision.

14.4. REPETITION OF TESTS: Any TEST which results are not in conformity with the parameters, requirements and performances agreed upon in any CONTRACT shall be performed again under the CONTRACTOR'S direction and supervision until those parameters, requirements and performances are duly fulfilled. The BUYER shall reasonably accept further repetitions of the same TESTS provided that if, after the test is carried out twice, the parameters are not achieved due to the CONTRACTOR's fault, he will cover the direct costs incurred by the BUYER in connection with subsequent test repetitions, in particular the costs of organizing the tests, the costs of the BUYER's staff. When after fair evaluation, the reasons of a TESTS' repetition are on both PARTIES, each PARTY shall support its own costs in connection therewith.

14.5. CONTRACTOR'S LIABILITY DURING TESTS: All TESTS shall be performed under the CONTRACTOR'S direction, supervision and liability. Accordingly, all consequences arising from and/or occurred during the performance of such TESTS shall be borne exclusively by the CONTRACTOR until the ACCEPTANCE of the WORKS AND/OR EQUIPMENT, except for the consequences arising from BUYER'S omission or act in breach of the CONTRACTOR'S instructions.

15. R.F.I.O. (READY FOR INITIAL OPERATION)

15.1. When the CONTRACTOR considers that the WORKS AND/OR EQUIPMENT are ready for a safe initial operation, the CONTRACTOR shall notify this circumstance in writing to the BUYER.

15.2. The R.F.I.O. shall be evidenced by the CONTRACTOR under its sole liability. The WORKS AND/OR EQUIPMENT may be deemed ready for initial operation only if they collectively:

- are compliant to the LAWS and specific rules regarding safety;
- have necessary collective protection and safety equipment;
include equipment insuring the accessibility for safe operation, maintenance, disassembling and/or dismounting;
- function in manual and/or automatic mode as appropriate at this stage;
- have appropriate warnings for defects, alarms and security reasons;
- have operation manuals and DOCUMENTATION as appropriate at this stage;
- have undergone all necessary controls prior to their commissioning;
- - all inspections and approvals on the part of public authorities have been successfully carried out,
- include identification on SITE and tagging of field instruments, motors, fluids and cables in compliance with the LAWS, as requested at this stage.

The absence of BUYER'S formal refuse or remarks at the R.F.I.O. stage shall not mean nor imply any BUYER'S acceptance of the concerned WORKS AND/OR EQUIPMENT or any part thereof.

16. INDUSTRIAL COMMISSIONING

The INDUSTRIAL COMMISSIONING shall be carried out under the CONTRACTOR'S direction and liability after the execution of the TESTS. The BUYER shall only pronounce the satisfactory INDUSTRIAL COMMISSIONING provided that:

- the WORKS AND/OR EQUIPMENT'S assembling and erection stages have been achieved in accordance with the CONTRACT;
- the BUYER has been notified of the R.F.I.O., all conditions of this readiness specified under art. 15.2 have been met and the CONTRACTOR has taken into account all reservations of the BUYER,
- all TESTS to be carried out prior to the INDUSTRIAL COMMISSIONING have been achieved and all related certificates have been handed over to the BUYER;
- the WORKS AND/OR EQUIPMENT can be industrially run in an entire safe way;
- the training of BUYER'S operation and maintenance staff, as defined in the concerned CONTRACT, has been completed; and
- all inspections and approvals on the part of public authorities have been successfully carried out,
- the DOCUMENTATION, DEVELOPMENTS and SOFTWARE (including intellectual property rights) with respect to the use of the WORKS AND/OR EQUIPMENTS has been handed over to the BUYER.

The INDUSTRIAL COMMISSIONING, evidenced by a written report signed by both PARTIES, shall end when all contractual obligations related to the INDUSTRIAL COMMISSIONING and performances of WORKS and/or EQUIPMENT as defined in the CONTRACT have been regularly and constantly achieved for the period of time specified in the CONTRACT and if not specified, this shall be for a period of at least ten (10) DAYS. Then, a statement of INDUSTRIAL COMMISSIONING shall be established by the BUYER and handed over to the CONTRACTOR. This report shall not in any way be construed as an approval nor an acceptance by the BUYER of the WORKS AND/OR EQUIPMENT or any part thereof. If the INDUSTRIAL COMMISSIONING cannot be carried out or completed due to CONTRACTOR'S reasons, the CONTRACTOR shall, at its own expenses and risks, carry out all appropriate actions so that the WORKS AND/OR EQUIPMENT meet the conditions and requirements of the CONTRACT in compliance with the CONTRACTUAL TIME SCHEDULE. All adjustments, tunings, repairs, etc. shall be performed according to a program established under mutual agreement of both PARTIES.

17. TRAINING

When specified in the CONTRACT, the CONTRACTOR shall organise practical and theoretical training sessions for the staff as designated by the BUYER. The purpose of these training sessions shall be at least to train BUYER'S operation and maintenance staff to operate, inspect, maintain and repair safely and effectively the WORKS AND/OR EQUIPMENT. The detailed scope of the training, if not described in the technical specification, will be agreed between the PARTIES each time.

18. ACCEPTANCE OF THE WORKS AND/OR EQUIPMENT

18.1. GENERALITIES: The BUYER shall carry out the acceptance of the WORKS AND/OR EQUIPMENT either after the due completion of all TESTS, if the WORKS AND/OR EQUIPMENT do not justify any INDUSTRIAL COMMISSIONING phase, or after the completion of the INDUSTRIAL COMMISSIONING in all others cases. Each acceptance shall be evidenced by a written report signed by both PARTIES. If any faults or defects, which do not substantially interfere with the operation of WORKS AND/OR EQUIPMENT, are detected during the acceptance, the BUYER shall perform the acceptance, and all found reservations shall be included in the report. If during the acceptance:

- (a) faults and defects that substantially interfere with the operation of WORKS AND/OR EQUIPMENT are detected, or
 - (b) numerous minor faults and defects, even those that do not substantially interfere with the operation of WORKS AND/OR EQUIPMENT are detected, or,
 - (c) copies of the DOCUMENTATION, DEVELOPMENTS and SOFTWARE, lists of drawings and files, operating manuals and procedures have not been fully delivered to the BUYER and intellectual property rights to the DOCUMENTATION, DEVELOPMENTS and SOFTWARE have not been fully transferred to the BUYER
- then the BUYER may refuse the acceptance.

The CONTRACTOR shall then, within the shortest time period agreed upon with the BUYER, remedy at its own expenses all defects and reservations noted before asking the BUYER for any new acceptance. Any non-acceptance of the WORKS AND/OR EQUIPMENT for reasons attributable to the CONTRACTOR shall entitle the BUYER to freely use the WORKS AND/OR EQUIPMENT, provided that the BUYER complies with the CONTRACTOR'S operation manuals relating to the WORKS AND/OR EQUIPMENT during the said period of use. In any case, this shall not imply (i) any transfer of risks or liability to the BUYER or (ii) any commencement of any warranty period. In such case, the CONTRACTOR shall be entitled to reasonably carry out necessary repairs and/or replacements to cure its failure as well as to reasonably perform the related TESTS.

18.2. ACCEPTANCE OF THE WORKS AND/OR EQUIPMENT

18.2.1. The BUYER shall proceed to the ACCEPTANCE OF WORKS AND/OR EQUIPMENT only after the following conditions are met:

- the acceptance/performance TESTS and/or trial runs, as mentioned in the CONTRACT, have been achieved with a positive result;
- all LAWS' requirements have been duly met;
- copies of the DOCUMENTATION, DEVELOPMENTS and SOFTWARE, lists of drawings and files, operating manuals and procedures have been prior delivered to the BUYER and intellectual property rights or license to the DOCUMENTATION, DEVELOPMENTS and SOFTWARE have been , according the CONTRACT, fully transferred to the BUYER
- the SPECIFIC SOFTWARE, have been delivered,
- the licenses and other rights of use, operation, etc. of the STANDARD SOFTWARE as have been priory granted to the BUYER;
- the training as specified in the concerned CONTRACT has been duly completed by the BUYER;
- the SITE cleaning and clearance have been done correctly by the CONTRACTOR;
- all bank guarantees required by the CONTRACT have been transferred to the BUYER and
- any additional conditions specified for this purpose in the concerned CONTRACT have been prior met.

The BUYER shall proceed to the ACCEPTANCE of the WORKS AND/OR EQUIPMENT not earlier than after the due expiration of a period of reliable operation of the WORKS AND/OR EQUIPMENT after the INDUSTRIAL COMMISSIONING, as specified in the concerned CONTRACT. When there is no provision with this regard in the CONTRACT, the above-mentioned period shall last two (2) months, and the BUYER may shorten this period by a unilateral decision. Subject to point 18.1 points a) - c), The ACCEPTANCE of the WORKS AND/OR EQUIPMENT cannot be refused in case of minor defects that do not prevent the efficient, reliable and safe operation and/or use of the WORKS AND/OR EQUIPMENT, provided that the CONTRACTOR shall remedy the defects as soon as possible within the period agreed by the Parties in the acceptance report, but no later than within two (2) months from the date of the acceptance; All disclosed defects must be specified in the acceptance report.

Upon signature of the relevant acceptance protocol, the CONTRACTOR transfers to the BUYER the INTELLECTUAL PROPERTY RIGHTS, in particular copyright and the industrial property rights to the DEVELOPMENTS, copyright or license to the SPECIFIC SOFTWARE, or grants relevant licenses, if so stipulated in the CONTRACT. In any case, the signing of the acceptance protocol shall mean the ultimate and full transfer of the INTELLECTUAL PROPERTY RIGHTS in the scope defined in the CONTRACT and the CONDITIONS, without the necessity to submit any additional statements of will.

The person signing the acceptance protocol, from BUYER's side is authorized to submit a statement on behalf of the BUYER regarding transfer of INTELLECTUAL PROPERTY RIGHTS as stipulated in paragraph above.

The person signing the acceptance protocol, from CONTRACTOR's side is authorized to submit a statement on behalf of the CONTRACTOR regarding transfer of INTELLECTUAL PROPERTY RIGHTS as stipulated in paragraph above.

18.2.2. POSTPONEMENT OF ANY ACCEPTANCE EXCLUSIVELY ATTRIBUTABLE TO THE BUYER: If the ACCEPTANCE is postponed due to reasons exclusively attributable to the BUYER and under exclusion of any Force Majeure event:

(i) for more than three (3) months as from the date of the ACCEPTANCE OF WORKS AND/OR EQUIPMENT specified in the CONTRACTUAL TIME SCHEDULE, a portion of the price corresponding to the contractual event of ACCEPTANCE of the WORKS AND/OR EQUIPMENT shall be paid by the BUYER upon the simultaneous receipt of:

a) a bank guarantee for the amount corresponding to the said contractual event (as well as to any previous contractual event(s) which would be still pending at the above- mentioned date) and valid for at least the time period agreed upon by the PARTIES;

b) as well as if applicable and requested by the BUYER, the bank's certificate evidencing that the corresponding bank guarantee issued at the beginning of the completion of the concerned CONTRACT to warrant the due and full completion of the CONTRACT by the CONTRACTOR has been duly extended up to the latest date at which the BUYER foresees that the ACCEPTANCE OF WORKS AND/OR EQUIPMENT could take place. The costs related to the above items a) and b) shall be borne by the BUYER solely;

(ii) for more than six (6) months as from the date of scheduled ACCEPTANCE of the WORKS AND/OR EQUIPMENT specified in the CONTRACTUAL TIME SCHEDULE, the consequences attached to the ACCEPTANCE (i.e. transfer of risks, transfer of ownership and the related warranties) shall occur, it being expressly specified and agreed by the PARTIES that such situation shall not be construed as an acceptance by the BUYER of the WORKS AND/OR EQUIPMENT or any part thereof. The PARTIES shall confirm the above without undue delay in a written statement, which shall be communicated to their insurers.

(iii) If for more than 16 (sixteen) months from the date of reporting the correct and full completion of the WORKS AND/OR EQUIPMENT by the CONTRACTOR and the successful conduct of the TESTS, the BUYER has not commenced the ACCEPTANCE OF THE WORKS AND / OR EQUIPMENT, the WORKS AND / OR EQUIPMENT are accepted to be received.

18.2.3. If a CONTRACTOR'S serious breach of the CONTRACT prevents the ACCEPTANCE of the WORKS AND/OR EQUIPMENT for more than six (6) months as from the date of the INDUSTRIAL COMMISSIONING, the BUYER shall refuse to proceed to the acceptance of the WORKS AND/OR EQUIPMENT for reasons attributable to the CONTRACTOR.

19. TRANSFER OF OWNERSHIP AND RISKS

The transfer of ownership and/or risks shall not release the CONTRACTOR from all its remaining obligations, whether contractual or legal. In particular, performance of ACCEPTANCE of the WORKS AND/OR EQUIPMENT by the BUYER does not constitute the BUYER'S acknowledgement that faults and defects, which have not been included in the acceptance report, do not actually exist.

19.1. TRANSFER OF OWNERSHIP

19.1.1. The transfer of ownership of the WORKS AND/OR EQUIPMENT to the BUYER shall take place at the time of the ACCEPTANCE of the WORKS AND/OR EQUIPMENT, pursuant to clause 19.1.2.

19.1.2. Advanced transfer of ownership

The BUYER, by unilateral declaration in written form, without any previous inspection and in accordance with the general principles of the LAWS (especially real estate LAWS and contract LAWS) may perform the advanced transfer of ownership, for the amount of down-payments and/or instalments already made, of all or part(s) of the WORKS AND/OR EQUIPMENT, erected or not, in particular in case of, but not limited to, CONTRACTOR'S seizure, bankruptcy, concordat, winding-up or insolvency. In any case, the related risks and liability shall remain on the CONTRACTOR until the ACCEPTANCE.

19.2. TRANSFER OF RISKS

19.2.1. The transfer of risks related to the WORKS AND/OR EQUIPMENT to the BUYER shall occur at the time of the transfer of ownership to the WORKS AND/OR EQUIPMENT, pursuant to clause 21.2.2.

19.2.2. Notwithstanding the provisions of Clause 21.2.1 here above, in case the scope of a CONTRACT is strictly limited to the sale and delivery of the WORKS AND/OR EQUIPMENT without any erection on SITE, the transfer of risks related to the said WORKS AND/OR EQUIPMENT shall occur at the date of acceptance by the BUYER of the last part of the WORKS AND/OR EQUIPMENT delivered by the CONTRACTOR on SITE in compliance with Clause 12.1 of the CONDITIONS.

20. DEADLINES

20.1. DEADLINES: The deadlines to be complied with by the CONTRACTOR to implement the WORKS AND/OR EQUIPMENT under any CONTRACT will be fixed in the CONTRACTUAL TIME SCHEDULE attached to said CONTRACT. It will be the CONTRACTOR'S sole responsibility to take all necessary or appropriate steps to comply with the CONTRACTUAL TIME SCHEDULE, without additional costs to the BUYER and provided that the faced delay is not due to circumstance(s) of FORCE MAJEURE. The CONTRACTOR shall be responsible for obtaining official approvals and permits in due time. The CONTRACTOR shall inform the BUYER by any appropriate means and without undue delay of any circumstance which affects or may affect the due compliance with the CONTRACTUAL TIME SCHEDULE, and specify the reasons, consequences and expected duration of such circumstances. Any CONTRACTOR'S request to postpone one or more deadline(s) shall be justified by the CONTRACTOR and prior expressly agreed upon in writing with the BUYER.

20.2. SUSPENSION

On the BUYER's written request, the CONTRACTOR shall suspend the performance of the concerned CONTRACT in whole or in part, in the manner deemed necessary by the BUYER and for the maximum aggregate duration of twelve (12) months. The CONTRACTOR shall, for the duration of this suspension, maintain in good condition the WORKS AND/OR EQUIPMENT already executed and/or stored on the SITE, unless the BUYER expressly release in writing the CONTRACTOR from this obligation.

All additional expenses and costs incurred by the CONTRACTOR as a result of the BUYER's instructions pursuant to this Clause shall be determined without undue delay and specified in a mutual agreement signed by both PARTIES. Notwithstanding the foregoing, if the suspension arises from the BUYER's decision with respect to safety on SITE, to non-performance or breach of the concerned CONTRACT by the CONTRACTOR, to weather conditions officially stated or to circumstances under CONTRACTOR's control threatening either safety and/or the quality of the WORKS AND/OR EQUIPMENT, such additional expenses and costs shall be borne by the CONTRACTOR.

21. FORCE MAJEURE

Neither PARTY shall be held responsible for any failure or delay in the performance of any CONTRACT caused by a force majeure event, i.e. an unforeseeable and irresistible event beyond the PARTIES' reasonable control and which prevents the performance by the affected PARTY of its obligations under any CONTRACT. Examples of force majeure events are: irresistible and unforeseeable natural phenomena (such as floods, hurricane, lightening,...), wars, invasions, revolutions, riots, governmental acts, general strikes or similar events, epidemics, etc. A strike of BUYER'S employees or of the employees of any BUYER'S subcontractor shall not be considered as force majeure event unless it effectively prevents the CONTRACTOR from performing its contractual obligations under a CONTRACT. Should any such force majeure event occur and prevent either PARTY from performing in whole or in part its contractual obligations, or may reasonably affect the future performance of its contractual obligations, then such PARTY shall (i) duly inform the other PARTY of said force majeure event without undue delay, (ii) take all necessary steps and actions to mitigate the effects resulting from said force majeure event, including the intervention of any third party if reasonably possible and (iii) inform the other PARTY thereof. When it turns out that, despite the implementation of the above-mentioned steps and actions, the execution of the concerned CONTRACT has definitely become impossible or will have to be postponed for more than three (3) months as from the notification date of such force majeure event, then the said CONTRACT may be terminated by either PARTY in writing upon a fifteen(15)-DAY prior notice, it being specified that the PARTIES shall do their best endeavours to settle the practical consequences of such termination in equity according to the circumstances. In any case, each PARTY shall bear the costs and expenses it engaged from the starting point of the force majeure event up to the ending point of said force majeure event or up to the termination date of the CONTRACT.

22. WARRANTIES

22.1. GENERALITIES

The CONTRACTOR warrants that the WORKS AND/OR EQUIPMENT shall conform to the specifications and requirements as set out in the concerned CONTRACT, be free from defects in engineering, design, execution, materials and workmanship, such defects occurring either directly or as a consequence of a decrease of performances as finally agreed by the PARTIES at the ACCEPTANCE, and meet and satisfy all applicable LAWS and other compulsory legal requirements applicable, especially those relating to environment, health and safety. In any case and whichever shall be the nature of the CONTRACTOR'S intervention, all warranties given by the CONTRACTOR under any CONTRACT shall not be less than the warranties provided by the LAWS and compulsory requirements applicable to the SITE, in particular for building and civil works as well as for sold goods and equipment as performed and/or supplied within the frame of the concerned CONTRACT.

The provisions of the CONTRACT or the CONDITIONS neither exclude nor modify the CONTRACTOR'S liability under statutory warranty for physical and legal defects of the WORKS AND/OR EQUIPMENT.

22.2. WARRANTY PERIOD

22.2.1 The warranty period must comply with the requirements of the technical specification and must not be less than 18 months from the date of acceptance of the WORKS AND / OR EQUIPMENT

22.2.2. Notwithstanding Clause 22.2.1 here above, buildings and civil works, including steel structure, roofing and cladding, are covered by a specific warranty period of 5 years counting as from the date of the relevant ACCEPTANCE of the WORKS AND/OR EQUIPMENT.

22.3. EXTENT OF WARRANTY

At any time before the end of the warranty period, the BUYER may notify the CONTRACTOR in writing about any defects noted on any part of the WORKS AND/OR EQUIPMENT. Upon receipt on such notification, the CONTRACTOR shall, at its own expenses and risks, and without unreasonably hindering BUYER'S activities, start without undue delay and achieve as soon as possible to make all replacements, repairs, corrections, modifications, debugging that are necessary or useful for remedying any and all defects and particularly defects in design, construction, operation or erection of the WORKS AND/OR EQUIPMENT. The CONTRACTOR shall be entitled accordingly to reasonably carry out necessary repairs and/or replacements to cure the said defects, the PARTIES having to prior agree on the time schedule of such intervention(s). The warranty period for all repaired, replaced or modified parts of the WORKS AND/OR EQUIPMENT as specified in:

(i) Clause 22.2.1 shall entirely restart for their respective time period as specified here above, as from the date of their respective replacement, repair or modification on; and

(ii) Clause 22.2.2 shall continue to count until the expiration of the original period as specified in the said Clause, provided that the remaining time period as from the date of their respective replacement, repair or modification is longer than 24 months. If the said remaining time period is shorter, the applicable time period of warranty shall be duly extended to 24 months.

22.4. DISCLAIMER

The CONTRACTOR shall not be liable nor shall provide any warranty for defects and/or faults arising from:

a) a force majeure event, as defined in clause 21 of the CONDITIONS;

b) BUYER'S negligence or non-compliance with the operation and/or maintenance instructions related to the WORKS AND/OR EQUIPMENT, if such action has had a direct impact on the warranty and provided that no CONTRACTOR'S act or omission has concurred to the occurrence of such negligence or non-compliance;

c) ordinary wear and tear parts and consumables as listed in a specific appendix attached to the concerned CONTRACT;

d) any major change by the BUYER of models or designs of the WORKS AND/OR EQUIPMENT and/or spare parts, if such changes were carried out without the CONTRACTOR'S written approval and have had an effective impact on the warranty;

e) removal or transfer of the WORKS AND/OR EQUIPMENT or any part thereof and spare parts by the BUYER from the place where they were originally installed on SITE without the CONTRACTOR'S prior information, if such removal or transfer has had a direct impact on the warranty;

f) operation of the WORKS AND/OR EQUIPMENT or any part thereof under conditions more severe than those specified in the concerned CONTRACT.

For each of the above-listed points, due evidence of the occurrence of such fact and of its effective impact on the CONTRACTOR'S obligations shall be given by the CONTRACTOR within a reasonable time period.

23. LIABILITY

23.1. The CONTRACTOR'S liability is limited to 115% of the CONTRACTUAL PRICE. The CONTRACTOR's liability towards the BUYER for his lost profits, intermediate losses and production losses is excluded, except for losses resulting from the intentional fault of the CONTRACTOR.

23.2. LIABILITY FOR THIRD PARTY'S CLAIMS

23.2.1. Indemnification by the CONTRACTOR

The CONTRACTOR shall hold the BUYER harmless from any third parties' actions, suits, claims and demands (including in particular personal injuries, death, property loss, damages, punitive damages, attorney's fees and/or court costs) in connection with injuries or losses arising from CONTRACTOR'S act or omission, its employees', subcontractors' or agents' act or omission (other than such attributable to the BUYER, its agents or employees) suffered by or caused to the BUYER and/or its employees, agents, representatives, subcontractors, licensees or third parties.

23.2.2. Notification to the CONTRACTOR

In the event of any claim against the BUYER arising from matters referred to in Clause 23.2 and in respect of which the CONTRACTOR is liable, the CONTRACTOR shall be promptly notified thereof, and shall at its own expenses conduct all negotiations for the settlement of the same and any litigation that may arise therefrom. The BUYER may, if so agreed upon by the PARTIES and at the CONTRACTOR'S expenses, choose to conduct such negotiations.

23.2.3. Assistance from the BUYER or the CONTRACTOR

The BUYER shall, at the CONTRACTOR'S request, afford all necessary and reasonable assistance for any such purpose and shall be reimbursed for all expenses incurred in doing so. In case the BUYER elects to conduct the negotiations, the CONTRACTOR shall, at BUYER'S request but at CONTRACTOR'S entire costs, afford all necessary and reasonable assistance for any such purpose.

23.2.4. BUYER'S costs

The CONTRACTOR shall in particular reimburse the BUYER for any and all expenses incurred in relation to payments to third parties or to federal, state, administrative and municipal authorities, as a result of joint and/or several liability of the BUYER and arising from the non-compliance by CONTRACTOR and/or its subcontractors with the LAWS. The BUYER may set off any sums which reimbursement is due by the CONTRACTOR hereunder against any payments to be made by the BUYER to the CONTRACTOR.

24. INSURANCE

24.1. GENERALITIES

Before the beginning of any works, tasks and/or supplies on the concerned SITE, the CONTRACTOR shall ensure as the case may be any and all insurance coverages required under LAWS as well as under the CONTRACTOR'S applicable laws, in particular with respect to:

- workers' compensation insurance including the coverage of personal injuries;
- professional liability insurance;
- general public liability insurance;
- automobile liability covering all owned, hired and used vehicles;
- and the covering of the warranty period regarding buildings and civil works.

24.2. The CONTRACTOR should ensure the correct wording and design of any insurance against any loss and damage for which the CONTRACTOR may be liable. The insurance conditions must be previously agreed with the BUYER. The policy must be for a minimum value of EUR 5 million for an event with an annual accumulation of up to EUR 15 million. The policy will be valid / extended for the entire duration of the CONTRACT to the value indicated above.

25. CONSEQUENCES OF THE CONTRACTOR'S FAILURE

25.1. GENERALITIES

Non fulfilment of any of the CONTRACTOR'S contractual obligations shall entitle the BUYER to the following remedies, without limiting nor prejudicing any other BUYER'S rights:

- obliging the CONTRACTOR, without delay nor limit of means, to fully conform to the CONTRACT, to BUYER'S TECHNICAL SPECIFICATIONS and to the CONTRACTOR'S TECHNICAL QUOTATION, and/or
- replacing the CONTRACTOR by the BUYER in accordance with the content of the CONTRACT and applicable guidelines relating to the eligibility of expenditure co-financed from the European Funds at the CONTRACTOR'S costs and risks for the provision of the CONTRACTOR'S obligations or any parts thereof, which were not performed or did not comply with the concerned CONTRACT as the case may be.
- terminate the CONTRACT in accordance with the provisions of LAWS or the CONTRACT.
- claim for damages or payment of liquidated damages against the CONTRACTOR.

25.2. LIQUIDATED DAMAGES

The CONTRACTOR will be obliged to pay the BUYER the following liquidated damages:

a) for failure to meet the deadline for blowing down the furnace agreed by the PARTIES in the CONTRACTUAL SCHEDULE,

b) for failure to meet the R.F.I.O.,

The maximum amount of liquidated damages resulting from the delay indicated in point a) and b) shall not exceed 10% of the gross contract value.

c) for failure to meet the guaranteed parameters,

The maximum sum of liquidated damages resulting from failure to meet the guaranteed parameters indicated in point c) shall not exceed 10% of the gross contract value.

The maximum amount of liquidated damages resulting from the delay indicated in point a) and b) and failure to meet the guaranteed parameters indicated in point c) shall not exceed 15% of the gross contract value."

26. CONFIDENTIALITY

26.1. The CONTRACTOR undertakes in its own name as well as on behalf of its SUBCONTRACTORS to comply with the obligation of confidentiality, non-disclosure and non-use for the benefit of third parties of any and all CONFIDENTIAL INFORMATION related to any CONTRACT and/or to which the CONTRACTOR shall have access before and during the execution of such contract. The BUYER undertakes to treat as strictly confidential any and all CONFIDENTIAL INFORMATION that has been forwarded or made available to the BUYER either in the form of documents or in any other form, and shall prevent any disclosure to third parties except as required for the protection or use of INTELLECTUAL PROPERTY RIGHTS either generated by or transferred to the BUYER as per the CONDITIONS or a CONTRACT and/or of the WORKS AND/OR EQUIPMENTS as provided for in Clause 26.3 hereunder, such as notably subcontractors in charge of repairs and maintenance on SITE and which have committed themselves to confidentiality and restriction of use undertakings. The BUYER further guarantees not to use such CONFIDENTIAL INFORMATION for any other purpose than: (i) for BUYER'S needs, (ii) those permitted in the CONDITIONS and/or in the concerned CONTRACT as well as (iii) all requirements of industrial operation of the WORKS AND/OR EQUIPMENTS and/or DEVELOPMENTS, CONTRACTOR'S SOFTWARE, SPECIFIC SOFTWARE and/or STANDARD SOFTWARE delivered by the CONTRACTOR. The PARTIES expressly agree that, for the purpose of the paragraph here above, the reference to the BUYER'S needs expressly exclude the copy of the equipment (under strict exclusion of wear and tear parts as well as spare parts) as delivered by the CONTRACTOR under the said CONTRACT. The above limitations of use of CONFIDENTIAL INFORMATION shall apply to all possible combinations of CONFIDENTIAL INFORMATION and/or piece(s) thereof, even if one or several pieces of CONFIDENTIAL INFORMATION considered individually would have corresponded to non-confidential information as defined in Clause 26.2 hereunder.

26.2. For the purpose of the CONDITIONS, the following shall be not considered as CONFIDENTIAL INFORMATION by the PARTIES:

- a) Information already in possession of the receiving PARTY prior to the communication of such information by the other PARTY;
- b) Information communicated directly or indirectly to the public or to the receiving PARTY, from a source other than the other PARTY, without infringement of any third party's right nor any breach of confidentiality undertaking;
- c) Information that has become public knowledge without violation of the CONDITIONS nor the concerned CONTRACT by the receiving PARTY; and d) Information that must be communicated by judgement or compulsory laws, with obligation to the prosecuted PARTY to inform the other, in order to enable this PARTY to protect its interests. The PARTY considering that any information is not a CONFIDENTIAL INFORMATION shall bear the proof of any condition specified in points a) to d) hereinabove.

26.3. The above obligation of confidentiality shall remain in force during the whole performance of each CONTRACT and for a period of minimum five (5) years as from the ACCEPTANCE of the WORKS AND/OR EQUIPMENT or, as the case may be, the end of the concerned CONTRACT. The PARTIES may decide jointly in the contract to extend the above-mentioned period. This period may not be shortened.. Any and all BUYER'S CONFIDENTIAL INFORMATION to which the CONTRACTOR shall have access before and during the implementation of any CONTRACT, related to production and/or production processes, needs, sales, techniques, products, customers, know-how and equipment used or developed by the BUYER out of the performance of any CONTRACT shall be considered by the CONTRACTOR as highly confidential and as CONFIDENTIAL INFORMATION, without time limit, as long as such information has not lost its confidentiality nature as per Clause 26.2 here above.

27. INTELLECTUAL PROPERTY

The provisions of this Clause 27 shall remain in full force and effect after the end of CONTRACT.

27.1. INTELLECTUAL PROPERTY RIGHTS OF THE BUYER:

Any documentation communicated to the CONTRACTOR by the BUYER as well as BUYER'S prior INTELLECTUAL PROPERTY RIGHTS shall be and remain the property of the BUYER and shall in no circumstance be divulged.

27.2. INTELLECTUAL PROPERTY RIGHTS OF THE CONTRACTOR:

27.2.1. The CONTRACTOR warrants that it owns all INTELLECTUAL PROPERTY RIGHTS required for the performance and implementation of CONTRACT and, if not, that it has been entitled to use them through a license including the right of sublicensing. The CONTRACTOR further warrants that it is properly entitled to the rights of use, diffusion, commercialisation, operation and modification of the WORKS AND/OR EQUIPMENT that it does not own and of which it may use for the purpose of the concerned CONTRACT. The CONTRACTOR also warrants that it has freely carried out any and all adaptations, modifications and uses as may be necessary with respect to the WORKS AND/OR EQUIPMENT without committing any offence, contravening any prohibitions nor being liable to any sanctions.

27.2.2. The payment of the contractual price established in each CONTRACT shall entail:

- (i) the granting of the right for the BUYER to make use (license) or to transfer of the INTELLECTUAL PROPERTY RIGHTS to the BUYER (depending on provisions specified herein and in the CONTRACT) subsisting or embodied in or used in connection with the WORKS AND/OR EQUIPMENT, in the fields of exploitation indicated in these CONDITIONS and in the CONTRACT, in order to use, modify, operate, monitor, repair, or maintain the WORKS AND/OR EQUIPMENT, with the right to subcontract such tasks to any third party for the needs of the BUYER, of the SITE and/or the needs specified in the concerned CONTRACT, provided that such third parties have committed themselves to confidentiality and restrictions of use undertakings towards the BUYER to the extent specified in applicable BUYER'S CONDITIONS; and
- (ii) the granting of the right to the BUYER to make use of the DOCUMENTATION that is not DEVELOPMENTS for the purpose of:
 - operation, use, reproduction whatever the use and the process, on all existing or future media;
 - representation by all means and on all media, including transmission via networks Internet/Intranet, edition, diffusion; (*) and
 - adaptation, modification, correction, development, integration, transcription, translation, bearing,

Such granting of rights to the BUYER shall be:

- a) applicable and valid in any relevant country throughout the world; and
- b) granted for at least the protection duration of the concerned INTELLECTUAL PROPERTY RIGHTS.

All above-mentioned BUYER'S rights shall be assignable together with the WORKS AND/OR EQUIPMENTS.

27.3. CLAIMS BY THIRD PARTIES

In the event of any threat of lawsuit, or any provisional or definitive prohibition of use of any element of the CONTRACTOR'S DEVELOPMENTS, the STANDARD SOFTWARE, the SPECIFIC SOFTWARE, the CONTRACTOR'S SOFTWARE and/or the WORKS AND/OR EQUIPMENT arising from (i) a claim concerning violation of intellectual property rights or (ii) from a legal settlement, the BUYER shall inform the CONTRACTOR of such occurrence without undue delay and the CONTRACTOR shall at its own expenses and in the shortest possible period obtain on behalf of the BUYER the right to:

- continue the use of such element, or alternatively to
- replace or modify the disputed element by an element strictly equivalent thereto that will be not subject to the claim for violation of intellectual property rights.

In any case, no modification nor replacement in connection with the above shall result in a deterioration or reduction of functionality or fitness of the WORKS AND/OR EQUIPMENT for their use on SITE in compliance with the CONTRACT. In case of any third party's claim, whether raised on an amicable basis or pursued before the courts, the CONTRACTOR shall immediately stand in for the BUYER, defend, indemnify and hold harmless the BUYER, and its respective officers, directors and employees, against all losses, liabilities, damages, costs and/or all expenses, including attorney fees and expert fees, arising directly or indirectly from any such claims, actions or lawsuits, alleging infringement of any INTELLECTUAL PROPERTY RIGHTS in connection with the WORKS AND/OR EQUIPMENT and use thereof as specified in the concerned CONTRACT. The CONTRACTOR shall at its own expenses defend all such claims, proceedings or suits against the BUYER. In any case, all sums which may be disbursed by the BUYER with respect to costs, fees and/or damages due under penalties or legal decisions against the BUYER shall be fully reimbursed by the CONTRACTOR to the BUYER without prejudice to other BUYER'S rights to claim for damages against the CONTRACTOR.

27.4. DEVELOPMENTS

27.4.1. The DEVELOPMENTS shall belong to the CONTRACTOR. The CONTRACTOR grants the BUYER a non-exclusive license, valid for an indefinite period, for all INTELLECTUAL PROPERTY RIGHTS. In the event when DEVELOPMENTS are covered by copyright, the CONTRACTOR grants the BUYER an additional license including the right to:

- a) exploitation, use, reproduction whatever the use and the process, on all existing or future media;
- b) representation by all means and on all media, including transmission via networks Internet/Intranet, publication, edition and diffusion,
- c) adaptation, modification, correction, development, integration, transcription, translation and bearing,
- d) commercialisation and diffusion whatever the way.

Such license granting to DEVELOPMENTS and any related INTELLECTUAL PROPERTY RIGHTS, including author's rights and copyrights, to the BUYER:

- a) occurs at a price which is an integral part of the contractual price paid by the BUYER to the CONTRACTOR as defined in the concerned CONTRACT;
- b) is applicable and valid in the country where the SITE is located as well as in any country throughout the world;
- c) is granted at least for the duration during which the concerned STANDARD SOFTWARE is protected by any INTELLECTUAL PROPERTY RIGHTS;

and

- d) includes the right for the BUYER to transfer those rights and to grant licences and sublicenses of such rights.

27.4.2. Notwithstanding Clause 27.4.1 above, if the CONTRACTOR can establish that any DEVELOPMENT and any related INTELLECTUAL PROPERTY RIGHTS arise from the CONTRACTOR'S sole inventive capacity independently of the preparation and/or implementation of the CONDITIONS or of the concerned CONTRACT, as well as independently of any CONFIDENTIAL INFORMATION of the BUYER, then the related INTELLECTUAL PROPERTY RIGHT shall belong to the CONTRACTOR.

27.5. SOFTWARE

Each CONTRACT will specify the STANDARD SOFTWARE, SPECIFIC SOFTWARE and/or CONTRACTOR'S SOFTWARE to be provided and/or delivered under any CONTRACT by the CONTRACTOR to the BUYER. In case a software and/or program is not specified in the concerned

CONTRACT as being either a STANDARD SOFTWARE or a CONTRACTOR'S SOFTWARE, such software and/or program shall be considered and construed as being a SPECIFIC SOFTWARE.

27.5.1. STANDARD SOFTWARE

The CONTRACTOR shall deliver to the BUYER any and all STANDARD SOFTWARE as necessary for the performance of the concerned CONTRACT. If the WORKS AND/OR EQUIPMENT include STANDARD SOFTWARE protected in whole or in part by INTELLECTUAL PROPERTY RIGHTS, the CONTRACTOR shall ensure that within the framework of the license/sub-license granted by the owner of rights to STANDARD SOFTWARE, the BUYER shall have the rights related to:

- operation, use, reproduction whatever the use and the process, on all existing or future media;
- representation by all means and on all media, including transmission via networks Internet/Intranet, edition, diffusion; and
- adaptation, modification, correction, development, integration, transcription, translation, bearing,

BUYER'S rights to use the STANDARD SOFTWARE (it is the license stated above) is assigned together with the relevant WORKS AND/OR EQUIPMENT. In addition, the CONTRACTOR shall, upon BUYER'S request and at no additional cost, provide the BUYER with all information necessary to achieve the interoperability of the software operated by the BUYER with the STANDARD SOFTWARE. The license for the STANDARD SOFTWARE granted to the BUYER shall:

- a) occur at a price which is an integral part of the contractual price paid by the BUYER to the CONTRACTOR as defined in the concerned CONTRACT;
- a) be valid in the country where the SITE is located as well as in any other country(ies) in which the WORKS AND/OR EQUIPMENT may be further moved, sold and/or transferred;
- c) be granted at least for the duration during which the concerned STANDARD SOFTWARE is protected by any INTELLECTUAL PROPERTY RIGHTS;

and

- d) include the right for the BUYER to grant licences and sublicences of such rights for the operation, maintenance, modification and/or use of the WORKS AND/OR EQUIPMENT. The CONTRACTOR shall communicate to the BUYER the method and know-how related to the use of the STANDARD SOFTWARE with its best performance for the best practice by the BUYER of the WORKS AND/OR EQUIPMENT.

27.5.2. SPECIFIC SOFTWARE

The SPECIFIC SOFTWARE, including the related source code, shall belong to the BUYER. Title to and ownership of the SPECIFIC SOFTWARE, including the related source code, and any related INTELLECTUAL PROPERTY RIGHTS, including author's rights and copyrights, shall be vested into the BUYER. Transfer of copyrights shall occur in the fields of exploitation:

- (i) the entirety of the rights for:
 - exploitation, use, reproduction whatever the use and the process, on all existing or future media;
 - representation by all means and on all media, including transmission via networks Internet/Intranet, publication, placing on the market, edition and diffusion;
 - adaptation, modification, correction, development, integration, transcription, translation, bearing;
 - commercialisation and diffusion whatever the way.
 - reproduction of code or translation its form, including reverse engineering, for whatever purpose,
- and

- (ii) the exclusive right to apply, under its own name and at its own costs and benefits, for INTELLECTUAL PROPERTY RIGHTS in any country throughout the world with respect to the SPECIFIC SOFTWARE.

Information obtained by the BUYER as a result of analysis of SPECIFIC SOFTWARE code may be used by the BUYER for the development, manufacturing and marketing its own software and may be handed over to entities belonging to ArcelorMittal group.

It is understood that a CONTRACTOR'S SOFTWARE owned by the CONTRACTOR at the signature date of the concerned CONTRACT, that is expected to be modified and/or adapted for the performance of said CONTRACT shall be deemed to be a SPECIFIC SOFTWARE.

The transfer of copyrights to the BUYER of the SPECIFIC SOFTWARE, including the related source code, and any related INTELLECTUAL PROPERTY RIGHTS, including author's rights and copyrights, shall:

- a) occur at a price which is an integral part of the contractual price paid by the BUYER to the CONTRACTOR as defined in the concerned CONTRACT;
- b) be applicable and valid in the country where the SITE is located as well as in any country throughout the world; and
- c) be granted at least for the duration during which the concerned SPECIFIC SOFTWARE is protected by any INTELLECTUAL PROPERTY RIGHTS.

An exhaustive and updated copy of the source code of each SPECIFIC SOFTWARE, without any restriction of any kind, as well as programming documentation shall be communicated to the BUYER at any time upon BUYER'S first demand. Programming documentation is regarded as DEVELOPMENTS.

27.5.3. CONTRACTOR'S SOFTWARE

If the WORKS AND/OR EQUIPMENT include CONTRACTOR'S SOFTWARE protected in whole or in part by INTELLECTUAL PROPERTY RIGHTS, the CONTRACTOR grants to the BUYER the license related to:

- a) operation, use, reproduction whatever the use and the process, on all existing or future media;
- b) representation by all means and on all media, including transmission via networks Internet/Intranet, edition, diffusion; and
- c) adaptation, correction, development, integration, transcription, translation, bearing, operation, maintenance, modification and/or use of the WORKS AND/OR EQUIPMENT

The licence granted by the CONTRACTOR to the BUYER as to the CONTRACTOR'S SOFTWARE shall:

- a) be granted at a price which is an integral part of the contractual price paid by the BUYER to the CONTRACTOR as defined in the concerned CONTRACT;
- b) be applicable and valid in the country where the SITE is located as well as in any other country(ies) in which the WORKS AND/OR EQUIPMENT may be further moved, sold and/or transferred;
- c) be granted at least for the duration during which the concerned CONTRACTOR'S SOFTWARE is protected by any INTELLECTUAL PROPERTY RIGHTS; and
- d) include the right for the BUYER to grant licences and sublicences of such rights for the operation, maintenance, modification and/or use of the WORKS AND/OR EQUIPMENT.

28. MODIFICATION OF A CONTRACT - SUPPLEMENTARY WORKS - AMENDMENTS

28.1. MODIFICATION OF A CONTRACT, CHANGE ORDER - SUPPLEMENTARY WORKS

28.1.1. MODIFICATIONS REQUESTED BY THE BUYER

The CONTRACTOR shall examine, as soon as possible, any changes in any CONTRACT that may be requested by the BUYER, the CONTRACTOR agreeing for this purpose not to refuse such changes without sufficient examination and justification.

28.1.2. MODIFICATIONS REQUIRED BY THE CONTRACTOR OR THE CIRCUMSTANCES

During the CONTRACT, the CONTRACTOR shall immediately notify the BUYER of:

(i) any circumstance justifying a change to the CONTRACT (and notably as to deadlines, scope of the CONTRACT, safety, prices, extra-costs, etc...); and (ii) any supplementary works (i.e. works being outside the scope of the CONTRACT) identified by the CONTRACTOR.

Such CONTRACTOR'S notification shall contain a detailed description of all CONTRACT'S items concerned by the changes and/or supplementary works identified by the CONTRACTOR.

28.1.3. DECISIONS AS TO CHANGES

Changes to the CONTRACT, including to CONTRACTUAL TIME SCHEDULE may be implemented only in cases and in compliance with the rules specified in the CONTRACT and GUIDELINES.

28.2.2. DELAY CAUSED BY THE BUYER

The BUYER shall not be liable for any reimbursement of costs other than the CONTRACTOR'S necessary and documented costs for additional supervision and management tasks, if the event(s) causing any delay with respect to the CONTRACTUAL TIME SCHEDULE is(are) duly notified by the BUYER to the CONTRACTOR at least sixty (60) DAYS prior to their occurrence and provided that the total of such delay does not last:

- (i) longer than four (4) months when caused by BUYER'S express decision, and
- (ii) six (6) months otherwise.

29 TERMINATION

In case of material breach of CONTRACTOR's obligations resulting from the CONTRACT by the CONTRACTOR, the BUYER shall require from the CONTRACTOR to remedy thereto within a reasonable time period. If the CONTRACTOR fails to submit a remedy plan within said time period, or is not able to comply with such remedy plan, then the CONTRACTOR may, without any prejudice to any other rights under the CONTRACT, as well as under LAWS, terminate the CONTRACT with 7 days' notice.

30. SEVERABILITY

If any provision of the CONDITIONS or of any CONTRACT is illegal, invalid or unenforceable under any LAWS, all other terms and conditions of the CONDITIONS or of the CONTRACT shall remain unaffected thereby. The PARTIES agree to replace such provision by provision(s) having the same or a similar effect or meaning as the illegal, invalid or unenforceable provision, or being at least as close as possible to the economic purpose initially agreed upon by the PARTIES with respect to said provision.

31. UNITS OF MEASURE

The only units of measure that are allowed for the performance of the CONTRACTS are the metric units, except otherwise duly agreed upon by the PARTIES in any CONTRACT.

32. APPLICABLE LAW

THE CONTRACT and TERMS are governed by Polish law. The court competent to hear any disputes arising from the CONTRACT is the court competent for the seat of the CONTRACTING PARTY.