

EKJU Ltd

GENERAL TERMS AND CONDITIONS OF SALE

1. Scope of application. These General Terms and Conditions of Sale (the "Terms") apply to and are an integral and essential part of all agreements by which EKJU Ltd (registration number in the Republic of Latvia: 40003051329) (the "Seller") sells products fabricated and services rendered by the Seller (the "Products") to any purchaser (including to an individual or legal person) (the "Buyer"), irrespective of the way in which the purchase or placing an order for the Products is made (the "Contract"), and cover the entire Product range of the Seller. Making a purchase or placing an order for the Products implies the complete and unreserved adherence to these Terms. Different or additional provisions, including the Buyer's general terms of business, shall apply only if it is directly and expressly agreed in writing by the Seller and the Buyer (the "Parties" or the "Party" respectively) in each individual case.

2. Products

- 2.1. <u>Products</u>. The Products include garden furniture, fence elements and panels, wooden fencing posts, garden edging (from bollards, poles, mini sleepers, log rolls), flower boxes, swings, playgrounds for children and all other products manufactured by or on behalf of the Seller and sold to the Buyers. The Products are either standard sale Products (the "Standard Products") or specifically manufactured for an individual Buyer, including custom made and special profile products, etc. (the "Custom Products").
- 2.2. <u>Product catalogue</u>. The list of Standard Products produced and sold by the Seller is available on the website of the Seller and in the Product catalogue ("the Catalogue"), which is made available to the Buyer on request. The Seller is entitled to make changes to the range of Products at any time upon its sole discretion. Only the currently effective list of Products is valid and can be relied on for placing orders. Before the conclusion of the Contract, the Seller is unilaterally entitled to discontinue the manufacturing of any of the Products, to make changes in their design, or to make improvements to the Products at any time without prior written notice to the Buyer.
- 2.3. <u>Quality and completeness of set</u>. The Seller warrants that the quality of the Products corresponds to the Seller's quality standards and that the completeness of the set of the Products corresponds to the Product specification currently in force. The Seller maintains the right to make any changes at the Sellers unilateral discretion to Product specifications, provided that these changes do not affect the lifetime of the Product.

3. Ordering

- 3.1. <u>Standard Products</u>. The Buyer may order Standard Products in written form or by any electronical procedure to the email address of the Seller. The Buyer shall indicate the expected place of destination of the Products and the expected time of delivery.
- 3.2. <u>Custom Products</u>. For the supply of Custom Products, the Buyer shall request a quotation from the Seller and inform the Seller about all necessary Custom Product specifications: product specifications, labelling, packaging, pallet or any other specifications required by the Buyer in written form or by any electronical procedure to the email address of the Seller. After receipt of the Buyer's request the Seller shall make a technical product sheet (drawing) and shall send it to the Buyer by any electronical procedure to the email address of the Buyer's approval of technical product sheet (drawing), the Seller will issue a quotation for the supply of Custom Products. Any quotation issued by the Seller is valid for the period indicated on respective quote. Acceptance of the quotation by the Buyer that shall be given in written form



or by any electronical procedure to the email address of the Seller constitutes an order of the Buyer for the respective Custom Products.

- 3.3. <u>Confirmation of orders.</u> The Contract for the sale of Products is concluded when the Seller expressly confirms the Products order in writing or by any electronical procedure to the email address of the Buyer. The Seller shall confirm or refuse to confirm an order within five (5) working days after receipt of the Buyer's order. In the order confirmation the Seller specifies the terms of delivery of the Products. If the Seller's order confirmation contains modifications or additional terms compared to the Buyer's order or quotation, the Contract for the sale of Products is considered to be definitely concluded unless within two (2) working days after receipt of the Seller's order confirmation, the Buyer informs the Seller that it does not accept the modified or additional terms offered by the Seller and the Contract becomes null and avoid unless the Parties agree otherwise.
- 3.4. <u>Modification of orders.</u> Confirmed orders (the Contract) can be cancelled, suspended or modified by mutual agreement of the Parties if the production and/or delivery process has not been started, unless otherwise provided in the Terms.

4. Prices and payment

4.1. <u>Prices</u>. Prices of Standard Products are based on the price list valid at the time of conclusion of the Contract that is available on the website of the Seller and is sent to the Buyer upon its request. The validity period of the price list for the Standard Products is displayed in the price list. Price lists are market specific and the prices may vary for different countries, territories or the Buyer types. The price in the price list does not include Value added tax (VAT) or any other direct or indirect taxes, fees or payments if not expressly indicated otherwise. Value added tax (VAT) will be added to the price displayed in the price list if required by regulatory enactments. The Seller is entitled to change the prices at any time upon its sole discretion. In case of significant material or transportation (in situation when prices include transportation costs) price increases which influence the end price by more than 5%, the Seller is entitled to notify the Buyer immediately and new prices apply for the already concluded Contracts. In such case the Buyer has an unilateral right to terminate respective Contract within two (2) working days after the Seller has notified the Buyer about increase of prices.

Prices of Custom Products are specified in the respective quotation issued by the Seller. Unless indicated otherwise in the price list or quotation, the prices include the costs of the Seller's standard packaging. Freight and insurance of the Products for transit and other costs according to the applicable international commercial terms (Incoterms 2010) are included only if expressly indicated in the quotation and/or the Contract.

The Seller's price lists and marketing materials do not constitute binding offers of the Seller. All information and data contained therein shall be binding only when the Contract is concluded between the Parties.

- 4.2. <u>Terms of payment</u>. Payment for the Products shall be made either as prepayment, or if the Seller has granted a deferred payment and credit limit to the Buyer, within thirty (30) calendar days from issuing the respective invoice, unless the Seller has stated a different period of time on the Seller's order confirmation. Unless otherwise agreed, payments are to be made by bank transfer to the bank account indicated by the Seller. The Buyer shall cover the relevant bank charges. Payments are deemed to have been effected when the relevant sum is received on the Seller's bank account.
- 4.3. <u>Delayed payments</u>. Upon failure of the Buyer to make a payment on time, the Seller is entitled to demand late payment interest in the amount of 0.1% of the delayed payment per each day of the delay. If the Buyer fails to make a timely payment and exceeds the due date by more than 7 days, the Seller is entitled to suspend



or cancel the respective Contract and suspend further deliveries of Products to Buyer, until payment and late payment interest is received in full.

- 4.4. <u>Unilateral deductions</u>. The Buyer is neither allowed to make any unilateral deductions from the amounts on the invoice nor to set off against the claim of the Seller any of its own alleged claims, without the prior written consent of the Seller.
- 4.5. <u>Prompt payment discount</u>. The percentage or amount of discount shall be expressly agreed separately per each customer and/or the Contract. The term for payment shall start with the issue date of the invoice and the payment must be received before the due date for prompt payment indicated on the invoice.

5. Delivery

- 5.1. <u>Delivery terms</u>. Unless otherwise indicated in the price list, quotation or order confirmation, or separately agreed by the Parties in writing or in a form which can be reproduced in writing, delivery of the Products is FCA (Incoterms 2010). Delivery of Products shall be deemed to have taken place when the Products are available to the Buyer at its indicated place of delivery. Risk of loss or damage to the Products shall pass to Buyer at the time of delivery, as set out in this clause.
- 5.2. <u>Packaging</u>. Unless otherwise agreed by the Parties, the Product will be delivered in Seller's standard packaging, i.e., flat packed, where possible, safely strapped on pallets, minimal height of the pallets: 90mm, type of pallets: two-way. Other packaging (cardboard boxes, wrapped in plastic or other) is not included in the Prices of Standard Products that are provided in the price list. Thus, unless otherwise agreed by the parties, the seller is not obliged to identify each pallet delivered by affixing an SSCC label as defined by GS1 128 standards.
- 5.3. <u>Term of delivery</u>. The standard period for delivery of the Products is indicated in the price list or the quotation. The term of delivery for a specific order is specified by the Seller in the Seller's order confirmation. The term of delivery starts from the day when the Seller confirms the Buyer's order, including all product specifications, delivery conditions, delivery plan, price, but not before the Seller receives prepayment if that has been required. The term of delivery shall not begin before all technical issues relevant for manufacturing, packaging and delivery of the Products or for processing the order have been resolved between the Parties. These issues shall be deemed to have been resolved after the Buyer has approved the Seller's quotation for the supply of Products. The term of delivery is extended by an appropriate period if the Buyer's subsequent changes to the relevant information or documentation cause a delay in manufacturing of the Products.
- 5.4. <u>Time and place of delivery</u>. The Seller shall inform the Buyer of the exact time and place of delivery of the Products by giving reasonable advance notice. If the buyer changes the time and/or place of delivery and it creates additional costs for the Seller, the Buyer shall be obliged to cover these costs. The Buyer is obliged to inform the Seller of any special conditions in the delivery area that may affect the delivery time. If the Buyer has not fulfilled this obligation, the delivery delay will be deemed to have occurred as a result of *Force majeure*.
- 5.5. <u>Liability</u>. The Parties agree that minor delays in delivery time are permissible, provided, however, that the Seller shall use commercially reasonable efforts to deliver Products within a reasonable time consistent with the order and the given notice. The Seller may alter details of Product delivery given in the notice. Products may be delivered by the Seller in advance of the quoted delivery time upon giving reasonable notice to the Buyer. In no circumstances the Seller shall be liable to compensate the Buyer in damages or otherwise for non-delivery, early delivery or late delivery of the Products or for any loss or damage (including loss of profits, opportunity or other loss consequential or otherwise) arising therefrom or for failure to deliver the Products promptly or at all.



- 5.6. <u>Failure to accept delivery</u>. The Buyer must accept delivery of the Products at the time and place determined in accordance with these Terms and the Contract. In case the Buyer refuses to take delivery of the Products or delays taking delivery, the Seller is entitled to demand a contractual penalty in the amount of 0.1% of the price of the respective Products per day. The Buyer must also compensate any costs and damages that the Seller incurs due to the Buyer's failure to take delivery, including the costs of storing the Products.
- 6. Retention of title. Until the Seller receives the full purchase price, the Seller retains the legal property of the Products. In the event that the delivery of the Products is executed before the full payment of the purchase price, the Buyer shall receive the Products as a depositary. From this moment until full payment of the purchase price, the Buyer shall bear the responsibility of the custody of the Products received, being compelled to keep them with all due diligence and care. The Buyer shall properly insure any risk of loss and damage of the Products for a value at least equal to the purchase price of the Products, starting from the delivery date and until it acquires the title of the Products. The Buyer shall immediately communicate to the Seller about any incident that might affect the Products.

7. Inspection and notification

- 7.1. <u>Inspection</u>. After delivery of the Products, the Buyer must inspect the Products or have them inspected immediately upon receipt, but in any case, not later than within five (5) working days. The inspection must include checking the quantity and quality of the Products and whether they correspond to the accompanying documents. The Buyer shall also check the Products for any external damages, including those to the packaging.
- 7.2. <u>Notification of non-conformity</u>. In case the nomenclature, quantities or quality of the delivered Products do not correspond to the order confirmation (the Contract), or the Products or their packaging have been damaged, the Buyer must inform the Seller immediately. The Buyer must describe the non-conformity and provide photos or other evidence. The exact requirements are described in the document Warranty Conditions and Complaints Procedure of EKJU Ltd. If the Buyer establishes to the Seller's reasonable satisfaction that the Products are not in accordance with the Contract, or are defective, the Buyer's sole remedy shall be limited to the return of the Products, and the Buyer shall be credited accordingly, unless agreed otherwise by the Parties.
- 7.3. <u>Consequences of failure to inspect and notify</u>. The Buyer loses the right to rely on any problems with the quantity or quality of the Products if the Buyer has failed to perform a timely inspection and the non-conformity would have been noticeable on a reasonable inspection or if the Buyer does not notify the Seller of the non-conformity immediately.
- 8. Storage. The Buyer is responsible for ensuring that after delivery the Products are stored and resold only from premises most appropriate for their storage, display and sale, i.e., outdoors, if outdoor conditions are not possible under a roof in a cool and dry place.

The Buyer acknowledges, that the Seller stores fabricated Products in outdoor conditions, under natural influence of weather. These storage conditions are suitable for the Products and does not damage them and are adequate. These conditions also ensure the air circulation around the Products and is necessary to avoid moisture and mould. Because of these storage conditions, products might reach the Sellers unloading place in wet conditions and covered with some snow. To the maximum possibility, snow will be cleaned off of pallets, but on some occasions, still might be visible during unloading (for example snow storm, where complete cleaning of snow is not possible). Exception is the Product painted with fully covering paints and



products packed in cardboards, ready for drop-shopping/ home deliveries to end customers, such Products must be kept indoors by both, the Seller and the Buyer.

When the Products are stored under natural conditions for longer period of time, some natural wood characterises might appear – for example, but not limited to discolouration, splits, etc. These are natural wood characterises and cannot be the ground of the Buyer for rejecting the Products or making any claims against the Seller.

9. Settling of complaints

- 8.1. <u>Complaints by the Buyer.</u> All complaints by the Buyer concerning the quality of the Products shall be settled according to the Seller's standard procedure, which is available on the Seller's website (Warranty Conditions and Complaints Procedure of EKJU Ltd.).
- 8.2. <u>Complaints by sub-purchasers</u>. Any complaints concerning the Products, which the Buyer receives from persons to whom the Buyer has resold the Products, will be dealt with and settled by the Buyer independently. The Seller shall be under no direct liability to any sub-purchaser of the Products from Buyer. If the complaint concerns a manufacturing defect for which the Seller could be liable, the Buyer shall inform the Seller of the complaint immediately. Such complaints will be settled pursuant to an individual agreement of the Parties in accordance with the Seller's standard complaints procedure. Seller will not give the Buyer credit for the return of any Products which have been altered, tampered with, disfigured in any way, which have been stored in improperly, or if other warranty provisions have been violated. Changes in the Products due to the natural properties of the wood (listed in the Seller's website) shall not considered as a manufacturing defect. The Seller will not reimburse any additional costs of the Buyer or sub-purchaser (including costs of carriage), unless otherwise agreed by the Parties. The Seller shall not bear any other costs or losses incurred in connection with the return of the Item. If the warranty complaint is justified, the procedure in which the Buyer remedies the defect may be determined by agreement between the Parties.
- **9. Warranty.** The Seller provides warranty for the Products according to its regular warranty conditions, which are available on the Seller's website and according to which the Products complies with requirements set out by the Latvian laws and regulations or by the Europe Union laws and regulations (Warranty Conditions and Complaints

Procedure of EKJU Ltd.). Warranty conditions may vary depending on the type of Product. In any case the Seller is not liable for use of the Products and/or their compliance with any requirements set out by laws and regulations outside of the Europe Union.

10. Confidentiality. The Parties shall not disclose without the other Party's prior written consent any information which is received from the other Party in connection with the sale and supply of Products, unless otherwise required by law or judicial order, or if the receiving Party can prove that such information has been known to it prior to receipt. In particular, the product information, prices and other terms and conditions of individual orders shall remain confidential. Disclosure of information by a Party to its auditors, professional advisors or bankers is not considered to constitute breach of confidentiality under condition that they undertakes confidentiality obligations provided under these Terms.

11. Intellectual property and product information

11.1. <u>IP rights of the Seller</u>. All of the Seller's intellectual property, including copyrights, trademarks, patents, trade names, trade secrets, know-how, technical documents, product and production specifications and other



manufacturing information, or rights or licenses relating to any of the foregoing used in connection with the Products shall remain the sole and exclusive property of the Seller. The Buyer may not copy or imitate the Products or do or omit to do, or permit any third party to do or omit to do, anything which may damage such intellectual property rights in any way.

- 11.2. <u>Results of creative work</u>. Unless otherwise expressly agreed by the Parties in individual cases, all marketing materials, drawings, projects, architectural designs and other results of creative work, documents, data and records, which are created by the Seller for or at the request of the Buyer (the "Results"), remain the exclusive property of the Seller and the Seller is entitled to use such Results for business, production and marketing purposes.
- 11.3. <u>Photos and other recordings.</u> The Seller is entitled to take photos and make other recordings of the Products before, during and after they have been installed, or to ask the Buyer to provide such photos and other recordings and use them for marketing purposes.
- 11.4. <u>Use of Product information</u>. The Buyer is not allowed to publicly use any photos, plans, manuals and other Product information provided by the Seller without the prior written approval of the Seller, unless such use is reasonably necessary for the authorized resale of the Products.
- 11.5. <u>Advertising materials</u>. Any materials the Buyer has received from the Seller for advertising purposes may only be used to promote the sale of the Products of the Seller.

12. Force majeure

- 12.1. A Party is released from liability for failure to perform or correctly perform the obligations arising from the Contract if such failure was caused by circumstances which are beyond the control of the Party and which the Party was unable to affect or avoid (e.g. such as flood, fire, earthquake or other natural disaster, war, terrorist attack or strike) and which render the performance or correct performance of the Contract impossible. A strike of the employees of the Party or failures of subcontractors or business partners of the Party shall not constitute a *force majeure* circumstance for the purpose of the Contract.
- 12.2. The Party whose activity in the performance of the obligations under the Contract is prevented by a *force majeure* circumstance shall immediately, but not later than within three (3) working days notify the other Party thereof. The *force majeure* circumstance shall not release a Party from the obligation to take all possible measures to prevent and/or minimize damage caused to the other Party as a result of the failure of the first Party to perform or correctly perform the Contract.
- **13. Settlement of disputes and jurisdiction.** The Parties shall make every effort to settle all disputes arising from or in connection with the Contract amicably through negotiations. In the event that negotiations have been failed within thirty (30) days after any of the Parties proposed to settle dispute, such dispute, controversy or claim arising out of or in connection with the Contract, including the breach, termination or invalidity of the Contract, shall be settled in the courts of Latvia.
- 14. Applicable law. The Contract shall be governed by and construed in accordance with the laws of Latvia. The application of the United Nations Convention on Contracts for the International Sale of Goods of 1980 (CISG) is excluded.

15. General provisions

15.1. The Parties may not transfer their rights or obligations arising from the Contract to any third party without the prior written approval of the other Party.

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- 15.2. The Seller shall in no circumstances be liable for any loss of actual or anticipated profit, loss of business, loss of contracts, loss of revenues, loss of anticipated savings, depletion of goodwill, or for any special, indirect or consequential damage or any other indirect expenses of any nature whatsoever, howsoever arising to the Buyer or any third party.
- 15.3. The Seller total and maximum responsibility in any case shall be limited to the amount of price paid by the Buyer under the Contract, when the replacement or repair of the Products is not possible.
- 15.4. The Buyer agrees not to do anything which could either directly or indirectly harm the Seller, its Products or reputation.
- 15.5. Each party shall process personal data relating to each party's representatives in accordance with their respective privacy policies and applicable Data Protection Laws.
- 15.6. Any notice, application or other communication to be given or made under the Contract to the other Party shall be in writing or in a form which can be reproduced in writing (such as e-mail). Such notice, application or other communication shall be deemed to have been duly given or made when it is delivered by courier against signature, by registered mail or fax or e-mail to the other Party.
- 15.7. In case the Buyer is a consumer, these Terms do not prejudice the application of any provisions of the applicable law which cannot be derogated from by agreement.
- 15.8. If any individual provision of these Terms is entirely or partially invalid or ineffective, the remaining provisions or the remaining parts of such provisions shall not be affected thereby. The Parties shall replace any invalid or ineffective provision with an effective provision which comes closest to the economic purpose of the ineffective provision.
- 15.9. In the case of any discrepancies between documents, the latest written agreement shall prevail.
- 15.10. The Seller shall not be bound by any accidental inaccuracy, howsoever caused, in any document it issued, including obvious clerical errors in the price list.
- 15.11. These terms and conditions of sale enter into force on 01.10.2021