

I. Scope of validity

1. These general terms and conditions of purchase shall exclusively apply to all present and future commercial orders of Hübner-H Kft. („Hübner“). The applicability of terms and conditions provided by third parties and/or contractors is expressly excluded. Other terms and conditions shall neither be accepted tacitly, by conduct nor by the acceptance of goods/ performance of services.

2. If agreeing on special terms and conditions, these general terms and conditions shall be considered as secondary and supplementary.

3. Alterations and/or additions to these general terms and conditions of purchase and to orders based on these terms and conditions must be made in writing, accepted and signed by Hübner. This applies equally to a waiver of the written form requirement.

II. Offers / Orders

1. The preparation and submission of offers by the contractor is free of charge for Hübner and is not binding until written order of Hübner (“order”).

2. The order confirmation shall be made within 10 (ten) working days by the contractor. On expiry of this period, the order is deemed accepted by the contractor. Any deviation from the order of Hübner requires Hübner's prior written consent.

3. Hübner may change technical details up to 4 (four) weeks prior to the delivery date. If first or type samples are made available to Hübner, then the serial production may only begin following Hübner's express and written release.

III. Prices

1. Unless agreed separately, overall or individual prices are fixed prices and are valid until the end of order settlement. Subsequent increases for whatever reason are expressly prohibit.

2. Prices are stated as delivered at place (DAP in accordance with INCOTERMS 2020) including freight, packaging and ancillary costs. If non-paid delivery shall be separately agreed by the parties, then Hübner shall only assume the most favorable freight costs, unless Hübner has stipulated a special type of shipment.

3. If, as an exception, pricing schedules have been agreed on in a foreign currency, then the agreed price shall be based on the conversion rate of the EURO to the respective foreign currency quoted in Germany on the day of order confirmation. If the exchange rate changes prior to the payment due date, either party shall be allowed to demand corresponding price adjustments.

IV. Payment / Retention of title

1. The contractor shall send invoices to Hübner after the complete fulfillment of the contractor's delivery obligations.

2. The invoice shall be settled either within 14 (fourteen) days with 3 (three) percent cash discount or within 30 (thirty) days without discount. The period fixed for payments commences either upon receipt of the invoice, receipt of the goods or acceptance of performance by Hübner, whichever is later. If documentation or similar documents (collectively “Documents”) form part of the performance of the order, then the payment periods shall only commence after the contractual submission of the Documents to Hübner. In case the parties agreed on partial delivery/consignments, the payment periods shall commence at the agreed date agreed by Hübner.

3. If down payments are agreed, Hübner is entitled to - at the costs and expense of the

contractor - demand the provision of an unconditional and irrevocable bank guarantee, of the same amount as to the down payments. The guarantee will be returned, after the complete fulfillment of the contractual obligations by the contractor.

4. Payments are either to be made bank/post bank remittance by telegraphic transfer at Hübner's choice, at the cost and the expense of the contractor. The payment is made when the cheque has been sent by post or the day the bank/post bank remittance has been instructed by Hübner.

5. The contractor is not permitted to set-off any amounts against accounts receivable or to exercise any lien unless the claim with which the contractor is setting-off or exercising a lien is uncontested or has been established by a final court judgement. The contractor may only assign any receivables from the entire business relationship to third parties with Hübner's prior express written approval.

6. Any possible reservation of proprietary rights by the contractor will be acknowledged on the condition that the proprietary rights / title of the goods/ performances pass to Hübner upon payment. Reserve of title in all forms shall be expressly excluded.

V. Shipment / Delivery

1. Unless stipulated otherwise, the shipment shall be made to the delivery address stated in the order.

2. Partial deliveries are only permitted with the prior written approval of Hübner. The assigning of orders to third parties (sub suppliers, subcontractors) is, as long as no personal performance is agreed, permitted, unless there is an important reason, especially if the third party does not give the appearance of a proper fulfillment of the contract, or is a competitor of Hübner.

3. The contractor shall bear the risk of accidental loss and accidental damage (especially transport risk) according to the agreed INCOTERMS 2020 clause DAP.

4. All goods shall be properly and adequately packed and labeled at no cost to Hübner. The shipment shall be carried out with the necessary diligence required for the handling of the goods. Each delivery shall contain a delivery note with the Hübner's order number, a packing slip, item number, and such other documents / information deemed necessary by Hübner.

VI. Delivery dates / Force Majeure

1. Agreed delivery dates and periods are binding. Hübner shall be notified immediately of delivery delays. This does not, however, release the contractor from claims for damage compensation to which Hübner may be entitled.

2. In case of non-fulfillment of the order or performance, Hübner (without prejudice to any other rights and remedies) shall be entitled to a compensation of 5 (five) percent of the total gross order value, in case of delivery delay 0.5 (zero point five) percent of the total gross order value per calendar week, but not more than 5 (five) percent maximum of the total gross or value. Further damage compensation claims by Hübner shall not be excluded by above provision. The contractor is equally entitled to provide evidence that no damage or a lesser damage has been incurred than the one generally asserted.

3. Force majeure and other events which are beyond Hübner's control and which make it impossible or significantly more difficult for Hübner to accept or use the goods / performances, release Hübner from its obligation to accept the goods / performance

and to pay for the duration of these hindrances.

VII. Long Term Supplier Declaration

1. On request of Hübner the contractor shall issue a Long Term Supplier Declaration according to VO (EG) 1207/2001 (if applicable) concerning the characteristics of origin of the sold goods, and – at Hübner's demand the contractor shall forthwith make the investigation of this evidence of origin possible by the customs administration and shall issue the necessary information thereto and provide any possibly required confirmations at the cost and expense of the contractor.

2. The contractor shall compensate the damage which occurs if the origin stated by the contractor is inaccurate and/or is not acknowledged by the responsible authority as a result of erroneous certification or for lack of subsequent investigation possibilities. However, this does not apply, if the contractor proves that he is not at any fault whatsoever.

3. The contractor shall provide all documents and data which are necessary according to the respective customs provisions and/or any other relevant provisions.

VIII. Warranty / liability / insurance

1. If the goods/ performances are defective or if the contractor violates any other duties, Hübner may exercise all the statutory rights and entitlements without restriction.

The contractor warrants for all goods/ performances worldwide that they shall comply with the demands made, conform to the quality, standards, description, specifications and/or reference quoted in the order, are defect free, and are qualified for all intended purposes by Hübner.

In the sole opinion of Hübner, if work safety is endangered and/or to avoid damages to Hübner or to third parties, Hübner shall be entitled to remove defects and remedy damages or undertake covering purchases at the sole expense and cost of the contractor without prior consultation with the contractor. The contractor shall bear all costs in conjunction with the delivery of defected goods/ performances.

2. The warranty period shall be 30 months commencing from processing / commissioning of the goods/ performances or 36 months after delivery, whichever is later. If a defect occurs within the first 12 months, it shall be assumed that the defect had already existed at the time of passing of risk.

3. Notwithstanding Hübner's claims from section VIII(1) above, the contractor herewith assigns to Hübner all claims to which the contractor is entitled to against the contractor's suppliers/subcontractors due to a defect arising to Hübner or due to a deviation from a guaranteed characteristic discovered by Hübner. The contractor shall hand over to Hübner all documents necessary to assert such claims. If Hübner does not assert these assigned rights, then the contractor may demand their reassignment.

4. The contractor shall indemnify Hübner against all third-party claims – including but not limited to claims due to product liability – that are the result of the defective nature of the contractor's partial performances on Hübner's product (especially the basic or raw materials and partial products) or that result from other breaches of duties of the contractor.

5. For the duration of the business relation, the contractor shall provide a sufficient insurance coverage in terms of a business and product

liability insurance, and coverage for recall costs at the amount of at least 2 Mio. € for each insurance case / 4 Mio. € per insurance year in case of special demand. Upon request, the contractor shall provide an insurance certificate.

IX. Manufacturing means (especially tools) and raw materials

1. Tools, models, data, drawings and other documents of all kinds ("manufacturing means") provided by Hübner or which were manufactured for Hübner shall be used exclusively to undertake Hübner's orders and may not be wholly or partly made accessible to third parties without Hübner's prior written approval. They shall be sent back to Hübner immediately on demand, or at the latest two years following their last implementation. Any lien shall be excluded.

2. Manufacturing means and raw materials provided by Hübner remain property of Hübner. The manufacture, reworking or processing of such manufacturing means undertaken by the contractor in the fulfillment of Hübner's order shall be done for Hübner as manufacturer and Hübner shall acquire the title thereto. Manufacturing means shall be stored separately from any other property belonging to the contractor or third party, maintained regularly, insured against loss and damage, labeled permanently, clearly identified and marked as the property of Hübner.

X. Quality / control

1. On completion of the goods/ performances, the contractor shall comply with the state-of-the-art in science and technique and shall implant and maintain a quality safety system according to ISO 9001 or a similar system and certified by an accredited authority. Further, the contractor shall observe all relevant quality standards and rules, quality assurance measures provided by Hübner, and all statutory law.

2. Prior to the confirmation of an order, the contractor shall analyze the specifications, drawings, and so on provided by Hübner and check their completeness and correctness. The contractor shall notify any discrepancy / incompetency to Hübner.

3. The contractor shall inspect the goods/ scrutinize performances extensively prior to delivery of the goods or completion of the performance. Upon receipt of goods/ performances, Hübner will check the delivery for identity, amount, and obvious transport damages. Discovered defects and damages will be reported within a period of 14 days after receipt of goods/ performances by Hübner and - in case of a third-party-deal - within 14 days after receipt of goods/ performances at Hübner's customer. The contractor waives the right to objection due to late notice of defects. However, the payment for the goods/ performances shall mean no acceptance of the goods/ performances; a checking shall mean no waiver of any of Hübner's rights.

4. As far as goods/ performances show any defects concerning the design and quality or are delivered without the required documents, e.g. in the absence of delivery notes, first sample reports as well as in the absence of product labeling and quality control certificates, Hübner has the right to charge a lump sum in the amount of EURO 100, - in every case of a defect.

5. Hübner shall have the right to audit the contractor's premises at any time after prior announcement; the contractor shall assure the same right with his sub-suppliers.

XI. Intellectual property rights

1. The contractor warrants that the use of the goods/ performances shall not infringe any domestic and/ or foreign patents, utility models, copyrights, registered design, intellectual property or other third party rights.

2. The contractor shall fully indemnify and hold Hübner harmless against any and all claims, damages and costs (including without limitation legal fees and costs resulting out of lawsuits) in respect of any actual or alleged infringement of rights named in section XI(1).

3. As far as the contractor has any intellectual property rights with regard to the goods/ performances, the contractor shall grant Hübner an unconditional, unlimited, irrevocable and free of charge right to including but not limited to use and maintain the goods, provide services, and procure spare parts.

4. If research and development of the contractor forms part of the order, the costs are either covered by a single payment or they are compensated by the piece / unit price and the title hereto shall pass to Hübner. The contractor shall grant Hübner an unconditional, unlimited, irrevocable and free of charge license with the right to grant sub-licenses regarding all of the contractor's intellectual property rights which come to existence due to the research and development and which Hübner will need for its own or a third party's use.

5. In case of research and development of the contractor, an acceptance by Hübner shall not release the contractor from his product and/or construction responsibility.

XII. Confidentiality

The contractor shall keep in strict confidence all information deriving from the business relationship. The contractor shall use the information provided by Hübner exclusively for the purpose of each order and not for his own purposes unless Hübner shall have given its prior written approval. Information which the contractor legally received from third parties as well as freely accessible information shall not be part of the confidential obligation.

XIII. HÜBNER Code of Conduct

With each and every order the Hübner Code of Conduct (see at www.hubner-group.com) forms an integral part of the contract between Hübner and the contractor.

The contractor shall comply with the principles of the Hübner Code of Conduct and shall pass on these principles accordingly in his own supply chain.

XIV. Security in the Supply Chain

1. If the contractor is a certified Authorized Economic Operator (AEO), the contractor shall prove this by submitting a copy of the official certification to Hübner.

2. Should the contractor not (yet) be a certified AEO, then the contractor has the obligation to ensure continuous compliance with the requirements specified in the Security Declaration (retrievable at www.hubner-group.com) by the contractor's company and immediately send such Security Declaration to Hübner with a legally binding signature. If the contractor is unable to meet, wholly or partly, the requirements stated in the Security Declaration, the contractor shall immediately inform Hübner about this in writing.

3. If the certifications/declarations required in accordance with the preceding sections XIV(1) and XIV(2) are yet to be provided to Hübner, the contractor shall forward the same within two weeks upon receipt of an order from Hübner. Should the contractor fail to do so,

Hübner is entitled to rescind from the order within two (2) weeks thereafter.

4. Should the contractor, at any point in time, lose the certification of an AEO or is not, or no longer, able to meet the requirements warranted in the Security Declaration, the contractor shall immediately inform Hübner in writing. The loss of the status as AEO, an incorrect Security Declaration or the subsequent non-compliance with the requirements specified in the Security Declaration constitute a cause for termination without notice by Hübner. Further, the contractor shall bear all expenses and damages incurred by Hübner as a result of the loss of the status as AEO, the incorrectness of the Security Declaration or subsequent non-compliance with the requirements stated therein.

XV. Bankruptcy and liquidation

1. If the contractor applies for liquidation or bankruptcy proceedings or if liquidation or bankruptcy proceedings are indicated against the contractor or shall be declined in the absence of legal estate, and the contractor is not able to comply with his contractual duties due to these reasons, the contractor shall immediately inform Hübner hereof. For the occurrence of each of these cases, the contractor grants Hübner the right to manufacture the goods/ performances or to have them manufactured by a third party.

2. Further, the contractor shall have to return all manufacturing means upon first demand by Hübner.

3. In such event, Hübner has the right to terminate the business relation with immediate effect and the contractor shall not have any claims for compensation from Hübner.

XV. Concluding provisions

1. Place of performance for all goods/ performances is the place of reception specified by Hübner, or Nyíregyháza if such a place is not prescribed.

2. All changes and amendments of technical and commercial specifications require written form.

3. Place of jurisdiction is the registered office of Hübner's branch (Nyíregyháza) and additionally, as the case may be, the domicile of a branch dependency of Hübner registered in the commercial register which undertook the contract conclusion. However, Hübner shall be entitled to bring a lawsuit against the contractor at the court competent for his registered office.

4. All legal relations between Hübner and the contractor are subject to the laws of the Republic of Hungary to the exclusion of the uniform UN Convention on Contracts for the International Sale of Goods (CISG).

5. Any part of the contract or of these general conditions and terms of purchase which is illegal, void, prohibited or unenforceable shall be ineffective to the extent of such illegality, prohibition or unenforceability without invalidating the remaining terms and conditions hereof. An effective provision which complies economically with the intent of Hübner, shall to the most possible extent replace the void part. The same applies in case of a loophole.

6. In cases of doubt regarding the wording or translation, the original German language version of these General Terms and Conditions shall prevail.