TERMS AND CONDITIONS

Payment terms

- The terms of payment are strictly thirty (30) days (or such other period as nominated by the supplier herein) from the date of invoice. temperzone australia Pty Ltd ABN 17 090 057 640 and its related bodies corporate (as that term is defined in the Corporations Act 2001) (Supplier) may, at any time, unilaterally vary the terms of trade in its absolute and unfettered discretion. Should the Applicant not pay for the goods or services supplied by the Supplier in
- 2. succordance with the credit terms as provided herein, or as agreed in writing by the Supplier from time to time, the Supplier will be entitled to charge an administration fee of: 10 percent of the amount of the invoice payable; and (a)
 - a further 10 percent per annum payable per year, or part thereof, until payment by (b) the Applicant.

Price

- Any adverse variation in exchange rates, or increases in current ruling costs of labour, transport, freight, insurance, duty, imposts, cost of materials and all other additional costs and expenses incurred or arising between the date of the quotation or the order (as the 3
- and expenses incurred or ansing between the date of the quotation or the order (as the case may be) and the date of delivery will be the Buyer's account and the price of the goods will be increased accordingly. Where justification of price variation is requested, copies of the price lists current at the date of quotation or order (as the case may be) and the delivery will be provided or the Consumer Price Ind ex as pub lished by the Australian B ureau of Statistics will apply where no price lists are available. Auditor's certificates substantiating price variations can be arround at the Buyer's express and will be birding on both partice. 4 can be arranged at the Buyer's expense and will be binding on both parties

Delivery of goods

- Times for delivery of goods referred to in the quotation or acknowledgment of order are
- estimates for derivery of goods referred to in the quotation of acknowledgment of other are estimates only and the Supplier will not accept any liability for delays in delivery, whether caused by factors beyond the Supplier's control or otherwise. Delivery of goods within Australia will be in accordance with the Supplier's freight policy current at the time of delivery. A copy of the Supplier's freight policy is available for inspection at the Supplier's offices. The Supplier reserves the right to vary such freight policy form without action. 6 Delivery of export goods. D elivery of goods for export will be in accordance with
- 7 special conditions set out in the quotation or acknowledgment of order.

Permits, licences and approvals

Unless otherwise stated in the quotation, the Buyer will obtain any permits, licences or 8. approval that may be necessary or required in connection with the goods and any costs in connection with or caused by the obtaining of such permits, licences or approvals will be to the Buyer's account.

Performance

Any performance figures given by the Supplier in relation to the goods are given in good 9. faith based on the Supplier's experience and are such as the Supplier would expect to be obtained in test co nditions subject to the recognised tolerances and rejection limits applicable to such figures. The Supplier abides by all governing regulations.

Dimensions and other descriptive details

Descriptive details including photographs, illustrations, drawings, weights, dimensions and other particulars given in or accompanying the quotation are subject to al teration without notice

Warranty

- Save where the Buyer is a consumer for the purposes of the *Competition Consumer Act 2010* (as amended) or where the transaction is a consumer sale for the purposes of state legislation applicable to the sale of goods, the only express warranty given by the Supplier is that set out below, and all implied terms, conditions and warranties (statutory to the purpose) are been upper production and warranties (statutory 11 or otherwise) are hereby expressly negatived.
- 12. In relation to the supply of services, the Supplier's liability is limited to: (a) supplying the service again; or
- (b) providing for the cost of having the services supplied again. Warranty given by the Su pplier is covered by the u pdated warranty located at www.temperzone.com.au and www.temperzone.biz. 13.

Exclusion of liability

- Except as expressly provided in clauses 11 to 38 and at www.temperzone.com.au and www.temperzone.biz (inclusive), the Supplier will not be liable for any loss, damage or injury arising directly or indirectly from any defect in the goods, from any breach by the Supplier of any of the terms hereof or howsoever otherwise and whether caused to the 14. Buyer or any other person or corporate body and the Buyer will indemnify the Supplier accordingly.
- The exemptions, limitations, general conditions of sale in these general conditions of sale will apply whether or not the loss or damage is caused by negligence or actions 15. constituting fundamental breach of contract.

Patents, trademarks, etc

- Where the Supplier has followed any design or instructions given to it by the Buyer, the 16. Buyer will indemnify the Sup plier against all damages, penalties, cost and ex penses which the Supplier may incur or to which the Supplier may become liable through any work required to be done in accordance with those instructions or designs which may involve any infringement or alleged infringement of any patent, trademark, copyright, design or common law rights.
- The Buyer warrants that any design or instructions given by it to the Supplier will not be 17 such that will cause the S upplier in the supply and/or manufacture of the goods to infringe any patent, trademark, copyright, design or common law rights and the Buyer will indemnify the Supplier accordingly.

Delay by Buyer

Without prejudice to any other rights or remedies the Supplier may have if the Buyer refuses or neglects to accept delivery of the goods or any parts thereof after they are available for delivery, the Supplier may charge the Buyer all additional costs incurred, including storage charges, insurance costs and the like.

Returns, cancellations and termination

- Custom made equipment will not be accepted on return. The return of goods supplied ex stock may be accepted provided the returned goods are received by the Supplier within 14 days of the date of sale and provided the returned goods are in the same condition as received. A 10 percent fee will be charged by the 20.
- 21.
- 22
- soods are in the same condition as received. A 10 percent fee will be charged by the Supplier for all returned goods accepted back for credit. The return of spare parts supplied may be accepted provided the spare parts are returned within thirty (30) days from the date of purchase and provided the spare parts are in the same condition as they were received. A 20 percent fee will be charged by the Supplier for all returned spare parts accepted back for credit. In the event the Buyer purports to terminate and/or repudiate or cancel the contract, then and without prejudice to its other rights and remedies, the Supplier may recover from the Buyer all costs and expenses incurred by the Supplier in its performance of the contract. Should the Buyer pars as a resolution for winding up or if a court of competent jurisdiction makes a winding up order in respect of the Buyer is placed in receivership or under statutory management or if the Buyer is a natural person, becomes bankrupt, the Supplier may in addition to any other remedies available to it, terminate the contract by notice in writing to the Buyer and in such event, without prejudice to its other rights and remedies, the Supplier in its performance of the Supplier in y provide the Buyer and costs and expenses incurred by the Supplier may in addition to any other remedies available to it, terminate the contract by notice in writing to the Buyer and in such event, without prejudice to its other rights and remedies, the Supplier in its performance of the contract. 23.

Jurisdiction

- 24. The Applicant acknowledges and agrees that this agreement will be governed by the laws of New South Wales, and the laws of the Commonwealth of Australia which are in force in New South Wales.
- The Applicant acknowledges and agrees that any contract for the supply of goods or services between the Supplier and the Applicant is formed at the address of the Supplier.
- The parties to this agreement submit to the non-exclusive jurisdiction of the courts of New South Wales and the relevant federal courts and courts competent to hear appeals 26 from those courts.

Security/charges

- The Applicant charges in favour of the Supplier all of its estate and interest in any real property that the Applicant owns at present and in the future with the amount of its 27
- The Applicant charges in favour of the Supplier all of its estate and interest in any personal property that the Applicant owns at present and in the future with the amount of its indebtedness hereunder until discharged. The Applicant charges in favour of the Supplier all of its estate and interest in any personal property that the Applicant owns at present and in the future with the amount of its indebtedness hereunder until discharged. The Applicant appoints as its duly constituted attorney the Supplier's company secretary
- 29. from time to time to execute in the Applicant's name and as the Applicant's act and deed any real property mortgage, bill of sale or consent to any caveat the Supplier may choose to lodge against real property that the Applicant may own in any Land Titles Office in any state or territory of Australia, even though the Applicant may not have defaulted in carrying out its obligations hereunder.
- Where the Applicant has previously entered into an agreement with the Supplier by which the Applicant has granted a charge, mortgage or other security interest (including a security interest as defined in the *Personal Property Securities Act 2009* (**PPSA**)) over or in respect of real or personal property, those charges, mortgages or other security interests and the terms which directly or indirectly create rights, powers or obligations in respect thereto will continue and co-exist with the obligations and security interests created in this agreement and will secure all indebtedness and obligations of the Applicant under this agreement. The Supplier may, at its election, vary the terms of such previous charges, mortgages or other securities to reflect the terms herein.

Purpose of credit

The Applicant acknowledges and agrees that the credit to be provided to the Applicant by the Supplier is to be applied wholly or predominantly for commercial purposes.

Formation of contract

- Autor of contract Quotations made by the Supplier will not be construed as an offer or obligation to supply in accordance with the quotation. The Supplier reserves the right to accept or reject, at its discretion, any offer to p urchase received by it. Only written acceptance by the Supplier of the Applicant's offer will complete a contract.
- Placement of an order, either verbally or in writing, will imply acceptance of the Supplier's offer and of these terms and conditions.

Retention of title

- Title in the goods does not pass to the Applicant until the Applicant has made payment in full for the goods and, further, until the Applicant has made payment in full of all the other money owing by the Applicant to the Supplier (whether in respect of money payable 34 under a specific contract or on any other account whatsoever). Whilst the Applicant has not paid for the goods supplied in full at any time, the Applicant
- agrees that property and title in the goods will not pass to the Applicant and the Applicant agrees that property and title in those goods will not pass to the Applicant and the Supplier retains the legal and equitable title in those goods supplied and not yet sold. Until payment in full has been made to the Supplier, the Applicant will hold the goods in a fiduciary capacity for the Supplier and agrees to store the goods in such a manner that they can be identified as the property of the Supplier, and will not mix the goods with 36 The Applicant will be entitled to sell the goods in the ordinary course of its business, but
- 37 until full payment for the goods has been made to the Supplier, the Applicant will sell as agent and bailee for the Supplier and the proceeds of sale of the goods will be held by
- agent and bailee for the Supplier and the proceeds of sale of the goods will be held by the Applicant on trust for the Supplier absolutely. The Applicant's indebtedness to the Supplier, whether in full or in part, will not be discharged by the operation of clause 37 hereof unless and until the funds held on trust are remitted to the Supplier. The Applicant agrees that whilst property and title in the goods remains with the Supplier, the Supplier has the right, with or without prior notice to the Applicant, to enter upon any premises occupied by the Appl icant (or any receiver, receiver and man ager, administrator, liquidator or trustee in bankruptcy of the Applicant to inspect the goods of the Supplier and to reposess the goods which may be in the Applicant's possession, custody or control when payment is overdue. The Applicant will be responsible for the Supplier exercises any power to enter the premises, that entry will not give rise to any action of trespass or similar action on the part of the Applicant against the Supplier, its employees, servants or agents. 39.
- 40 Applicant against the Supplier, its employees, servants or agents. The Applicant agrees that where the goods have been retaken into the possession of the
- Supplier, the Supplier has the absolute right to sell or deal with the goods, and if necessary, sell the goods with the trademark or name of the Applicant on those goods, and the Applicant hereby grants an irrevocable licence to the Supplier to do all things necessary to sell the goods bearing the name or trademark of the Applicant. For the avoidance of doubt, the Supplier's interest constitutes a purchase money
- 42 security interest' pursuant to the PPSA. Cancellation of terms of credit

The Supplier reserves the right to withdraw credit at any time, whether the Applicant is in default under the terms of this agreement or not. Upon cancellation with or without notice all liabilities incurred by the Applicant become 43. 44

immediately due and payable to the Supplier.

Indemnity The Applicant agrees to indemnify the Supplier and keep the Supplier indemnified against any claim. This indemnity includes any legal fees and expenses the Supplier incurs in order to enforce its rights, on an indemnity basis.

Provision of further information

- The Applicant undertakes to comply with any request by the Supplier to provide further information for the purpose of assessing the Applicant's creditworthiness, including an updated credit application. If the Applicant is a corporation (with the exception of a public listed company), it must
- advise the Supplier of any alteration to its corporate structure (for example, by changing directors, shareholders, or its constitution). In the case of a change of directors or shareholders the Supplier may ask for new guarantors to sign a guarantee and indemnity.

Corporations

If the Applicant is a corporation, the Applicant warrants that all of its directors have signed this ag reement and t hat all of its directors will enter into a g uarantee and indemnity with the Supplier in relation to the Applicant's obligations to the Supplier.

- Trustee capacity If the Applicant is the trustee of a trust (whether disclosed to the Supplier or not), the Applicant warrants to the Supplier that:
 - (a) the Applicant enters into this agreement in both its capacity as trustee and in its personal capacity;
 - (b)
 - the Applicant has the right to be indemnified out of trust assets; the Applicant has the power under the trust deed to sign this agreement; and (c)
 - the Applicant will not retire as truste e of the trust or appoint any new or additional trustee without advising the Supplier. (d)
- The Applicant must give the Supplier a copy of the trust deed upon request. 50.

Partnership

- If the Applicant enters into this agreement as partners, the Applicant warrants that all of the partners have signed this agreement and that all of the partners will enter into a guarantee and indemnity with the Supplier in relation to the Applicant's obligations to the Supplier.
- If the Applicant is a partnership, it must not alter its partnership (for example, adding or removing partners or altering its partnership agreement) without advising the Supplier. In 52 the case of a change of partners, the Supplier may ask for new guarantors to sign a guarantee and indemnity.

Insolvency

If the Applicant becomes insolvent, the Applicant remains liable under this agreement for payment of all lia bilities incurred hereunder. The Applicant remains liable under this agreement even if the Supplier receives a di vidend or payment as a r esult of the Applicant being insolvent.

Waive

- A waiver of any provision or breach of this agreement by the Supplier must be made by 54 an authorised officer of the Supplier in writing. A waiver of any provision or breach of this agreement by the Applicant must be made by the Applicant's authorised officer in writing. 55 Until ownership of the goods passes, the Applicant waives its rights it would otherwise
 - have under the PPSA:
 - under section 95 to receive notice of intention to remove an accession; under section 118 to receive notice that the Supplier intends to enforce its security (b) interest in accordance with land law.
 - under section 121(4) to receive a notice of enforcement action against liquid assets; (c) (d) under section 129 to receive a noti ce of disposal of goods by the Supplier purchasing the goods; under section 130 to receive a notice to dispose of goods;
 - (e)
 - under section 132(2) to receive a statement of account following disposal of goods; under section 132(4) to receive a statement of account if no disposal of goods for (f) (g)
 - each 6 month period; under section 135 to receive notice of any proposal of the Supplier to retain goods; (h) (i) under section 137(2) to object to any proposal of the Supplier to retain or dispose of
 - goods; (j)
 - under section 142 to redeem the goods; under section 143 to reinstate the security agreement; and (k)
 - under section 157(1) and 157(3) to receive a notice of any verification statement. (I)

Costs

- The Applicant must pay for its own legal, accounting and business costs and all costs incurred by the Supplier relating to any default by the Applicant. The Applicant must also pay for all stamp duty and other taxes payable on this agreement (if any). 56.
- The Applicant will pay the Sup plier's costs and disbursements incurred in pursuing any recovery action, or any other claim or remedy, against the Applicant, including collection 57. costs, debt recovery fees and legal costs on an indemnity basis. Such costs an d disbursements will be due and payable by the Applicant to the Supplier irrespective of
- whether pursuit of the recovery action, claim or remedy is successful. The Applicant acknowledges and agrees that payments by the Applicant will be applied 58. by the Supplier as follows
 - Firstly, in payment of any and all collection costs and legal costs in accordance with (a) clauses 39 and 57. Secondly, in payment of any interest incurred in accordance with clause 64.
- (c) Thirdly, in payment of the outstanding invoice(s).
 (n circumstances where the Supplier seeks to enforce a purchase money security interest under the PPSA over collateral or proceeds (these terms being consistent with the terms 59 defined in the PPSA), payments received from the Applicant will be allocated in a manner at the Suppliers absolute and unfettered discretion, so as to attribute, to the greatest extent possible, the unpaid balance of the debt to the pur chase money obligation in respect of the collateral and/or proceeds over which the Supplier seeks to en force its
- purchase money security interest. To the extent that payments have been allocated to invoices by the Supplier in it's 60. business records, the Supplier may, at its sole and unfettered discretion, allocate and/or retrospectively reallocate payments in any manner whatsoever at the Supplier's absolute discretion, including in a manner inconsistent with clause 59 herein.
- Payments allocated (and/or reallocated) under clause 59 and/or 60 will be treated a s though they were allocated (and/or reallocated) in the manner determined by the Supplier 61 on the date of receipt of payment.

Taxes and duty

- The Applicant must pay GST on any taxable supply made by the Supplier to the Applicant under this agreement. The payment of GST is in addition to any other consideration payable by the Applicant for a taxable supply. If as a result of: 62
- 63.
- (a) any legislation becoming applicable to the subject matter of this agreement; or any changes in legislation or its interpretation by a court of competent jurisdiction or (b)

by any authority charged with its administration; the Supplier becomes liable to pay any tax, duty, excise or levy in respect of the amounts received from the Applicant, then the Applicant must pay the Supplier these additional amounts on demand

Interest rates

The interest rate on any outstanding debts is a fixed rate of 15 percent per annum.

Set-off

- 65. All payments required to be made by the Applicant under this agreement will be made free of any set-off, or counterclaim and without deduction or withholding. Any amount due to the Supplier from time to time may be deducted from any monies
- 66 which may be or may become payable to the Applicant by the Supplier
- Miscellaneous
- The Supplier is not liable for any loss caused to the Applicant by reason of strikes, 67 lockouts, fires, riots, war, embargoes, civil commotions, acts of God or any other activity beyond the Supplier's control.
- In relation to the supply of goods, the Supplier's liability is limited to: (a) replacing the goods or supplying similar goods; 68
 - repairing the goods; (b)
 - providing the cost for replacing the goods or for acquiring equivalent goods; and providing the cost for having the goods repaired. (C)
 - (d)In relation to the supply of services, the Supplier's liability is limited to:
- (a) supplying the service again; or
- (a) supplying the service again, or (b) providing for the cost of having the services supplied again. The Supplier is not liable, whether claims are made or not, for loss of profit, economic or 70. financial loss, damages, consequential loss, loss of opportunity or benefit, loss of a right or any other indirect loss suffered by the Applicant.
- The Applicant will, at the request of the Supplier, execute documents and do such further acts as may be required for the Supplier to register the security interest granted by the 71 Applicant under the PPSA
- Applicant under the PPSA. The Applicant agrees to accept service of any document required to be served, including any notice under this agreement or the PPSA or any originating process, by prepaid post at any address nominated in this application or any other address later notified to the Supplier by the Applicant or the Applicant's authorised representative. 72.
- The Applicant further agrees that where we have rights in addition to those under part 4 of the PPSA, those rights will continue to apply.
- The Applicant irrevocably grants to the Supplier the right to enter upon the Applicant's property or premises, without notice, and without being in any way liable to the Applicant 74 property or premises, whildu houce, and whildu being in any way hable to the Applicant or to any third party, if the Supplier has cause to exercise any of their rights under sections 123 and/or 128 of the PPSA, and the Applicant shall indemnify the Supplier from any claims made by any third party as a result of such exercise. Nothing in this agreement shall be read or applied so as to purport to exclude, restrict or participate them the effect of and/user extension and endowing an endowing in the supplication is relative.
- modify or have the effect of excluding, restricting or modifying the application in relation to the supply of any goods and/or services pursuant to this agreement of all or any of the provisions the *Competition and Consumer Act 2010* or any relevant State or Federal Legislation which by law cannot be excluded, restricted or modified.

Severance

- If any provision of this agreement is not enforceable in accordance with its terms, other provisions which are self-sustaining are, and continue to be, enforceable in accordance . with their terms
- If any part of this agreement is invalid or unenforceable, that part is deleted and the remainder of the agreement remains effective.

Variation

- The Applicant agrees that these terms and conditions may be varied, added to, or amended by an au thorised officer of the Supplier at any time by written notice to 78 the Applicant.
- Any proposed variation to these terms and conditions by the Applicant must be requested in writing. The Supplier may refuse any such request without providing reasons either orally or in writing.
- Variations requested by the Applicant will only be binding upon the Supplier if they are 80. accepted in writing.

Consent to register

- The Applicant hereby consents to the Supplier recording the details of this Agreement on the Personal Property Securities Register and agrees to do all things necessary and reasonably required by the Supplier to effect such registration.
- The Applicant waives any right or entitlement to receive notice of the registration of any 82 security interest(s) created by this instrument on the Personal Property Securities Register.

Entire agreement

- This agreement constitutes the entire agreement between the parties relating in any way 83 to its subject matter. Al I previous negotiations, understandings, representations, warranties, memoranda or commitments about the subject matter of this agreement are merged in this agreement and are of no further effect. No oral explanation or information provided by a party to another affects the meaning or interpretation of this agreement or
- constitutes any collateral agreement, warranty or understanding. Notwithstanding the preceding paragraph, in circumstances where there is a pre-existing written credit agreement (**Original Agreement**) between the Applicant and the Supplier, these terms and this agreement will constitute a variation of the Original Agreement whereby the terms of the Original Agreement are deleted and replaced with the terms herein, unless the terms of the Original Agreement are otherwise expressly or implicitly preserved by the terms herein in which case they will co-exist with the terms herein, and, to the extent of any inconsistency, these terms will prevail.

Privacy Act

The Applicant agrees to the terms of the Privacy Statement pursuant to the Privacy Act 1988 (as amended by the Privacy Amendment (Enhancing Privacy Protection) Act 2012 contained in this document.