



General Terms & Conditions for Sales and Purchases of Chemical Products for LPG and Chemical Tankers

Repsol Química, S.A.

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Table of contents

PART I. GENERAL

1. Definitions
2. Applicability
3. Payment
4. Assignment
5. Taxes, duties and imposts
6. Termination
7. Force majeure
8. Limitations of Liability
9. Jurisdiction
10. Applicable law
11. Time limitation
12. Notices
13. Rights, powers and remedies
14. Amendments and waivers
15. Severability
16. Headings
17. Telephone recording
18. Confidentiality
19. Change in regulations
20. Health safety and environment
21. Third party rights

PART II. FOB

22. Delivery
23. Quality
24. Quantity
25. Nomination

26. Laytime and demurrage

PART III. CFR, AND CIF

- 27. Delivery
- 28. Quality
- 29. Quantity
- 30. Insurance
- 31. Nomination
- 32. Lay time and demurrage

PART IV. CFR OUTTURN, CIF OUTTURN AND DES DELIVERIES

- 33. General provision
- 34. Delivery
- 35. Quality
- 36. Quantity
- 37. Payment

PART V. EX TANK, INTO TANK

- 38. Nominations
- 39. Inspection
- 40. Risk and property

PART VI. FREE INTO PIPELINE "FIP"

- 41. Nominations
- 42. Inspection
- 43. Risk and property
- 44. Quantity

PART VII. ETHICS, INTEGRITY AND DATA PROTECTION

- 45. Code of ethics and Conduct and Repsol anti-corruption policy
- 46. Integrity and Sanctions

- 47. Personal Data Protection
- 48. Electronic Signature

PART VIII. ANNEXES

- Annex A Documentary Credit
- Annex B Letter of Indemnity
- Annex C Stand By Letter of credit

PART I. GENERAL

1. Definitions

1.1 **Affiliate(s)** Means, in relation to either of the parties to the Agreement, any company Controlling, Controlled by, or under common Control with that party, whether directly or indirectly. “Control” means the power of an entity or person to direct or indirectly control the majority of the governing body of another person or entity, whether by means of: (a) being the beneficial owner of fifty per cent (50%) or more of the issued share capital or the voting rights in that person or entity, or (b) having the right to appoint or remove a majority of the directors, or (c) controlling the votes at the governing body of such person or entity by virtue of any powers conferred by the articles of association, shareholder’s agreement or any other equivalent document.

1.2 **AFRA** Means Average Freight Rate Assessment published by the London Tanker Brokers’ panel.

1.3 **Agreement** Means these terms and conditions including any applicable special provisions.

1.4 **API** Means American Petroleum Institute.

1.5 **Associated company** Means any company which is a subsidiary of any of the parties to the Agreement, or a company of which a party is a subsidiary, or a company which is another subsidiary of a company of which a party is a subsidiary (“subsidiary” having the meaning ascribed to it in section 736 of the Companies Act 1985 as amended).

1.6 **ASTM** Means American Society for Testing and Materials.

1.7 **Banking day** Means a day when the banks in the specified place are open for the transaction of normal banking business.

1.8 **Barrel Means** Means forty-two (42) US standard gallons at sixty (60) degrees Fahrenheit.

1.9 **Business hours** Means from 09:30 to 17:30 in Madrid.

1.10 **CFR and CIF** Shall have the meaning ascribed thereto in INCOTERMS (2020) except as expressly modified in the Agreement. In case of conflict or inconsistency between INCOTERMS and this Agreement, the express terms of the Agreement shall prevail.

1.11 **CFR outturn and CIF outturn** Shall have the meanings ascribed above to CFR and CIF respectively, except as expressly modified in the Agreement.

1.12 **DES** Shall have the meaning ascribed thereto in INCOTERMS 2020 (as amended from time to time) except as expressly modified in the Agreement. In case of conflict or inconsistency between INCOTERMS and this Agreement, the express terms of the Agreement shall prevail.

1.13 **Discharge port** Means the port, terminal, berth or other facility at which the Product to be delivered hereunder is to be discharged.

1.14 **ETA** Means estimated day and time of arrival.

1.15 **EU Qualified** Means that the Product may be freely circulated within the territory of the EU and will not be charged with any import duties.

1.16 **FOB** Shall have the meaning ascribed there to in INCOTERMS (2010) except as expressly modified in the Agreement. In case of conflict or inconsistency between INCOTERMS and this Agreement, the express terms of the Agreement shall prevail.

1.17 **IMO** Means International Maritime Organization.

1.18 **ISGOTT** Means International Safety Guide for Oil Tankers and Terminals, a guide published by the International Chamber of Shipping and the Oil Companies' International Marine Forum.

1.19 **ISM International Safety Management Code** Means the International Management Code for the Safe Operation of Ships and for Pollution Prevention.

1.20 **Laydays** Means the day or range of days as specified in the special provisions or established in accordance with the procedure(s) specified in the special provisions.

1.21 **Loading port** Means the port, terminal, berth, or other facility at which the Product to be delivered hereunder is to be loaded.

1.22 **MARPOL** Means the international convention for the prevention of pollution from ships as amended from time to time.

1.23 **Month** Means a month of the Gregorian calendar.

1.24 **MPMS** Means the API Manual of Petroleum Measurement Standards.

1.25 **N.O.R.** Means the valid notice of readiness to load/discharge as given by the master in conformity with the provisions of the Agreement.

1.26 **Normal banking business** Means the normal hours of business for banks in the specified place.

1.27 **OCIMF** Means the Oil Companies International Marine Forum.

1.28 **Product** Means petroleum product or petro-chemical product of the grade specified in the special provisions or Sales contract.

1.29 **Sellers' suppliers** Means any corporate body or person being a direct or indirect source of supply for the Sellers.

1.30 **Special Provisions** Means the contract telex, facsimile, or e-mail, or other form of written agreement by which the parties may amend or supplement the general terms and conditions contained in the Agreement.

1.31 **TBN** Means to be nominated.

1.32 **Ton** Means a metric ton or tonne in vacuous or air, in accordance with standard practice at the loading port, or discharge port (as applicable).

1.33 **VAT** Means Value Added Tax

1.34 **Working days** Means normal working days in Madrid. A full working day means a total of eight (8) hours of one normal working day, or a period of eight (8) hours over two successive working days.

1.35 **Worldscale** Means worldwide tanker nominal freight scale.

1.36 **Year** Means a Gregorian calendar year commencing on the January 1st and ending with the December 31st.

2. Applicability

2.1 Unless otherwise expressly agreed in writing, these General Terms and Conditions shall apply to all contracts for the sale of product as defined herein by or on behalf of Repsol Química S.A, its associated companies or affiliates (“Seller”) into which they are incorporated by reference.

2.2 The Agreement, defined herein as these General Terms and Conditions together with any Special Provisions, contains the entire agreement between the Seller and the Client and supersedes all representations, prior agreements, oral or written, in connection with the matters which are the subject of the Agreement. In the event that there is a conflict or inconsistency between the Special Provisions and the General Terms and Conditions contained in the Agreement, the Special Provisions shall prevail over the General Terms and Conditions of the Agreement.

2.3 INCOTERMS 2020 (and subsequent revisions) shall apply to the Agreement as supplementary provisions. In case of conflict, ambiguity or inconsistency between the provisions of the Agreement and INCOTERMS 2020 (and subsequent revisions), the provisions of the Agreement shall prevail.

2.4 The Client and the Seller each warrant that it has not in connection with the Agreement relied upon any representations, written or oral, made by or on behalf of the other party, but has relied exclusively on its own knowledge, judgment and expertise.

2.5 The Agreement shall apply from the time of the Seller’s offer. No amendment to the Agreement will be valid unless expressly accepted in writing by Seller.

3. Payment

3.1 Unless otherwise agreed by the Seller and the Client in writing, payment shall be made by irrevocable documentary credit or standby letter of credit (at the Seller’s option) opened by an international bank approved by the Seller, in the form set out in Annex A and Annex C, respectively.

3.2 The documentary credit or standby letter of credit (at Seller’s option) shall be opened and duly receipted and accepted by the Seller in Madrid (whichever place is applicable) not later than close of normal banking business on the fifth (5th) working day prior to the first (1st) day of the loading lay days. The documentary credit or standby letter of credit shall be opened for a sum which is equal to the value of the contracted quantity plus ten per cent (10%) and shall be valid for any greater or lesser sum equal to the actual value of the Product delivered the ‘actual value’ being the value on the opening date of the documentary credit or standby letter of credit. Should any amendment be requested by the Bank, the Client shall comply with it. In the case of FOB intracommunity transactions, and when applicable, the value of the documentary credit or the standby letter of credit will, be increased with the applicable VAT due amount plus the excise duty minerals products as well as

any and all costs, expenses, penalties and interest incurred by the Seller as a result of the Client failure to provide him with the information and documents according to EC regulations. The Client must provide the Seller no later than the commencement of loading of the vessel:

i. with his VAT and excise duty numbers when the Client is the final consignee of the goods

or

ii. with his VAT number and with the VAT and excise duty of the final consignee of the goods if the final consignee is not the Client hereunder.

The necessary information and documentary instructions should be received by the Seller at least two (2) working days prior to the loading of the vessel. When applicable, a complete copy three (3) of the Administrative Accompanying Document ("AAD") should be received by the Seller within the first fifteen (15) days of the next calendar month to the month in which loading of goods are completed.

3.3 Pursuant to such documentary credit or standby letter of credit, the Seller shall present the commercial documents as defined and described under the documentary credit as set out in Annex A or standby letter of credit in Annex C, whichever is appropriate. In the event that any of the documents set out in Annex A or Annex C are not available on the date that the documentary credit or standby letter of credit is presented for payment, such documentary credit or standby letter of credit shall provide for payment against presentation of one commercial invoice and the Seller's standard letter of indemnity as set out in Annex B (a telex-invoice plus telex-letter of indemnity will be acceptable).

3.4 Payment shall be made in full by the Client on the payment due date without discount or deduction for whatever reason including bank transfer fees, withholding, set-off or counterclaim of any kind whatsoever, or in the event of any dispute between the parties to the Agreement. Payment shall be made in EURO or U.S. Dollars, or any other convertible currency agreed in the Agreement (at the Seller's option) by telegraphic transfer immediately against presentation of the commercial invoice together with the documents referred to in Annex A, or, in the absence of such documents, on presentation of the Seller's letter of indemnity set out in Annex B. For cargoes covered by a standby letter of credit, payment shall be made against the documents referred to in Annex C.

3.5 In the event that the due date for payment falls on a Saturday or a non-banking day other than Monday, payment will be made on the previous banking day and in the event that the due date for payment falls on a Sunday or a non-banking Monday, payment will be made on the following banking day (the bank holidays and banking days will be those applicable to the banking system of the currency in which the payment is to be effected).

3.6 All charges in respect of the documentary credit or standby letter of credit shall be for the account of the Client.

3.7 The documentary credit or standby letter of credit shall take effect in accordance with its terms, but such terms shall not alter, add or in any way affect the terms of the Agreement.

3.8 If the Client does not provide, or provides an unacceptable documentary credit or standby letter of credit on or before close of normal banking business on the fifth (5th) working day prior to the first (1st) day of the agreed lay days, the Seller may terminate the Agreement immediately without prejudice to any rights or remedies of the Seller. In no event, shall the Seller be obliged to commence or complete loading until the said

documentary credit or standby letter of credit is opened in the form set out in Annex A or Annex C (whichever is appropriate). Any delay, costs and damages, whatsoever arising from the failure of the Client to open the documentary credit or standby letter of credit as provided for in the Agreement shall be for the Client's account.

3.9 Unless otherwise agreed, the Seller's invoice shall be prepared based on the quantities contained in the bill of lading which are to be based on the quantities stated in the certificate of quantity (or another equivalent document).

3.10 Unless otherwise agreed in writing, when the pricing mechanism does not allow the invoice to be completed before the payment day, payment shall be made against a provisional invoice that will include the available information at the moment that such provisional invoice is issued, and will be replaced as soon as the complete information becomes available, by the presentation of the Seller's final invoice (a telex invoice will be acceptable). Payment of any balance due shall be made within five (5) working banking days upon receipt of the Seller's final invoice and final Letter of Indemnity (Telex /fax acceptable).

3.11 Payment(s) shall be made to the Seller's bank account name and account number as notified by the Seller to the Client in writing, ("the payment account").

3.12 Without limitation to any of the Seller's legal rights, if the Client fails to pay in full any invoiced amount on the due date, the Seller shall have the right to require the payment by the Client of interest on any unpaid amount from the due date (shown in the final invoice) until the Seller receives cleared funds in the full amount outstanding into the Seller's payment account:

a. at the British Bank Association one (1) month U.S. Dollar deposit rate of two working days prior to contractual due date (due date which is shown on the invoice) plus four per cent (4%).

b. at the British Bank Association one month Euro deposit rate of two working days prior to contractual due date (due date which is shown on the invoice) plus 4 per cent (4%); whichever is applicable.

3.13 The provisions of this section shall not be construed as an indication of any willingness on the part of the Seller to provide extended credit, and shall be without prejudice to any rights and remedies that the Seller may have under the Agreement or otherwise.

4. Assignment

4.1 Neither party shall assign all or part of its rights and obligations under the Agreement without the written consent of the other party.

Notwithstanding the foregoing, the Seller shall be free to assign its rights and obligations under the Agreement to any of its associated companies or affiliates, and may assign his rights to receive payment under this contract to any third party without the prior written consent of the Client. In any event, the assignor remains responsible for contract performance.

4.2 If such written consent is given the assignee of the Client shall fully comply with the terms of payment contained in clause 3 herein or any other payment provision substituted for clause 3 with the consent of the Seller.

4.3 The assigning party shall nevertheless remain jointly and severally liable with the assignee for the proper performance of all its obligations under the Agreement, including all payment obligations.

4.4 Any assignment not made in accordance with the terms of this clause 4 shall be void.

5. Taxes, Duties and Imposts

5.1 All taxes, duties and all other charges on the vessel shall be the responsibility of the Client, save as provided for elsewhere in the Agreement. The Client shall also be responsible for the payment of any taxes, duties, impost, and fees of any description on the Product after the Product passes the flange connection of the loading vessel's delivery hose at the loading port.

5.2 According to EU Regulations on VAT, the supply of goods between two (2) member states shall be taxable in the member state of destination of the goods. In case the goods are delivered from a member state to another, and the Client's VAT number is from the member state of destination or from another member state different from the state of origin, the supply will be taxable in that state. Otherwise, it shall be taxable in the member state of origin.

5.3 With regard to the excise duties, according to EU regulation, the Client must provide the Seller with all data relating to destination and recipient, and, when applicable to transport, all established in Directive 2008/118/EC of December 16th 2008 and Regulation (EC) no. 684/2009 of the Commission of July 24th 2009, and especially:

a) Destination type code of the movement, using one of the follows values:

1. Tax warehouse (point (i) of article 17(1)(a) of Directive 2008/118/EC).
2. Registered consignee (point (ii) of article 17(1)(a) of Directive 2008/118/EC).
3. Temporary registered consignee (point (iii) of article 17(1)(a) and article 19(3) of Directive 2008/118/EC).
4. Direct delivery (article 17(2) of Directive 2008/118/EC).

b) Trader identification: name, street name, number, postcode and city, and a valid seed registration number of the authorised warehouse keeper or registered consignee.

c) Place of delivery: trader name, street name, number, postcode and city, and a valid seed registration number of the tax warehouse of destination (for destination type code 1), or the VAT identification number or any other identifier (for destination type code 2 and 3).

5.4 The necessary information and documentary instructions to comply with EU Regulations on VAT and excise duty must be received by the Seller at least two (2) working days prior to the loading.

5.5 The Seller may request the Client to provide documentation for presentation to relevant authorities and the Client shall provide the Seller with the required documentation upon request.

In the sale of excise goods within the European Union as well as within the Spanish territory, the Client and the seller should fulfil with the corresponding formal obligations established by the EU regulation (Directive

2008/118/EC of December 16th 2008 and Regulation (EC) no. 684/2009 of the Commission of July 24th 2009) and the local regulation.

5.6 The Client acknowledges his liability for the payment of VAT and excise duty on mineral Products and will immediately reimburse the Seller any amounts paid by the Seller in respect of VAT and/ or excise duty. The Client shall indemnify the Seller in respect of any and all costs, expenses, penalties and interest incurred by the Seller as a result of the Client's failure to provide him with the information and documents referred to in this clause 5.

5.7 For the avoidance of doubt and in respect of every type of sale, the Seller shall not be the importer of record but shall be responsible for complying with customs and excise entry procedures at the Discharge Port and all duties and taxes that arise in respect of such customs and excise entry shall be for the Client's account.

6. Termination

6.1 If either party should go into liquidation (other than voluntary liquidation for the purpose of corporate reconstruction), or if a receiver or sequestrator is appointed in respect of the assets and/or undertaking (or any part thereof) of either party, or if either party should become bankrupt or insolvent, or should enter into a deed of arrangement or a composition for the benefit of its creditors, or should do or suffer any equivalent act or thing under any applicable law, or if either party has good reason to anticipate any such act or thing, the other party may, by written notice, immediately terminate the Agreement or immediately suspend delivery under the Agreement until further notice without prejudice to any right of action or claim accrued at the date of termination, or suspension.

6.2 If the Seller has any reason whatsoever to doubt the continuing ability of the Client to perform its obligations hereunder, the Seller may suspend deliveries until the Client has either agreed to make payment in advance for future deliveries or has provided such other security as the Seller, in its absolute discretion may require or, alternatively the Seller may terminate the Agreement by written notice without prejudice to any right of action or claim accrued to the benefit of the Seller at the date of termination.

6.3 If the Client should fail to pay in whole or in part the invoiced amount on the due date, the Seller may, on written notice to the Client, immediately suspend all or any supplies of Product until the Client has paid all of the amount owing, or may, at the Seller's option, on written notice to the Client immediately terminate the Agreement without prejudice to any right of action or claim accrued at the date of termination.

6.4 If the Client should fail to take delivery of the Product at the date specified under the Agreement (events of force majeure excepted), where a minimum quantity of Product is to be taken by the Client within specified periods, the Seller may, on written notice to the Client, suspend all or any supplies of Product until the Client has paid all of the amount owing, or may, at the Seller's option, on written notice to the Client immediately terminate the Agreement without prejudice to any right of action or claim accrued at the date of termination.

6.5 Written notice of termination provided for under this clause 6 shall be effective at the time it is despatched to the Client, in accordance with clause 12.

7. Force Majeure

7.1 No failure or delay by either party to the Agreement in fulfilling any of the obligations contained in the Agreement shall give rise to any claim by one party against the other, except in relation to obligations to make payments under the Agreement, if such failure or delay arises out of force majeure, which for the purposes of the Agreement shall be any occurrence or circumstance reasonably beyond the control of that party. Examples of force majeure are, but are not limited to: acts of God, war, whether declared or undeclared, civil disorder, riot, strike, lockout, sabotage, embargo, storm, earthquake, perils of the sea, accident of navigation, fire, breakdown or interruption of the functioning of installations production plant or machinery or other facilities of the Seller or of the means of transportation of the Product, non-availability of feedstock, stoppage or restraint to labour in or about the plant of the Seller or its supplier, governmental laws, regulations or directions or acts of any officer, department agency, committee or similar bodies. For the purposes of this clause 7, the terms "Seller" and "party" where applied to the Seller shall include the Seller's relevant suppliers and affiliates and subsidiaries. The Seller shall not be required to make up deliveries omitted on account of the occurrence of incidents of force majeure. Notwithstanding this clause 7, the Client shall not be relieved of any obligation to make payment for all amounts due on Product sold to the Client under the Agreement. Each party shall promptly notify the other upon occurrence of any occurrences or circumstances excusing or likely to excuse that party's non-performance or delay under this clause 7.

7.2 If by any reason or cause reasonably beyond the control of the Seller, including but not limited to the reasons set out in clause 7.1, in the Seller's reasonable opinion there is a curtailment or shortage or interference of the Seller's sources or anticipated sources of supply, or transportation of any grade of Product from whatever country such that the Seller is unable to meet its own planned requirements, or anticipates that it will be unable to meet its own planned requirements, and those of its associated companies and affiliates and its requirements for sales to customers, including the Client, the Seller may allocate on a fair and reasonable basis according to its own discretion, its available supply of the grades of Product among its own requirements, those of its subsidiaries and affiliated companies and its requirements for sales to customers including the Client. In no circumstances shall the Seller be required to increase its suppliers of Product under the Agreement by purchases or otherwise of Product from other suppliers.

8. Limitations of liability

8.1 The Seller shall not be liable in contract or in tort or otherwise for any special, consequential or indirect loss or damage of any kind arising out of or in any way connected with the performance or failure to perform any part or parts of the Agreement, including but not limited to the negligent act or omission on the part of the Seller or its affiliates and/or agents and/or servants of the Seller or its affiliates, and nor shall the Seller be liable for any prospective or speculative profits.

8.2 No claim by the Client in respect of the quality of the Product delivered, quantity of Product delivered, or any other reason, may exceed the Agreement price, except as provided for in clause 8.3 below. The Agreement price shall be the price that should have been applied according to the Agreement terms if a bill of lading had been issued on the last of the lay days.

8.3 Where the loading port is not operated by the Seller or an associated company of the Seller, any claims in respect of shortage of quantity or variation of quality of the Product shall be recoverable only in accordance with the usual terms applicable for the purchase of Product at the loading port and the Client shall not be

entitled to recover any costs, losses or damages incurred arising out of any shortage in quantity or variation of quality of the Product from the Seller unless the Seller is able to recover and does recover such shortage or compensation or variation of quality from its supplier or other relevant third party, and then only to the extent of such recovery. The Seller shall, use all reasonable efforts to recover from its supplier or other relevant third party any such costs, losses or damages for which the Client has submitted a claim in accordance with the provisions of this clause.

8.4 There are no guarantees, conditions, warranties or representations, express or implied, given in relation to the quality, merchantability, fitness or suitability of the Product, for any particular purpose or otherwise, which extend beyond the description of the Product and any specifications contained in the Agreement.

8.5 The provisions of this clause 8 shall continue to apply notwithstanding the termination or expiry of the Agreement for any reason whatsoever.

8.6 Client shall assume all risks and liability for loss, damage or injury to persons or property arising out of its possession, use, or resale of the Product either singly or in combination with other substances and shall indemnify Seller accordingly.

9. Jurisdiction

9.1 The parties agree that all disputes or differences whatsoever between them arising out of or in connection with the Agreement, its construction or effect, any rights, duties and liabilities of the parties under the Agreement, or any matter arising therefrom or connected therewith, shall be submitted to the exclusive jurisdiction of the High Court sitting in London, and to service of process by registered mail.

10. Applicable law

10.1 The laws of England shall govern the construction, validity and performance of the Agreement to the exclusion of any other law which may be imputed in accordance with choice of law rules applicable in any jurisdiction.

10.2 The United Nations Convention on Contracts for the International Sale of Goods of Vienna dated 11th of April 1980, shall not apply to the Agreement.

10.3 Each party to the Agreement warrants that it has entered the Agreement in its commercial capacity and that it is in this respect subject to civil and commercial law. Each party hereby irrevocably and unconditionally waives any rights of sovereign immunity (whether related to service of process, attachment prior to the execution, or attachment in aid of execution) which it may have or which it may subsequently acquire in respect of its status or any of its assets.

11. Time Limitation

11.1 In addition to the specific provisions and time limits in the Agreement concerning demurrage, quality and quantity, all disputes or differences whatsoever which at any time arise after the date of the Agreement between the parties to the Agreement touching or concerning the Agreement or its effect or as to the rights,

duties and liabilities of the parties hereto or either of them under or by virtue of the Agreement or otherwise or as to any other matter in any way connected with or arising out of or in relation to the subject matter of the Agreement shall be commenced within either two years of the date of the Agreement or two years of the date of the event giving rise to the cause of action, failing which such dispute or difference shall be deemed to have been waived and shall be time barred and no claim whatsoever may be brought in respect thereof.

12. Notices

12.1 All notices and other communications given under the Agreement shall be in writing and unless otherwise specified in the Agreement shall be deemed to have been given and delivered when dispatched, provided the notice is dispatched within business hours, by telex, cable or telefax to the Seller at its address at either:

Repsol Química, S.A.
Méndez Álvaro 44,
28045 Madrid
SPAIN

and to the Client at its address specified in the Agreement.

12.2 Any change of address, telephone, telex or fax details must be notified to the other party in writing, at least fourteen (14) working days prior to the change taking effect.

13. Rights Power and Remedies

13.1 No failure or delay on the part of the Seller or the Client in exercising any right, power or remedy under the Agreement and no course of dealing between the Seller and the Client shall operate as a waiver by the Seller or the Client of any such right, power or remedy, nor shall any single or partial exercise of any such right, power or remedy preclude any other or further exercise thereof or the exercise of any other right, power or remedy under the Agreement.

13.2 The remedies in the Agreement provided to the Seller or the Client are cumulative and not exclusive of any legal rights or remedies which the Seller may otherwise have.

13.3 Except as required by the Agreement, no notice or demand upon the Seller or the Client in any case shall entitle the Seller or the Client to any other or future notice or demand in similar or other circumstances or constitute a waiver of the right of the Seller or the Client to take any other or future action in any such circumstances without notice or demand.

14. Amendments and waiver

14.1 Any amendment or waiver of any provision of the Agreement shall not be effective unless it is made by the express written agreement of both parties.

14.2 Any waiver of any breach of any provision of the Agreement by either party shall not be considered to be a waiver of any subsequent or continuing breach of that provision unless expressly agreed otherwise by the parties in writing.

14.3 No waiver by either party of any breach of any provision of the Agreement shall release, discharge or prejudice the right of the waiving party to require strict performance by the other party of any other of the provisions of the Agreement.

14.4 Failure by either party to take action against the other party in case of any breach of any provision of the Agreement shall not be considered to be a waiver by either party of their right to take action for any subsequent breach of that or any other provision of the Agreement.

15. Severability

15.1 The invalidity, illegality or unenforceability of any one or more of the provisions of the Agreement shall in no way affect or impair the validity and enforceability of the other provisions of the Agreement.

16. Headings

16.1 All clauses, articles and section headings used in the Agreement are for convenience only and shall not affect the construction or interpretation of any of the terms and/or conditions of the Agreement.

17. Telephone recording

17.1 The Client acknowledges and consents that the Seller may electronically record telephone conversations between the Seller and the Client or any of the Client's agents, officials or servants. In case of disagreements, misunderstandings or any other problem, the electronic record may be used for the purposes of resolving such matters

18. Confidentiality

18.1 Each of the parties expressly agrees to keep this Agreement and any related information and documents strictly confidential.

19. Change in regulations

19.1 It is understood by the parties that the Seller is entering into the Agreement in reliance on the laws, rules, regulations, decrees, agreements, concessions and arrangements («regulations») in effect on the date of the Agreement with governments, government instrumentalities or public authorities affecting directly or indirectly the Product sold under the Agreement including, but without limitation to the generality of the foregoing, those relating to the production, acquisition, gathering, manufacturing, transportation, storage, trading or delivery of this particular Product, insofar as such regulations affect the Seller or the Seller's supplier(s).

19.2 If at any time and from time to time during the currency of the Agreement any regulations are changed or new regulations have become or are due to become effective, whether by law, decree or regulation or by response to the insistence or request of any governmental or public authority or any person purporting to act for such organisations, and the material effect of such changed or new regulations is:

- a. not covered by any other provision of the Agreement; and
- b. has or will have a material adverse economic effect on the Seller,

the Seller shall have the option to request renegotiation of the price(s) or other relevant terms of the Agreement. Such option may be exercised by the Seller at any time after such changed or new regulations are notified by written notice to the Client, such notice shall contain the new price(s) and/or terms and conditions desired by the Seller. If the parties do not agree upon the new price(s) or terms and conditions within fifteen (15) days after the date of the Seller's notice, either party shall have the right to terminate the Agreement immediately at the end of such fifteen (15) day period. Any Product delivered during such fifteen (15) day period shall be sold and purchased at the price(s) and on the terms and conditions specified under the Agreement without any adjustment in respect of the new or changed regulations.

20. Health, Safety and Environment (REACH)

20.1 In general, Seller and the Customer shall comply fully at all times with the applicable laws and regulations on the protection of health, safety and the environment. In particular, in pursuance of Regulation (EC) No 1907/2006 (REACH) and Regulation No 1272/2008 (CLP) and provisions implementing it, where applicable, Seller and the Customer undertake to comply with their respective obligations thereunder, according to their position in each case.

20.2 Seller represents that wherever applicable, it manufactures and/or imports the products in compliance at all times with Regulation (EC) No 1907/2006 (REACH) and shall provide in the language of the country where the Product is delivered, prior to or upon delivery of the Product, it will provide the Client with the Safety Data Sheet (SDS), according to Article 31 of REACH Regulation, or Product Information Sheet (PDS) according to Article 32 of REACH including the instructions regarding health, safety, handling and communication of environmental risks of the Products.

20.3 Seller shall update the SDS for the Product as soon as possible in the event of the granting or refusal of an authorization or new restrictions of use affecting the substances comprising the Product supplied by it, and in the event that Seller has information that may affect risk management measures or new hazard information. And shall send the revised SDS to the Client, to the same recipients to whom the SDS was delivered in the preceding twelve (12) months.

20.4 Client is responsible for use of the product and, therefore, within the framework of Regulation (EC) No 1907/2006 (REACH) and any other provisions applicable, it shall see that its conditions of use are adapted to those described in the SDS, particularly instructions regarding health, safety, handling and communication of environmental risks of the Products.

20.5 For this purpose, the Client undertakes to respect at all times all the instructions and recommendations set out in the SDS and to include them, where necessary, in its procedures and internal regulations on health, safety and environmental protection, expressly informing its employees, contractors, agents, customers and

other third parties who may be exposed to the risks associated with the product and its adequate storage and handling.

20.6 The uses described in the Safety Data Sheets (SDS) applicable to the products pursuant to the REACH Regulation are not tantamount to an agreement between the parties regarding the technical or commercial specification of the products or their suitability for a particular use by the Customer or its potential customers, even if that use is known to Seller. Seller will by no means be responsible for any inadequate use or any use contrary to the REACH Regulation (or any other provisions on health, safety and environmental protection) applicable by the Client.

20.7 The Client shall comply at all times with all obligations corresponding to it under the REACH Regulation as intermediate user and, in particular, with the obligations to inform in the supply chain. In this regard, the Customer declares that it has informed Seller of the different purposes for which it intends to use the product and it shall inform Seller immediately of any change of use of the product, or any change of use by its customers that is not contemplated in the Safety Data Sheet (SDS).

20.8 Seller will not be liable to the Client for any impossibility or delay in the fulfilment of its supply obligations if that impossibility or delay is due to orderly compliance with its legal or administrative obligations under the REACH Regulation and imposed by virtue of the Client.

21. Third party rights

No term of the Agreement shall be enforceable under the Contracts (Rights of Third Parties) Act 1999 by any person, company or other legal entity which is not a party to the Agreement against one of the parties to the Agreement. The parties may rescind or vary the Agreement in whole or in part, subject to the provisions of clause 4, without the consent of any third party.

PART II. FOB

22. Delivery

22.1 Title and risk

22.1.1 Notwithstanding any right of the Seller to retain documents until payment, delivery of

The Product shall be deemed completed and title and risk shall pass to the Client when the product passes the manifold flange connection of the vessel's delivery hose at the loading port. At that point the Seller's responsibility for the Product shall cease, and the Client shall assume all risk of loss or damage including but not limited to deterioration or evaporation of the product delivered.

22.1.2 Any loss of or damage to the Product during loading, or any consequences of Product pollution, or any environmental damage or contamination of the seawater, if caused by the vessel or its officers or crew, shall be for the account of the Client.

22.1.3 The Client shall indemnify the Seller for any claim made by the Seller's supplier(s) against the Seller in respect of damage to any facilities at the loading port caused by the Client's vessel.

22.2 Independent inspection

The Client and the Seller will appoint an inspection company, mutually agreed, with costs to be shared equally. The Seller shall ensure that the independent inspector shall have full access to the facilities at the loading port necessary to enable him to perform his duties. The report of such independent inspector shall include quality and net quantity and shall, except in case of fraud or manifest error, be conclusive and binding on both parties for invoicing purposes.

23. Quality

23.1 The Product to be supplied shall be of the quality, description or specification as set out in the Special Provisions. The quality of the Product shall be determined at the loading port in accordance with the latest ASTM standards and API Manual of Petroleum Measurement Standards (MPMS) or according to good standard practice in use at the loading port at the time of shipment.

23.2 The certificate of quality (or other equivalent document) issued at the loading port shall, except in cases of manifest error or fraud, be conclusive and binding on both parties.

23.3 Unless otherwise agreed, the quality of the Product shall be stated from a composite sample taken at the loading port in accordance with good standard practice at the loading port at the time of shipment. The sample will be retained in three sealed containers, two (2) of which shall be kept at the loading port, the third one being placed on board the receiving vessel. The samples shall be kept for a period of three (3) months.

23.4 Quality claims

23.4.1 Any complaint of variation of quality shall be admissible provided that:

- a. a fully documented claim is presented to the Seller within twenty (20) days after the date on which the discharge of the Product has been completed, and in all cases within forty-five (45) days after the date on which the loading of the Product has been completed; and,
- b. it includes a copy of the report of analysis carried out by an independent inspection company on the load port sample on board the receiving ship ("the sample placed on board") showing that the quality of the sample placed on board at the load port does not comply with the Agreement differing by an amount more than the reproducibility per the applicable standards

23.4.2 In the event that the report of analysis referred to at (b) above is not accepted by the Seller, one of the sealed samples («the official sample») kept at the loading port shall be referred for new analysis to a mutually acceptable independent laboratory of international reputation. Each party has the right to appoint a representative for witnessing the new analysis.

23.4.3 The costs of this new analysis shall be for the Client's account.

23.4.4 The results of the new analysis shall be conclusive and binding on both parties.

23.4.5 If the Client fails to comply with the provisions of this clause 23.4, all claims regarding quality shall be deemed to have been waived by the Client and no claim may be brought in respect of them.

23.4.6 This clause 23 constitutes the whole of the Seller's obligations with respect to the quality of the Product supplied and all statutory or other conditions or warranties express or implied with respect to the description, merchantability or quality of the Product or its fitness for any purpose are excluded. The Client agrees with the provisions of this clause 23 and acknowledges that it is fully familiar with the characteristics of the Product.

24. Quantity

24.1 Unless otherwise agreed, the quantity of the Product loaded shall be determined by shore measurements taken at the loading port and carried out in accordance with good standard practice at the load port at the time of shipment.

24.2 The certificate of quantity (or other equivalent document) issued at the loading port shall be final and binding for purposes of the quantity stated in the bill of lading and the obligation of the Client to make payment in accordance with the provisions of clause 3.

24.3 Nothing in clause 24.2 shall prejudice the right of either party to challenge the accuracy of the measurement taken and recorded in the certificate of quantity (or other equivalent document) in a proceeding instituted under the provisions of clause 9, provided that no such challenge may be made by the Client unless:

- a. written notice of protest of the Seller's measurement of the quantity loaded shall have been given by the Client's representative prior to the time that the vessel has cleared berth at the loading port; and,
- b. a fully documented claim is presented to the Seller within twenty (20) days after the time that the vessel has cleared berth at the loading port, and in all cases within forty-five (45) days after the date on which the loading of the Product has been completed; and,
- c. the fully documented claim includes a copy of the full report issued by the independent inspection company at the discharge port and the receiving vessel's ullage reports at the load port and discharge port.

24.4 If the Client fails to comply with the clause 24.3, all claims regarding quantity shall be deemed to have been waived by the Client and no claim may be brought in respect of them.

24.5 In any case the Seller shall not be liable for more dead freight than the total amount that the Client may have suffered.

24.6 No claim shall be made or allowed in respect of any shortage of quantity where the difference between the quantity stated in the bill of lading and the quantity discharged at Receiver's installation is 0.5% of the quantity recorded in the bill of lading or less.

25. Quality

25.1 Nomination

25.1.1 Unless otherwise provided in the Agreement, the Client shall advise the Seller, during business hours, of the vessel nomination no later than five (5) working days (hereinafter, “the deadline”), prior to the first (1st) day of the agreed lay days.

25.1.2 If the vessel is rejected, or the Client fails to nominate a vessel, the Client shall be responsible for any delay and all the costs and consequences arising from the delay.

25.1.3 Notice of nomination shall be given in writing and shall include the following:

- a. the name of the vessel as well as its IMO registration number (and its previous name(s), if changed within the preceding twelve (12) months, date built, flag, deadweight, length, beam, draught and such other information as may be required by the loading terminal operator from time to time;
- b. the destination of the vessel; in any case, the final destination will be declared no later than the deadline;
- c. the grade and quantity of Product to be loaded; in no event, will the Client declare the final quantity to be loaded later than the fourth day prior to the first (1st) day of the lay days;
- d. the ETA of the vessel at the loading port;
- e. the ship agent at the loading port;
- f. details of any cargo on board if loading a part cargo; if the Client fails to declare the nature, quality and quantity of any part cargo on board or if the vessel arrives at the loading port carrying on board different cargoes than those declared, or if the in transit cargoes are rejected by the loading terminal, the Seller shall have the right to refuse to berth the vessel or to make it anchor if she has already berthed, the Client will be fully responsible for all the costs and consequences arising from any action required under this clause;
- g. demurrage rate for the voyage;
- h. full written instructions regarding the preparation and disposition of bills of lading and such other customary loading port documentation, which may be required. The Client shall be liable for all costs resulting from any delays in loading the Product due to failure by the Client to supply such information in a timely manner. If the Client fails to send such information and documentation before the deadline, the Seller shall have the right to produce all documentation necessary for the vessel to leave the loading port, not being liable for any possible direct or indirect consequences;
- i. such other information as the Seller may reasonably require.

25.1.4 A To .Be Nominated (“TBN”) nomination shall not be considered a valid nomination for the purposes of the Agreement.

25.1.5 Notwithstanding the foregoing, should the Client fail in nominating a vessel or in providing any of the information required under this section 25.1 in a timely manner, the Seller shall have the right to refuse loading

the vessel; but if the Seller accepts to load the vessel, then the nomination shall be effective subject to the provisions of sub-section 26.3, so running hours shall not commence until such time as the vessel has actually commenced loading.

25.2 Rejection of nomination

25.2.1 Notwithstanding anything to the contrary express or implied elsewhere in the Agreement the Seller shall have the right to reject any nomination made by the Client, within one (1) full working day of the receipt of the nomination, including a substitute nomination, or to refuse to accept for loading any vessel, on any grounds which the Seller considers reasonable. Any vessel can be rejected at any time by the Seller if all or part of the information provided by the Client at the time of nomination is found to be false or inaccurate.

25.2.2 The Seller shall incur no liability in refusing to accept a nomination and the Seller's acceptance of any vessel for loading shall not constitute a continuing acceptance of such vessel for any subsequent loading.

25.2.3 The Seller shall not have the obligation to give the Client the reasons for having refused any vessel.

25.3 Vessel's warranties

25.3.1 The Client hereby declares that it is familiar with all limitations of the loading port or area and shall not nominate a vessel exceeding such limitations and that in operational and technical aspects nominated vessels shall be in full compliance with all applicable laws, regulations and other requirements of the country of the vessel's registry and countries, port authorities and terminals at which vessel may be loading or calling.

25.3.2 The Client warrants that ship owners, throughout the currency of the charter related to the Agreement will maintain the certificate issued pursuant to the Civil Liability Convention 1969 or the 1992 Protocols to that Convention (or any amendment thereto), whichever be the case.

25.3.3 The Client warrants that during the currency of the charter the owners shall maintain adequate cover up to US\$ 1000 million and in accordance with the terms of the Civil Liability Convention 1969 or the 1992 Protocols (or any amendment thereto). Otherwise the Client holds the Seller harmless for any damage or loss arising from that failure.

25.3.4 The Client warrants that each vessel loaded shall be manned and maintained so as to fully comply with the standards set out in ISGOTT, comply with appropriate IMO recommendations and comply with the OCIMF guidelines for the control of drugs and alcohol on-board ship (1990), and every further revision or amendment.

25.3.5 If requested by the Seller, the Client also agrees that the terms of this clause 25.3 will be incorporated into any bill of lading issued in respect of the Product sold under the Agreement.

25.3.6 The Vessel shall have on board at all times a valid ISM certificate and the owners, before and during the voyage, comply with the requirements of the ISM Code.

25.3.7 Any Vessel fitted with an inert gas system («IGS») will not be permitted to berth or to load or discharge Product unless the IGS is in good order, operative and if required, the cargo tank's inert. If, inerting is required, and vessel arrives with the IGS inoperative, the Vessel will not be berthed until the IGS is operative and the cargo tanks inert and until that time NOR shall not be effective, and Lay time shall not start counting until commencement of loading or discharge, as the case may be

25.4 Vessel's Compliance

The Client warrants that the vessel complies with MARPOL 73/78, Annex I as amended, as well as any other international, European or national laws or regulations applicable to chemical tankers, especially those related to single/double hull. In this respect the Client shall contact vessel local agents at loading or discharge port, as applicable, in order to get updated information on international, European, and national laws and regulations, and to obtain from the relevant authorities any required authorization, which shall be faxed to Seller. All applicable local and port authority regulations, and any other requirements of whatever nature applicable at the loading terminal, shall apply to the Client's vessel. If the vessel does not comply with any of the foregoing provisions, the Seller or the Seller's suppliers might refuse to berth or load the vessel. Seller shall not be liable for any loss, damage or delay derived from vessel's non-compliance with any of the foregoing provisions.

25.5 Substitution of vessel

The Client shall have the right, with prior notification to the Seller in writing, to substitute, at least three (3) local working days prior to the first (1st) day of the agreed lay days, the nominated vessel by another vessel of similar class, type, size, capacity and position, complying with the provisions and warranties under clause 25.3 provided that the substitute vessel tenders N.O.R. to load before or within the agreed lay days and that the Client shall provide in the substitute nomination notice the same details as required under clause 25.1.

25.6 ETA

25.6.1 The Client shall arrange for the vessel to give to the Seller or the Seller's suppliers its E.T.A. at the loading port by telex or cable at least seventy-two (72) hours before arrival, again at least 48 hours before arrival and again at least twenty-four (24) hours prior to arrival, thereafter, promptly advising any variation of more than two (2) hours.

25.6.2 If the Client's vessel fails for any reason to give any of the required ETAs, then running hours shall commence counting seventy-two (72) hours after the vessel has tendered NOR at load port or when the vessel commences loading, whichever occurs first.

25.6.3 Any delays resulting from any failure to give the required notices shall not count as lay time nor, if the vessel is on demurrage, as time on demurrage.

25.7 Shifting

The Seller shall have the right to shift the vessel from one berth to another. Lay time and shifting costs shall be for the Seller's account if such shifting is for the Seller's purposes, otherwise shifting costs, including but not limited to shifting costs due to bad weather conditions, shall be for the Client's account.

25.8 Port and loading expenses

All expenses ashore pertaining to the pumping of the Product from shore tanks to the loading vessel shall be borne by the Seller. All other expenses pertaining to the vessel, including without limitation all, duties, fees, taxes, quay dues and other charges, and all charges relating to the berthing and unberthing of the vessel including without limitation all as pilotage, mooring and towage expenses incurred at the loading port, shall be borne by the Client.

25.9 Vacation of berth

The Client's vessel shall vacate the berth as soon as loading hoses have been disconnected, provided that the vessel's departure is not delayed awaiting production of loading port documents unless such documents

can be delivered to the vessel at a suitable anchorage or where early departure procedure ("EDP") is applied. If the vessel fails to vacate the berth, unless for reasons attributable to the Seller, its supplier or the loading port operator, any loss or damage suffered by the Seller or its supplier or the loading port operator or any third party resulting from such failure, including such as may be incurred by other vessels awaiting their turn to load, shall be paid by the Client to the Seller.

25.10 Berth utilization

Notwithstanding clause 25.8, if at the loading port the Seller's supplier or any agency (whether or not an associated company of the Seller) imposes on the Seller, in respect of the Client's vessel, an excess berth utilisation charge in accordance with the loading port regulations or a contractually agreed or otherwise established scale for any hours of berth utilisation in excess of a specified period of hours (as such scale may be advised by the Seller to the Client from time to time), but does not impose such charge directly on the Client's vessel itself, such charge shall be for the Client's account. For the avoidance of doubt, it is agreed that for the purposes of this clause 25.9 that any technical failure or breakdown of the vessel shall be a cause within the control of the vessel and the Client.

26. Lay time and demurrage

26.1 The nominated vessel shall arrive at the loading port or area, tender N.O.R. and complete formalities and shall be in all respects ready for loading within the agreed lay days range. If the nominated vessel does not arrive within the agreed lay days, the Seller shall not be obliged to load the vessel. Should the Seller load the vessel, it shall be without prejudice to the rights and remedies of the Seller.

26.2 The time allowed to the Seller for loading a full or part cargo shall be duly specified in nomination and mutually agreed between Client and Seller, weather permitting, Sundays and holidays included, unless loading on the Sunday or holiday in question is prohibited by law or regulation at the loading port.

26.3 Running hours

26.3.1 Time allowed for loading shall commence, berth or no berth, six (6) hours after N.O.R. is tendered in writing to the Seller or its representative by the master of the vessel, or his representative, or when the vessel is securely moored at the berth or other loading place, whichever occurs first. The N.O.R. shall only be valid when tendered after the vessel has entered the commercial area of the loading port and the vessel is ready to load in every respect.

26.3.2 If the nominated vessel loads Product purchased by the Client from the Seller in addition to other cargoes at the same loading port (a part cargo), the time allowed for loading such part cargo shall not commence until the vessel is securely moored at the berth or other loading place at the Seller's loading terminal and is ready to load. However, if the different part cargoes are loaded at the same berth, the time allowed for loading the Seller's part cargo shall not start counting until loading has actually commenced.

26.3.3 If N.O.R. is given by the vessel before the agreed lay days, the time allowed shall commence at 06:00 hours of the first day of such lay days, or upon commencement of loading, whichever occurs first.

26.3.4 If N.O.R. is given by the vessel after the agreed lay days and the Seller accepts to load the vessel the time allowed shall commence upon commencement of loading.

26.3.5 Where the vessel serves a N.O.R. and the vessel is not in every way ready to load, including but not limited to being ready in accordance with the presentation provisions of the Agreement or the security requirements of the loading terminal, then the N.O.R. shall be deemed to have been served when the vessel has been made ready and has been inspected and passed by port authorities or the Seller or its agent or such independent inspector as may have been agreed between the Seller and the Client.

26.3.6 The period of time for loading the Products shall cease upon disconnection of the loading hoses immediately after loading is completed.

26.3.7 Whether or not the vessel is on demurrage, any time taken for any of the following purposes shall not be counted or included in calculating the time taken by the Seller to load the Product or time in respect of which the Seller is liable for demurrage:

- a. inward passage until the vessel is securely moored at the berth or any other loading place or passage from berth to lightering place if lightering is to take place at the anchorage or other loading place (such passage will not be considered to be shifting under clause 25.7);
- b. awaiting daylight, tugs, tide, pilot, free pratique or customs or immigration procedures or local administration requirements or sanitary clearance or any other reason of similar nature beyond the Seller's control;
- c. time taken due to bad weather and/or sea conditions or port closure by port authority before or during or after the vessel has berthed;
- d. time taken in handling or preparing to handle ballast, slops, bunkers or other substances, unless this is carried out concurrently with loading or other normal cargo operations;
- e. time taken in cleaning and/or inspecting and/ or inert the vessel's cargo tanks.
- f. time taken for handling, and/or cleaning and/ or changing and/or inert the ship lines;
- g. time spent in complying with the regulations and other requirements of loading operations of the terminal;
- h. time spent in complying with local laws, regulations or intervention by local authorities including but not limited to prohibiting operating at night;
- i. vessel's breakdown or failure to comply with the requirements of the loading terminal with respect to equipment aboard or for any other cause whatsoever attributable to the vessel or its crew causing restrictions to loading operations;
- j. time spent due to labour disputes, strikes, go slows, work to rules, lockouts, stoppages or restraints of labour involving master, officers or crew of the vessel or tugboats or pilots or mooring men;
- k. delays caused by the failure of the Client to comply with any of the terms of the Agreement including but not limited to delays caused by the vessel's master or her representatives failure to give the appropriate E.T.A. as provided in clause 25.6;
- l. restrictions imposed by the owner, charterer or master of the vessel;

m. any other delay attributable to the vessel, the Client or agents of the Client.

26.4 Demurrage

26.4.1 If the total time for loading all the Products exceeds the time allowed under clause 26.2, the Seller shall pay to the Client demurrage at the rate specified in the Client's nomination. Notice for such excess time, provided always that the Client has fully satisfied the nomination requirements, under clause 25, and the Client has not restricted the loading rate. The Seller shall not be liable for any other loss and/or damages, direct or indirect, which the Client may suffer as a result of the Product not being loaded within the time allowed in clause 26.2.

26.4.2 In the event of any delay of any kind or from any cause whatsoever whether in connection with the scheduling of the vessel's turn to load (including any changes in such scheduling), provision of a berth for the vessel, berthing or loading of the vessel or otherwise howsoever without limitation, and provided always that the vessel is eventually loaded, any rights of the Client against the Seller, however the same may arise and whether or not arising under the Agreement, shall be limited to any claim for the payment of demurrage as hereinafter specified, excluding any kind of port expenses directly attributable to time spent in such demurrage, and the Client shall not be entitled to complain directly or indirectly of any delay except for the purpose of founding a claim to such demurrage.

26.4.3 Notwithstanding anything contained in the Agreement to the contrary, if the Seller is, by any cause whatsoever reasonably beyond its control, prevented, delayed or hindered from or in obtaining or bringing to the loading port the Product required for the shipment under the Agreement or any part thereof, or from or in loading the same, any time lost, whether in the commencement, carrying out or completion of the loading, shall not be counted or included in calculating the time taken by the Seller to load such shipment and any time so lost after the time allowed for loading as hereinbefore provided which shall have expired shall not be counted or included in calculating the time in respect of which the Seller is liable for demurrage.

26.4.4 The appropriate rate of demurrage to be used for the purposes of this clause shall be the agreed rate in the special provisions for that voyage. Notwithstanding the foregoing, if there is no such a rate in the Special Provisions or the rate exceeds the AFRA rate applicable to a vessel of the type to move such cargo in similar trade under market conditions prevailing published at the beginning of the month in which the Vessel loads, irrespective of the reference period mentioned in the publication, the AFRA shall prevail and be applicable.

26.4.5 When a nominated vessel loads less than a full cargo or it loads a part cargo, for the purposes of determining the appropriate rate of demurrage, a vessel which has a summer deadweight equal to the cargo or part cargo plus five percent (5 %) shall be deemed to have been used.

26.4.6 In case the nominated vessel is part loaded with Product being delivered to the Client by another supplier at the same berth, the Seller shall only be liable for demurrage insofar as and to the extent that demurrage arises as a result of delay in loading the part cargo delivered by the Seller.

26.4.7 In any case, the Seller shall not be liable for more demurrage than the total amount that the Client may have suffered.

26.5 Demurrage claim

26.5.1 Notwithstanding clause 26.4, the Seller shall not be liable for demurrage under the Agreement unless a demurrage claim notice has been submitted to the Seller in writing within thirty (30) days from the date of the

bill of lading. The fully documented claim is to be received in writing within ninety (90) days from the date of the bill of lading.

26.5.2 The fully documented claim shall include:

- I. owner's calculation for demurrage and dispatch for loading/discharge at load port / discharge port;
- II. the charter party and/or fixture recap;
- III. time log/statement of facts by the terminal;
- IV. E.T.A. notices;
- V. any L.O.P. (hereinafter "Letter of Protest");
- VI. N.O.R.

26.5.3 In order to effect payment of any demurrage, the Client must previously deliver the proof of payment of the same to owners.

26.5.4 If the Client fails to comply with the this clause 26.5, all claims regarding demurrage shall be deemed to have been waived by the Client and no claim may be brought in respect of them.

PART III. CFR, AND CIF

27. Delivery

27.1 Title and risk

27.1.1 Notwithstanding any right of the Seller to retain documents until payment, delivery of the Product shall be deemed completed and title and risk shall be vested in the Client when the Product passes the manifold flange connection of the vessel's delivery hose at the loading port. At that point the Seller's responsibility with respect to the Product shall cease, and the Client shall assume all risk of loss or damage including but not limited to deterioration or evaporation of the Product delivered.

27.1.2 In the case of delivery as a part cargo lot where the Product deliverable under the Agreement is not identifiable or ascertainable on board the Seller's vessel separately from Product destined for receivers other than the Client, the Client agrees to be allocated, and accept risk and title, in accordance with clause 27.1.1, in such percentage of the total quantity of Product loaded as is represented by the bills of lading issued to the Client in relation to the total quantity of Product recorded in all the bills of lading issued in respect of the voyage in question.

27.1.3 If the vessel has commenced or completed loading prior to being nominated to the Client as per clause 31, the risk in the Product delivered shall be deemed to have passed to the Client as the Product passes the

manifold flange of the vessel's delivery hose at the loading port and the title of the Product shall pass immediately upon receipt by the Seller of the Client's acceptance of such nomination.

27.2 Independent inspection

The Client and the Seller will appoint an inspection company, mutually agreed, with costs to be shared equally. The Client shall ensure that the independent inspector (and any representative of the Seller which the Seller may appoint) shall have full access to the facilities at the discharge port necessary to enable him to perform his duties. The report of such independent inspector shall include quality and net quantity and shall, except in case of fraud or manifest error, be conclusive and binding on both parties for invoicing purposes.

28. Quality

28.1 The Product to be supplied shall be of the quality, description or specification as set out in the Sales contract or agreement in the Special Provisions. The quality of the Product shall be determined at the loading port in accordance with the latest ASTM standards and API MPMS. or, in their absence, according to good standard practice in use at the loading port at the time of shipment.

28.2 The certificate of quality (or other equivalent document) issued at the loading port shall, except in cases of manifest error or fraud, be conclusive and binding on both parties.

28.3 Unless otherwise agreed, the quality of the Product shall be stated from a composite sample taken at the loading port, in accordance with good standard practice at the loading port at the time of shipment. The sample will be retained in three sealed containers, two (2) of which shall be kept at the loading port, the third one being placed on board the receiving vessel. The samples shall be kept for a period of three (3) months.

28.4 Quality claims

28.4.1 Any complaint of variation of quality shall be admissible provided that:

- a. a fully documented claim is presented to the Seller within twenty (20) days after the date on which the discharge of the Product has been completed, and in all case within forty-five (45) days after the date on which the loading of the Product has been completed; and,
- b. it includes a copy of the report of analysis carried out by the inspection company on the load port sample on board the receiving ship ("the sample placed on board") showing that the quality of the sample placed on board at the load port does not comply with the Agreement differing by an amount more than the reproducibility per the applicable standards.

28.4.2 In the event that the report of analysis referred to at (b) above is not accepted by the Seller, one of the sealed samples ("the official sample") kept at the loading port shall be referred for new analysis to a mutually acceptable independent laboratory of international reputation. Each party has the right to appoint a representative for witnessing the new analysis.

28.4.3 The costs of the new analysis shall be for the Client's account.

28.4.4 The results of the new analysis shall be conclusive and binding on both parties.

28.4.5 If the Client fails to comply with the procedure in this clause 28.4, all claims regarding quality shall be deemed to have been waived by the Client and no claim may be brought in respect of them.

28.4.6 This clause 28 constitutes the whole of the Seller's obligations with respect to the quality of the Product supplied and all statutory or other conditions or warranties express or implied with respect to the description, merchantability or quality of the Product or its fitness for any purpose are hereby excluded. The Client hereby agrees with the provisions of this clause 28 and, acknowledges that it is fully familiar with the characteristics of the Product.

28.4.7 In case of a quality discrepancy, the Client will proceed with a formal claim according to this clause 28.4, but no claim exempts the Client from its obligation to discharge the Product.

29. Quantity

29.1 Unless otherwise agreed, the quantity of the Product loaded shall be determined by shore measurements taken at the loading port and carried out in accordance with good standard practice in use at the loading port at the time of shipment.

29.2 The certificate of quantity (or other equivalent document) issued at the loading port shall be final and binding for the purposes of the quantity stated in the bill of lading and the obligation of the Client to make payment in accordance with the provisions of clause 3.

29.3 Nothing in clause 29 shall prejudice the right of either party to challenge the accuracy of the measurement taken and recorded in the certificate of quantity (or other equivalent document), in a proceeding instituted under the provisions of clause 9, provided that no such challenge may be made by the Client unless:

- a. written notice of protest of the Seller's measurement of the quantity loaded shall have been given by Client's representative prior to the time that the vessel has cleared berth at the loading port; and
- b. a fully documented claim is presented to the Seller within twenty (20) days after the time that the vessel has cleared berth at the loading port, and in all cases within forty-five (45) days after the date on which the loading of the Product has been completed; and,
- c. the fully documented claim includes a copy of the full report issued by the independent inspection company at the discharge port and the receiving vessel's ullage reports at the load port and discharge port.

29.4 If the Client fails to comply with the above, all claims regarding quantity shall be deemed to have been waived by the Client and no claim may be brought in respect of them.

29.5 No claim shall be made or allowed in respect of any shortage of quantity where the difference between the quantity stated in the bill of lading and the quantities discharged at Receiver's installations is 0.5% of the quantity recorded in the bill of lading or less.

30. Insurance

30.1 CFR deliveries

The Client shall be responsible for securing insurance whether against marine or other risks.

30.2 CIF deliveries

The Seller shall procure and pay for insurance against ordinary marine risks (excluding insurance against war, strikes, riots, civil commotions, blocking and trapping) to the full value of the shipment under the Agreement plus ten percent (10%). Such insurance shall cover the shipment from passing the manifold flange connection of the vessel's delivery hose at the loading port to passing the permanent connection of the vessel's delivery hose at discharge port and shall be in accordance with the provisions of the Institute Cargo Claims (A) or ILU Bulk Product Clauses. The benefit of the insurance shall pass to the Client upon the passing of title and risk of the shipment to the Client as described in clause 27.1.

30.3 War Clause

30.3.1 The Seller reserves the right to refuse at any time:

I. to direct any vessel, to undertake or to complete the voyage to the loadport or discharge port if such vessel is required in the performance of the Agreement:

- a. to transit or to proceed to or to remain in waters so that the vessel concerned would be involved in a breach of any institute warranties (if applicable) or, in the Seller's opinion, to risk its safety; or,
- b. to transit or to proceed or to remain in waters where there is war (de facto or de jure) or threat thereof; or,

II. prior to the commencement of loading, to direct any vessel to undertake the voyage to the intended load port or discharge port if such vessel is required in the performance of the terms of the Agreement to transit waters which, in the Seller's reasonably held opinion, would involve abnormal delay; or,

III. to undertake any activity in furtherance of the voyage which in the opinion of the vessel's master could place the vessel, its cargo or crew at risk.

30.3.2 If the Seller agrees to direct a vessel to undertake or to complete a voyage as referred to in subsection 30.3.1 above, the Client undertakes to reimburse the Seller, in addition to other amounts payable under the Agreement, for costs incurred by the Seller in respect of any additional insurance premium including, but not limited to;

- a. any and all costs in respect of war risk insurance for the vessel's hull and machinery in respect of the voyages to any of the ports of loading or discharge or any seas through which the vessel has to travel in the performance of the Agreement, including any additional insurance or war risk insurance premium in excess of those prevailing at the date of the Agreement, as well as crew war bonuses or any other bonuses relating to the shipment; and
- b. any other sums that the Seller may be required to pay to the vessel's owner including but not limited to any sums in respect of any amounts deductible under such owner's insurance and any other costs and/or expenses incurred by the Seller.

30.3.3 The Seller will advise the Client in a timely manner of the best estimation of any additional insurance costs as described in clause 30.3.2 above and the Seller will confirm final costs by invoice.

30.3.4 Payment of extra costs incurred will be subject to the presentation by the Seller of supporting documents from vessel's owner together with invoice.

31. Nomination

31.1 Nomination of vessel

31.1.1 Unless otherwise provided in the Agreement, the Seller shall advise the Client, during the Seller's normal business hours, of the vessel nomination no later than three (3) working days (hereinafter, «the deadline»), prior to the first day of the agreed laydays.

31.1.2 Such notice shall be given in writing and shall include:

- a. the name of the vessel, date built, flag, deadweight, length, beam, summer draught;
- b. the E.T.A. of the vessel at the loading port;
- c. The last cargoes of the vessel in its previous voyage;
- d. details of any other cargo on board if delivery is a part cargo at discharge port;
- e. the lay days at the loading port, or bill of lading date, and E.T.A. at discharge port.

31.2 Rejection or acceptance of nomination

31.2.1 The Client shall have one full working day after receipt of nomination to accept or reject the nomination in accordance with provisions (a) to (e) above. The Client's acceptance shall not be unreasonably withheld. The Client shall not reject the nomination on the basis that the nominated vessel is carrying a part cargo.

31.2.2 The Client shall incur no liability in reasonably denying acceptance, and the Client's acceptance of any vessel for loading shall not constitute a continuing acceptance of such vessel for any subsequent voyage.

31.2.3 In the event of rejection of nomination by the Client the Seller shall nominate a substitute vessel.

31.3 Vessel's warranties

31.3.1 The Seller hereby declares that nominated vessels shall be in full compliance with all applicable laws, regulations and other requirements of the country of the vessel's registry and countries, port authorities and terminals at which the vessel may be discharging.

31.3.2 The Seller warrants that ship owners, throughout the currency of the charter relating to the Agreement, will maintain the certificate issued pursuant to the Civil Liability Convention 1969 or the 1992 Protocols (or any further amendment thereto), whichever be the case.

31.3.3 The Seller warrants that during the currency of the charter the owners shall maintain adequate cover up to US\$1000 million and in accordance with the terms of the Civil Liability Convention 1969 or 1992 Protocols

(or any further amendments thereto). Otherwise the Seller holds the Client harmless from any damage or loss arising from that failure.

31.3.4 The Seller warrants that each vessel loaded hereunder shall be manned and maintained so as to fully comply with the standards set out in ISGOTT, comply with appropriate IMO recommendations and comply with the OCIMF guidelines for the control of drugs and alcohol on board ship (1990), and every further revision or amendment.

31.4 Substitution of vessel The Seller shall have the right, with prior notification in writing to the Client, to substitute prior to the first day of the agreed lay days, the nominated vessel by another vessel of similar type, size, and capacity, provided that the substitute vessel tenders N.O.R. to load before or within the agreed lay days and that Seller shall provide in the substitution advice the same details as in a nomination notice as provided in clause 31.1.2.

31.5 Nomination of discharge port

31.5.1 Within two (2) working days at the loading port before the first (1st) day of the loading lay days, the Client must inform the Seller of the discharge port within the charter party range of destinations and must accommodate all the physical characteristics of the nominated vessel including, but without limitation, the length, beam and draught of the nominated vessel.

31.5.2 Client may request another discharging port as per charter party options, terms and conditions, and at charter party differential. Any additional freight or costs will be borne by the Client, and shall be paid as part of the price, at the same time and conditions. No change to the final discharge port shall be made without the Seller's written acceptance, which shall not be unreasonably withheld.

31.5.3 Full written documentary instructions including particulars and destination of bills of lading will be received by the Seller within two (2) working days at the loading port before the first day of the loading lay days.

31.5.4 The Client shall be liable for all costs (including but not limited to demurrage) resulting from any delay at loading/discharge port due to the failure of the Client to supply the information provided for in this clause 31.5 in a timely manner

31.5.5 The Seller shall have the right to issue its own instructions if such instructions are not so provided by the Client in a timely manner.

31.6 Alternative discharge port

The Client shall have the option to nominate an alternative discharge port, always in accordance with the Special Provisions and provided that such option is available to the Seller under the terms of the relevant charter party. The Client shall be liable for any additional cost incurred by the Seller as a result of the alternative discharge port nomination

31.7 ETA

The Seller shall arrange for the vessel to give to the Client or its representatives the ETA at the discharge port by telex or cable at least seventy-two (72) hours before arrival, again at least forty-eight (48) hours before arrival and again at least twenty four (24) hours prior to arrival, thereafter, advising any variation of more than two (2) hours, if possible and practicable

Unless otherwise specified by Contract or INCOTERMS/INCOTERMS, dates for discharge of the cargo, range of dates or fact of delivery are not provided in the form of a warranty, notwithstanding any vessel nomination or other communication by Seller specifying an arrival date, discharge date or other information related to cargo arrival and discharge.

31.8 Shifting

The Client shall have the right to shift the vessel from one berth to another within the discharge port provided that the vessel can when fully laden safely reach and leave and always safely lie afloat at such berth. All costs, including but not limited to damages for delay, shall be for the Seller's account if such shifting is due to reasons within the control of the Seller and/or the vessel and shall otherwise be for the Client's account.

31.9 Discharging expenses and dues on vessels

All dues and other charges at the discharge port shall be borne by the Client, unless defined by World scale to be for vessel owner's account.

31.10 Lightering

31.10.1 Vessels shall not be compelled to lighter at the discharge port, but if any lightering shall be undertaken at the request of the Client the expense thereof shall be for the Client's account and all time expended in connection with such lightering (without any deduction therefrom) shall count as discharging time for the purposes of calculating the liability for demurrage under the provisions of clause 32.

31.10.2 Any lightering or ship-to-ship transfer operations shall be carried out in accordance with the procedures set out in the ICS/OCIMF ship-to-ship transfer guides. The lightering vessel shall be subject to the Seller's prior acceptance in writing.

31.10.3 All time used for any lightering operation (excluding any time consumed for the purposes set out in section 32.5.8 shall be counted or included in calculating the time taken by the Client to discharge the vessel or the time in respect of which the Client is liable for demurrage. Any additional steaming and / or waiting time used solely for the purposes of any lightering operation shall count as lay time or, if the vessel is on demurrage, as demurrage.

31.10.4 Except in relation to any lightering carried out at the request of and for the purposes of the Seller, any lightering operation carried out shall be at the Client's risk and the Client shall be liable to the Seller in respect of any losses, costs, damages and proceedings arising therefrom and shall indemnify the Seller in respect thereof. This subsection shall not be included in the scope of clause 31.8.

32. Lay time & Demurrage

32.1 Arrival of vessel

The nominated vessel shall arrive at the discharge port or area, tender N.O.R., complete formalities and shall be in all respects ready for discharging.

32.2 Berth

For the discharge of each shipment the Client shall provide or cause to be provided free of charge to the Seller a berth to be indicated by the Client or its representative at which the vessel can when fully laden safely reach and leave and where she can always lie safely afloat. The Client shall indemnify and hold the Seller fully harmless in respect of any damages or losses suffered by the Seller or in respect of any claim to which the Seller is exposed by reason of any breach of this clause 32.2.

32.3 Product washing and stripping

Any time taken during the discharge used for Product washing and / or stripping of cargo tanks and lines (except for that used to comply with MARPOL Regulations) shall count against lay time or if already on demurrage, for demurrage.

32.4 Time allowed

The time allowed to the Client for discharge shall be specified in nomination and or Sales agreement between Client and Seller.

32.5 Running hours

32.5.1 Time allowed for discharge shall commence, berth or no berth, six (6) hours after N.O.R. is tendered in writing to the Client or its representative by the master of the vessel or his representative, or when the vessel is securely moored at the berth or other discharge place, whichever occurs first.

32.5.2 If the nominated vessel is to discharge Product purchased by the Client from the Seller in addition to other cargoes at the same discharge port, but in different berths, then, in addition to the time counted under paragraph 32.5.4 below, time allowed for discharging such part cargo shall count:

- a. if the Client's terminal or berth be the first terminal or berth at which the vessel commences discharge, upon the vessel being made all fast at the Client's terminal or berth.
- b. if the Client's terminal not be the first terminal or berth for which the vessel commences the discharge, when the vessel tenders NOR for the Client's parcel and is clear from the previous berth, except for those provisions set out in clause 32.5.8 below.

32.5.3 However if the nominated vessel discharges Product purchased by the Client from the Seller in addition to other cargoes at the same berth, the time allowed for discharging the Client's part cargo, in addition to the time counted under paragraph 32.5.4 below, shall start counting when discharge of the Client's part cargo has actually commenced, unless the vessel is prevented from commencing discharge by reasons directly attributable to the Client and/or Client's Terminal, in which case such delay shall count as lay time. The time consumed between the vessel being made all fast at the berth and the commencement of discharge of the first parcel shall be prorated proportionately to the percentage of cargo due to the Client against the total cargo on board.

32.5.4 In the circumstances described in 32.5.2 and 32.5.3 above, the time consumed by the vessel awaiting first berth, except for the first six (6) hours, shall be prorated proportionately to the percentage of cargo due to the Client against the total cargo on board.

32.5.5 If N.O.R. is given by the vessel before the agreed lay days, insofar as lay days have been agreed in the Special Provisions, time allowed shall commence at 06:00 hours of the first (1st) day of such lay days, or upon berthing, whichever occurs first.

32.5.6 If N.O.R. is given by the vessel after the agreed lay days, insofar as lay days have been agreed in the Special Provisions, time allowed shall commence upon berthing or twenty-four (24) hours after tendering N.O.R., whichever occurs first.

32.5.7 The period of time for discharging the cargo shall cease upon disconnection of the discharging hoses.

32.5.8 Whether or not the vessel is on demurrage, any time taken for any of the following purposes shall not be counted as time taken by the Client to discharge the cargo or time in respect of which the Client is liable for demurrage:

- a. inward passage until the vessel is securely moored at the berth or any other discharging place (even if lightering has taken place at the anchorage or other waiting place);
- b. awaiting daylight (but only if it is a port regulation), tugs, tide, pilots, free pratique or immigration procedures;
- c. time taken in handling or preparing to handle ballast, slops, bunkers or other substances, unless this is carried out concurrent with discharging or other normal cargo operations;
- d. time spent in complying with the regulations and other requirements of discharging operations of the terminal;
- e. vessel's breakdown or failure to comply with the requirements of the terminal with respect to equipment aboard or for any other cause whatsoever attributable to the vessel or its crew causing restrictions to discharging operations;
- f. any other delay directly attributable to the vessel, the Seller or agents of the Seller.

32.5.9 Any other circumstance not covered by the above provisions (a) to (f) will be regulated as per governing charter party terms and conditions.

32.6 Pumping

32.6.1 The Seller warrants that the vessel shall be capable of discharging nominated cargo within agreed laytime receiving facilities permitting.

32.6.2 Any claim for demurrage which can be attributed to any failure to comply with clause 32.6.1 shall be reduced only by that proportion of time which is directly attributable to that failure.

32.7 Demurrage

32.7.1 If the cargo is not discharged within the time allowed, the Client shall pay demurrage to the Seller for the time in excess at the appropriate rate per day or pro rata. The rate shall be that specified in the applicable charter party. The Seller shall present any demurrage claim to the Client within one hundred twenty (120) days of the date of completion of discharge.

32.7.2 In the absence of a charter party, the Seller will inform the Client of the applicable demurrage rate for this single voyage. However, should the Client consider that this rate is not representative of the market and no agreement is achieved within the subsequent thirty (30) day period, then the question shall be submitted to the London Tanker Brokers Panel Ltd whose decision shall be final and binding.

32.7.3 The Seller shall also be entitled to claim against the Client for all costs due to excess berth occupancy or any other port cost which is directly attributable to the time on demurrage for which the Client is obliged to reimburse the Seller.

PART IV. CFR OUTTURN, CIF OUTTURN, AND DES DELIVERIES

33. General

The provisions of Part III shall apply to CFR Outturn, CIF Outturn and DES deliveries, where appropriate, except as specified in this Part IV.

34. Delivery

34.1 Title and risk

34.1.1 For CFR outturn and CIF outturn deliveries, title and risk shall pass from the Seller to the Client as specified in clause 27.1 of the Agreement.

34.1.2 For DES sales, delivery of the Product shall be deemed completed and title and risk shall be vested in the Client when the Product passes the manifold flange connection of the vessel's delivery hose at the discharge port. At that point the Seller's responsibility with respect to the Product shall cease, and the Client shall assume all risk of loss or damage including but not limited to deterioration or evaporation of the Product delivered.

34.2 Independent inspection The Client and the Seller will appoint an inspection company, mutually agreed, with costs to be shared equally. The Client shall ensure that the independent inspector (and any representative of the Seller which the Seller may appoint) shall have full access to the facilities at the discharge port necessary to enable him to perform his duties. The report of such independent inspector shall include quality and net quantity and shall, except in case of fraud or manifest error, be conclusive and binding on both parties for invoicing purposes.

35. Quality

35.1 For CFR outturn and CIF outturn deliveries clause 28 of these General Terms and Conditions shall apply.

35.2 DES deliveries

35.2.1 The Product to be supplied shall be of the quality, description or specification as set out in the Special Provisions. The quality of the Product shall be determined at the discharge port in accordance with the latest

ASTM standards and API MPMS or, in their absence, according to good standard practice in use at the discharge port at the time of discharge.

35.2.2 The certificate of quality (or other equivalent document) issued at the discharge port shall, except in cases of manifest error or fraud, be conclusive and binding on both parties.

35.2.3 Quality claims

Any complaint regarding quality shall be admissible provided that:

- a. a fully documented claim is presented to the Seller within twenty (20) days after the date on which the discharge of the Product has been completed; and,
- b. it includes a copy of the report of analysis carried out by the inspection company at the discharge port showing that the quality of the Product discharged does not comply with the Agreement differing by an amount more than the reproducibility per the applicable standards. If the Client fails to comply with the procedure in this clause 35.2.3, all claims regarding quality shall be deemed to have been waived by the Client and no claim may be brought in respect of them.

35.2.4 No quality claim exempts the Client from its obligation to discharge the Product.

35.2.5 This clause 35 constitutes the whole of the Seller's obligations with respect to the quality of the Product supplied and all statutory or other conditions or warranties express or implied with respect to the description, merchantability or quality of the Product or its fitness for any purpose are hereby excluded. The Client hereby agrees with the provisions of this clause 35 and, acknowledges that it is fully familiar with the characteristics of the Product.

36. Quantity

The quantity of the product shall be determined by an independent inspector, mutually agreed, in accordance with good standard practice in use at the discharge port at the time of discharge.

37. Payment

37.1 For CFR outturn and CIF outturn deliveries, payment shall be made by the Client to the Seller against presentation to the Client of documents referred to in Part I of the Agreement together with a copy of the report of the independent inspector appointed as per above clause 34.

37.2 For DES deliveries, payment shall be made by the Client to the Seller against presentation to the Client of the Seller's telex/fax commercial invoice and a copy of the report of the independent inspector appointed as per above clause 34.

PART V. EX TANK, INTO TANK

38. Nominations

Nomination shall be made in accordance with the standard operating procedures of the relevant storage company.

39. Inspections

Where permitted by the storage company, the Client and the Seller may appoint an independent inspection company mutually agreed with costs to be shared equally. The independent inspection company shall witness the determination of the quantity and quality of the Product and to identify the samples of the Product to be transferred.

40. Risk and property

The risk and property in the Product shall pass to the Client:

40.1 in the case of delivery ex- tank, as the Product passes the outlet flange of the Seller's storage tank from which the product is being delivered; or,

40.2 in the case of delivery into tank, as the Product passes the inlet flange of the Client's receiving storage tank.

PART VI. FREE INTO PIPELINE "FIP"

41. Nominations

In the case of delivery Free Into Pipeline (hereinafter "FIP"), whether delivery at Frontier (hereinafter "DAF") or otherwise, nominations shall be made in accordance with the standard operating procedures of the relevant pipeline operating company.

42. Inspections

Whether DAF or otherwise, unless otherwise specifically agreed between the parties and set out in the Special Provisions, no independent inspection shall be required by either the Client or the Seller.

43. Risk and property

The risk and property in the Product shall pass to the Client, whether DAF or otherwise, as the Product passes the inlet flange of the Client's receiving pipeline system.

44. Quantity

In the case of delivery DAF, unless otherwise agreed in writing, the quantity of the Product delivered shall be determined by meter measurements taken at the pumping terminal and carried out in accordance with good standard practice in use at the pumping terminal at the time of delivery.

PART VI. ETHICS, INTEGRITY AND DATA PROTECTION

45. Code of Ethics and Conduct and Repsol anti-corruption policy

The Client expressly declares that it complies with the code of ethics and conduct and repsol anti-corruption policy, which can be consulted at the following link: <https://www.repsol.com/en/sustainability/ethics-and-transparency/index.cshml>.

46. Integrity and sanctions

46.1 For the purposes of this clause: (1) "**Sanctions**" means any trade, financial and economic sanctions laws, embargoes and export/import control laws, policies, orders, regulations or similar restrictive measures approved, adopted or implemented by the United Nations, the European Union, or its member states, the United States of America (including its Office of Foreign Assets Control, "OFAC") and, as the case may be, any other legislation or requirements regarding applicable sanctions to each Party; (2) "**Sanctioned Country**" means any country or territory subject of comprehensive Sanctions (among others, Belarus, Crimea-Sevastopol, Donetsk, Luhansk, Jerson, Zaporiyia, Cuba, Iran, North Korea, Syria, etc) ; (3) "**Sanctions List**" means: the Specially Designated Nationals and Blocked Persons list maintained by OFAC ("SDN" List); the United Nations Security Council Consolidated Sanction List; the Consolidated List of Persons, Groups and Entities subject to European Union Financial Sanctions; the Consolidated List of Financial Sanctions Targets and the Investment Ban List maintained by Her Majesty's Treasury of the United Kingdom; and/or any other similar list of the same nature maintained by a relevant authority, each as amended, supplemented or substituted from time to time; and (4) "**Sanctioned Person**" means any person or entity: (a) located within, incorporated or organized under the laws of, or national or resident of, a Sanctioned Country; or (b) designated on a Sanctions List; "**Related Persons**" means the Customer, itself and its controlling shareholders, ultimate beneficial owner, affiliated companies, subsidiaries, directors, officers, employees, agents, distributors, resellers, suppliers, subcontractors and final customers/end-users of Repsol's Product.

46.2 The Customer represents and warrants that, during the term of this Agreement, itself and its Related Persons: (a) currently comply with and shall continue to comply with the Sanctions; (b) are not a Sanctioned Person and are not directly or indirectly owned or controlled by or acting on behalf or for the benefit of a Sanctioned Person; and (c) will not do any act or thing, including dealing with any Sanctioned Person, that would contravene or be reasonably likely to cause the Seller to contravene any applicable Sanctions.

46.3 The Customer also represents and warrants that itself and its Related Persons, unless authorized by all necessary government licenses or regulations, shall not directly or indirectly transfer, sell, resell, deliver, import, export or re-export, at any time, any Product provided by the Seller under this Agreement, or any other agreement between the Parties, to any Sanctioned Country, any Sanctioned Person or that otherwise could imply a breach of the Sanctions.

46.4 The Seller shall not be obligated to comply with any commitment, to act in any manner or fail to take any action under this Agreement which in its reasonable judgment would be inconsistent with or prohibited by the applicable Sanctions.

46.5 In the event that the Customer or any of its Related Persons breach or anticipate breaching the Sanctions, it shall notify the Seller within 24 hours, specifying the nature, purpose and extent of such breach and the measures adopted or planned, as the case may be, to correct, remedy or minimize its effects.

46.6 Notwithstanding the provisions of clause 14, Seller shall have the right, without incurring any liability to the Customer, to terminate this Agreement at any time with immediate effect by written notice to the Customer in the event the Customer or any of its Related Persons are, or in reasonable judgment, may be, subject to Sanctions.

46.7 The Customer shall indemnify and hold the Seller harmless from any and all costs, expenses, losses, damages and liabilities that may arise either from the Customer or its Related Persons' non-fulfilment, of any representation, warranty or undertaking regarding the Sanctions.

46.8 The Customer declares that the funds to be used to satisfy its obligations under this Agreement do not and will not derive from any activity prohibited by the Sanctions, nor is it derived from or related in any way to a Sanctioned Person and/or Sanctioned Country.

47. Personal Data Protection

47.1 Definitions

For the purpose of the GSC:

“Controller”, **“Data Subject”**, **“Personal Data”** and **“Processing”** shall have the meanings given to them in the GDPR (and related terms like **“process”** and **“processed”** shall have corresponding meanings);

“DP Laws” means any Legislation relating to the processing of Personal Data, that applies to the Seller, the Customer, any subcontractor, and/or the work under the Order, including: (a) the Privacy and Electronic Communications (EC Directive) Regulations 2003 and/or any laws or regulations implementing EU Directive 2002/58/EC; (b) the General Data Protection Regulation (Regulation (EU) 2016/679) (the **“GDPR”**) and/or any corresponding or equivalent national laws or regulations, including

the Spanish Data Protection Act 2018 and (c) any corresponding, supplementary or equivalent national laws or regulations, in each case, as in force and applicable, and as amended, supplemented or replaced from time to time;

“**Personnel**” means all personnel that the Customer is required to provide in accordance with the provisions of the Order, including as the same may be employed or otherwise engaged (including on an agency or consultancy basis) by the Customer, its subcontractors or its or their affiliates or agents.

47.2 Privacy Notices

The Seller hereby informs the Customer’s authorized signatories and any other person (including without limitation any Customer representative) whose Personal Data are either contained in the Order or provided within the duration of the Order, that such Personal Data will be processed by the Seller, exclusively:

- (a) in connection with performance, receipt or use (as the context requires) of the works and services provided and/or the Parties’ obligations under the Order. The execution of the Order shall constitute the legal basis for processing;
- (b) for the Seller’s legitimate record keeping purposes and the ongoing relationship of the Parties. Seller’s legitimate interest shall constitute the legal basis for processing; and
- (c) for the purpose of compliance with any applicable legislation and of the Seller to apply the measures available to the Repsol Group to gain accurate knowledge of the third parties with which it has or will have a relationship. Public interest shall constitute the legal basis for processing. The details of the processing for the purpose of compliance is on the Ethic and Conduct Channel at www.repsol.com.

Where the execution of the Order is carried out in a Sellers’ Group controlled facilities, the Seller shall process any Personal Data relating to Customer Personnel: (i) in connection with the entrance and stay of such Personnel in the Seller’s facilities; (ii) in connection with the performance, receipt or use (as the context requires) of the work and/or the Parties’ obligations under the Order; (iii) for the purpose of compliance with the applicable legislation, and in particular with Seller’s health, safety, environment and security obligations. The execution and performance of the Order shall constitute the legal basis for processing.

The Customer:

- (a) Shall collect and disclose to the Seller any Personal Data relating to Customer Personnel and prior to such disclosure, shall inform the relevant Data Subjects and ensure that its collection and processing, and the processing by the Seller (and the Sellers’ Group) in connection with the Order and the ongoing relationship of the Parties is in compliance with DP Laws; and
- (b) Be responsible for, indemnify, defend and hold the Seller and the Seller’ Group harmless from and against all Claims in respect of any failure by the Customer to comply with its obligations under this Clause.

The Seller shall store the Personal Data provided under this Clause during the duration of the Order and, after the Order expiration, for the time-barring of the eventual legal responsibilities of any kind. When retention period expires, the Personal Data shall be destroyed.

Unless required by the applicable legislation, the Seller agrees that Personal Data shall not be transferred to third parties.



The Customer agrees that Personal Data may be processed and stored in the cloud and/or in servers that may be located within the European Union, belonging to the Seller and/or duly appointed Third Party processors. The transfer of Personal Data to non-European countries shall be performed in compliance with Chapter V of the GDPR.

The Data Subjects shall have their option to enforce their rights of access, rectification, objection, erasure, restriction of processing and portability by means of a written notice sent to the Seller registered office. The Data Subject may request the Data Processor justification of the legitimate interest. Should the Data Subjects consider that their Personal Data have not been processed in accordance with the DP Laws, they can contact the Data Protection Officer writing to protecciondedatos@repsol.com and/or file a complaint before the Spanish Data Protection Agency (www.aepd.es).

The Customer shall consult Privacy Policy at www.repsol.com for any further information it may require.

PART VIII. ANNEXES

ANNEX A (Letter of credit)

APPLICANT: (Country)

BENEFICIARY: REPSOL QUIMICA, S.A. or DYNASOL ELASTOMEROS, S.A.

c/ MÉNDEZ ALVARO, 44

28045 MADRID (SPAIN)

TYPE: IRREVOCABLE AND CONFIRMED L/C BY SPANISH BANK

DATE AND PLACE OF EXPIRY:..... IN SPAIN (AT LEAST 21 DAYS AFTER THE LAST DATE OF SHIPMENT)

LATEST DATE OF SHIPMENT:

TOTAL AMOUNT: TOLERANCE: MORE/LESS 10%

UNIT PRICE: PER (MT / KG)

TERMS OF SALE (INCOTERMS 2010) PORT

QUANTITY:.....

DESCRIPTION OF GOODS:

AVAILABLE: IN MADRID, SPAIN, (ADVISING / CONFIRMING BANK).

PARTIAL SHIPMENTS: ALLOWED



TRANSHIPMENTS: PERMITTED

TAKING IN CHARGE / PORT OF LOADING: ANY EUROPEAN PORT

PORT OF DISCHARGE / FOR TRANSPORTATION TO:

PERIOD FOR PRESENTATION: DOCUMENT MUST BE PRESENTED WITHIN 21 DAYS AFTER THE DATE OF SHIPMENT WITHIN THE VALIDITY OF THIS CREDIT

CONFIRMATION: CONFIRM

SHIPPING DOCUMENTS REQUIRED

- COMMERCIAL INVOICE
- FULL SET B/L, ON BOARD, (OR 2/3 B/L IF 1 ORIGINAL IS SENDING THROUGH THE VESSEL OR COURIER) FREIGHT.

CONSIGNEE: TO THE ORDER OF ISSUING BANK

NOTIFY:

- INSURANCE CERTIFICATE (IF APPLICABLE)
- WEIGHT NOTE / PACKING DECLARATION
- CERTIFICATE OF ORIGIN (ONLY ONE ORIGINAL) OR IF APPLICABLE CERTIFICATE (EUR1, ATR 1, ETC) PHOTOCOPY IF ORIGINAL IS SENDING THROUGH THE VESSEL OR COURIER. (EUR1 OR A.TR. SHOULD BE VALID AS PRESENTED).
- CERTIFICATE OF ANALYSIS (OR QUALITY IF APPLICABLE)

IN ORDER TO AVOID DELAYS IN CLEARANCE OF THE GOODS AT PORT OF DESTINATION WE CAN SEND THROUGH THE VESSEL, BY CAPTAIN'S BOX OR BY FAST COURIER THE FOLLOWING DOCUMENTS:

- COMMERCIAL INVOICE
- 1 + 1 B/L (ALWAYS CONSIGNED TO THE ORDER OF ISSUING BANK)
- CERTIFICATE OF ORIGIN OR EUR1 OR ATR

AGAINST RECEIPT OF A CERTIFICATE ISSUED BY THE AGENT OF THE CARRIER OR THE BENEFICIARY.

SPECIAL INSTRUCTIONS

1..- 10 PCT MORE OR LESS ON QUANTITY AND CREDIT AMOUNT ARE

ALLOWED

2.- TYPOGRAPHICAL AND SPELLING ERRORS NOT TO BE CONSIDERED AS DISCREPANCIES

3.- ALL BANK CHARGES, COMMISSIONS AND OTHERS (IF ANY), OUT OF SPAIN ARE FOR ACCOUNT OF OPENERS..

IMPORTANT

A) CAN NOT ACCEPT ANY CLAUSE WHICH INCLUDES ON ALL SHIPPING DOCUMENTS ANY "ADITIONAL DESCRIPTION". (I.E. L/C NUMBER, IMPORT PERMIT, ETC)

IF NECESSARY WE CAN INCLUDE THIS "ADITIONAL DESCRIPTION" ON INVOICE AND B/L ONLY

B) CANNOT ACCEPT ANY CLAUSE ON B/L SUCH AS "SAID TO

CONTAIN" , "GOODS IN RETURNABLE CONTAINER" OR "MARKED CLEAN ON BOARD"

C) THE LANGUAGE USED IN ALL SHIPPING DOCUMENTS SHOULD BE

THE SAME AS LANGUAGE USED IN THE L/C, EXCEPT FOR DOCUMENTS ISSUED DIRECTLY BY ANY OFFICIAL SPANISH INSTITUTIONS (CUSTOMS, MINISTRIES, EUR1, ATR, ETC) WHICH COULD BE ISSUED IN SPANISH LANGUAGE.

D) TO MINIMIZE COSTS, PLEASE TRY TO USE AS OPENER BANK ANY BANK WITH ANY OF THE FOLLOWING CORRESPONDENT BANKS IN MADRID:

BBVA – SWIFT CODE: BBVAESMM

BSCH – SWIFT CODE: BSCHEMM

BANCO SABADELL – SWIFT CODE: BSABESBB

BANCO POPULAR ESPAÑOL – SWIFT CODE: POPUESMM

THIS LETTER OF CREDIT IS SUBJECT TO THE UNIFORM CUSTOMS AND PRACTICE FOR DOCUMENTARY CREDITS (2007 REVISION) INTERNATIONAL CHAMBER OF COMMERCE PUBLICATION (NO. 600).

ANNEX B (Letter of indemnity)

To: (applicant)

Dear sirs,



We refer to a cargo of (quantity) of (product) loaded on board vessel () at () terminal pursuant to bills of lading dated ().

Although we sold and transferred title to the above cargo to you, we have been unable to provide you with the original bills of lading and other shipping documents covering the said sale.

In consideration of your paying us the amount of () being the full purchase price of the above cargo, we hereby expressly warrant that we have marketable title free and clear of any lien or encumbrance to such product and that we have full right and authority to transfer such title to you and to effect delivery of the said product.

We agree to protect, indemnify and save you harmless from and against any and all damages, costs, legal fees and other expenses which you may suffer by reason of such original bills of lading and other shipping documents not being presented to you on the due date or breach of the warranties given above, including but not limited to, any claim or demands which may be made by the carrier, consignor, consignee or any other third parties claiming an interest in or lien on the cargo or proceeds thereof.

We agree to make all reasonable efforts to obtain and surrender to you, as soon as possible, the original bills of lading and other shipping documents referred to above and this letter of indemnity shall expire upon our tendering these documents to you.

Our obligation to indemnify you is subject to the condition that you give us prompt notice of assertion of any claims and full opportunity to conduct the defence thereof.

This indemnity shall be governed by and construed in accordance with English Law and shall be subject to the exclusive jurisdiction of the English Courts.

Yours faithfully,

Repsol Química, S.A

Authorized signatories (names/title)

ANNEX C (Stand-by letter of credit)

WE HEREBY OPEN OUR IRREVOCABLE STANDBY LETTER OF CREDIT NO.

BY ORDER OF:

IN FAVOUR OF: REPSOL QUIMICA, S.A.

MÉNDEZ ALVARO, 44

28045 – MADRID (Spain)

EXPIRY DATE:

(At least 21 days after the estimated due date by the time the standby l/c is opened).



AMOUNT: (currency) (amount) (currency in words) (amount in words)

TOLERANCE: (+/- %)

DESCRIPTION OF GOODS: METRIC TONS OF (product)
IN (description of packing – bags, pallets, etc.)

DELIVERY BASIS

LATEST DATE OF SHIPMENT:

AVAILABILITY: THIS STANDBY LETTER OF CREDIT IS AVAILABLE FOR PAYMENT AT SIGHT AT OUR COUNTERS BUT NOT BEFORE DAYS AFTER BILL OF LADING DATE AGAINST PRESENTATION OF THE FOLLOWING DOCUMENTS.

1. COPY OF UNPAID INVOICE.

2. BENEFICIARY'S STATEMENT PURPORTING TO BE SIGNED BY AN OFFICIAL OF THE BENEFICIARY CERTIFYING THAT:

"THE AMOUNT DEMANDED REPRESENTS A PAYMENT WHICH HAS NOT BEEN MADE TO (NAME OF BENEFICIARY) BY (NAME OF APPLICANT) WITHIN THE TERMS OF THE CONTRACT IN RESPECT OF INVOICE NUMBER WHICH IS LEGALLY AND PROPERLY PAST DUE.

SPECIAL CONDITIONS:

1. TRANSHIPMENTS PROHIBITED / PARTIAL SHIPMENTS PERMITTED.

2. PARTIAL DRAWINGS ARE AUTHORISED.

3. ALL BANK CHARGES FOR OPENERS ACCOUNT, INCLUDING ADVISING OR CONFIRMATION FEES, IF ANY.

4. DOCUMENTS PRESENTED LATER THAN 21 DAYS AFTER DATE OF SHIPMENT, BUT WITHIN VALIDITY OF THE STANDBY L/C ARE ACCEPTABLE.

5. CHARTER PARTY BILLS OF LADING ARE ACCEPTABLE.

6. TYPOGRAPHICAL AND SPELLING ERRORS NOT TO BE CONSIDERED AS DISCREPANCIES.

7. TELEX/FAX INVOICE + FAX/COPY BL. + TELEX/FAX BENEFICIARY'S STATEMENT WILL BE ACCEPTABLE.

8. (ONLY FOR FLOATING PRICE AGREEMENTS)

THE VALUE OF THIS LETTER OF CREDIT MAY ESCALATE/DE-ESCALATE IN ACCORDANCE WITH THE ABOVE PRICE CLAUSE WITHOUT ANY FURTHER AMENDMENT ON OUR PART.

9. IF CONTRACTUAL DUE DATE FOR PAYMENT FALLS ON A SATURDAY OR A NEW YORK BANK HOLIDAY OTHER THAN A MONDAY, THEN PAYMENT SHALL BE EFFECTED ON THE IMMEDIATELY PRECEDING BANKING DAY.

IF CONTRACTUAL DUE DATE FOR PAYMENT FALLS ON A SUNDAY OR A MONDAY BANK HOLIDAY IN NEW YORK, THEN PAYMENT SHALL BE EFFECTED ON THE NEXT SUCCEEDING BANKING DAY.

10. (IN THE CASE OF CURRENCY BEING U.S. DOLLARS):

WE (THE BANK) FURTHER ENGAGE THAT PAYMENTS AGAINST YOUR INVOICE WILL INCLUDE INTEREST FROM DUE DATE () TO OUR EFFECTIVE PAYMENT DATE AT THE ONE MONTH U.S. DOLLARS INTERBANK OFFERED RATE (LIBOR) OFFERED AT 11:00 A.M. LONDON TIME ON THE DUE DATE () PLUS 4 PER CENT.

(IN THE CASE OF CURRENCY BEING EUROS):

WE (THE BANK) FURTHER ENGAGE THAT PAYMENTS AGAINST YOUR INVOICE WILL INCLUDE INTEREST FROM DUE DATE () TO OUR EFFECTIVE PAYMENT DATE AT THE ONE MONTH EURIBOR <EURIBOR1MD> OFFERED AT 11:00 AM (CET) ON THE DUE DATE () PLUS 4 PER CENT.

11. THIS TELEX IS THE OPERATIVE INSTRUMENT AND WILL NOT BE FOLLOWED BY WRITTEN CONFIRMATION.

12. THE CONSTRUCTION, VALIDITY AND PERFORMANCE OF THIS LETTER OF CREDIT SHALL BE GOVERNED BY AND CONSTRUED IN ACCORDANCE WITH ENGLISH LAW.

ALL DISPUTES, CONTROVERSIES OR CLAIMS ARISING OUT OF OR IN RELATION WITH THIS LETTER OF CREDIT SHALL BE SUBJECT TO THE NON-EXCLUSIVE JURISDICTION OF THE ENGLISH COURTS.

13. UNLESS OTHERWISE EXPRESSLY STATED HEREIN, THIS LETTER OF CREDIT IS SUBJECT TO THE UNIFORM CUSTOMS AND PRACTICE FOR DOCUMENTARY CREDITS ISSUED BY THE INTERNATIONAL CHAMBER OF COMMERCE (I.C.C. PUBLICATION 600, 2007 REVISION).