## Standard Terms For The Sale Of Goods

	AJAX MACHINE TOOLS INTERNATIONAL LIMITED  Standard terms for the sale of goods  Index to Clauses		Any typographical, clerical or other error or omission in any sales literature, quotation, price list, acceptance	5	Terms of payment
			of offer, invoice or other document or information issued by the Seller shall be subject to correction without any liability on the part of the Seller.	5.1	Subject to any spe between the Buyer a
Index			Orders and specifications	5.1.1	The Seller will requi writing between the then the goods will be
1	Interpretation	3.1	No order submitted by the Buyer shall be deemed to		in the event of no
2	Basis of the sale		be accepted by the Seller unless and until confirmed		agreed date the Sel
3	Orders and specifications		in Writing by the Seller's authorised representative.		liability to the Buyer
4	Price of the goods and installation	3.2	3.2 The Buyer shall be responsible to the Seller for ensuring the accuracy of the terms of any order (including any applicable specification) submitted by		otherwise or to affire the Buyer all losses
5	Terms of payment				payment and to ins
6	Delivery		the Buyer, and for giving the Seller any necessary		and payment of the delivery
7	Risk and property		information relating to the Goods within a sufficient time to enable the Seller to perform the Contract in accordance with its terms.		
8	Warranties and liability			5.1.2	The Seller may invo
9	Insolvency of buyer	0.0			the price of the G unless the Goods ar
10	General	3.3	3 The quantity, quality and description of the Goods and any specification for them shall be as set out in		the Buyer wrongfull
11	Returns		the Seller's quotation (if accepted by the Buyer) or the Buyer's order (if accepted by the Seller).		Goods, in which ever invoice the Buyer for Seller has notified
	TERMS OF SALE	3.4	If the Goods are to be manufactured or any process is to be applied to the Goods by the Seller in		ready for collection Seller has tendered
1	Interpretation		accordance with a specification submitted by the Buyer, the Buyer shall indemnify the Seller against all loss, damages, costs and expenses awarded against	5.2	The Buyer shall pay discount to which the
1.1	In these Terms:		or incurred by the Seller in connection with, or paid or agreed to be paid by the Seller in settlement of,		any other deduction) Seller's invoice, and recover the price, no not have taken place
	"BUYER" means the person who accepts the Seller's Written quotation for the sale of the Goods or whose		any claim for infringement of any patent, copyright, design, trade mark or other industrial or intellectual		

3.5

3.6

4.1

4.2

4.3

4.5

The Seller reserves the right to make any changes in the specification of the Goods which are required to conform with any applicable statutory or E.U. requirements or, where the Goods are to be supplied to the Seller's specification, which do not materially affect their quality or performance.

property rights of any other person which results

from the Seller's use of the Buyer's specification

No order which has been accepted by the Seller may be cancelled by the Buyer except with the agreement in Writing of the Seller and on terms that the Buyer shall indemnify the Seller in full against all loss (including loss of profit), costs (including the cost of all labour and materials used), damages, charges and expenses incurred by the Seller as a result of

### Price of the goods and installation

The price of the Goods shall be the Seller's quoted price. All prices quoted are valid for 30 days only or until earlier acceptance by the Buyer, after which time they may be altered by the Seller without giving notice to the Buyer.

The Seller reserves the right, by giving Written notice to the Buyer at any time before delivery, to increase the price of the Goods to reflect any increase in the cost to the Seller which is due to any factor beyond the control of the Seller (such as, without limitation, any foreign exchange fluctuation, currency regulation, alteration of duties, significant increase in the costs of labour, materials or other costs of manufacture), any change in delivery dates, quantities or specifications for the Goods which is requested by the Buyer, or any delay caused by any instructions of the Buyer or failure of the Buyer to give the Seller adequate information or instructions

Except as otherwise stated in the Seller's Written quotation or in any price list of the Seller, and unless otherwise agreed in Writing between the Buyer and the Seller, all prices are given by the Seller on an ex works Lymington basis, and where the Seller agrees to deliver the Goods o t h e r w i s e than at the Seller's premises, the Buyer shall be liable to pay the Seller's charges for transport, packaging and insurance.

The price is exclusive of any applicable value added tax, which the Buyer shall be additionally liable to pay to the Seller.

Where the Seller agrees to install the goods on behalf of the Buyer the buyer shall be liable to pay the Seller's charges for such installation. Any installation shall be subject to the Buyer having previously installed such foundations, electrical, hydraulic and compressed air supplies (and any other services as may be necessary) as are necessary and to providing such clear and level payed access from a roadside point of delivery to the installation site as may be reasonably necessary

ecial terms agreed in Writing

ire a 30% deposit as detailed in Parties to be paid with the order e made available for delivery and npayment of the deposit by the ller shall at its option be entitled deposit and be under no further whether to deliver the goods or n the contract and recover from s sustained as a result of nonsist on payment for such losses e entire purchase price prior to

ice the Buyer for the balance of oods 5 days prior to delivery, re to be collected by the Buyer or y fails to take delivery of the entitled to be the seller shall be entitled to be the price at any time after the the Buyer that the Goods are or (as the case may be) the delivery of the Goods.

the price of the Goods (less any ne Buyer is entitled, but without ) within 5 days of the date of the the Seller shall be entitled to twithstanding that delivery may e and the property in the Goods has not passed to the Buyer. The time of payment of the price shall be of the essence of the Contract. Receipts for payment will be issued only upon

Any payment to be made by the Buyer to the Seller shall be made in full without any set off or deduction there from or any claim or counterclaim howsoever

If the Buyer fails to make any payment on the due date then, without limiting any other right or remedy available to the Seller, the Seller may:

5.5.1 Cancel the contract or suspend any further deliveries

> Appropriate any payment made by the Buyer to such of the Goods (or the goods supplied under any other contract between the Buyer and the Seller) as the Seller may think fit (notwithstanding a n y purported appropriation by the Buyer); and

> Charge the Buyer interest (both before and after any judgment) on the amount unpaid, at the rate of 5 per cent per annum above the base rate of the company's Bankers from time to time, until payment in full is made (a part of a month being treated as a full month for the purpose of calculating interest).

5.5

5.5.2

5.5.3

6

6.2

6.3

6.4

6 1 Delivery of the Goods shall be made by the Buyer collecting the Goods at the Seller's premises at any time after the Seller has notified the Buyer that the Goods are ready for collection or, if some other place for delivery is agreed by the Seller, by the Seller delivering the Goods to that place.

> Any dates quoted for delivery of the Goods are approximate only and the Seller shall not be liable for any delay in delivery of the Goods however caused. Time for delivery shall not be of the essence of the Contract. The Goods may be delivered by the Seller in advance of the quoted delivery date on giving reasonable notice to the Buyer

If the Seller fails to deliver the Goods for any reason If the Seller fails to deliver the Goods for any reason other than any cause beyond the Seller's reasonable control or the Buyer's fault, and the Seller is accordingly liable to the Buyer, the Seller's liability shall be limited to the excess (if any) of the cost to the Buyer (in the cheapest available market) of similar goods to replace those not delivered over the price of the Goods.

If the Buyer fails to take delivery of the Goods or fails to give the Seller adequate delivery instructions at the time stated for delivery (otherwise than by reason of any cause beyond the Buyer's reasonable control or by reason of the Seller's fault) then, without limiting any other right or remedy available to the Seller, the Seller may:

641 Store the Goods until actual delivery and charge the Buyer for the reasonable costs (including insurance) of storage; or

### The headings in these Terms are for convenience 1.3 only and shall not affect their interpretation.

Basis of the sale

12

6864667);

purchase of the Goods:

The Seller shall sell and the Buyer shall purchase the 2.1 Goods in accordance with the Seller's Written quotation (if accepted by the Buyer), or the Buyer's Written order (if accepted by the Seller), subject in either case to these Terms, which shall govern the Contract to the exclusion of any other terms subject to which any such quotation is accepted or purported to be accepted, or any such order is made or purported to be made, by the Buyer.

Written order for the Goods is accepted by the Seller;

"GOODS" means the goods (including any instalment

of the goods or any parts for them) which the Seller is to supply in accordance with these Terms;

"SELLER" means AJAX MACHINE TOOLS INTL LIMITED (registered in England under number

"CONTRACT" means the contract for the sale and

"TERMS" means the standard terms of sale set out

in this document and (unless the context otherwise requires) includes any special terms agreed in

"WRITING", and any similar expression, includes facsimile transmission and comparable means of communication, but not electronic mail.

A reference in these Terms to a provision of a statute shall be construed as a reference to that provision as

amended, re-enacted or extended at the relevant

Writing between the Buyer and the Seller;

- No variation to these Terms shall be binding unless agreed in Writing between the authorised representatives of the Buyer and the Seller.
- The Seller's employees or agents a r e not authorised to make any representations concerning the Goods unless confirmed by the 2.3 Seller in Writing. In entering into the Contract the Buyer acknowledges that it does not rely on any such representations which are not so confirmed, but nothing in these Terms affects the liability of either party for fraudulent misrepresentation.
- Any advice or recommendation given by the Seller or its employees or agents to the Buyer or its employees or agents as to the storage, application or use of the Goods which is not confirmed in Writing by the Seller is followed or acted upon entirely at the Buyer's own risk, and accordingly the Seller shall not be liable for any such advice or recommendation which is not so confirmed.

# Standard Terms For The Sale Of Goods

6.4.2	Sell the Goods at the best price readily obtainable				
	and (after deducting all reasonable storage and selling expenses) account to the Buyer for the excess over the price under the Contract or charge the Buyer for any shortfall below the price under the Contract.	8.4	Where the Goods are sold under a consumer transaction (as defined by the Consumer Transactions (Restrictions on Statements) Order 1976) the statutory rights of the Buyer are not	9.1.4	The Seller reasonably apprehends that any of the events mentioned above is about to occur in relation to the Buyer and notifies the Buyer accordingly.
7	Risk and Title	8.5	affected by these Terms.  A claim by the Buyer which is based on any defect in	9.2	If this clause applies then, without limiting any other right or remedy available to the Seller, the Seller may cancel the Contract or suspend any further deliveries
7.1	Risk of damage to or loss of the Goods shall pass to the Buyer:	0.3	the quality or condition of the Goods or their failure to correspond with specification shall (whether or not delivery is refused by the Buyer) be notified to the Seller within seven days from the date of delivery or		under the Contract without any liability to the Buyer, and if the Goods have been delivered but not paid for the price shall become immediately due and payable notwithstanding any previous agreement or
7.1.1	In the case of Goods to be delivered at the Seller's premises, at the time when the Seller notifies the Buyer that the Goods are available for collection; or		(where the defect or failure was not apparent on reasonable inspection) within seven days after discovery of the defect or failure. If delivery is not refused, and the Buyer does not notify the Seller	10	arrangement to the contrary.  General
7.1.2	In the case of Goods to be delivered otherwise than at the Seller's premises, at the time of delivery or, if the Buyer wrongfully fails to take delivery of the Goods, the time when the Seller has tendered delivery of the Goods.	0.0	accordingly, the Buyer shall not be entitled to reject the Goods and the Seller shall have no liability for such defect or failure, and the Buyer shall be bound to pay the price as if the Goods had been delivered in accordance with the Contract.	10.1	A notice required or permitted to be given by either party to the other under these Terms shall be in Writing addressed to that other party at its registered office or principal place of business or such other address as may at the relevant time have been notified pursuant to this provision to the party giving
7.2	Notwithstanding delivery and the passing of risk in the Goods, or any other provision of these Terms, the property in the Goods shall not pass to the Buyer until the Seller has received in cash or cleared funds payment in full of the price of the Goods and the cost of installation (if any) and all other goods agreed to be sold by the Seller to the Buyer for which payment is then due.	8.6	Where a valid claim in respect of any of the Goods which is based on a defect in the quality or condition of the Goods or their failure to meet specification is notified to the Seller in accordance with these Terms, the Seller may repair or replace the Goods (or the part in question) free of charge or, at the Seller's sole discretion, refund to the Buyer the price of the Goods (or a proportionate part of the price), in which case the Seller shall have no further liability to the	10.2	the notice.  No waiver by the Seller of any breach of the Contract by the Buyer shall be considered as a waiver of any subsequent breach of the same or any other provision.  If any provision of the Contract is held by a court or
7.3	Until such time as the property in the Goods passes to the Buyer, the Buyer shall hold the Goods as the Seller's fiduciary agent and bailee, and shall keep the Goods separate from those of the Buyer and third parties and properly stored, protected and	8.7	Except in respect of death or personal injury caused by the Seller's negligence, or liability for defective products under the Consumer Protection Act 1987, the Seller shall not be liable to the Buyer by reason	10.4	other competent authority to be invalid or unenforceable in whole or in part the validity of the other provisions of the Contract and the remainder of the provision in question shall not be affected.  Any dispute arising under or in connection with the
7.4	insured and identified as the Seller's property, but the Buyer may resell or use the Goods in the ordinary course of its business.  Until such time as the property in the Goods passes to the Buyer the Seller may at any time require the		of any representation (unless fraudulent), or any implied warranty, condition or other term, or any duty at common law, or under the express terms of the Contract, for loss of profit or for any indirect, special or consequential loss or damage, costs, expenses or other claims for compensation whatsoever (whether		Contract or the sale of the Goods shall be referred to arbitration by a single arbitrator appointed by agreement or (in default) nominated on the application of either party by the President for the time being of The Law Society of England & Wales.
	Buyer to deliver up the Goods to the Seller and, if the Buyer fails to do so forthwith, enter on any premises of the Buyer or any third party where the Goods are stored and repossess the Goods.		caused by the negligence of the Seller, its employees or agents or otherwise) which arise out of or in connection with the supply of the Goods (including any delay in supplying or any failure to supply the Goods in accordance with the Contract or at all) or their use or resale by the Buyer, and the entire	10.5	The Contract shall be governed by the laws of England, and the Buyer agrees to submit to the non- exclusive jurisdiction of the English courts.  Returns
7.5	The Buyer shall not be entitled to pledge or in any way charge by way of security for any indebtedness any of the Goods which remain the property of the Seller, but if the Buyer does so all moneys owing by the Buyer to the Seller shall (without limiting any other right or remedy of the Seller) forthwith become due and payable.	8.8	liability of the Seller under or in connection with the Contract shall not exceed the price of the Goods, except as expressly provided in these Terms.  The Seller shall not be liable to the Buyer or be deemed to be in breach of the Contract by reason of		Any returns shall be repaid within 30 days of the goods being returned to Ajax in the same condition as supplied and shipped at the buyers cost
8	Warranties and liability		any delay in performing, or any failure to perform, any of the Seller's obligations in relation to the Goods, if the delay or failure was due to any cause		
8.1	Subject to the following provisions the Seller warrants that the Goods will correspond with their specification at the time of delivery and will		beyond the Seller's reasonable control. Without limiting the foregoing, the following shall be regarded as causes beyond the Seller's reasonable control:		
	be free from defects in material and workmanship for a period of 12 months or 2000 hours from the date of their initial use or 12	8.8.1 8.8.2	Act of God, explosion, flood, tempest, fire or accident;  War or threat of war, sabotage, insurrection, civil		
	months or 2000 hours from delivery, whichever is the first to expire.	0.0.2	disturbance or requisition;		
8.2	The above warranty is given by the Seller subject to the following conditions:	8.8.3	Acts, restrictions, regulations, bye-laws, prohibitions or measures of any kind on the part of any governmental, parliamentary or local authority;		
8.2.1	The Seller shall be under no liability in respect of any defect in the Goods arising from any drawing, design or specification supplied by the Buyer;	8.8.4	Import or export regulations or embargoes;		
8.2.2	The Seller shall be under no liability in respect of any defect arising from fair wear and tear, willful damage, neglicence, abnormal working conditions, failure to	8.8.5	Strikes, lock-outs or other industrial actions or trade disputes (whether involving employees of the Seller or of a third party);		
	follow the Seller's instructions (whether oral or in Writing), misuse or alteration or repair of the Goods without the Seller's approval;	8.8.6	Difficulties in obtaining raw materials, labor, fuel, parts or machinery;		
8.2.3	The Seller shall be under no liability under the above warranty (or any other warranty, condition or	8.8.7	power failure or breakdown in machinery.		
	guarantee) if the total price for the Goods has not been paid by the due date for payment;	9	Insolvency of buyer		
8.2.4	The above warranty does not extend to parts, materials or equipment not manufactured by the Seller, in respect of which the Buyer shall only be entitled to the benefit of any such warranty or guarantee as is given by the manufacturer to the Seller.	9.1 9.1.1	This clause 9 applies if:  The Buyer makes a voluntary arrangement with its creditors or (being an individual or firm) becomes bankrupt or (being a company) becomes subject to an administration order or goes into liquidation (otherwise than for the purposes of amalgamation or reconstruction); or		
8.3	Subject as expressly provided in these Terms, and except where the Goods are sold to a person dealing as a consumer (within the meaning of the Unfair Contract Terms Act 1977), all warranties, conditions	9.1.2	An encumbrance takes possession, or a receiver is appointed, of any of the property or assets of the Buyer; or		
	or other terms implied by statute or common law are excluded to the fullest extent permitted by law.	9.1.3	The Buyer ceases, or threatens to cease, to carry on business; or		