

General Terms and Conditions of Sale



RED DOT SCANDINAVIA

Red Dot Scandinavia (RDS) is a trading company specialized in environmental friendly lamps (but limited to) for use in public places and the industry. RDS operate under an agreement with our supplier, which give us exclusivity in Denmark, Sweden, Norway and Finland; furthermore, we can operate on a World Wide basis with individual costumers.

1. Scope of Applicability

1. These General Terms and Conditions of Sale ("GTCS") apply to all sales of goods by us notwithstanding any conflicting, contrary or additional terms and conditions in any purchase order or other communication from you. No such conflicting, contrary or additional terms and conditions shall be deemed accepted by us unless and until we expressly confirm our acceptance in writing.
2. We reserve the right to change these GTCS at any time. An updated version will always be available on our website.

2. Offers, Purchase Orders and Order Confirmations

1. All offers made by us are open for acceptance within fifteen (15) calendar days from the date of issue, unless otherwise specifically stated therein, and are subject to the availability of the goods offered.
2. All purchase orders issued by you shall specify as a minimum the type and quantity of goods requested and delivery place. No purchase order shall be binding on us unless and until confirmed by us in writing.
3. All order confirmations will be effectuated when received in writing and payment according to 3. Prices and Terms of Payment is confirmed.

3. Prices and Terms of Payment

1. The prices for goods shall be those set forth in our order confirmation. All prices are exclusive of taxes, impositions and other charges, including, but not limited to, sales, use, excise,

value added and similar taxes or charges imposed by any government authority.

2. Unless expressly stated otherwise in our order confirmation, payment for goods shall be made via net banking to the account stated on the invoice, and is due seven (7) calendar days after you have received the invoice without offset or deduction. Small orders (below a value of or equal to the amount of 50.000, - d.kr) payment shall be done according to the above. Large orders (above a value of the amount of 50.000, - d.kr) will be subject to prepayment of up to 70% of the price stated on the order confirmation if not otherwise agreed. When 70% of the order price have been received and confirmed, the order will be effectuated.
3. You must submit financial information from time to time as may be reasonably requested by us for the establishment or continuation of payment terms. We may in our sole discretion at any time change agreed payment terms without notice by requiring payment cash in advance or cash on delivery, bank guarantee, letter of credit or otherwise.
4. If you fail to pay any invoice within seven (7) calendar days of the due date of payment, we may suspend delivery of any purchase order or any remaining balance thereof until payment is made or terminate delivery of any purchase order or any remaining balance thereof by providing written notice of termination to you at any time after the expiration of the grace period. Further, we may charge you interest from the due date to the date of payment at the rate of 1 ½ % per month. This



RED DOT SCANDINAVIA

shall be in addition to, and not in limitation of, any other rights or remedies to which we are or may be entitled at law or in equity.

5. Title to goods delivered shall remain vested in us and shall not pass to you until the goods have been paid for in full. If you fail to pay any invoice within seven (7) fourteen (14) calendar days of the due date of payment, we may retake the goods covered by the invoice. You must insure all goods delivered to their full replacement value until title to the goods has passed to you.

4. Terms of Delivery and Late Delivery

1. Unless expressly stated otherwise in our order confirmation, all deliveries of goods shall be delivered within 12 weeks of order confirmation in accordance with Incoterms 2010. The risk of loss of or damage to goods shall pass to you in accordance with the agreed delivery term.
2. The delivery dates of goods shall be those set forth in our order confirmation. If we fail to deliver goods within seven calendar days of the agreed delivery date, you may terminate the applicable purchase order in whole or in part (as to those goods affected by the delay) by providing written notice of termination to us within seven (7) calendar days of the expiration of the grace period. We are NOT liable to any claims you may have if you suffer a loss as a result of late delivery
3. We reserve the right to make delivery in instalments.

5. Acceptance of goods

1. You must inspect goods delivered upon receipt. You are deemed to have accepted goods delivered unless written notice of rejection specifying the reasons for rejection is received by us within five (5) calendar days after delivery of the goods.

6. Warranty

1. We warrant that upon delivery and for a period of twenty-four (24) months from the date of delivery goods purchased hereunder will conform in all material respects to the applicable manufacturer's specifications for such goods and will be free from material defects in workmanship, material and design under normal use. The warranty can be set different by us but not less than twenty-four (24) months. The warranty does not cover damage resulting from misuse, negligent handling, lack of reasonable maintenance and care, accident or abuse by anyone other than us.
2. With respect to goods which do not conform to the warranty our liability is limited, at our election, to (i) refund of the purchase price for such goods less a reasonable amount for usage, (ii) repair of such goods, or (iii) replacement of such goods; provided, however, that such goods must be returned to us, along with acceptable evidence of purchase, within fourteen (14) calendar days after you discovered the lack of conformity or ought to have discovered it.
3. We make no other warranty, express or implied, with respect to goods delivered hereunder, and the warranty constitutes our sole obligation in respect of any lack of conformity of goods delivered hereunder (except title). In particular, we make no warranty with respect to the merchantability of goods delivered or their suitability or fitness for any particular purpose.

7. Intellectual Property Rights Infringement

1. If any goods delivered hereunder are held to infringe a third party's patent, utility model, design, trademark or other intellectual property right and you are enjoined from using same, we will, at our option and expense, (i) procure for you the right to continue using the goods; (b) replace the goods with non-infringing substitutes provided that such substitutes do not entail a material diminution in performance or function; (c)



RED DOT SCANDINAVIA

modify the goods to make them non-infringing; or (d) refund the purchase price of the goods less a reasonable amount for usage. The foregoing states our sole liability for intellectual property rights infringement.

8. Limitation of Liability

1. Neither of us will be entitled to, and neither of us shall be liable for, indirect, special, incidental, consequential or punitive damages of any nature, including, but not limited to, business interruption costs, loss of profit, removal and/or reinstallation costs, reprourement costs, loss of data, injury to reputation or loss of customers.
2. We shall not be liable for any claims based on our compliance with your designs, specifications or instructions or repair, modification or alteration of any goods by parties other than us or use in combination with other goods.

9. Force Majeure

1. Either party shall be excused from any delay or failure in performance if caused by reason of any occurrence or contingency beyond its reasonable control, including, but not limited to, acts of God, acts of war, fire, insurrection, strikes, lock-outs or other serious labor disputes, riots, earthquakes, floods, explosions or other acts of nature. The obligations and rights of the party so excused shall be extended on a day-to-day basis for the time period equal to the period of such excusable interruption. When such events have abated, the parties' respective obligations shall resume. In the event the interruption of the excused party's obligations continues for a period in excess of thirty (30) calendar days, either party shall have the right to terminate the applicable contract(s) of sale, without liability, upon thirty (30) calendar days' prior written notice to the other party.

10. Miscellaneous

1. The United Nations Convention for the International Sale of Goods shall not apply to these GTCS or to any contracts of sale entered into between us.
2. No waiver of any provision of these GTCS shall constitute a waiver of any other provision(s) or of the same provision on another occasion. Failure of either party to enforce any provision of these GTCS shall not constitute a waiver of such provision or any other provision(s) of these GTCS.
3. Should any provision of these GTCS be held by a court of competent jurisdiction to be illegal, invalid or unenforceable, such provision may be modified by such court in compliance with the law giving effect to the intent of the parties and enforced as modified. All other terms and conditions of these GTCS shall remain in full force and effect and shall be construed in accordance with the modified provision.
4. These GTCS and all contracts of sale entered into between us shall be governed by and construed in accordance with the laws of Denmark without giving effect to any choice of law or conflict of law provisions. Any suits, actions or proceedings that may be instituted by either of us against the other shall be instituted exclusively before the competent courts of Denmark, however, without prejudice to our right to bring suits, actions or proceedings in any other court which would have jurisdiction if this provision had not been incorporated into these GTCS.
5. RDS can, but obliged to, provide test lamps for a period of 3 months. In such case the Test Lamp Agreement will have to be signed. In the Test lamp Agreement, the terms for test lamps are given.