

1 General provisions

1.1 These conditions shall apply when the parties have so agreed. Any additions to or modifications of these conditions shall only be valid to the extent that they have been agreed in writing.

1.2 Any trade terms used shall be interpreted in accordance with "Incoterms" published by the International Chamber of Commerce, the relevant edition and supplements (if any) being those which are current at the time when the Contract is made.

1.3 Any and all SSAB Affiliates shall at all times be entitled to refer to this Contract when ordering goods or services from the Supplier. The Supplier hereby accepts that this Contract in whole shall then be applicable to such orders. For the purposes hereof, "SSAB Affiliate" shall mean any legal entity which, directly or indirectly, is wholly owned or controlled by SSAB AB. All SSAB Affiliates accede to this Contract as an independent party to the Supplier. For avoidance of any doubt the SSAB legal entity entering to a specific sub-contract under this Contract shall be solely responsible for such contractual obligations.

1.4 The Supplier shall be responsible for the delivery of its sub-suppliers as for its own supply.

1.5 In order to be valid, all changes of scope, function, guarantee, delivery date, quantity, price and other terms

and conditions shall be agreed in writing prior to the change of delivery. If the delivery has been limited by request of the Buyer, the Parties shall agree upon a change of the terms and conditions that reflects the impact of that limitation. The Supplier cannot charge the Buyer for a change of delivery, unless that change has been agreed in writing in advance.

2 Drawings and descriptions

2.1 Drawings, models and technical documents concerning the manufacture of the goods or any part thereof supplied by one Party to the other, shall remain the property of the first-mentioned Party. Unless the supplying Party agrees —

(a) the drawings etc. belonging to the Buyer may only be used, copied or reproduced by the Supplier for internal use in connection with any offer or delivery to the Buyer, and

(b) the drawings etc. belonging to the Supplier may only be used, copied or reproduced by the Buyer to the extent necessary for checking any delivery or instalment thereof, for erecting or installing the goods delivered or for their proper utilisation or maintenance (including running repairs) as well as the manufacture of spare parts for the Buyer's own requirements.

2.2 On Buyer's request the Supplier shall no later than at delivery date supply the Buyer free of charge with technical

drawings (in copyable form according to current technology and equivalent transparency) and information, all of which must be so clear and complete as to allow the Buyer to carry out the erection, installation, commissioning, operation and maintenance of all parts of the goods, including running repairs and the manufacture of spare parts for the Buyer's own requirements.

2.3 Parts lists attached to or included in technical drawings shall as applicable identify proprietary or standard commercial designations of components.

3 Raw materials etc. supplied by Buyer

If the Buyer supplies raw materials, semi manufactures, tools, measuring equipment, models etc., the Supplier shall give the Buyer an acknowledgement of receipt immediately upon receiving the same. Anything supplied as aforesaid shall, unless stored separately, be identified as the property of the Buyer by means of marks, signs or similar notices. It shall be subject to reasonable supervision and care until a final account has been rendered.

4 Packing and transport instructions

The Supplier shall pack the goods as necessary having regard to the agreed mode of transport.

In all other respects the Supplier shall follow any instructions given by the Buyer concerning the dispatch, packing, marking etc. of the goods.

5 Control

5.1 The Supplier is responsible for and shall pay the costs of the necessary production control in accordance with the principles generally observed in the trade concerned.

The Supplier shall ensure that such production control is documented with inspection and control documentation attached to the delivery.

5.2 In order to supervise the manufacturing and controlling activities of the Supplier, the Buyer shall, subject to reasonable notice, be entitled to follow the production, carry out tests and make other necessary investigations. When allocating the production or any part thereof to a subcontractor, the Supplier shall stipulate for the Buyer to be given rights in relation to the subcontractor corresponding to the rights mentioned above.

Supervision as aforesaid shall not entail any limitation of the Supplier's responsibility.

6 Time for delivery; Delay in delivery

6.1 Unless the contrary appears from the Contract, any time mentioned therein shall be calculated as from the date when the Agreement was made.

Any changes in or additions to the agreed design shall only give rise to a right to postpone delivery where the parties have so agreed in writing.

6.2 A delay in supplying drawings, models or technical documents needed by the Buyer

for erection, installation or any other purpose mentioned in clause 2.2, shall be deemed to amount to a delay in delivery of the goods.

6.3 If the Supplier finds that he will be unable to keep the agreed time for delivery, or if a delay seems probable, he shall promptly give the Buyer written notice of this fact, stating the reason for the delay and the estimated time when delivery can be made. But such notice shall not relieve the Supplier of any liability in respect of the delay.

6.4 "Delay in delivery" means failure to make delivery (or partial delivery) on time, provided that such failure is not due to any act or omission on the part of the Buyer and that the Supplier is not entitled to relief in accordance with the rules in section 13 on force majeure.

6.5 The Buyer shall be entitled to liquidated damages where a Delay in delivery occurs. In respect of each week, or fraction of a week, that the delay endures, the damages shall amount to 2% of the Contract value.

In frame agreements the Contract value shall be calculated based on the aggregate of purchases between Buyer and the Supplier during the last twelve (12) months.

In case of cancellation on account of the delay, liquidated damages pursuant to the preceding paragraph shall be payable up to the cancellation.

6.6 If the delay in delivery exceeds or obviously will exceed one-third of the agreed period for delivery or (regardless of the length of such period) four

months, the Buyer shall be entitled to cancel the Contract in respect of the delayed delivery. Where the goods are to be delivered by instalments which are so connected as to create considerable inconvenience for the Buyer to remain bound by the order in part only, then the Buyer may cancel the Contract in its entirety.

6.7 Where the Buyer has a right to cancel pursuant to clause 6.6, he is also — whether he takes advantage of the said right or not — entitled to unliquidated damages.

6.8 With regard to cancellation and unliquidated damages, reference should be made also to section 14.

6.9 The title to the goods and any documentation, drawings etc. will pass to the Buyer upon delivery. The Supplier shall have no right of retention of title or ownership to or withdrawal or repossession of the goods after it has been delivered to the Buyer in accordance with the Contract.

7 Public provisions

The goods shall be manufactured and marked and be accompanied by the prescribed documents so as to accord with those EU enactments and statutory orders and those binding rules and regulations made by public authorities which are in force or have been adopted at the time when the Contract is made, unless the provisions of the Contract impose a stricter standard.

8 Guarantee; Defective goods

8.1 The goods shall with respect to specifications, design, performance, quantity, quality,

other properties and packaging be in conformity with the stipulations of the Contract and otherwise possess such characteristics as the Buyer reasonably could expect on the basis of law and generally recognized industry standards.

Any deviation to the detriment of the Buyer from the standards indicated above constitutes a "defect" in the goods.

A defect is "relevant" provided that it appears within the guarantee period defined in clause 8.2, that it is not excluded according to clause 8.3 and that notice of complaint has been given pursuant to clause 8.4. A relevant defect is prerequisite of those remedies, in the first place the right to have the defect remedied, which are dealt with in clauses 8.5 and 8.6.

When the parties have agreed to carry out special performance testing, the provisions set out in section 9 shall be applied in addition to this section 8.

Guarantee period

8.2 With the exceptions stated below, the Supplier shall only be liable for defects appearing within 24 months from the date of delivery, unless he has acted dishonestly or in bad faith.

Any items expected to wear out before the expiry of the guarantee period ("wearing parts") shall be enumerated in a list appended to the Contract and specifying the normal life expectancy of such items.

When the Supplier in remedying a defect repairs, modifies or replaces the goods or any part thereof, the Supplier shall be liable for defects appearing in said goods or parts for the same period after such remedial and subject to the same conditions

as are applicable in respect of the goods originally delivered. Such extended responsibility shall also include any defect caused by an adapted, modified or replacement part to any other part of the goods, even if the guarantee period in respect of the latter part has itself expired.

If the goods, or any part thereof, have been unavailable for use on account of a relevant defect, the guarantee period shall be extended by the duration of such unavailability.

Excluded defects

8.3 The Supplier shall not be liable if a defect is due to any of the following facts, namely:

- (a) Any design indicated, material supplied or work done by the Buyer suffers from some shortcoming, provided that the Supplier has made a written reservation in respect of the defect as soon as he (e.g. by studying any drawing or technical document supplied) has discovered, or could reasonably have discovered, the shortcoming;
- (b) The Buyer has erected, installed, used, stored, repaired or otherwise handled the goods contrary to the Supplier's reasonable instructions or in an obviously incorrect manner;
- (c) The goods have been altered contrary to the provisions of the Contract and without the Supplier's written consent; or
- (d) The goods have undergone normal wear or normal deterioration.

Notice of complaint

8.4 Where the Buyer desires to assert any of the remedies available for defects, he shall give the Supplier notice in writing of the defect without unreasonable delay after the time when the defect became apparent.

Remedies

8.5 If a defect is relevant, the Supplier is bound at his own expense to remedy the defect.

8.6 If the Supplier fails promptly to remedy a relevant defect, the Buyer shall be entitled to fix a short but reasonable period of respite within which the Supplier must remedy the defect. If the Supplier fails to do so, the Buyer may either have the defect remedied at the risk and expense of the Supplier or make such reduction of the price as corresponds with the defect. If the defect is substantial, the Buyer may, if he so prefers, instead cancel the Contract and/or claim unliquidated damages.

8.7 With regard to cancellation and unliquidated damages, reference should be made also to section 14.

8.8 The provisions above in section 8 shall apply correspondingly where on delivery the quantity is short or a part is missing.

9 Specified performance requirements; Deviations therefrom

9.1 If the parties have agreed to carry out a special test ("performance test") of the performance requirements specified in the Contract (such as capacity, energy consumption, or reliability), then the provisions of this section shall apply. A performance test shall only be approved if it shows that

all contractual performance requirements are simultaneously attained.

9.2 In the event that there shall be established at performance testing any deviations from the contractual performance requirements, then the Supplier shall without delay and at his own expense remedy such deviations in compliance with the provisions of section 8 applying to defects in the goods.

9.3 If the parties have agreed that liquidated damages are to be payable in the event deviations are established at performance testing, then such liquidated damages shall not in the aggregate exceed 10 per cent of the Contract price ("maximum liquidated damages") unless otherwise agreed.

9.4 If the values observed in the course of the performance test are such as to give rise to maximum liquidated damages, the Buyer may cancel the Contract.

9.5 Where the Buyer has a right to cancel pursuant to clause 9.4, he is also — whether he takes advantage of the said right or not — entitled to unliquidated damages.

9.6 As regards cancellation and unliquidated damages, reference is made to section 14.

10 Patents etc.

Even when the Buyer has himself prescribed a particular design, the Supplier hereby warrants that the Buyer will be able to use and sell the goods without infringing any patent, trade mark or similar legal property right. If the Supplier shall be in breach of this warranty, he shall be fully liable to Buyer, without the limitation set out in the first paragraph of clause 14.3 below, for any loss

or damage resulting from such breach. The Buyer shall be entitled to cancel the Contract if such breach is of material importance to the Buyer and is not promptly remedied by the Supplier.

11 Price etc.; Default in payment

11.1 Prices are stated inclusive of packing but exclusive of value added tax.

11.2 Unless otherwise agreed in writing, prices are fixed and shall not be varied, e.g. by escalation or on account of currency fluctuations.

Where a variable price has been agreed, late or early delivery shall not by the application of any price clause result in a higher final price than the one due if delivery had been made on time.

11.3 Any change or addition to the agreed design shall only give rise to a right to a revision of the price where a written Agreement has been reached to that effect.

11.4 The Supplier shall provide security if the payment of an advance has been agreed. In this case and when the parties have otherwise agreed on security, the latter shall take the form of a bank guarantee issued by a bank in Buyer's country or some other reasonably acceptable security.

11.5 Payment shall be made against invoice. The term for payment shall be calculated from the day when the invoice was received or, if the invoice has reference to a particular delivery or particular partial delivery which takes place later, from the date of delivery.

The term for payment shall be 60 days, unless otherwise agreed.

11.6 If the Buyer defaults on any payment, the Supplier shall be entitled to interest at the rate prescribed by law.

12 Insolvency of party

If a party shall cease generally to pay his debts or there is otherwise reasonable cause to believe that he is insolvent and if he fails to provide a bank guarantee issued by a bank in Buyer's country or some other reasonably acceptable security for the performance of the Contract without undue delay after having been requested by the other party to do so, then such other party shall be entitled to cancel the Contract.

13 Force majeure

13.1 Any of the following events shall be regarded as an event of force majeure if such intervenes after the Contract is entered into, or prior thereto if the consequences thereof were not then foreseeable, and if thereby any act in the performance of the Contract is prevented or rendered unreasonably burdensome to the affected party, namely: strikes, lockouts or other forms of industrial action as well as occurrences beyond the control of the parties, such as natural catastrophes, fire, war, mobilization, military call-ups on a scale comparable to mobilization, requisitioning, embargoes, currency restrictions, insurrection, riots, strikes, power restrictions or in case deliveries from subcontractors are defective or delayed due to any such occurrence.

The party directly affected by the force majeure shall promptly give the other party written notice thereof.

The party directly affected by the force majeure shall be relieved from the duty to do the act referred to in the first paragraph until the time when the act again becomes reasonably possible. But if the party has failed promptly to give written notice pursuant to the second paragraph, he shall only be relieved from the time when notice is in fact given.

13.2 When the force majeure has come to an end, the other party shall be notified thereof and also, if possible, be informed when any postponed act will be done.

13.3 Where a party is relieved from performing the Contract on account of force majeure during an extended period (whose length shall depend on the circumstances, but normally not be less than three months) and it may be assumed that the Contract cannot without substantial inconvenience to either or both parties be performed later, then a party with regards to whom such assumption may be made shall be entitled to cancel the Contract.

14 Provisions common to certain remedies

14.1 Cancellation according to these conditions shall be effected by means of a written notice to the other party.

14.2 In case the Contract is cancelled pursuant to these conditions any and all acts made prior to cancellation in performance of the Contract shall be reversed and returned to the performing party. The Buyer shall, however, be

entitled and obliged to retain goods already supplied to the extent such is free from defects and is capable of being used by the Buyer without significant modifications. For goods so retained, the Supplier shall be credited a reasonable amount determined under due consideration of the Contract price.

14.3 Unliquidated damages payable pursuant to these conditions shall be determined in accordance with law, but shall not in the aggregate exceed twice the Contract price. From any sum payable by way of unliquidated damages, there shall be deducted any sum paid by way of liquidated damages on account of the same circumstances.

15 Product liability

No provision of these purchase conditions is intended to operate as a waiver of or limitation of the Supplier's liability at law for loss of or damage to life or property caused by defects in the goods. The Supplier shall maintain adequate product liability insurance cover and shall, at the request of the Buyer, show proof that such insurance is current as at the date of delivery and during the length of the agreement.

16 Prevention of damage

It is incumbent on each party to take all necessary steps to prevent the occurrence of damage and to mitigate the loss, provided that he can do so without unreasonable cost or inconvenience.

17 Compliance with Laws, Safety and SSAB Supplier Sustainability Policy

17.1 Supplier warrants and agrees that all Goods and

Services furnished shall comply with all applicable federal, provincial, state and local laws and regulations in force at the time of supply and/or performance including, without limitation, with all applicable occupational safety and health and environment laws and regulations.

17.2 Supplier shall have complete control and responsibility for the safety and health of its employees and sub-suppliers while engaged in the performance of the Services at SSAB's sites. Supplier shall obtain all necessary permits and/or licenses and give all necessary notifications for the supply of the Goods and/or performance of services.

17.3 The Supplier agrees that it will perform the work under any order from SSAB in conformity with SSAB's Supplier Sustainability Policy (available at www.SSAB.com). SSAB actively supports the UN Global Compact's principles and we encourage our suppliers to align with the same principles (available at www.unglobalcompact.org). SSAB, or a third party assigned by SSAB, reserves the right to conduct reviews of our suppliers or on-site audits to ensure compliance with SSAB's Supplier Sustainability Policy. Supplier agrees to cooperate in order to facilitate such reviews or audits. SSAB also expects the supplier, within its sphere of influence, to monitor its own suppliers for commitment to environmental and social responsibility.

18 Applicable law; Arbitration

18.1 The Contract shall be interpreted and applied according to Swedish law without regard to its conflict-of-laws rules and except that the

International Sale of Goods Act shall not apply.

18.2 Disputes arising as a result of this Contract shall be finally settled by arbitration according to the rules of the Arbitration Institute of the Stockholm Chamber of Commerce. If the disputed amount does not exceed SEK 1 million, the dispute shall be settled according to the Arbitration Institute's rules for expedited arbitration. Unless another location is agreed upon by the parties, arbitration proceedings shall take place in Stockholm, Sweden.

18.3 If the Buyer is legally domiciled in Finland, the Contract shall be interpreted and applied according to Finnish law without regard to its conflict-of-laws rules and except that the International Sale of Goods Act shall not apply.

18.4 If Finnish law applies, disputes arising as a result of this Contract shall be finally settled by arbitration according to the Arbitration Rules of the Finland Chamber of Commerce. If the disputed amount does not exceed SEK 1 million, the dispute shall be settled according to the Rules for Expedited Arbitration of the Finland Chamber of Commerce. Unless another location is agreed upon by the parties, arbitration proceedings shall take place in Helsinki, Finland.

18.5 Notwithstanding clauses 18.3 and 18.4 if several SSAB Affiliates, legally domiciled in more than one country have entered into this Contract, clauses 18.1 and 18.2 will apply.

19 Confidentiality

The parties shall keep confidential and shall not disclose at any stage to any third

parties any confidential information received from the other party or otherwise learned in connection with Contract or orders made under the Contract including any arbitral material and award without the prior written consent of the other party. The Supplier shall not use confidential information received from Buyer for any other purposes than the fulfilment of its rights and obligations under the Contract or orders made under the Contract.

20 Sanctions Clause

20.1 Each Party represents, warrants that:

(a) neither it nor any of its subsidiaries (collectively, the "Company") or directors, senior executives or officers, or to the knowledge of the Company, any person on whose behalf the Company is acting in connection with the Contract, is an individual or entity ("Person") that is, or is 50% or more owned or controlled by, a Person (or Persons) that is the subject of any economic or financial sanctions or trade embargoes administered or enforced by the U.S. Department of the Treasury's Office of Foreign Assets Control ("OFAC") the U.S. Departments of State or Commerce, the United Nations Security Council ("UNSC"), the European Union ("EU"), Switzerland, Her Majesty's Treasury or other applicable sanctions authority (collectively, "Sanctions") or based, organized or resident in a country or territory that is the subject of comprehensive (i.e., country-wide or territory-wide) Sanctions (including, as of the date of signature of this contract, Crimea, Cuba, Iran,

North Korea and Syria) (a "Sanctioned Country") (collectively, a "Sanctioned Person");

(b) no Sanctioned Person has any beneficial or other property interest in the Contract nor will have any participation in or derive any other financial or economic benefit from the Contract, and

(c) it will not use, or make available, the service, material or purchase price (as applicable) provided by the other Party in terms of the Contract to fund or facilitate any activities or business of, with or related to any Sanctioned Country or Sanctioned Person, or in any manner that would result in a violation of Sanctions; and

(d) it will not engage or employ, or present or load any vessel or other mode of transport, or use an insurance agency or company, for the carriage of material, against which there are, or against the carriers, owners, operators, disponent owners or managers, or their insurance agency or company, of which there are, in each case, directly or indirectly, Sanctions; and

(e) it will not furnish to the other party, material that has been sourced, directly or indirectly, in whole or in part from a country, state, territory, region, incorporated entity, natural or other legal person that is directly or indirectly target of Sanctions; and

(f) to the best of its knowledge, it will, including anyone acting on their behalf, comply with any applicable import and export laws and regulations and licensing requirements such as but not limited to the International Traffic in Arms

Regulations ('ITAR') and the United Kingdom Export Control Act.

20.2 If a party is in breach of this clause, the other party may (without incurring any liability of any nature to the other party whatsoever) terminate or suspend all or any part of the Contract with immediate effect by notice to the other party. The defaulting Party shall be liable for any direct costs, liabilities and expenses incurred by the non-defaulting party due to them exercising their rights under this clause, provided that such costs, liabilities and expenses involving any fines or penalties are solely attributable to the defaulting party's actions and no other cause. Any exercise by the party of its right under this clause shall be without prejudice to any other rights or remedies of the other party under the Contract. However, neither Party shall be liable for indirect or consequential damages.

20. Other provisions

If the Supplier is in material breach of this Contract, the Buyer shall have the right to cancel the contract with immediate effect. For the sake of clarity, the Supplier is deemed to be in material breach of the Contract when he is in breach of Section 17.