



GENERAL PURCHASE TERMS AND CONDITIONS

1. PURPOSE

1.1. These General Purchase Terms and Conditions (hereinafter, the "Conditions") include the terms and conditions that will apply to all purchase orders of materials, equipment or services (hereinafter, the "Orders") made by **ELECTROTECNICA ARTECHE HERMANOS S.L.**, with address at Derio Bidea no. 28. 48100 Mungia, Bizkaia, and with VAT no. B-95632758 (hereinafter, ELECTROTECNICA ARTECHE HERMANOS), except for all matters that are expressly agreed in a different way in the corresponding offer or in the acceptance of the Order and that constitute the special conditions of it. Therefore, any other conditions that have not been expressly accepted by ELECTROTECNICA ARTECHE HERMANOS have not value, to all intents and purposes and, in the event of a conflict between the stipulations in these Conditions and any other general sales condition to be applied by the Supplier (hereinafter, the "Supplier"), the stipulations set forth in this document will prevail.

1.2. It will be considered that these Conditions have been notified to the Supplier from the moment when it is notified of the website where they are or receives an Order from ELECTROTECNICA ARTECHE HERMANOS accompanied by these Conditions. Alternatively, they will be considered as notified if the Supplier previously received them in the course of its commercial relations with ELECTROTECNICA ARTECHE HERMANOS, considering in all these cases accepted by the Supplier, for all intents and purposes, when it makes its offer.

1.3. ELECTROTECNICA ARTECHE HERMANOS may modify these Conditions at any time, notifying the Supplier. This modification will be understood to be accepted in the same way as these conditions.

2. ORDERS

2.1. ARTECHE will send each of the Orders to the Supplier by e-mail or by any other means that allows accrediting the delivery. These will include the following documents: (i) the "Purchase Order Sheet" that will include the characteristics of each Order, (ii) these Conditions. After a maximum period of eight (8) days without the "Purchase Order Sheet" and other documentation having been excluded, it will be considered that the Order has been accepted and it will be subject to this Contract.

2.2. The Supplier can find a copy of these Conditions in ELECTROTECNICA ARTECHE HERMANOS 's website, www.arteche.com/en/excellence-management.

2.3. ELECTROTECNICA ARTECHE HERMANOS may cancel the Order if a maximum period of seven (7) days has not passed since the acceptance of the Supplier. The previous cancellation will not entail any type of penalty, obligation or compensation for ELECTROTECNICA ARTECHE HERMANOS, and therefore the Supplier cannot make any claim whatsoever for any concept.

2.4. ELECTROTECNICA ARTECHE HERMANOS expressly reserves the right to introduce the necessary changes in the Order. These changes will be appropriately notified to the Supplier who will have 3 (three) days to reject them, after which the changes will be considered as accepted.

3. DELIVERY DATE

3.1. Delivery is understood as the provision of ELECTROTECNICA ARTECHE HERMANOS Of the Order, DPP, in accordance with the stipulations set forth in these Conditions.

3.2. ELECTROTECNICA ARTECHE HERMANOS will provide the Supplier with the address where it must deliver the Order on the "Purchase Order Sheet", as well as the maximum term in which the latter must make the delivery. The calculation of the delivery term will be understood from when the purchase order is made, as long as this has been accepted in accordance with the stipulations set forth in the second clause of this contract.

3.3. The Supplier will assume any additional costs for freight, postage or other expenses originated from the breach of the delivery and dispatch conditions established in the Order.

3.4. In the event of the breach of the delivery period by the Supplier, as long as this breach is not due to Force Majeure, ELECTROTECNICA ARTECHE HERMANOS will expressly have the right to cancel and terminate the order without any penalty or obligation for compensation whatsoever. ELECTROTECNICA ARTECHE HERMANOS may also, regardless of it deciding to terminate the Order or not, make the corresponding claim for damages, that the delay in the delivery might have caused.

3.5. The right mentioned in the precedent paragraph will also be extended to any supplier, stevedore, hauler or other third party that takes part in any of the phases of the order, on behalf of or by the Supplier, in which case the right will be applied in the same terms.

3.6. Force Majeure will be understood to be any cause or circumstance beyond the reasonable control of the Supplier but not including strikes of suppliers, transport and services, failures in the supplies of third parties, failures in the transport systems, riots, strikes, labour conflicts, stoppages of the Supplier or subcontractor staff, sabotages, acts, omissions or interventions of any type of government or their agencies, accidental stoppages in the Supplier's workshops due to breakdowns, etc., that directly or indirectly affecting the Supplier's activities.

4. DELIVERY NOTE

4.1. The Supplier must accompany each dispatch with the corresponding Delivery Note, indicating the Order number that figures on the "Purchase Order Sheet". If several Orders were to be sent in the same dispatch, a Delivery Note must be established for each of the orders made by ELECTROTECNICA ARTECHE HERMANOS.

4.2. ELECTROTECNICA ARTECHE HERMANOS, as buyer, will sign all the Delivery Notes, indicating the identification details of the person the Order is delivered to in its organization.

5. INVOICES

5.1. The Supplier must send the corresponding invoice for the goods supplied that will have at least the following characteristics:

- > A single invoice may correspond to different Purchase Orders, as long as they coincide regarding the cost centre and the item of the latter. It may also refer to several Delivery Notes in the same Order number, according to what is established on the "Purchase Order Sheet".
- > It can be sent electronically to the same e-mail address from where ELECTROTECNICA ARTECHE HERMANOS has sent the "Purchase Order Sheet".
- > It sent by e-mail, it must be sent in duplicate and addressed to ELECTROTECNICA ARTECHE HERMANOS to the following address: Derio Bidea nº 28, 48100 Mungia/Bizkaia
- > It will indicate ELECTROTECNICA ARTECHE HERMANOS 's Order number and date.
- > It will indicate the supplier number assigned to the Supplier.
- > It will indicate the exact payment date, which must be the 20th of each month as applicable.
- > The invoice issue date, which in no event will be before the delivery date.
- > They must be delivered to ELECTROTECNICA ARTECHE HERMANOS by any of the indicated means, in a maximum period of ten (10) days from the delivery of the goods.
- > The total amount of the invoice must be rounded to Euros, with two (2) decimals. Rounding of the second decimal, will be made according to the third decimal, passing to the higher or lower unit, when the latter are equal to or higher than five (5) or lower than five (5), respectively.

- > The amounts included in the invoice will be broken down by the items according to the materials, equipment and services to be supplied, including, when applicable, the (i) packaging, (ii) loading, (iii) transport, (iv) insurance, and (v) return/replacement expenses.
- > The invoice will include all applicable taxes broken down.

6. PAYMENTS

6.1. The "Purchase Order Sheet" will determine the maximum term in which ELECTROTECNICA ARTECHE HERMANOS may pay each invoice, which will start from when ELECTROTECNICA ARTECHE HERMANOS ARTECHE receives the goods and/or service provision, as long as the Order has been delivered when it has been issued.

6.2. If the Supplier has Spanish nationality or has its main activity centre in Spanish territory, ELECTROTECNICA ARTECHE HERMANOS will pay the invoices always due on the 20th of each month.

6.3. If ELECTROTECNICA ARTECHE HERMANOS were to find any other type of discrepancy or controversy on the amount or quality of the materials, equipment or services supplied, how much they cost, or any other matter related to them, including the invoice or invoices issued by the Supplier, ELECTROTECNICA ARTECHE HERMANOS may stop or defer the payment of the total or any partial payments it has to pay until the controversy in question is definitively resolved. Extemporaneous payment for the above reasons will not entail the application by the Supplier of default interests or any other type of penalty or compensation for damages in its favour.

6.4. Materials, equipment or services not included in the Order will not be paid for if their execution has not been previously offered by the Supplier, in writing, and with express indication of their price, and accepted, also in writing, by an ELECTROTECNICA ARTECHE HERMANOS representative.

7. RECEPTION

7.1. All the goods supplied by the Supplier must be sent with the adequate packaging and identification, as indicated on the "Purchase Order Sheet", and this will include inside it the documentation and information indicated in the fourth clause of this contract.

7.2. All material supplied will be subject to a qualitative and quantitative inspection by one of ELECTROTECNICA ARTECHE HERMANOS 's services, duly qualified for this purpose. ELECTROTECNICA ARTECHE HERMANOS reserves the right to reject all supplies made by the Supplier that are not in accordance with the characteristics of the Order, even when the goods have been invoiced and taken out of the factory.

7.3. In the event of total or partial rejection, ELECTROTECNICA ARTECHE HERMANOS reserves the right to accept the partial supply or to demand the sending of all of the adequate material.

7.4. ELECTROTECNICA ARTECHE HERMANOS reserves the right to visit its suppliers or representatives to be able to see the manufacturing status of the Orders, and to check the material at origin by ELECTROTECNICA ARTECHE HERMANOS reception control or other third party technicians appointed for this purpose.

8. QUALITY CONTROL AND GUARANTEE

8.1. Quality control covers the overall actions, activities and techniques necessary for satisfactorily meeting the conditions and specifications requested by ELECTROTECNICA ARTECHE HERMANOS in the Order and, where appropriate, by current technical rules or regulations.

8.2. The Supplier will be the only party responsible for quality control, regardless of the controls and tests carried out or demanded by ELECTROTECNICA ARTECHE HERMANOS by its own means or by those of a third party.

8.3. The Supplier guarantees that all material or service supplied to ELECTROTECNICA ARTECHE HERMANOS will correspond with the conditions and characteristics stipulated on the "Purchase Order Sheet". It agrees, subsequently, to immediately repair and to replace, if necessary in ELECTROTECNICA ARTECHE HERMANOS 's opinion, in the same conditions as soon as possible, never to exceed ten (10) days, all or part of the material supplied that does not meet the requested conditions and characteristics. The cost of these repairs and/or replacements, and of all the expenses derived of any type, will be exclusively paid for by the Supplier.

8.4. The guarantee period of the equipment and products supplied will be at least two (2) years starting from their receipt by ELECTROTECNICA ARTECHE HERMANOS and/or use of them, whichever occurs last, and specific agreements may exist between ELECTROTECNICA ARTECHE HERMANOS and Supplier extending said guarantee period.

8.5. The Supplier will be obliged to compensate ELECTROTECNICA ARTECHE HERMANOS for any damages, including loss of earnings, it may suffer as a result of the possible faults in the materials or goods supplied, including damages to other products or facilities of third parties.

9. INTELLECTUAL AND INDUSTRIAL PROPERTY RIGHTS

9.1. The industrial and/or intellectual property of the Order, in all its terms, and the information attached to it, with the elements, plans, drawings, software, etc., incorporate or related to it, belongs to ELECTROTECNICA ARTECHE HERMANOS, and therefore its use by the Supplier for any other purpose than that of meeting the Order is expressly prohibited, as well as totally or partially copying it or transferring its use to third parties without the prior written consent of ELECTROTECNICA ARTECHE HERMANOS.

10. RISK

10.1. Unless otherwise expressly specified, the Goods will be delivered DDP (Incoterms CCI, 2010) in the destination point established in the Order. The risk of loss or damages to the goods, property, insurance policies, etc., will be interpreted in accordance with the Incoterm, except when this opposes the stipulations in the Order.

11. CONFIDENTIALITY AND DATA PROTECTION

11.1. Regarding each Order, any information that might be known either by ELECTROTECNICA ARTECHE HERMANOS or by the Supplier via any type of means, format or support, including verbally or by its own inspection, direct or indirectly, is considered "confidential information" and is owned by the party that provides the information. This confidentiality obligation will be applicable for a maximum period of five years after making or cancelling the Order whatever the reason.

11.2. The Supplier agrees that ELECTROTECNICA ARTECHE HERMANOS is authorized to share any information received from the Supplier with any other company of its group of companies.

11.3. The Supplier's data that might become known by ELECTROTECNICA ARTECHE HERMANOS will be included in a file called Buyers-Suppliers, registered in the Registry of the Spanish Data Protection Agency, the manager of which is ELECTROTECNICA ARTECHE HERMANOS.

11.4. In any event, ELECTROTECNICA ARTECHE HERMANOS will apply the safety measures detailed in Royal Decree 1720/2007, of 21 December, approving the Regulation implementing Organic Act 15/1999, of 13 December, on Personal Data Protection.

11.5. By means of the present document, ELECTROTECNICA ARTECHE HERMANOS informs the Supplier that it may freely exercise its right of access, rectification, cancellation and opposition, in accordance with the provisions of the L.O.P.D., by writing to ELECTROTECNICA ARTECHE HERMANOS S.L., with address at Derio Bidea nº28. 48100 Mungia, Bizkaia, and with VAT no. B-

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95632758, indicating in the communication the subject L.O.P.D. (Personal Data Protection Act).

12. STATEMENT OF THE SUPPLIER

12.1. On accepting these Conditions, the Supplier hereby declares to (i) have the necessary authorisations for carrying out the manufacturing, transport, management, storage and sale activities of each of the materials and/or equipment required in each of the purchase orders (ii) to have the warehouses and technical and human means necessary for the storage of the materials and/or equipment in each purchase order, (iii) to be up-to-date with all of its legal, accounting, tax, labour and social security obligations, or any other that might be applicable to it and (iv) be able to guarantee the quality, aptitude and correct operation of the materials, equipment and/or services required in each purchase order.

13. PENALTIES

13.1. Without prejudice to ELECTROTECNICA ARTECHE HERMANOS 's right to terminate the Order due to defaults of the Supplier regarding the delivery dates or in both the partial and final execution deadlines, and for any other reason specifically foreseen in the Order, defaults of the Supplier will entail the application by ELECTROTECNICA ARTECHE HERMANOS of a penalty that in no case will have a compensatory nature. If no specific penalty has been established in the Order, the penalty will be 1.5% of the total amount of the Order by calendar week of delay during the first four weeks, and 4% from the fifth week.

13.2. Penalties for delays cannot exceed 15% of the total amount of the Order. If this limit is exceeded, ELECTROTECNICA ARTECHE HERMANOS will apply the penalty and will have the right to terminating the Order in accordance with applicable legislation.

13.3. Receiving the penalties will not deprive ARTECHE from reverting to the Supplier all the expenses and overcosts it is obliged to pay to third parties as a direct result of the delay.

14. APPLICABLE LAW AND JURISDICTION

14.1. These Conditions will be governed in all cases by the legal regulations of the Spanish State, expressly excluding any effect on the Laws of the Vienna Convention of 11 April 1980, on international sale of goods contracts.

14.2. Any discrepancies, interpretations or lawsuits that might arise from the interpretation, execution or compliance of these Conditions, both parties, excluding any rules and regulations in conflict with applicable Law and expressly waiving their own jurisdiction, expressly and voluntarily agree to submit themselves to the Courts and Tribunals of the city of Bilbao, also renouncing the stipulations set forth in Regulation no. 593/2008 of 17 June of the European Parliament and Council on Law applicable to contractual obligations.