I. Quotation

1. Our Terms of Sale apply exclusively. Terms of the Buyer contrary to or deviating from our Terms of Sale are not recognized ex erno or confirmed with if the subject invoice is received. In the event of delayed payment, penalty interest amounting to 8% above the base interest rate of the European Central Bank (ECB) shall be invoiced.

2. The Buyer may only exercise rights of set-off or retention insofar as is legally determined or undisputed. In case of defects in delivered goods, the Buyer's rights remain unaffected, in particular their right to retain a corresponding part of the purchase price.

3. The Buyer may exercise a right of retention only when his counterclaims are founded on the same contract.

4. Delivery Period

1. The delivery period upon the confirmation of order is valid only if the subject-matter of delivery has left the works or its readiness for dispatch has been notified before the period elapses.

2. The delivery period shall be extended appropriately in case of labor disputes, in particular in case of strikes and lock-outs, in addition to unforeseen obstacles that are beyond the control of the Supplier, provided that such circumstances can be proven to have a considerable influence on the production or delivery of the goods to be delivered. The conclusion of the contract is subject to correct and timely delivery by our suppliers: in the event of the non-availability of the services, the Buyer shall be relieved of default, and the penalties provided for in the contract shall be reduced proportionately. In particular, non-availability in this respect includes delayed delivery by our suppliers if we have carried out a so-called covering transaction, when neither us nor our suppliers are at fault or, in individual cases, if we have no obligation of procurement. The aforementioned circumstances are also not attributable to the Supplier if they occur during an already existing delay. The Supplier will notify the Buyer immediately of the beginning and the end of such hindrances.

3. If dispatch is delayed at the request of the Buyer, he can be charged the costs incurred for storage in the works of the Supplier, starting one month from the date of notification of readiness for dispatch, and at least 1/2 % of the invoice amount for each month. Nevertheless, the Buyer is entitled, after setting a reasonable deadline and after its fruitless expiry, to dissolve otherwise of the subject-matter of delivery and to supply the Buyer within a reasonably extended period.

4. Adherence to the delivery period presupposes fulfillment of the contractual duties by the Buyer.

V. Passing of the Risk and Acceptance

1. The risk of accidental loss and accidental deterioration of the goods, in addition to the risk of delay, shall, at the latest, be transferred to the Buyer with the dispatch of the goods, even if partial deliveries are made or the Supplier has asserted other services, such as shipping costs or delivery and installation.

2. At the customer's request, the supplier shall provide (at the customer's expense) insurance on the consignment against theft, breakage, transport, fire and water damage, as well as against other insurables risks.

3. If dispatch is delayed as a result of circumstances attributable to the customer, the risk shall be transferred to the customer as from the day on which the goods are ready for dispatch, but the supplier shall be discharged - at the customer's expense - of the customer's default.

4. Without prejudice to the rights contained in Article VII, articles delivered must be accepted by the Buyer even if they exhibit slight defects.

5. An application for the institution of insolvent proceedings over the assets of the Buyer entitles the Supplier to withdraw from the agreement and demand the immediate return of the goods irrespective of his other rights.

VI. Reservation of Title

1. The Supplier reserves ownership of the goods up to the complete settlement of all claims arising out of current transactions. If additional assembly services are to be provided from the ownership of the goods, the supply and the goods are to be transferred to the Buyer only on receipt of the assembly fees if part of the payment corresponding to the assembly service.

2. The Supplier has the right to inscribe the subject-matter of delivery against theft, breakage, transport damage, damage by fire or water or other risks at the expense of the Buyer, unless the Buyer can show that he has already arranged insurance himself.

3. The Supplier may not pledge the subject-matter of delivery nor transfer title therein as security. He must notify the Supplier without delay in the event of attachment or confiscation or other disposals by third parties.

4. In the event of conduct by the Buyer which is in breach of contract, in particular in default in payment, the Supplier is entitled to repossess the subject-matter of delivery after sending a warning, and the Buyer is obliged to surrender the same. The assertion of the reservation of title or attachment of the subject-matter of delivery by the Supplier is not deemed to be withdrawal from the contract.

5. The Buyer is entitled to resell the goods by way of ordinary commercial transactions. He assigns to the Supplier already at this time all claims against a third party generated by such sale up to the amount of the invoice. The Supplier accepts this assignment. After an assignment, the Buyer is authorized to collect the receivable.

6. The Supplier reserves the right to collect the receivable directly if the Buyer fails to meet the agreed payment terms and is in delay with payment.

7. Processing and compounding of the goods by the Buyer is undertaken at all times for account and on instructions of the Supplier. If goods are compounded with products not owned by the Supplier, the Supplier acquires co-ownership in the new product at a ratio of the value of the delivered product to that of the other processed products. The same applies when the products are compounded with other goods not owned by the Supplier.

VII. Warranty

1. Defects in delivered goods shall be compensated by the Supplier at his discretion either by repair or replacement.

2. Any defects must be reported by the Buyer promptly and in writing.

3. Excluded from the warranty are all parts subject to wear such as seals, crank covers, clutch assemblies, drive belts, filters, paint coat, coatings and in specific cases flywheels (e.g. carriage of gases involving parts subject to wear).

4. A warranty claim by the Buyer furthermore assumes that all instructions of the Supplier on the use, maintenance and storage of supplied goods have been followed, in particular the conservation instructions and the General Terms for the Operation of Piller Fans and Components (e.g. on storage, drive etc.).

5. Shipping damage or damage attributable to the Buyer, in particular due to improper or unauthorized use (non-observation of the General Terms for the Operation of Piller Fans and Components), defective assembly or start-up by the Buyer or a third party, natural wear, use of inadequate operating media, conveyance of un-
6. The Buyer shall give the Supplier the necessary time and opportunity to make the repairs and substitute deliveries which the Supplier considers necessary at his discretion; otherwise the warranty obligation of the Supplier lapses. However, in the case of an imminent risk to operating safety or to assert a comparatively large damage or if the Supplier is in arrears with the elimination of a defect, the Buyer is entitled to repair the defect directly or have it repaired by the third party and claim reimbursement of the resulting costs from the Supplier. In this case, too, the Supplier must be advised in good time before any intended replacement.

7. If defects are identified on the goods, we are entitled at our discretion to repair the item or supply a new, defect-free product. In the event of repair, we are obligated to assume all costs necessary for said repair, in particular transport, travel, labor and material costs, providing that these do not increase due to the fact that the goods have been transported to a different location to the place of delivery. The place of delivery is the location to which the goods were delivered in accordance with the contract signed by the Supplier and the Buyer. The warranty claims of the Buyer are subject to the fulfillment of said party's statutory inspection and complaint notification obligations (Section 377, 381 HGB). If defects are identified during the inspection or later, we must receive immediate written notification thereof. Said written notification must be received within two weeks. The timely dispatch of said notification is sufficient to confirm deadline compliance. Irrespective of this inspection and notification obligation, the Buyer must provide written notification of any identified defects (including erroneous and short deliveries) within two weeks of delivery. Timely dispatch of this is also sufficient to confirm deadline compliance. If the Buyer fails to carry out the proper inspection and/or defect notification, the Supplier is exempted from any liability for the related defects. The Buyer shall give the Supplier the necessary time and opportunity for the required supplementary performance, especially the request of goods for inspection purposes. In the event of a replacement delivery, the Buyer shall return the defective goods to the Supplier in accordance with the valid legal stipulations. Supplementary performance does not include the disassembly of the defective part or re-installation if the Supplier was not responsible for initial installation. If the Buyer's defect removal request is declared unjustified, the Supplier may demand any related expenses from the Buyer. The Supplier is entitled to make any supplementary performance dependent on the prior payment of the pending purchase price by the Buyer. The Buyer is entitled to retain part of the purchase price as deemed appropriate in relation to the defect.

8. The warranty period for the goods including for any possibly installed required spare parts shall be extended by the duration of the repair works.

9. Referring to the given performance data the tolerances in accordance to DIN 24166, class 2 or ISO 13348, grade AN3 have to be considered.

The validation of the performance data takes place in accordance to DIN EN ISO 5801, on company-owned standardized airways only.

VIII. Liability

1. In the event of premeditated or grossly negligent breaches of contract as in the case of culpable injury to life, limb or health, we shall be liable for any resulting damage without limit except if provided for otherwise by law.

2. In the event of gross negligence by our non-executive employees, our liability for property or asset damage is limited to the foreseeable contract typical damage.

3. In the event of minor negligence, we shall be liable for property and asset damage only if essential contractual obligations have been breached. In such a case, our liability shall likewise be limited to the foreseeable contract typical damage. Essential contractual obligations are those without whose performance the duly implementation of the contract is impossible and in which our party to the contract generally trusts and may trust.

4. Any further liability not regulated in the preceding subsections shall be excluded irrespective of the legal basis of the claims asserted. This applies in particular to unauthorized acts pursuant to Secs. 823, 831 BGB; a possible unlimited liability under the provisions of the German Product Liability Act remains unaffected.

IX. Statute of Limitations

1. All claims of the Buyer, irrespective of their legal reason, in particular warranty claims, lapse after one year.

2. This does not apply when the Supplier is culpable of premeditated or gross violations including on part of his legal representatives or vicarious agents, when involving injuries to life, body or health, or defects which the Supplier has maliciously concealed or the absence of which he has guaranteed as well as with vices when the Supplier liable for personal injury or property damage under the Product Liability Act. In these cases, the statutes period shall apply.

3. The statutory period also applies to defects in a building or to products used in a building in accordance with their customary use thereby causing the defect in the building as well as in works that involve the supply of planning or supervisory services for a building.

X. Partial Delivery, Reduction, Withdrawal from Contract

1. The Supplier is entitled to make partial deliveries except when the acceptance of partial deliveries is not considered fair or equilivable for the Buyer taking his own legitimate interests into due account.

2. If remedial performance fails in a warranty claim, the Buyer may in principle and at his discretion demand a lower price (reduction) or the cancellation of the contract (rescission). The customer may have no recourse to damage claims, and there shall also be no liability to profit or damages arising from loss of production. When the contract violation is only minor, in particular in the case of minor vices, the Buyer has no right of rescission.

3. We reserve the right to withdraw from the contract if:
   - we ourselves do not receive goods completely, correctly or in accordance with delivery deadlines. We pledge to notify the Buyer immediately of any such delivery problems and in the event of contract withdrawal, to immediately refund any payment already received;
   - if Buyer debt enforcement is unsuccessfully attempted by us or any other creditor, an application procedure for opening insolvency proceedings against the assets of the Buyer is pending, said Party has made a sworn statement of their assets or a list of assets or has opened insolvency proceedings against their assets or such opening has been rejected due to lack of assets.

   - The Buyer has made false statements concerning their creditworthiness upon signing the contract or conceals a significant deterioration of assets within the current business relationship.
   - The Buyer stops making payments or a bill or check from the Buyer is protested.
   - The Buyer fails to comply with a deferred payment granted or
   - if, other than in the ordinary course of business, the Buyer sells any goods subject to our retention of title , particularly if used as collateral or a pawn, but also if the goods are sold to other resellers regardless of whether or not payment is received.

4. If we withdraw from the contract in writing or in text (email withdrawal notification is sufficient), we are entitled to reclaim all goods delivered. The Buyer is obliged to return the goods to us or to a hauler named by us. We are entitled to re-sell any reclaimed goods immediately. The sale proceeds, but at least the value of the goods, will be offset against the claim we have against the Buyer; less appropriate costs for the action. Any surplus that may arise in regard to already received services (advance payment, etc) will be paid to the Buyer.

XI. Place of Fulfillment and Court of Jurisdiction

1. This Contract is governed exclusively by the laws of the Federal Republic of Germany. The application of the UN Convention on the International Sales of Goods shall be excluded.

2. Place of fulfillment for all claims and duties (see Article VII of our General Terms and Conditions for the Delivery of Machines) is Moringen/Germany.

The exclusive court of jurisdiction is Moringen or the district court of Göttingen, even for actions concerning the bill and check process and for actions against third parties who are liable for the obligations of the Buyer unless another court of jurisdiction is mandatory.

3. If any of the preceding provisions should be or become ineffective, the validity of the remaining provisions shall remain unaffected. The parties agree that an ineffective provision shall be replaced by a clause that approximates the spirit and purpose of the ineffective provision as much as possible.