

## 1. Definitions and Interpretation

a. In the Contract, unless the context requires otherwise:

**'Associated Services'** means the services identified in the Purchase Order that are to be performed by the Supplier (including any part of the specified services and any ancillary services).

**'Background IP'** means any intellectual property owned or licensed by a party which that party makes available, contributes, brings to or uses in connection with the Contract.

**'BC Iron'** means BCI Minerals Limited.

**'Confidential Information'** means the terms of the Contract and any information that concerns the business, operations, affairs or Personnel of BC Iron, or a Related Body Corporate of BC Iron, that is disclosed to, or otherwise acquired by, the Supplier at any time in connection with the Contract or the supply of the Goods, but does not include information which:

- i. is or becomes public knowledge other than by a breach of the Contract or any other obligation of confidentiality; or
- ii. has been independently developed by the Supplier without breach of the Contract or acquired by the Supplier from a source which was not subject to a duty of confidentiality to BCI Minerals or its Related Bodies Corporate (but only if, to the Supplier's knowledge, the source is not prohibited from disclosing such Confidential Information to the Supplier).

**'Contract'** means the Purchase Order, these standard terms and conditions for the Purchase Order and any Schedules (including any annexures to any Schedules) attached to, or incorporated by reference in, the Purchase Order or these standard terms and conditions.

**'Defect'** means any aspect of the Goods or Associated Services not in accordance with the Contract, or any damage, deficiency, fault or inadequacy in design, performance, workmanship, quality or makeup of the Goods or Associated Services.

**Defects Liability Period** means the period identified as such in the Purchase Order or, where such period is not identified in the Purchase Order, the period of from the date of delivery of the Goods or from the date on which an Associated Service is last performed (as applicable).

**'Delivery Point'** means the place identified in the Purchase Order for delivery of the Goods.

**'Force Majeure'** means an event or cause beyond the reasonable control of the Party claiming force majeure, not able to be overcome by the exercise of due care, proper precautions and the consideration of reasonable alternatives with the intention of avoiding the effects of the force majeure by that party, and which could not have been reasonably foreseen, excluding:

- i. strikes or industrial action of any kind (except industrial action of an industry wide nature);
- ii. adverse weather of any kind (other than to the extent that such adverse weather prevents road access to a relevant Site for a continuous period of no less than 14 days); and
- iii. any event or cause to the extent to which the risk for such event or cause has expressly been reserved or allocated to the affected party under the Contract.

**'Goods'** means the goods identified in the Purchase Order to be delivered by the Supplier and includes any part of the specified goods, any ancillary services and the supply of any Associated Services in accordance with the Contract.

**'Government Agency'** means any government or governmental, semi-governmental, administrative, municipal, fiscal or judicial body, department, commission, authority, tribunal, agency or entity.

**'GST'** has the meaning given to that term in the GST Act.

**'GST Act'** means the *A New Tax System (Goods and Services Tax) Act 1999* (Cth).

**'Intellectual Property Rights'** means all intellectual or industrial property rights, all rights in relation to inventions (including patent rights), copyright, registered and unregistered trade marks, registered designs, rights in confidential information (including trade secrets), know-how, rights in relation to circuit layouts and similar

rights (in each case whether or not registered) granted under any Laws anywhere in the world and including:

- i. all rights in all applications to register these rights; and
  - ii. all renewals and extensions of these rights,
- but excluding any non-assignable moral rights and similar non-assignable personal rights of an author.

**'Invoice'** means an invoice submitted by the Supplier in accordance with Clause 11 which meets the requirements of a Tax Invoice for the purposes of the GST Act.

**'Law'** means:

- i. the present or future requirements of any statute, regulation, order, rule, subordinate legislation, common law, equity or other document enforceable under any statute, regulation, rule or subordinate legislation, common law or equity; and
- ii. the lawful requirements, directions or instructions of any Government Agency.

**'Liabilities'** or **'Liability'** means damages, claims, losses, liabilities, costs and expenses of any kind (including legal costs on a full recovery basis).

**'Party'** means BCI Minerals or the Supplier and **'Parties'** means both of them.

**'Personnel'** means:

- i. in relation to the Supplier, any of its employees, agents and representatives, and any Subcontractors and any of the employees, agents and representatives of any Subcontractors, involved either directly or indirectly in the supply of the Goods or Associated Services; and
- ii. in relation to BCI Minerals or a Related Body Corporate of BC Iron, any of their respective past or present officers, employees, agents or representatives.

**'Personal Information'** has the meaning given in the Privacy Act.

**'Personal Property Securities Register'** means as defined in the Personal Property Securities Act 2009.

**'Privacy Act'** means the *Privacy Act 1988* (Cth).

**'Processing'** means, in relation to information, collecting, holding, using, disclosing, transferring, storing, accessing, viewing, destroying and any other operation which may be performed upon the information and **'processes'** will be interpreted accordingly.

**'Project IP'** means all intellectual property (present or future) created, discovered or coming into existence as a result of, for the purpose of, or in connection with the performance of the Contract.

**'Purchase Order'** means the purchase order issued by BCI Minerals to the Supplier in respect of the supply of the Goods, and includes any specifications or drawings that may be contained in it or annexed to it.

**'Related Body Corporate'** has the meaning given to the term 'related body corporate' in the *Corporations Act 2001* (Cth).

**'Subcontractor'** means any person engaged by the Supplier in accordance with Clause 15 to supply all or any part of the Goods or Associated Services on behalf of the Supplier.

**'Taxes'** means all taxes, fees, levies, duties, imposts and charges imposed, related to (directly or indirectly) the Goods or assessed in respect of the Contract including income tax (including withholding for prescribed payments or group tax), payroll tax, statutory superannuation contributions and workers' compensation payments and contributions, sales tax, customs duty, excise tax, stamp duty and costs of any carbon tax or scheme to reduce emissions of greenhouse gases as well as interest, penalties, charge, fee or other amount imposed on or in respect of any of the foregoing but does not include GST.

b. The following capitalised terms have the meaning given in the Purchase Order:

- 1 Date for Delivery;
- 2 Price;
- 3 Site; and
- 4 Supplier.

c. The following rules apply unless the context requires otherwise:

- i. the expressions 'including', 'includes' and 'include' have the meaning as if followed by 'without limitation';
- ii. a reference to this Contract means this Contract as amended, novated supplemented, varied or replaced from time to time;
- iii. a reference to any legislation includes all sub-ordinate legislation made under that legislation and amendments, consolidations, replacements or re-enactments of any of them;
- iv. words importing the singular include the plural (and vice versa);
- v. headings are for convenience only and do not affect the interpretation of this Contract;
- vi. a reference to any Party includes that Party's executors, administrators, substitutes, successors and permitted assigns
- vii. a reference to a Clause is a reference to a Clause in these standard terms and conditions for the Purchase Order;
- viii. where any word or phrase is given a defined meaning, any other part of speech or other grammatical form of that word or phrase has a corresponding meaning;
- ix. references to \$ and dollars are to the lawful currency of the Commonwealth of Australia;
- x. a reference to 'day', 'month', 'quarter' or 'year' is a reference to a calendar day, calendar month, a calendar quarter or a calendar year; and
- xi. no rule of construction applies to the disadvantage of a Party on the basis that the Party was responsible for the preparation of this Contract or any part of it.

## 2. Agreement to Supply Goods

- a. The Supplier agrees to supply the Goods and perform the Associated Services to BCI Minerals in accordance with the terms of this Contract and in consideration of the payment of the Price by BC Iron.
- b. The Supplier agrees this Contract does not prevent BCI Minerals from entering into arrangements or agreements with third parties for the purchase of any goods or services similar to the Goods or Associated Services.

## 3. Packaging and Marking

- a. The Supplier is responsible, at its cost, for packing the Goods:
  - i. adequately and safely and in accordance with all applicable Laws;
  - ii. in a form consistent with best industry practices; and
  - iii. in packages which protect the Goods from any damage caused by ingress of dust and moisture or during the normal course of long distance transport.
- b. Notwithstanding Clauses 3.a.ii and 3.a.iii, packaging must be designed to facilitate inspection and repacking for on-forwarding and/or storage.
- c. All Goods, delivery notes and other relevant documents must be clearly marked with the number of the Purchase Order pursuant to which those Goods were ordered, the material number (where applicable) and the Delivery Point specified in the Purchase Order.
- d. Failure to comply with this Clause **Error! Reference source not found.** entitles BCI Minerals to reject the Goods and return them to the Supplier, at the Supplier's expense.

## 4. Transport

- a. The Supplier shall be responsible (at its cost) for transporting the Goods to, and unloading the Goods at, the Delivery Point. If BCI Minerals is transporting the Goods to Site, subject to the Supplier's obligations under Clause 9:
  - i. the Supplier must provide transportation, loading and unloading instructions for the safe transportation of the Goods; and
  - ii. transportation of the Goods by BCI Minerals under this Clause 2 will not constitute acceptance by BCI Minerals of the Goods.

## 5. Product Information

Prior to the delivery of any Goods, the Supplier must provide to BCI Minerals all safety information, instruction manuals and other necessary or relevant data relating to BC Iron's use of the Goods, including material safety data sheets.

## 6. Delivery of Goods and Time for Performance

- a. The Supplier must dispatch the Goods ordered under the Contract in a timely manner and deliver the Goods to the Delivery Point by the Date for Delivery.
- b. The Supplier must perform the Associated Services in accordance with and by the date specified in the Purchase Order.
- c. Without limiting Clause 6.a, if the Supplier is delayed or becomes aware of the likelihood of delay in its delivery of any Goods, the Supplier must as soon as possible after becoming aware of the delay or likelihood of delay notify BCI Minerals in writing of the circumstances resulting in the delay.
- d. Where a delay described in Clause 6.c occurs or is likely to occur for any reason, BCI Minerals may in its absolute discretion by notice to the Supplier:
  - i. cancel the Contract without Liability; and
  - ii. acquire alternative supplies of the Goods from sources other than the Supplier.
- e. If BCI Minerals acts in accordance with Clause 6.d, the Supplier shall be liable, and must pay or reimburse BC Iron, for:
  - i. any price difference which is incurred by BCI Minerals between the Goods that would have been acquired under the Contract and the Goods that are actually acquired; and
  - ii. transport costs incurred by BCI Minerals in respect of such alternative supplies,except to the extent that the reason for the inability to supply all or part of the Goods by the Date for Delivery was a direct result of:
  - iii. any act or omission of BCI Minerals or a Related Body Corporate of BC Iron; or
  - iv. an event of Force Majeure.
- f. If a delay described in Clause 6.c occurs, the Supplier may request from BCI Minerals an extension of time for the Date for Delivery of the Goods. BCI Minerals will decide whether to grant the requested extension of time in its absolute discretion.
- g. The Supplier must provide copies of any manufacturer's or trade warranties associated with the Goods to BCI Minerals upon delivery to the Delivery Point and ensure that BCI Minerals has the benefit of these warranties.
- h. Time is of the essence in the performance of the Supplier's obligations under the Contract.

## 7. Risk and title

- a. Full unencumbered title to each Good will pass to BCI Minerals upon the earlier of:
  - i. BCI Minerals making payment to the Supplier for that Good (without prejudice to the right of rejection of the Good under Clause 8); and
  - ii. the Good being delivered to the Delivery Point and accepted by BCI Minerals in accordance with Clause 8.
- b. Risk in each Good will remain with the Supplier until the Good is delivered to the Delivery Point and accepted by BCI Minerals in accordance with Clause 8.
- c. The Supplier must not grant any other person a security interest in the Goods, and must not part with possession of the Goods, except by delivery to or at the direction of BC Iron.
- d. The Supplier consents to BCI Minerals registering its interest in the Goods on the Personal Property Securities Register. The Supplier must sign all documents and provide all information and assistance required to effect that registration. The Supplier waives the right to receive a verification statement in relation to any such registration.

**8. Inspection of Goods**

- a. The Supplier must ensure that BCI Minerals has access to the Goods for inspection at all times (including during the manufacture of the Goods) and must provide all facilities necessary for the supervision, inspection and testing of all Goods at the Delivery Point or wherever the Goods are stored or in the course of manufacture. The Supplier must provide such assistance and samples and make accessible any part of the Goods as may be required by BC Iron.
- b. Signed delivery documents are only confirmation of the number of packages or cartons delivered and will not constitute acceptance by BCI Minerals of the Goods.
- c. BCI Minerals may reject the Goods if the Goods are Defective or damaged or do not comply with the requirements of the Contract.
- d. Without limiting any other provision of the Contract, BCI Minerals may inspect the Goods after they have been delivered and before accepting them. If BCI Minerals does not inspect the Goods within a reasonable time after delivery to the Delivery Point, the Goods are deemed to have been accepted by BCI Minerals following a reasonable time after delivery.
- e. BC Iron's rights to claim against the Supplier for Goods that do not comply with the Contract is not limited or precluded by acceptance of the Goods or by payment of any money to the Supplier.

**9. Defects**

- a. The Supplier warrants the Goods and Associated Services against any Defect which arises during the Defects Liability Period.
- b. If at any time prior to the expiry of the Defects Liability Period, BCI Minerals finds any Defect in the Goods or Associated Services, BCI Minerals may notify the Supplier of the Defect and require the Supplier to rectify the Defect within the reasonable period specified by BCI Minerals in the notice.
- c. The Supplier must, at its cost, promptly rectify the Defect notified by BCI Minerals pursuant to Clause 9.b in the time and manner specified by BCI Minerals (and if no time or manner is specified, then within a reasonable time and manner) and to the satisfaction of BC Iron.
- d. If the Supplier fails to rectify the Defect in accordance with Clause 9.c, BCI Minerals may:
  - i. reject the Goods with the Defect and return them to the Supplier, in which case the Supplier must replace the Goods at its cost and reimburse BCI Minerals for all costs and expenses BCI Minerals incurs as a result of the Defect;
  - ii. reject the Associated Services with the Defect, in which case the Supplier must re-perform the Associated Services free of charge; or
  - iii. rectify or engage another contractor to rectify the Defect at the Supplier's risk and cost and all costs and expenses incurred by BCI Minerals will be recoverable from the Supplier as a debt due and payable.
- e. If the Supplier does not replace the Goods pursuant to Clause 9.d.i or re-perform the Associated Services pursuant to Clause 9.d.ii and BCI Minerals has:
  - i. paid the Supplier for the Goods or Associated Services with the Defect, the Supplier must repay BCI Minerals the Price for those Goods or Associated Services rejected under Clause 9.d.i and 9.d.ii; or
  - ii. not paid the Supplier for the Goods or Associated Services with the Defect, BCI Minerals is not liable to pay the Supplier for those Goods or Associated Services rejected under Clause 9.d.i and 9.d.ii.
- f. Where the Supplier has made good any Defect under this Clause 9, those Goods or Associated Services will be subject to a Defects Liability Period commencing on the date the Supplier rectified the Defect.
- g. BC Iron's rights under this Clause 9 do not affect any of BC Iron's other rights under the Contract or at Law, including the right to claim for any damage or loss it may suffer because of the Supplier's failure to fulfil any of its obligations under the Contract.

**10. Price**

- a. In consideration of the due and proper performance of the Contract, BCI Minerals must pay the Price to the Supplier.
- b. Except to the extent otherwise expressly stated in the Contract, the Price is:
  - i. inclusive of all applicable Taxes (excluding GST);
  - ii. inclusive of all expenses and costs incurred by the Supplier in relation to the supply of the Goods and any Associated Services; and
  - iii. not subject to rise and fall, escalation or review.

**11. Payment**

- a. Unless BCI Minerals agrees otherwise, the Supplier must render an Invoice to BCI Minerals at the end of each month in which the Goods are delivered or Associated Services are performed and calculated by reference to the prices, fees or other amount specified in the Purchase Order.
- b. Subject to the other provisions of the Contract, and unless the parties agree otherwise in writing, BCI Minerals must pay to the Supplier the amount shown on an Invoice within 30 days after the end of the month in which the Invoice was received by BC Iron.
- c. Each Invoice shall contain reasonable details of the Goods delivered and Associated Services performed and quote the number of the Purchase Order to which the Invoice relates.
- d. If BCI Minerals requests, the Supplier must provide BCI Minerals with all relevant records to calculate and verify the amount set out in any Invoice.
- e. If BCI Minerals disputes all or any part of the Invoice, BCI Minerals must pay the undisputed amount (if any) and notify the Supplier of the basis for disputing the balance in the time specified for payment of the invoice in Clause 11.b. To the extent permitted by Law, BCI Minerals may withhold payment of the disputed part of the relevant Invoice pending resolution of the dispute.
- f. The payment by BCI Minerals of any amount (whether in dispute or not) will not constitute acceptance of the Goods or Associated Services or admission of any liability or obligation to make that payment.

**12. Set-off**

BCI Minerals may deduct from moneys due or becoming due to the Supplier any money due or payable or claimed to be due or payable from the Supplier to BC Iron, including costs, charges, damages and expenses and any debts owed by the Supplier to BCI Minerals in relation to or in connection with the Contract, the Goods or the Associated Services. This does not limit BC Iron's right to recover those amounts in other ways.

**13. GST**

- a. Capitalised terms which have a defined meaning in the GST Act have that meaning in this Clause 13 except that Taxable Supply excludes the reference to Section 84-5 of the GST Act.
- b. If GST is payable on a Taxable Supply made under the Contract, the amount of GST payable in respect of that supply must be paid as additional consideration at the same time as payment is required to be made under the Contract in respect of the Taxable Supply. This Clause 13 does not apply to the extent that the Consideration for the Taxable Supply is expressly agreed to be GST inclusive.
- c. Any reference in the calculation of any amount payable under the Contract to a cost, expense or other Liability incurred by a party must exclude the amount of any Input Tax Credit entitlement in relation to that cost, expense or other Liability. A Party will be assumed to have an entitlement to full Input Tax Credits unless it demonstrates otherwise prior to the date on which payment must be made.
- d. Whenever an adjustment event occurs in relation to any taxable supply to which Clause 13.b applies, if the GST component of that consideration differs from the amount previously paid, the amount of the difference must be paid by, refunded to or credited to the recipient (as the case may be).

- e. If either Party is entitled under the Contract to be reimbursed or indemnified by the other Party for a cost or expense incurred in respect of the Contract, the reimbursement or indemnity payment must not include a GST component for which an input tax credit may be claimed by the Party being reimbursed or indemnified.
- f. No amount is payable by the Recipient under the Contract until the Recipient of the supply has received a Tax Invoice.

#### 14. Supplier's obligations

- a. The Supplier warrants that it and each of its Personnel will act in a workmanlike, careful, safe and proper manner to supply the Goods and perform the Associated Services in accordance with the requirements of the Contract.
- b. The Supplier must, and must ensure that all its Personnel:
  - i. at all times when on Site, comply with BC Iron's policies and procedures and all applicable Laws relating to the Supplier's obligations under the Contract and the delivery of the Goods;
  - ii. at all times when on Site, comply with all reasonable directions of BCI Minerals (including in relation to health and safety, industrial relations and environmental matters);
  - iii. obtain and maintain, at the Supplier's expense, all licences, permits, qualifications, registrations and other statutory requirements necessary for the under all applicable Laws performance of the Supplier's obligations under the Contract;
  - iv. adhere to accepted safe working practices and take reasonable precautions against accident or damage occurring on or to any Site from any cause;
  - v. not harm or damage the environment in the course of delivering the Goods or performing the Associated Services;
  - vi. immediately report to BCI Minerals and clean up at its own cost any damage to the environment at a Site caused by it or its Personnel in connection with the performance of the Supplier's obligations under the Contract;
  - vii. at all times when on Site, immediately report to BCI Minerals any safety incidents of any kind, including potential incidents and any damage to property;
  - viii. ensure the safe transportation, handling, storage and usage of all substances brought onto the Site in connection with performance of the Supplier's obligations under the Contract; and
  - ix. provide all such information and assistance as BCI Minerals reasonably requires in connection with any health and safety, environment or community investigation in connection with the Contract.
- c. BCI Minerals expects the Supplier to be an "innovative supplier", delivering a pro-active approach to environmental management and accepting responsibility for management of the environmental performance of the Contract. To this end, the Supplier must develop and adhere to the Environmental Management Plan (EMP) which is fully compliant with BC Iron's Environmental & Heritage Management System (EHMS).
- d. If the Supplier gave BCI Minerals a sample of the Goods, the Goods must be of the same nature and quality as the sample given (unless agreed otherwise in writing).

#### 15. Assignment and subcontracting

- a. The Supplier must not assign, transfer, charge or dispose of all or any part of its rights or obligations under the Contract, or subcontract all or any part of its obligations under the Contract (including the delivery of the Goods), without the prior written consent of BC Iron.
- b. BCI Minerals may assign its rights or delegate any obligation in respect of the Contract or novate the Contract to a Related Body Corporate or a party financially capable of complying with BC Iron's obligations under the Contract, and the Supplier irrevocably consents to such assignment, delegation or novation. The Supplier will execute any document reasonably required to give effect to the assignment, delegation or novation.
- c. The Supplier is liable to BCI Minerals for the acts and omissions of each Subcontractor and its Personnel as if they were acts and

omissions of the Supplier. No permitted subcontracting or assignment will relieve the Supplier of its obligations under the Contract.

#### 16. Supplier's Warranties

- a. The Supplier represents and warrants to BCI Minerals that:
  - i. it has good and marketable title to the Goods and the right to sell the Goods to BCI Minerals on the terms of the Contract;
  - ii. BCI Minerals will receive good title to the Goods, free and clear of all interests including any lien, charge or encumbrance;
  - iii. the Goods and Associated Services comply with all the requirements of the Contract and correspond in all respects with the description in the Purchase Order and the representations made by the Supplier;
  - iv. BCI Minerals has the full benefit of any manufacturer's or trade warranties that may be applicable to the Goods or any part of the Goods and on delivery of the Goods the Supplier will assign the benefit of any such unexpired manufacturer's or trade warranties to BCI Minerals (including any warranties from any Subcontractors);
  - v. the Goods are new (unless otherwise specified), of merchantable quality and free from any defects in materials, workmanship and design;
  - vi. the Goods and Associated Services are fit for any purpose which BCI Minerals has made known to the Supplier or which an experienced professional contractor would reasonably infer from the Contract and, in respect of the Goods, are also fit for the purpose for which Goods of a similar nature are commonly supplied or used;
  - vii. the Goods will have a life expectancy commensurate with what would be expected of similar goods provided for similar purposes by a competent and reputable supplier;
  - viii. the Goods comply with all Laws in force in the jurisdiction in which they are supplied;
  - ix. the use of Goods by BC Iron, including resale, will not infringe any third party Intellectual Property Rights; and
  - x. all Associated Services will be performed with the professional skill, care and diligence expected of a skilled and experienced professional contractor.
- b. The Supplier warrants to BCI Minerals and each Related Body Corporate of BCI Minerals that:
  - i. it will comply with its obligations under the Contract; and
  - ii. any indemnity given by the Supplier under the Contract is given in favour of BCI Minerals and each Related Body Corporate of BC Iron, in respect of any Liabilities suffered or incurred by them respectively.
- c. BCI Minerals will hold the benefit of the warranty under Clause 16.b, and the indemnities referred to in Clause 16.b.ii, in favour of each Related Body Corporate of BCI Minerals as trustee for the benefit of each Related Body Corporate of BC Iron.
- d. The Contract does not exclude or in any way limit other warranties provided by Law in relation to the Goods or Associated Services.

#### 17. Supplier's insurance

- a. Unless BCI Minerals agrees otherwise in writing, the Supplier shall effect and maintain with a reputable insurer and on terms consistent with prudent risk management, at its cost:
  - i. property insurance covering its materials, plant and equipment (if any) for their full replacement value;
  - ii. motor vehicle third party liability insurance in respect of all motor vehicles belonging to or under the physical or legal care custody or control of the Supplier for an amount of not less than \$30,000,000. The Supplier shall, in addition, comply with all statutory requirements concerning the arrangement of compulsory motor vehicle third party liability insurance in respect of the ownership, possession, operation or use of motor vehicles;

- iii. workers' compensation insurance and employer's liability insurance which complies with the relevant Laws, covering all Liabilities under any law relating to the death of or injury to the Supplier's Personnel and, for employer's liability, for an amount not less than \$50,000,000 and the workers' compensation policy must be endorsed to include a principals' indemnity clause in favour of BCI Minerals and include a waiver of subrogation from the insurer in favour of BCI Minerals for both Act benefits and common law;
- b. public and product liability insurance for an amount of not less than \$50,000,000 which covers the liability of the Supplier and any of the Supplier's Personnel in relation to death, bodily injury, disease or illness of any person, loss of property and damage to property and (where applicable) covers liability for the use of unregistered mobile plant and equipment used in connection with the Contract. The Supplier shall ensure that each policy of insurance effected by it as required by Clause 17.a shall contain provisions acceptable to BCI Minerals that will (except in relation to workers' compensation and employer's liability insurance):
  - i. include cross liability clauses and require the insurer to accept the term 'insured' as applying to each of the persons comprising the insured as if a separate policy of insurance has been issued to each of them (subject always to the overall sum insured or limit of indemnity not being increased thereby);
  - ii. Include as a named Insured BC Iron, its Related Bodies Corporate, and their respective directors, officers, employees, consultants or agents; and
  - iii. provide a waiver by insurers of all express or implied rights of subrogation against BC Iron, its Related Bodies Corporate, and their respective officers, employees, agents and representatives.
- c. Whenever required by BC Iron, the Supplier shall:
  - i. make available for inspection by BCI Minerals any policy of insurance required by this Clause 17 to be effected by the Supplier or its Subcontractors; and
  - ii. produce certificates of currency or other evidence to the satisfaction of BCI Minerals of the insurance effected and maintained for the purpose of complying with its obligations under this Clause 17.
- d. In the performance of its obligations under this Clause 17, the Supplier shall not be required to do any act or thing which may constitute a breach of an insurance policy.
- e. If the Supplier fails to effect, or to keep in force, or to ensure that its Subcontractors effect or keep in force any of the insurances required by this Clause 17, BCI Minerals may, but is not obliged to:
  - i. effect the nominated insurance and the cost of doing so will be a debt due and payable from the Supplier to BC Iron;
  - ii. refuse to make any further payments to the Supplier until the Supplier has complied with its obligations under this Clause 17; or
  - iii. withhold access to the Site.
- f. Where the rights or obligations of the Supplier under the Contract are to be exercised or performed by a Subcontractor, the Supplier shall ensure that the Subcontractor effects insurance required under this Clause 17 as if it was the Supplier.
- g. The effecting and keeping in force of insurance as required by the Contract shall not in any way limit the liabilities, responsibilities and obligations of the Supplier under other provisions of the Contract (including the Supplier's liability in relation to the indemnities in the Contract).

#### 18. Indemnities and Liability

- a. Subject to Clause 18.b, the Supplier must indemnify and keep indemnified BCI Minerals and each of BC Iron's Related Bodies Corporate from and against all Liabilities suffered or incurred by BCI Minerals or its Related Bodies Corporate, arising directly or indirectly from:
  - i. any breach by the Supplier or the Supplier's Personnel of the Contract (including breach of any warranty);

- ii. any negligent, reckless or intentional act or omission of the Supplier or the Supplier's Personnel;
  - iii. any breach of Law by the Supplier or the Supplier's Personnel;
  - iv. any claim made by the Supplier's Personnel in respect of relevant legislation concerning income tax, workers' compensation, annual leave, long service leave, superannuation or any applicable award, determination or agreement of a competent industrial tribunal; and
  - v. the performance of the Supplier's obligations under the Contract, or BC Iron's possession, use or exploitation of any Goods or materials supplied, or Intellectual Property Rights assigned or licensed, by the Supplier to BCI Minerals under or in connection with the Contract infringing the rights (including Intellectual Property Rights) of any person, and all claims alleging such infringement.
- b. The Supplier will not be liable under Clause 18.a to the extent that the Liability was caused, or contributed to, by the negligent acts or omissions or wilful misconduct of BCI Minerals or any Related Body Corporate of BC Iron.
  - c. The Supplier acknowledges and agrees that if it enters onto a Site, it does so at the Supplier's own risk. The Supplier must ensure that its Personnel are also aware that they enter onto a Site at their own risk.
  - d. Without limiting this Clause 18, the Supplier accepts all Liability arising from a failure by it or any of its Personnel to take reasonable care.

#### 19. Intellectual Property Rights

- a. Subject to the terms and conditions of this Clause 19, the Supplier's Background IP remains vested in the Supplier and BC Iron's Background IP remains vested in BC Iron.
- b. The Supplier:
  - i. grants BCI Minerals a worldwide, non-exclusive, royalty-free, irrevocable, perpetual, transferable licence to use the Supplier's Background IP as required to use the Goods and the Project IP; and
  - ii. assigns to BCI Minerals all Project IP upon the creation of that Project IP.
- c. BCI Minerals grants the Supplier a non-exclusive, royalty-free, revocable, non-transferable licence to use the Project IP and BC Iron's Background IP to the extent required to perform the Supplier's obligations under the Contract.
- d. A reference to 'use' in the context of a licence of Intellectual Property Rights is a reference to 'use, copy, adapt, modify, exercise, test, install, operate, maintain, manage, support and repair' within the scope of the licence which is granted.

#### 20. Confidentiality

- a. The Supplier must not advertise or issue any information, publication, document or article (including photographs or film) for publication or media releases or other publicity relating to the Goods, the Contract or BC Iron's Confidential Information without the prior written approval of BC Iron.
- b. The Supplier must not, and must ensure that the Supplier's Personnel do not, without the prior written approval of BCI Minerals use Confidential Information for any purpose other than as necessary for the supply of the Goods under the Contract, or otherwise disclose any Confidential Information, other than to the extent such disclosure is expressly required by Law.
- c. The Supplier must, within 14 days (or any other period agreed in writing by the Parties) after a direction by BCI Minerals to do so, return or destroy all Confidential Information in the Supplier's possession, custody or control.

#### 21. Privacy

- Where the Supplier Processes Personal Information in connection with the Contract, the Supplier will:
- i. comply with the Privacy Act; and
  - ii. take all appropriate technical and organisational measures against unauthorised or unlawful Processing of Personal

Information and against accidental loss, disclosure or destruction of, or damage to, Personal Information.

## 22. Force Majeure

- a. If a Party is prevented in whole or in part from carrying out its obligations under this Contract as a result of Force Majeure, it must promptly give a notice to the other Party that specifies the obligations affected by the Force Majeure event and describes the event of Force Majeure (including its nature and likely duration).
- b. Following the notice referred to above, and while the Force Majeure continues, the obligations which cannot be performed because of the Force Majeure will be suspended.
- c. The Party that is prevented from carrying out its obligations under the Contract as a result of Force Majeure must, at its cost, take all action reasonably practicable to mitigate the cause of, and the result of, the Force Majeure and to resume performance of its obligations as soon as reasonably possible (save that a Party is not required to settle strikes or industrial disputes which constitute Force Majeure against its will).
- d. Each Party will bear its own costs of any Force Majeure and its own costs for any delays caused by any Force Majeure.

## 23. Termination

- a. BCI Minerals may terminate the Contract at any time for any reason whatsoever on 24 hours written notice to the Supplier, and Clause 23.d will apply.
- b. BCI Minerals may terminate the Contract in whole or in part immediately by notice in writing to the Supplier if the Supplier:
  - i. commits a material breach of the Contract and that breach is not remedied within the reasonable time period specified in a written notice of the breach from BCI Minerals to the Supplier or BC Iron, acting reasonably, does not believe the breach is capable of remedy; or
  - ii. the Supplier is insolvent.
- c. Upon receiving a notice of termination pursuant to this Clause 23, the Supplier will immediately cease providing the Goods and Associated Services and comply with BC Iron's directions including, without limitation, any direction to protect BC Iron's property in the Supplier's possession.
- d. If BCI Minerals terminates the Contract under Clause 23.a, subject to BC Iron's other rights under the Contract (including rights to withhold or set-off payment and to recover damages), BCI Minerals may engage other persons to supply the Goods or perform the Associated Services or both and, as the Supplier's sole and exclusive remedy in respect of BCI Minerals terminating the Contract, must:
  - i. pay the Supplier for the Goods delivered prior to the date of termination which have not been paid for, an amount representing the Price reduced pro rata by the value of the Goods which have not been provided by the date of termination;
  - ii. for Goods which are in transit at the date of termination but not yet delivered to the delivery point, either accept the Goods when delivered to the Delivery Point and pay the Supplier for those Goods or return the Goods to the Supplier at BC Iron's cost; and
  - iii. pay the Supplier for the Associated Services performed prior to the date of termination and not yet paid for.
- e. If BCI Minerals terminates the Contract pursuant to Clause 23.b, then BCI Minerals is entitled to recover from the Supplier any costs, losses, damages and liabilities incurred or suffered by it or its Related Bodies Corporate as a result of, or arising out of, or in any way in connection with, the termination or any preceding breach.
- f. Except as set out in this Clause 23, BCI Minerals will not be liable for any Liability suffered by the Supplier as a consequence of or in connection with the Contract, the Goods or the termination of the Contract.
- g. Under no circumstances will the Supplier be entitled to recover any damages for loss of actual or anticipated profits, loss of use, loss of

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overhead, unrecovered overheads, loss of opportunity or loss of revenue whatsoever.

## 24. PPSR

- a. The Supplier must not grant any other person a security interest in any personal property (as defined in the Personal Property Securities Act 2009) created by, or forming part of any deliverable related to, the Goods or the Contract.
- b. The Supplier consents to BCI Minerals registering its interest in any personal property created by, or forming part of any deliverable related to, the Goods or the Contract (whether or not the Goods have been delivered) on the Personal Property Securities Register. The Supplier must sign all documents and provide all information and assistance required to effect that registration. The Supplier waives the right to receive a verification statement in relation to any such registration.

## 25. Entire agreement

The Contract comprises the entire agreement between the Parties and supersedes all prior contracts, arrangements, understandings or representations (if any) between the parties in relation to the subject matter of this Contract.

## 26. Other terms and conditions

- a. To the extent that the Supplier's terms and conditions are supplied to BCI Minerals in respect of the Goods or any Associated Services (including as printed on delivery or consignment notes or other documents), such terms and conditions will be of no legal effect and will not constitute part of the Contract for the supply of the Goods (notwithstanding the signing of those terms and conditions by a representative of BCI Minerals for any reason or the annexure of those terms and conditions to the Purchase Order)
- b. Where the Purchase Order relates to Goods or Associated Services the subject of a contract between the Supplier and BC Iron, the terms of that contract apply to the extent of any inconsistency with these standard terms and conditions for the Purchase Order.

## 27. Relationship of parties

The relationship between BCI Minerals and the Supplier is a relationship of principal and independent contractor. Nothing in the Contract will be construed to create a relationship of employment, agency or partnership. The Supplier does not have any authority to contract with third parties on behalf of BCI Minerals or to otherwise bind BC Iron, without BC Iron's prior written agreement.

## 28. Dispute resolution

- a. If any dispute, controversy or claim arises under the Contract, a Party may provide written notice to the other of the matters in dispute and the Parties will meet for the purpose of resolving the dispute within 21 days after the service of the notice provided under this Clause 28.a.
- b. If the dispute is not resolved within 28 days after the service of the notice provided under Clause 28.a, then senior representatives from BCI Minerals and the Supplier (**Senior Representatives**) must meet within a further 14 days for the purpose of resolving the dispute.
- c. If the dispute is not resolved within 14 days after the meeting of Senior Representatives referred to in Clause 28.b, or the meeting has not occurred, then either Party may submit the dispute to mediation administered by the Institute of Arbitrators and Mediators Australia, such mediation to be conducted in accordance with, and subject to, the Institute of Arbitrators and Mediators Australia Mediation and Conciliation Rules and the other Party must participate in the mediation. The mediator will be an independent person agreed by the parties or, failing agreement, a mediator will be appointed by the Present of the Institute of Arbitrators and Mediators Australia. Any mediation meetings and proceedings under this Clause must be held at the Site or the capital city of the State in which the Site is located (at BC Iron's discretion).
- d. Without otherwise limiting Clause 28.c, the Parties may agree to an alternative dispute resolution procedure at the meeting between the parties pursuant to Clause 28.a or 28.b.

- e. Neither Party may commence litigation, other than urgent interlocutory relief, unless and until the procedures in Clauses 28.a to d have been complied with.
- f. The Supplier must continue to perform its obligations under the Contract notwithstanding the existence of any one or more dispute(s).

**29. Survival**

The provisions of Clauses 9, 16, 18, 19, 20, 30 and 35 survive termination of the Contract.

**30. Governing law and jurisdiction**

The Contract is governed and interpreted in accordance with the Laws in force from time to time in Western Australia and the parties unconditionally submit to the exclusive jurisdiction of the courts in Western Australia.

**31. No waiver**

No waiver of or variation to the Contract will be binding on the parties unless in writing signed by the parties.

**32. Amendment**

The Contract will not be amended, modified, varied or supplemented except in writing signed by the parties.

**33. Rights cumulative**

Except to the extent that the contrary intention expressly appears, the rights and remedies of BCI Minerals provided in the Contract are cumulative and do not exclude any rights or remedies provided by any Laws.

**34. Discretion on consent**

Where the consent, approval or agreement of a party is required under the Contract, that consent, approval or agreement may be given conditionally or unconditionally, or withheld by that party in its absolute uncontrolled discretion, unless the Contract expressly provides otherwise.

**35. Severability**

Any provision in the Contract which is invalid or unenforceable in any jurisdiction is to be read down for the purposes of that jurisdiction, if possible, so as to be valid and enforceable, and is otherwise capable of being severed to the extent of the invalidity or unenforceability, without affecting the remaining provisions of the Contract or the validity or enforceability of that provision in any other jurisdiction.

**36. Costs and stamp duty**

Each party must bear its own costs arising out of the negotiation, preparation and execution of the Contract. All stamp duty that may be payable, including any related fines and penalties, in any relevant jurisdiction on, or in connection with, the Contract must be borne by the Supplier.

**37. Notices**

A notice must be in writing and will be taken to have been given if it is in writing and signed by or on behalf of the party giving the notice and is:

- i. delivered personally;
- ii. sent by ordinary pre-paid post to the other party at the address set out in the Purchase Order or another address advised in writing;
- iii. sent by facsimile transmission to the facsimile number specified in the Purchase Order or another facsimile number advised in writing; or
- iv. sent by e-mail to the email address specified in the Purchase Order.