

GROUP TERMS OF PURCHASE

1 INTRODUCTION AND DEFINITIONS

1.1 In these Terms and Conditions the following words shall have the following meanings unless the context requires otherwise:

"**Agreement**" means the contract for the supply of the Work by the Supplier to the Customer, the Order, these Terms and Conditions and any other documents attached to or referred to in the Order.

"**Anti-Corruption Policy**" means the Group's anti-corruption policy, as amended from time to time and is available on the Group's corporate website.

"**Customer**" means the company within the Group purchasing the Work from the Supplier.

"**Group**" means Accolade Wines Holdings Europe Limited (No. 5185971) and any company which is a subsidiary (as defined in s1159 of the English Companies Act 2006) of that company for the time being.

"**Location**" means the place at which the Work is to be delivered or performed in accordance with the Order or any alternative location notified to the Supplier by the Customer from time to time.

"**Modern Slavery Legislation**" means any domestic or international legislation outlawing human trafficking, slavery and slavery like offences.

"**Order**" means the order submitted by the Customer to the Supplier.

"**Supplier**" means the person, firm or company supplying the Work to the Customer.

"**Supplier Code of Conduct**" means the Group's supplier code of conduct, as amended from time to time and is available on the Group's corporate website.

"**Terms and Conditions**" mean these terms and conditions and any annexures hereto.

"**Work**" means the goods and/or services as detailed in the Order.

1.2 Any reference in these Terms and Conditions to "**days**" shall be construed as calendar days unless qualified by the word "**business**", in which instance a "**business day**" will be any day other than a Saturday, Sunday or public holiday as gazetted by the government of the Republic of South Africa from time to time.

1.3 Any law means the relevant law as at the date of the Agreement and as amended or re-enacted from time to time.

1.4 Unless specifically otherwise provided, any number of days prescribed shall be determined by excluding the first and including the last day.

1.5 This Agreement is made between the Customer and the Supplier under which the Customer agrees to purchase the Work on the Terms and Conditions set out herein.

1.6 No variation or addition to these Terms and Conditions will form part of this Agreement unless made or specifically accepted by the Customer in writing.

1.7 The benefit (subject to the burden) of an Order placed by the Customer may be taken by any company in the Group and these Terms and Conditions may be enforced by any of them, in each case as either principal or as the duly authorised agent for any of the other companies.

2 APPLICATION OF THESE TERMS AND CONDITIONS

2.1 These Terms and Conditions shall govern the purchase of all Work by the Customer from the Supplier and shall apply to all Suppliers which sell Work to the Customer. These Terms and Conditions shall take precedence over any terms and conditions of (or imposed by) the Supplier and shall override any oral or other arrangements made between the Customer and the Supplier.

2.2 In the event of any ambiguity or conflict between these Terms and Conditions and any quotation or Order, then these Terms and Conditions shall take precedence.

2.3 The withdrawal, cancellation or termination of any particular Order shall not affect the provisions of this Agreement which will remain binding on the parties unless otherwise agreed in writing between the parties.

3 PRICE AND PAYMENT

3.1 The price for the Work as set out in the Order shall be fixed and exclusive of Value-Added Tax levied in terms of the Value-Added Tax Act, 1991, but inclusive of all other levies, duties, taxes, charges and expenses (including the manufacture, packaging, carriage, handling, storage, delivery, transportation, testing, inspection, material, labour, insurance, attendance at meetings

and other disbursements) unless specifically agreed otherwise. If the Supplier quotes or offers to a third party lower prices or better terms for goods and services of similar quality, quantity or description to the Work (or the items comprised in it), the Customer shall be entitled to purchase the Work (or the relevant items comprised in it) on the same terms and shall be entitled to a refund of the amount of the difference in respect of all such Work supplied after whichever is the earlier of the first quotation or the first supply at the lower price. The price is inclusive of delivery to the Location.

3.2 The Supplier shall issue a tax invoice for the Work at any time after the later of the due date for completion of the supply of the Work and the actual date of such completion. Payment shall be made within 90 (ninety) days from the date of invoice (being a valid tax invoice). The Customer shall at no stage be under any obligation to furnish the Supplier with deposits or payment guarantees of any nature whatsoever.

4 DELIVERY

4.1 The Work shall be provided in the quantities, by the times and at the Location strictly in accordance with the Order unless otherwise agreed with the Customer. The Customer shall not be obliged to accept any incomplete delivery or any Work in excess of the amounts ordered. If the Work requires the carrying out of tests or the installation of goods, after receipt by the Customer, delivery shall not be deemed to be complete until such tests have been passed or any goods installed to the Customer's satisfaction and the Supplier shall provide the Customer upon request with copies of all test reports and all data derived as a result of testing.

4.2 Time for provision of the Work shall be of the essence. The Supplier shall deliver the Work on the date specified in the relevant Order or, if no such date is specified, within 28 (twenty eight) days of the date of the relevant Order (in either case, the "**Due Date**"). The Supplier shall notify the Customer if any delivery or performance is likely to be delayed beyond the Due Date. If any delivery specified in the Order is not met by the Due Date, or the Supplier notifies the Customer that it cannot meet any delivery by the Due Date, the Customer may in its sole discretion: (a) cancel the Agreement in whole or in part without incurring any liability to the Supplier; (b) refuse to accept any subsequent delivery of goods or services comprised in the Work; (c) purchase substitute goods or services elsewhere; and/or (d) hold the Supplier accountable for any loss and additional costs incurred as a result. The Customer may cancel any Order (for all or part only of the Work thereunder) by giving written notice to the Supplier at any time before delivery, in which case the Customer shall pay the Supplier the price for the cancelled Work, less any reduction in costs incurred by the Supplier by reason of the cancellation.

4.3 In addition to any other right the Customer may have under this Agreement or any other contract between the Customer and the Supplier, the Customer shall be entitled to postpone the date of delivery for whatever period the Customer thinks fit upon giving notice in writing to the Supplier provided that the Customer pays the Supplier the Supplier's reasonable additional charges as the Customer acting reasonably shall in its discretion think fit in the circumstances.

4.4 The Supplier must ensure all goods delivered as part of the Work are suitably packaged and the Customer shall not be obliged to return any packaging materials for any goods whether or not they are accepted by the Customer.

4.5 If the Work is delivered or performed in instalments, the Agreement shall be treated as a single contract and not severable.

4.6 The Supplier shall provide to the Customer access to the Work at all key stages in its development. The Supplier shall not depart from the Order for the Work unless the Supplier has obtained the Customer's written approval. The Supplier shall make all and any amendments to the Work required by the Customer and unless agreed in writing by the Customer, any such amendments shall not increase the price.

4.7 If an inspection by the Customer at any time after delivery establishes that all or any part of the Work supplied does not comply with all the requirements of the Agreement then the Customer may (without limiting any of its other rights under these Terms and Conditions or in law) reject the Work supplied, return it to the Supplier and require a refund (if applicable), replacement or rectification, or require re-performance of the Work and in each case recover its loss, costs and expenses from the Supplier.

4.8 If the Customer is required to install any Work supplied to it, the Supplier shall supply in advance of delivery a functional description of each part of the Work, together with sufficient drawings and instructions to allow the Customer to install, operate and maintain the Work including details of any special environmental controls required to ensure that the Work meets

GROUP TERMS OF PURCHASE

any relevant specification.

- 4.9 The Supplier shall remit a certificate of conformance with any relevant specification confirming conformance with all appropriate regulatory approvals and health and safety requirements.
- 4.10 When delivering the Work the Supplier shall not damage or destroy any property of the Customer or injure any of its employees or disrupt any of its business operations and in the event that the Supplier does so it shall be liable for all costs related thereto, on demand.
- 4.11 In the event that the Customer or its representative signs a delivery note produced by the Supplier, such signature shall not, regardless of the content thereof, constitute acceptance by the Customer or its representative, that any Work referred to therein was delivered and received in good order and condition or that the Work complies with the standards and/or requirements contemplated in this Agreement.

5 VARIATIONS

- 5.1 The Supplier shall accept any reasonable variation in scope, specification, quantity or delivery in relation to the Work requested by the Customer. The price shall be adjusted and agreed in writing by the Customer to reflect the variation having regard to the rates and prices used in the Agreement or, where these are not relevant, to what is fair and reasonable. Neither party shall be bound by any variation to the Order unless and until it is confirmed by an official Order amendment issued by the Customer.
- 5.2 Orders are deemed to include any applicable alterations, deletions or additions.

6 OWNERSHIP, RISK AND BENEFIT

- 6.1 The risk in any goods which form all or part of the Work shall pass to the Customer when delivered in accordance with the terms of the Order (unless the Customer notifies the Supplier otherwise in writing) provided delivery is acknowledged by an authorised member of the Customer's staff.
- 6.2 Ownership of any goods which form all or part of the Work shall pass to the Customer on completion of delivery (including off-loading) in accordance with the terms of the Order, except that if the goods are paid for before delivery then ownership shall pass to the Customer once payment has been made. The passing of ownership in the goods is without prejudice to any right of rejection to which the Customer may be entitled under the Agreement or otherwise.

7 INTELLECTUAL PROPERTY

- 7.1 All intellectual property rights (including, without limitation, copyright in any software delivered) which are created for the Customer as part of the Work shall be and become the Customer's exclusive property with effect from their creation unless specifically agreed otherwise and the Customer shall have full and free right to use those intellectual property rights and any matters to which they relate as the Customer sees fit. The Supplier may use those intellectual property rights only as properly and reasonably required in connection with the supply of the Work for the Customer.
- 7.2 The Supplier grants the Customer a non-exclusive, royalty-free licence in respect of all intellectual property rights (including, without limitation, copyright in any software) in the Work which do not belong to the Customer under clause 7.1 for use by the Customer in relation to the Work.
- 7.3 The Supplier shall, and shall procure that, its agents, employees and sub-contractors execute any documents or do anything else reasonably required by the Customer to obtain, maintain, defend, enforce and secure full and free right to use those intellectual property rights referred to in clause 7.1 and to secure the licence referred to in clause 7.2.
- 7.4 The Supplier hereby indemnifies and holds the Customer harmless against any damages (including costs) that may be awarded or agreed to be paid in respect of any claim or action that any goods supplied by the Supplier infringe any patent, copyright, registered design, trade secret, trade mark or any other proprietary right of a third party.

8 HAZARDOUS GOODS

If any goods to be supplied under any Order contains any hazardous substances or requires any special precautions to be taken to ensure safety in handling, transport, storage or use, the Supplier shall prior to delivery furnish the Customer with written details of the nature of those substances and the precautions to be taken and shall ensure that before despatch appropriate instructions and warnings are clearly and prominently marked or securely attached to any containers into which they are packed.

9 WARRANTIES

- 9.1 The Supplier warrants that it has full capacity and authority, and

has obtained all the necessary approvals to enter into and perform its obligations under this Agreement; and it has, and for the duration of this Agreement shall have, all the necessary licences, certificates, authorisations and consents required under the laws of the Republic of South Africa for the provision of the Work.

- 9.2 The Supplier warrants that all of the goods supplied by it:
- 9.2.1 will be of the highest quality, in full accordance with any specification in the Order or which the Customer may provide the Supplier with from time to time and will be fit for any purpose stated by the Customer prior to or in the Order or held out by the Supplier;
- 9.2.2 will be free from all defects in design, material and workmanship, whether latent or patent;
- 9.2.3 will correspond with any samples provided;
- 9.2.4 will not infringe any intellectual property rights or other rights of any third party anywhere in the world; and
- 9.2.5 will conform with all standards referred to on any part of any goods supplied by the Supplier as part of the Work and in any product packaging and/or documentation in, with or in relation to which the goods are supplied.
- 9.3 The Supplier warrants that any services supplied by it will be of a professional standard and will be performed in a timely manner, by appropriately qualified and trained personnel with all due skill, care and diligence and to such high standards of quality stated in the Order or (if none are so stated) as it is reasonable for the Customer to expect.
- 9.4 The Work will comply with all applicable laws, standards, codes of practice (whether voluntary or mandatory), statutory requirements or other regulations, including but not limited to all anti-bribery and tax evasion laws and the Modern Slavery Legislation.
- 9.5 The Supplier warrants that it will at all time be in compliance with the Anti-Corruption Policy; and the Supplier Code of Conduct.
- 9.6 The Supplier will notify the Customer as soon as it becomes aware of
- 9.6.1 any breach, or potential breach of any of the laws or policies outlined in this Contract; and/or
- 9.6.2 any actual or suspected slavery or human trafficking in a supply chain which has a connection with the Contract.
- 9.7 The provisions in this clause 9 shall survive any delivery, inspection, acceptance, payment or performance pursuant to the Agreement and shall extend to any replacement, repaired, substitute or remedial Work provided by the Supplier.
- 9.8 The Customer's rights under the Agreement are in addition to the statutory terms implied in favour of the Customer by any statute.

10 INDEMNITY

- 10.1 The Supplier shall indemnify and hold the Customer harmless against any claim, demand, proceeding, investigation or other like action from time to time made against the Customer and all losses, liabilities, damages, costs, claims or expenses suffered, made or incurred by the Customer as a consequence of:
- 10.1.1 any breach by the Supplier of the Agreement or any representation, warranty or condition (express or implied) given by the Supplier;
- 10.1.2 any act or omission of the Supplier (including the Supplier's employees, agents and sub-contractors) in supplying the Work;
- 10.1.3 any liability which the Customer may incur as a result of a claim against it in respect of an alleged defect in the Work, whether pursuant to a claim in terms of the Consumer Protection Act, 2008 or otherwise; and
- 10.1.4 any negligent performance or failure or delay in performance of the Work by the Supplier.
- 10.2 The Supplier shall not be liable to the Customer for any damage or injury to the extent that the same is caused by or arises out of the Customer's acts or omissions.

11 INSURANCE

- 11.1 The Supplier shall, at its own expense, take out and maintain, with an insurance company of good repute, sufficient and suitable insurance (including product liability and/or professional indemnity insurance where appropriate) providing cover consistent at least with the best industry practice of suppliers of work of the type to be supplied by the Supplier to the Customer.
- 11.2 The Supplier shall be required, on request from the Customer, to provide it with an insurance certificate evidencing proof of insurance.

12 BREACH

GROUP TERMS OF PURCHASE

- 12.1 In the event that - affected by the invalidity or unenforceability shall remain in full force and effect.
- 12.1.1 the Supplier breaches any term of the Agreement and (where in the Customer's opinion such breach can be remedied without any delay to the time for supply under Clause 4) fails to remedy the breach by that time for supply or (if earlier) within 7 (seven) days of the Customer so requiring;
- 12.1.2 the Supplier commits any act of insolvency (within the meaning of that expression in the insolvency laws of the Republic of South Africa) or is unable to pay its debts as they fall due or otherwise becomes insolvent or enters into a compromise, composition or arrangement with its creditors or suffers similar proceedings under any competent jurisdiction;
- 12.1.3 the Supplier is placed under provisional or final judicial management (or administration) or liquidation (or sequestrated) or suffers similar proceedings under any competent jurisdiction;
- 12.1.4 the Supplier fails to discharge any judgment against it within 7 (seven) days after entry thereof;
- 12.1.5 the Supplier repeatedly breaches any of the terms of the Agreement;
- 12.1.6 ceases or threatens to cease to carry on its normal line of business in the Republic of South Africa,
- then without prejudice to any other rights or remedies in law or otherwise, the Customer shall be entitled to terminate this Agreement or demand specific performance by giving written notice taking immediate or subsequent effect.
- 12.2 Should the Customer consult its attorneys, or institute action against the Supplier pursuant to a breach of these Terms and Conditions by the Supplier then the Customer shall be entitled to recover from the Supplier all legal costs incurred by it including, but not limited to, its attorneys' fees as between attorney and own-client.
- 12.3 If the Customer terminates the Supplier's appointment and the Supplier disputes the Customer's right to do so, the Supplier shall, pending the determination of such dispute, continue promptly to fulfil all of its obligations as recorded in the Agreement, as if the aforesaid was still in full force and effect.
- 13 CONFIDENTIALITY**
- 13.1 The Supplier shall keep confidential and shall not use, save in performance of the Customer's Orders, any/all technical or commercial know-how, specifications, inventions, processes or initiatives which are of a confidential nature ("**Confidential Information**") obtained by the Supplier in connection with the Order.
- 13.2 The Supplier shall inform its employees, agents and sub-contractors of the requirement of confidentiality and indemnify the Customer against any unauthorised use or disclosure by any of them of such Confidential Information.
- 14 FORCE MAJEURE**
- The Customer shall have no liability to the Supplier, or be deemed to be in breach of this Agreement, and/or may defer the date of delivery or payment, or cancel the Agreement or reduce the quantity of Work ordered, as a consequence of any of the following events:
- 14.1 flood, storm, severe weather conditions or other natural events;
- 14.2 war, terrorist action, hostilities, revolution, riot or civil disorder;
- 14.3 any destruction, breakdown (permanent or temporary) or malfunction of, or damage to any premises, plant, equipment, materials (including any computer hardware or software or any records) unless by an act or omission of the Customer's employees, agents or sub-contractors;
- 14.4 the introduction of, or any amendment to, a law or regulation, or any change in the interpretation or application by any authority;
- 14.5 any strike, lockout or other industrial action;
- 14.6 any breach of contract or default by, or insolvency of, a third party (including an agent or sub-contractor);
- 14.7 any obstruction of any public or private highway or road or any event which prevents or obstructs access to the Location; or
- 14.8 any other event outside the Customer's reasonable control, whether similar or not to any of the foregoing.
- 15 GENERAL**
- 15.1 The Customer engages the Supplier as an independent contractor. Nothing in this Agreement shall create a partnership or the relationship of principal and agent or employer and employee.
- 15.2 If any provision of this Agreement is found by any court or administrative body or competent jurisdiction to be invalid or unenforceable, the invalidity or unenforceability shall not affect the other provisions of this Agreement and all provisions not
- 15.3 A waiver of the Customer's rights shall not operate as a waiver of any subsequent breach. No right, power or remedy conferred upon or reserved for either party is exclusive of any other right, power or remedy available to that party and the rights, power or remedies shall be cumulative.
- 15.4 The Supplier shall not assign or sub-contract any of its rights nor delegate any of its obligations under this Agreement without first obtaining the Customer's prior written consent. Such consent, if granted, shall not release the Supplier from any of its obligations and liabilities which may exist under this Agreement from time to time.
- 15.5 All notices which are required to be given under this Agreement shall be in English, in writing and shall be sent to the registered office of the recipient or such other address as the recipient may designate by notice given in accordance with the provisions of this clause.
- 15.6 Notices should be delivered personally or by pre-paid registered post or facsimile transmission and shall be deemed to have been delivered if by hand when delivered, if by pre-paid registered post 5 business days after posting and if by facsimile transmission when despatched. Notwithstanding the above, any notice given in writing, and actually received by the Party to whom the notice is addressed, will be deemed to have been properly given and received.
- 15.7 Headings to clauses are for ease of reference only and shall not affect the interpretation or construction of this Agreement.
- 15.8 Any forecasts of requirements which may be given by the Customer to the Supplier will be given in good faith, but are for information purposes only. In no circumstances should a forecast be considered an Order and any advance manufacture or procurement shall be at the Supplier's sole risk.
- 15.9 This Agreement shall be governed by and construed in accordance with South African law and the parties agree to submit to the exclusive jurisdiction of the South African Courts.
- 15.10 The expiration or termination of any Order shall not affect such of the provisions of these Terms and Conditions as expressly provide that they will operate after any such expiration or termination or which of necessity must continue to have effect after such expiration or termination, notwithstanding that the clauses themselves do not expressly provide for this.