

General Terms of Purchase of Basler Vision Technologies Taiwan Inc.

Status: April 2023

1. General, scope of validity

(1) All deliveries, services and offers shall exclusively be made and provided on the basis of these General Terms of Purchase. They shall become an integral part of all contracts concluded by the supplier in its capacity as contractor (the "contractor") with Basler Vision Technologies Taiwan Inc. as the client (the "client") about the deliveries or services offered by the former. They shall also apply to all future deliveries, services or offers made or provided to the client, even if they are not agreed again separately.

(2) Terms and conditions of the contractors or third parties shall not be applicable to the deliveries, services and offers from the contractor, even if the client does not explicitly object to their validity in individual cases. Even when referring to a document of the contractor or a third party containing, or making reference to, their terms and conditions, the client shall not be deemed to have implicitly acknowledged such business conditions.

(3) The contractor's terms and conditions shall only become an integral part of the contract, if, and to the extent, the client has accepted them in writing. This approval requirement shall be required, even if the client, knowing the contractor's business conditions, accepts his deliveries without reservation.

(4) Individual arrangements with the client (including collateral agreements, additions and amendments) shall, in any case, take precedence over these General Terms of Purchase. The content of such agreements shall only become effective on the basis of a written contract or the client's written confirmation.

(5) Legally binding declarations and notifications made by the contractor to the client (concerning time limits, reminders, withdrawals etc.) shall require the written form, in order to take effect.

2. Purchase and other orders

(1) Offers shall be submitted free of charge. The contractor's offer shall comply with the requirements contained in the inquiry. Should the contractor, in response to a technical inquiry, be able to offer a technically or economically more favorable solution, he shall offer it to the client additionally.

(2) The client's purchase orders shall only be binding, if they have been transmitted, or confirmed, in writing, text form (e-mail, fax) or via Electronic Data Interchange (EDI). The contractor shall point out obvious mistakes (such as clerical or calculation errors) and instances of incompleteness on purchase orders and other order documents before accepting the order, as otherwise the contract is deemed to have not been concluded.

(3) The contractor shall confirm the client's purchase order within 5 (five) working days, either in writing, text form (e-mail, fax) or via EDI, by quoting the client's order number, the material number, the price and the delivery period, or, alternatively, execute the order by dispatching the goods without reservations (acceptance).

(4) A delayed acceptance shall be construed as a new offer that requires the client's acceptance.

3. Delivery period, delayed delivery

(1) The delivery period set in the client's purchase order shall be binding. If a delivery period has neither been stated in the purchase order nor agreed in any other form, it shall be 2 (two) weeks from the date of concluding the contract. The contract for each purchase of goods shall be concluded when the contractor confirms the client's order either in writing or via EDI. The contractor shall immediately inform the client in writing, if he expects that a deadline thus agreed for a delivery cannot be met for whatever reasons.

(2) A delivery can only be executed more than 2 (two) days before the agreed delivery date with the client's prior approval.

(3) If the contractor is in default due to delayed delivery of the goods, the client is entitled to demand compensation from the contractor amounting to 1 (one) % of the net price for each complete calendar week of delay, but not more than 5 (five) % of the net price charged for the delayed goods. The client shall be entitled to demand such compensation in addition to the contract performance; the assertion of further damages shall hereby not be affected. If the client accepts the delayed service, the compensation shall be claimed together with the final payment at the latest, in the case of permanent or general contracts it shall become due at the end of the relevant year of delivery.

4. Service, delivery, passing of risk, delayed acceptance

(1) The contractor shall not be entitled without the client's prior written approval to involve any third parties (such as sub-contractors) in providing his services. The contractor shall bear the procurement risk for his services, unless something else has been agreed in individual cases (such as the sale of goods in stock).

(2) Deliveries shall be made DDP (Taiwan) @ Incoterms 2020, unless expressly agreed otherwise by the parties.

(3) The delivery shall be accompanied by a delivery note, with the date (issue and dispatch), content of the delivery (article numbers and number of items) as well as the client's order reference (date and number) being stated. If the delivery note is missing or incomplete, the client cannot be held liable for any resultant delays when processing and paying the goods. The relevant dispatch note with the same details shall be sent to the client under different cover.

(4) The risk of accidental loss and deterioration of the goods shall be with the contractor and shall pass to the client when the goods are delivered in accordance with its relevant Incoterm.

5. Price, terms of payment, invoice

(1) The price stated in the purchase order shall be binding on the client and the contractor. The prices are quoted including legal value added tax, if it is not declared separately. Unless anything else has been agreed in individual cases, the price shall include all ancillary services to be rendered by the contractor (e.g. assembly, installation) as well as all incidental costs (e.g. the proper packaging & shipping costs including the transport and third-party insurance, where applicable).

The contractor shall accept the returned packaging material at the client's request.

(2) The contracted price shall be due for payment within 30 calendar days after complete delivery and performance of the ancillary services (including the acceptance, if agreed) and after being properly invoiced accordingly. A payment by bank transfer shall be deemed to have been made on time, if the client's transfer order has been received by the client's bank before the payment period has expired; the client shall not be held liable for any delays of the banks involved in the payment procedure. Bank charges of the receiving bank shall be borne by the contractor.

(3) The order of the items and prices listed on the invoice shall correspond to that of the items and prices of the respective order number and their item numbers. Goods shall only be invoiced after the delivery is complete.

(4) The client reserves the right to return invoice unprocessed which do not conform to the client's requirements, especially with regard to the order data or the sales tax regulations. In such cases, the invoice shall be deemed not to have been issued. The contractor shall comply with applicable tax regulations in the issue of its invoices to the client.

(5) When invoicing work or assembly services, time sheets confirmed by the client shall be enclosed.

(6) The payment period of an invoice commences only when the client has completely accepted delivery of the goods or service and a proper invoice has been received in this respect.

(7) The client shall not owe any interest after due date for payment of the invoice. The default interest shall amount to 5 percentage point p.a. above the basic interest rate. The occurrence of a delay on the client's part shall be determined by the statutory regulations, which requires a written reminder from the contractor in any case.

(8) The client shall be entitled to the right of set-off and the right of retention as well as to the plea of non-performance within the scope of the law. The client shall especially be entitled to retain any payment due, as long as the client still has claims against the contractor arising from incomplete or faulty services.

(9) The contractor shall only have the right of set-off and the right of retention, if his counterclaims are undisputed or have been established in court.

6. Secrecy, reservation of title

(1) The contractor must not make reference to the existing business relation towards third parties without having obtained the client's prior written approval.

(2) The client shall retain the ownership in, and the copyright of, all and any illustrations, plans, drawings, calculations, product descriptions and other documents. Such kind of documents shall be exclusively used for the contracted services and be returned to the client after the contract has been performed. The contractor shall keep confidential such documents and shall not disclose such documents to third parties, also after the contract has been performed. This duty of confidentiality shall cease to apply only, after the knowledge contained in the documents left with contractor has become part of the public domain.

(3) The above provision shall apply accordingly to substances and materials (e.g. software, finished and semi-finished products) as well as to tools, models, patterns/samples and other items provided by the client for the contractor's production. Such items shall be kept, stored separately from other items not belonging to the client and labelled as belonging to the

client, at the contractor's expense, unless they are processed, and be insured against loss and destruction to such an extent that they are reasonably covered.

(4) The items provided by the client shall be processed, mixed or bonded (re-processed) by the contractor on the client's behalf. The same shall apply to the re-processing of the goods delivered by the client, and the parties agree that the client is deemed to be the manufacturer and acquires the ownership in the products thus generated during their re-processing.

(5) If, in exceptional cases, the client accepts an offer of the contractor to transfer the ownership in an item to the latter in consideration for the purchase price, the contractor's reservation of title shall cease, as soon as the purchase price for the goods delivered has been paid. The client shall be authorized to re-sell the goods in the course of proper business even before the purchase price has been paid, provided the claim thus arising is assigned in advance (alternatively, the simple reservation of title or it being extended to the re-sale of goods may take effect). This shall exclude any other form of a reservation of title, especially the extended and transferred reservation of title and the one covering the re-processing of goods.

7. Tools

(1) Tools, implements and models provided to the contractor by the client or manufactured for contractual purposes and charged separately to the client shall remain the client's property or pass into the latter's property. The contractor shall mark these items as the client's property, keep them carefully, protect them against damage of any kind and use them exclusively for the purposes of this contract.

(2) The upkeep and repair costs for these items shall be borne by the contractor during the time of using them. Should alternative arrangements have been agreed, the contractor shall still bear the upkeep and repair costs in particular, if and to the extent these costs have been incurred by defects affecting the items manufactured by the contractor, or by their improper use on the part of the contractor, his employees or other vicarious agents. The contractor shall immediately inform the client about any damage to these items. The contractor shall return these items to the client in proper conditions, if requested to do so, when they are no longer be required for the performance of the contract the client and the contractor have concluded.

8. Faulty delivery

(1) Unless expressly excluded herein, the contractor agrees that, with regard to material and legal defects in the goods (including incorrect and short deliveries, improper assembly and installation as well as insufficient assembly and operating instructions) and with regard to any other violations of the contractor's duties, the client may (1) demand cure; (2) revoke the agreement or reduce the purchase price and/or (3) demand damages or reimbursement of expenditures.

(2) The contractor shall especially be liable that the goods are in the contracted conditions, when the risk passes to the client. The conditions referred to in the product descriptions, especially those referred to by their designation in the client's purchase order, that become subject of the relevant contract or that are included in the contract in the same way as these Terms and Conditions of Purchase shall be deemed to have been agreed, irrespective of, whether the product description originates from the client, from the contractor or from the man-

ufacturer. If there was no particular agreement on the conditions of the goods, the contractor shall ensure that the goods shall be in the conditions fit for the designated/usual purpose.

(3) The client shall also be entitled to assert claims arising from defects without any limitations, if the client has not identified the defect due to gross negligence at the time of concluding the contract.

(4) The client shall examine goods upon delivery and give notice of defects to the contractor within a reasonable time: The client's duty to examine the goods shall be restricted to defects that become apparent during the client's visual inspection of the incoming goods including the delivery documents and during the client's random quality inspection (e.g. shipping damage, incorrect and short deliveries). If an acceptance has been agreed, there shall be no obligation to inspect the goods. As for the rest, it depends to what extent an inspection of the goods is expedient in the normal course of business in individual cases.

(5) This shall not affect the client's duty to give notice of defects, when such defects are identified later. The client's notice of defects shall be deemed to have been submitted in time, if the contractor receives it within ten working days after the delivery.

(6) The cost of inspecting and reworking the goods (including any disassembly and re-installation costs, if any) shall be borne by the contractor, even if it turns out subsequently that there has been no defect at all. This shall not affect the client's liability for damages in cases of unjustified claims for remedying defects; however, the client shall only be liable in this respect, if he has recognized, or negligently not recognized, that there has been no defect at all.

(7) If the contractor does not perform his duty of supplementary performance – at the client's discretion either by remedying the defect (reworking) or by supplying goods free from defects (replacement delivery) – within a reasonable grace period set by the client, the latter shall be entitled to remedy the defect himself and demand from the contractor either the compensation of the cost incurred or a reasonable advance. If the contractor's supplementary performance has failed or if it proves unreasonable for the client (for reasons of urgency, because of a risk to the operational safety or due to the imminent occurrence of unreasonable damage), a grace period need not be set; the client shall inform the contractor about such circumstances without undue delay, if possible in advance.

(8) As for the rest, the client shall be entitled to a reduction of the purchase price or to withdraw from the contract, if the goods are found to be materially or legally defective. Apart from that, the client can also claim damages and a reimbursement of the expenses.

9. Protective rights

(1) The contractor shall assure in connection with his deliveries that he does not violate any third-party protective rights, including but not limited to any third-party intellectual property rights whether registered or unregistered, in countries, where the contractor manufactures his products, or has them manufactured.

(2) The contractor shall indemnify the client from all and any claims brought by third parties against the client on the ground of having violated commercial protective rights, as referred to in sub-section (1) hereof, and compensate the client for all and any necessary expenses incurred in connection with such demands. This claim shall exist irrespective of, whether the contractor is liable or not.

10. Spare parts

(1) The contractor shall keep and supply spare parts for the products delivered to the client for a minimum of 10 years after the delivery.

(2) Should the contractor intend to discontinue the production of spare parts for the products delivered to the client, he shall inform the client accordingly immediately after this decision has been taken. Subject to sub-section 1 above, this decision must have been taken at least 12 months before discontinuing the production.

11. Manufacturer's liability

(1) If the contractor is responsible for any damage to the product, he shall indemnify the client from any third-party claims to such an extent, as long as the cause for the damage can be found in his own domain and organization and the contractor is liable himself in relation to third parties.

(2) As part of his indemnity obligation the contractor shall indemnify the client against all loss, damages and expenses, including any expenses incurred by the services of a third party, or in connection with it, including any recall campaigns of the client. The client shall inform the contractor about the content and scope of the recall campaign to the extent possible and reasonable and grant him the opportunity to comment on it. Any other claims shall not be affected.

(3) The contractor shall take out and maintain a product liability insurance with a minimum lump-sum coverage of 5 million EUR per each insured event (personal injury/property damage).

12. Quality

(1) The contractor shall implement and maintain a state-of-the-art quality assurance system. The contractor shall generate and keep records especially for quality tests and make them available at the client's request. The contractor hereby grants his consent that the client and/or his customers can carry out quality capability assessments.

(2) If quality capability assessments are agreed, the contractor shall notify his readiness for the test at least one week in advance and schedule the test date jointly with the client. Both contractor and client shall bear their own costs respectively.

If the test object is not ready for the test on the scheduled date, the contractor shall bear all costs incurred alone. If quality defects necessitate further or repeated tests, the contractor shall bear the costs for the repeat test(s). These tests shall not affect the contractor's contractual duty to deliver goods free from defects.

13. Safety, environmental protection

(1) The deliveries and services shall conform to the statutory regulations, including but not limited to the safety and environmental protection regulations and the safety recommendations of the relevant professional bodies or organizations. The relevant test and other certificates shall be supplied together with the goods free of charge.

(2) The contractor shall observe the currently valid directives and laws in their latest versions that govern any restrictions applicable to the components processed. The contractor must not use any prohibited substances; Avoidance and hazardous substances according to the applicable laws and directives shall be stated on the contractor's specifications. The safety data sheets, if any, shall be attached to the offers and, in the case of a first delivery, to the delivery note (in English). The

client shall be immediately informed about any instances, where such restrictions have been violated and prohibited substances have been delivered.

(3) When making deliveries and rendering services, the contractor shall be solely responsible that the accident prevention regulations are observed. The relevant protective devices and the manufacturer's accident prevention instructions, if any, shall be supplied with the goods free of charge.

14. Import and export regulations, customs

(1) Imported goods shall be delivered with the customs duty paid (cleared). The contractor shall, at his own expense, make all statements and provide all information that is required to prove the origin of the goods, shall permit customs inspections and obtain all official confirmations required.

(2) The contractor shall brief the client in all detail and in writing about his possible duties to obtain permits for (re-) exports in accordance with Taiwanese law and any other relevant export and customs regulations (as notified to the contractor by the client) as well as the export and customs regulations of the county of origin of the goods and ancillary services.

15. Statutory limitation

Unless otherwise expressly agreed, the mutual claims of the contracting parties shall become time-barred in accordance with the applicable statutory regulations.

16. Assignment

The contractor shall not be entitled to assign his claims arising from this contractual relation to third parties, unless this concerns monetary claims.

17. Governing law and place of jurisdiction

(1) These General Terms of Purchase and all legal relations between the client and the contractor shall be governed by and construed in accordance with the laws of Taiwan, R.O.C., without regard to its principles of conflict of laws.

(2) Any dispute arising out of or in connection with these General Terms of Purchase, including any question regarding its existence, validity or termination, shall be referred to and finally resolved by the Taiwan Hsinchu District Court. The language of the proceedings shall be Chinese. Notwithstanding the aforesaid, the client shall also be entitled to bring legal action at the place of performance and/or the contractor's jurisdiction of incorporation.

(3) Should individual provisions of these General Terms of Purchase be partly or wholly ineffective, the validity of the remaining provisions hereof shall in no way be affected. The same shall apply should a gap be discovered in these terms. Such invalid or unenforceable provision shall be replaced or, as the case may be, such gap shall be filled by a legally valid and enforceable provision accommodating or coming as close as possible to the intent of the parties as apparent from the agreement made under these conditions as well as to the economic intent and purpose of the invalid or unenforceable provision and the overall agreement.

Effective as of April 2023