



GENERAL TERMS OF PURCHASE 2018 Edition

1. PURPOSE

These General Terms of Purchase (the “GTP”) shall apply to all orders (i) of goods and supplies, whether involving tooling, equipment, components, semi-finished supplies, parts, raw materials or other, and (ii) of services, related or not related to the goods and supplies (hereinafter collectively, the “Supplies”) placed by Albéa Canada, Inc (hereinafter referred to as “Albéa”).

2. ORDER

2.1. Purchase Order

The Supplies shall be ordered by a purchase order (the “Order”) either for an unlimited period of time or an undetermined volume (an “Open Order”) or for a limited period of time or a predetermined volume (a “Closed Order”). Orders shall be sent by mail, fax or any agreed electronic means. Any supplier who did not receive an Order number shall refuse to deliver the Supplies.

2.2. Acceptance of the Order

Orders shall be deemed accepted upon receipt of the acknowledgment of receipt attached to the Order, to be returned to the Albéa Purchasing Department by the supplier (the “Supplier”) by mail, fax or any agreed electronic means, no later than within five (5) business days of the date of the Order.

Any commencement of performance of the Order by Supplier shall be deemed an express acceptance of the terms of the Order, even if Supplier does not return to Albéa the acknowledgment of receipt.

The Supplier shall verify that the instructions and information contained in the Documents (as defined in Article 3.2) constituting the Order comply with the laws and regulations in force and the best practices in the industry, and shall immediately inform Albéa in writing of any non-compliance.

Notwithstanding paragraph 1 of this Article 2.2, with respect to contracts executed online, such contracts shall be binding when Albéa, once the Order is placed, receives an acknowledgment of receipt of such Order by the Supplier.

If the Order is changed by the Supplier, Albéa must expressly accept such modification by issuing a new Order (or an amendment to the initial Order) incorporating such modification.

2.3 Binding Effect of GTP

By accepting an Order from Albéa, the Supplier hereby represents having full knowledge and understanding of these GTP, and irrevocably accepts, without limitation or reserve, these GTP as applicable to any Order placed by Albéa. The Supplier acknowledges that it had the opportunity to discuss and negotiate these GTP with Albéa and has been provided with all necessary information and advice required for this purpose. The Supplier waives the provisions of all documents (invoices or other supplier documents) contradicting any

provision of these GTP, including without limitation, its own general terms and conditions of sale.

In addition, no subsequent revisions may be made to the GTP once the Supplier and Albéa have agreed on the GTP applicable to the Order prior to its issuance, such as at the stage of the request for quotation.

GTP may only be amended or supplemented by specific written conditions, previously agreed by the parties.

3. SUPPLIER'S OBLIGATIONS

3.1 The Supplier, experienced in its business area, is fully aware of the regulations in the packaging industry for cosmetics, including without limitation, regulations on quality, safety, costs and deadlines. The Supplier undertakes to deliver the Supplies in accordance with its best standards and practices, and in compliance with the applicable laws, regulations and standards in force in the health, safety, environmental protection fields, and specifically with the labour laws, in each of the countries where the production, commercialization and marketing of the Supplies occurs. The Supplier shall hold Albéa harmless from and against any claim, demand, suit or action resulting from non-compliance with these provisions and shall bear all direct and indirect consequences of such non-compliance, so that Albéa shall never be subject to any claim, demand, suit, or action.

All Supplies destined for Albéa must meet the requirements of all applicable Canadian packaging and labelling legislation, including without limitation, Quebec's *Charter of the French Language* or any similar or successor legislation.

The Supplier undertakes to perform the Order in accordance with the Documents (as defined hereinafter). The Supplier shall verify that the technical information and the materials and Equipment provided to it are suitable for the proper performance of the Order.

The Supplier's Quality System must fully comply with the quality requirements applicable to Albéa's suppliers, which requirements have been communicated to the Supplier.

If requested by Albéa, Supplier will permit Albéa and/or its designees to: (i) examine all pertinent documents, data and other information relating to the Supplies, Equipment, Supplier's obligations under the Order, any payment made to Supplier, any claim made by Supplier and any quotes, invoices or similar materials from Supplier's own suppliers or subcontractors; (ii) view any facility or process relating to the Supplies or the Order, including those relating to production quality; and (iii) audit any facility or process to determine compliance with the requirements of the Order. If requested by Albéa, Supplier will provide to Albéa its most current financial statements, including balance sheet, profit and loss and cash flow statements and supporting data and schedules.

3.2 The Supplier shall deliver the Supplies conforming with all other documents which govern the relations between Albéa and the Supplier relating to the Order, in addition to the GTP, including without limitation the drawings, specifications, technical and logistical statements of work, quality agreements and regulatory compliance certificates, etc. (the

“Documents”).

3.3 Albéa shall be deemed entitled at any time to direct changes, or cause Supplier to make changes, to the Supplies or to the Order and the Supplier shall promptly upon request provide information about the Supplies or the Order to enable Albéa to use or market them and certify the origin and components of Supplies. The Supplier shall inform Albéa of any legal or regulatory changes which may affect Supplies.

3.4 The Supplier shall not be entitled to make any modifications to the Supplies, including those stated at Section 3.3, a change in components, materials, form, fit, function, processes or place of production, subcontractors, without Albéa’s prior written consent, within the meaning of Albéa’s quality procedures and the applicable practices in the cosmetic industry. Any requests for such changes by Supplier may be approved or denied by Albéa in its sole discretion.

3.5 In order to maintain the permanent competitiveness of the Supplies and of Albéa’s products which incorporate such Supplies, the Supplier shall continually monitor its productivity. The minimum annual productivity level expected for the Supplies shall be determined by mutual agreement.

3.6 Acceptance of the Order by the Supplier shall be deemed to be an agreement by the Supplier to strictly comply with either the delivery lead time in the Closed Orders or the delivery schedule transmitted by EDI, WebEDI or by fax, in the case of Open Orders. No early deliveries shall be accepted, unless otherwise agreed in writing, and in any case at the Supplier’s expense.

4. PRICE –PAYMENT TERMS

4.1. Price

The price of the Supplies shall be determined in the applicable Order. Unless otherwise provided in the Order, the price shall be firm, fixed and non-revisable (even due to increases in raw material or component costs, labour costs, or overhead costs), and excluding any applicable federal and provincial sales and value added taxes. The prices shall be deemed “Delivery Duty Paid”, or "DDP", (Incoterms 2010 or all subsequent Incoterms substituted for the Incoterms 2010), at the place of delivery of the Supplies stated in the Order.

The prices shall not be modified in any way without the written agreement of both parties. Neither party may cease to perform the Order, even in the event of a disagreement as to a request for a price adjustment. Since Albéa must ensure the continuity of the performance of its obligations to its customers, if an agreement cannot be reached on a price adjustment, until Supplies can be produced by another alternative supplier, Supplier shall continue to manufacture and deliver the Supplies under the terms of the Order.

Supplier represents and warrants that the price charged to Albéa for the Supplies is at least as low as the price charged by Supplier to other buyers under conditions similar to those specified in the Order and that all prices comply with all applicable governmental laws and regulations in effect at the time of quotation, sale and delivery. Supplier will ensure that the prices charged to Albéa for the Supplies remain competitive with the price for similar goods available to Albéa from other sellers. Supplier will participate in Albéa’s cost savings and productivity programs

and initiatives and will implement Supplier's own cost savings and productivity programs and initiatives to reduce Supplier's prices.

4.2. Hardship-change in circumstances

To the extent the economic balance of the contractual relationship has been changed as result of unforeseen events such as external economic, political, monetary, fiscal, commercial, technical, legal circumstances, or events occurring after entering into the Order and/or contract, likely to create an unreasonable advantage to the benefit of one of the parties in the execution of the Order and/or contract, affecting the balance of the Order and/or contract, the Supplier and Albéa shall negotiate in good faith to adjust the GTP and/or contract reasonably, taking into account the consequences of such circumstances.

Failure to reach an agreement between the Supplier and Albéa or refusal to negotiate by one of the parties, within 30 days from the adjustment request, will entitle Albéa or the Supplier to terminate the Order and/or contract without compensation, upon a three months' notice by registered or certified mail with acknowledgment of receipt. During this period, the Order and/or the contract will continue under conditions in force on the date of the termination notification.

4.3 Invoicing and Payment Terms

The invoice shall identify the applicable Order and the Supplies to which it applies. If the invoice does not mention at least the Order number, it will automatically be returned to the Supplier (with the exception of authorized suppliers, as *inter alia* institutional suppliers). The invoice shall be sent to the invoicing address indicated on the Order.

Unless otherwise provided in the Order, Supplier and Albéa agree that payments shall take place sixty (60) days following the later of the date of Albéa's receipt of the (i) Supplies or (ii) Supplier's invoice, it being understood that:

- the amounts due shall be reduced by any late delivery penalties in accordance with the provisions of Article 5 hereunder;
- Albéa shall be entitled to pay the amount of the invoices earlier, with deduction of a discount which shall be mutually agreed upon by Albea and Supplier;
- if Albéa makes advance payments, the said advance payment shall be covered by a standby letter of credit to be provided by the Supplier.

The Supplier shall not in any event assign or delegate its account receivable without Albéa's prior, express consent.

All undisputed amounts unpaid on the due date shall bear interest for each day of delay at the rate of one point five percent (1,5%) per annum or the applicable statutory rate, whichever is lower and, to the extent permitted by applicable law. Albéa reserves the right to offset any amounts owed to it by Supplier for any reason whatsoever against the amounts it may owe to the Supplier.

5. DELIVERY

Time is of the essence and all dates referred to in the Order shall be firm. In the event that Supplier anticipates any difficulty in complying with any delivery date or any of its other obligations under the order, Supplier shall promptly notify Albéa in writing.

The “Delivery Date” means the date Supplies are delivered at the place of delivery stated by Albéa in the corresponding Order.

If the Supplies are not delivered on the applicable Delivery Date, the penalties described in this Article 5 shall become due and continue until delivery without further notice or demand.

For any delivery performed prior to the Delivery Date, unless expressly requested in writing by Albéa, Albéa reserves the right to return the Supplies to the Supplier at the Supplier’s own risk and expenses. For any delivery occurring after the Delivery Date, the Supplier shall be liable for late delivery penalties, without further notice, in the amount of five (5%) percent of the invoiced amount, excluding any applicable federal and provincial sales and value added taxes, of the relevant Order, per day of delay, starting on the first day after the Delivery Date. Payment of the said penalties shall not relieve Supplier from its obligations to deliver the Supplies and shall be in addition to and not in lieu of all other rights and remedies available to Albéa.

The Supplier shall be liable to Albéa for any direct and indirect costs, expenses and damages such as deriving from production lines stoppage or arising out of or relating to its failure to comply with a Delivery Date. Albéa shall furthermore have the option of terminating the Order in accordance with Article 15.2 hereunder. Any additional costs generated by an order of Supplies from another alternative supplier shall be borne by the Supplier.

6. TRANSPORTATION-DELIVERY-CUSTOMS REQUIREMENTS AND EXPORT CONTROLS

The Supplier shall be required to deliver the Supplies at its own expenses and risks “DDP” (Incoterms ICC 2010) at the place of delivery indicated in the Order, with all duties and taxes paid by Supplier, unless otherwise specifically agreed to in writing by the parties.

The packaging, at the Supplier’s expense, shall be adapted to the Supplies, the means of transportation and the destination location, shall bear all legally required terms, and shall permit unloading without any risk of accident or damage. Each packaging unit must legibly show on the outside the notices required by the applicable shipping regulations, as well as any instructions for special conditions required for stocking. All damage (destruction of goods, short shipments, losses, etc.) caused to the Supplies resulting from unadapted or improper packaging shall be borne by the Supplier.

The Supplier agrees to comply with all the rules applicable to the transportation of Supplies ordered by Albéa. The Supplier shall ensure that the Supplies shall not be damaged in shipping, including for example by requiring that the carrier refrains from transporting dangerous goods and supplies next to the Supplies ordered by Albéa. Any Supplies delivery shall be subject to the provision by the Supplier to Albéa of a delivery note and any other documents required per applicable laws and regulations.

Upon request, Supplier will promptly furnish Albéa with all certificates of origin and

domestic value-added and other information relating to the costs and places of origin of the Supplies and the materials contained therein or used in the performance thereof, necessary for Albéa to comply fully with all customs, tariffs and other applicable governmental regulations. Supplier will take all actions to comply with all such regulations.

Supplier will provide a completed North American Free Trade Agreement (NAFTA) Certificate(s) of Origin for all NAFTA qualifying Supplies sold to Albéa pursuant to the Order. Supplier will provide Albéa with correct Country of Origin information for Supplies not qualifying for NAFTA treatment. If Supplier does not provide the required Certificate(s) or correct Country of Origin information, Albéa may charge-back to Supplier any duties, penalties, or other liabilities or expenses (including reasonable legal fees and costs) charged to or imposed or assessed against Albéa.

Supplier will indemnify and hold Albéa, Albéa's customers and their respective successors, assigns, representatives, employees and agents harmless from and against all liabilities, demands, claims, suits, actions, losses, costs, damages and expenses of any kind or nature (including legal fees and costs, fines and penalties) arising out of, relating to, or resulting from (i) Supplier's delay in furnishing such certificates or other information to Albéa, (ii) any errors or omissions contained in such certificates, and (iii) any noncompliance by Supplier with such regulations.

Supplier will promptly furnish to Albéa all documents required for customs drawback purposes, properly completed in accordance with all applicable laws and regulations. Supplier will also, at Supplier's sole expense, provide all information (including written documentation and electronic transaction records) relating to the Supplies which is necessary for Albéa to fulfill any customs-related or other governmental agency-related obligations, origin marking and labeling requirements, and certification and local content reporting requirements, to enable Albéa to claim preferential duty treatment at the time of entry for Supplies eligible under trade preference regimes, and to make all arrangements necessary for the Supplies to be covered by any applicable duty deferral or free trade zone program(s) of the country of import. To the extent that Supplies are to be imported into Canada, Supplier will comply with all applicable recommendations or requirements of the Canada Border Services Agency's Partners in Protection ("PIP") program. Upon request, Supplier will certify in writing its compliance with the PIP program.

Export licenses or authorizations necessary for the export of Supplies will be the responsibility of Supplier unless otherwise expressly stated in the Order, in which case Supplier will, at Supplier's expense, provide all information and documentation necessary or desirable to enable Albéa to obtain necessary or appropriate licenses or authorizations. Credits or benefits resulting or arising from any Order including trade credits, export credits, customs drawbacks, and the refund of duties, taxes or fees, will belong to Albéa. Supplier will indemnify and hold Albéa, Albéa's customers and their respective successors, assigns, representatives, employees and agents harmless from and against all liabilities, demands, claims, suits, actions, losses, costs, damages and expenses of any kind or nature (including legal fees and costs, fines and penalties) arising out of, relating to, or resulting from Supplier's provision of incorrect information or non-compliance with customs regulations.

7. ACCEPTANCE

Albéa may refuse all or any portion of the Supplies, by notice delivered by ordinary mail, fax or any other agreed electronic means, if Supplier fails to meet any Delivery Date, makes incomplete or excess deliveries, or otherwise fails to conform with the Order. An acceptance by Albéa shall in no event be construed as a waiver or limit the scope of the warranties or other undertakings by the Supplier pursuant to these GTP or any expressed or implied warranty.

Any Supplies refused shall be returned to the Supplier at its expense, risk and perils, within eight (8) days after the notice of refusal of the delivery.

The Supplier shall be liable for all damages incurred by Albéa or its client(s) and shall compensate Albéa for all excess costs related to the failure to perform its obligation to make conforming deliveries (rejects, storage, triage, interim costs, alterations, tooling breakages, breakdowns, production stoppages at Albéa's plants and its client(s), recall campaigns, penalties whether those penalties or amounts be claimed by Albéa, its client(s) or any other third party, orders of Supplies, including tooling, from a third party, etc.).

8. TRANSFER OF OWNERSHIP – TRANSFER OF RISKS

8.1 Title to the Supplies shall be transferred to Albéa by operation of law upon acceptance of the Supplies by Albéa. Any retention of title provisions in any document shall be unenforceable. In the case of services, the transfer of ownership shall automatically take place by operation of law upon the performance of the services.

Supplier waives, releases and discharges all liens, claims, interests and encumbrances it has or may have with respect to the Supplies, other than Supplier's right to be paid for the Supplies pursuant to the Order.

8.2 Risks of loss of the Supplies shall be transferred when delivery of the Supplies is accepted, no matter what delivery conditions may be shown on the Order.

9. TOOLINGS

9.1 All tooling, molds and other specific equipment provided by Albéa for the purpose of manufacturing the Supplies (the "Equipment") are and shall remain Albéa's exclusive property. The same shall be true for Equipment created at Albéa's request and on its behalf, as it is created, including the related intellectual or industrial property rights.

In all cases, the Equipment shall be deemed placed in the Supplier's warehouse as part of the execution of the Order, even in the absence of a loan agreement or consignment agreement. The Equipment shall be used solely for the purpose of performing the Order and shall not be lent, made available to third parties, reproduced or copied. The Equipment shall be marked, at the Supplier's expense and on a visible area, with an identity stamp stating "Property of Albéa – may not be assigned or seized" and shall not be pledged and/or encumbered with any security interest. The Equipment may be removed at any time by Albéa.

9.2. The Supplier, as custodian, warrants to preserve, control, repair and maintain the Equipment in good working order, to prevent any interference with the supply process or breakdown, and shall provide, upon demand by Albéa and as often as necessary, an accurate and detailed inventory of the Equipment. Notwithstanding the foregoing, the

Supplier shall not proceed with any repair or work on the Equipment without Albéa's prior written consent. The Supplier also warrants the Equipment's replacement in the case of loss, of theft, of destruction or premature wear and tear. The Supplier shall take out insurance covering such risks and all damage to the Equipment and all damage that the Equipment may cause to third parties, and shall provide supporting evidence to Albéa immediately upon demand. Albéa shall be named as an additional insured party on such insurance policy.

9.3 Upon expiration or termination of the Order, for any reason whatsoever, the Equipment shall be returned at the sole Supplier's expense to Albéa immediately upon demand free and clear of all claims and security interests.

10. WARRANTY

10.1 The Supplier, experienced in its field of activity, shall be solely responsible for the Supplies and assumes full responsibility and liability for the Supplies, the design, the manufacturing processes used for production and the safety level expected by Albéa, the technical choices to be implemented for production, and the fitness for the particular purpose for which the Supplies are intended. The Supplier shall be liable under the preceding sentence, notwithstanding Albéa's assistance during the development of the Supplies.

Supplier warrants that all Supplies covered by each Order will conform to all specifications, standards, drawings, samples and/or descriptions, quality requirements, performance requirements, and fit, form and function requirements furnished to Supplier by Albéa, and all industry standards, laws and regulations in force in countries where the Supplies or products equipped with such Supplies are to be sold. Supplier warrants that all Supplies will be merchantable, safe, of good material and workmanship, and free from defects. In addition, Supplier acknowledges that Supplier knows of Albéa's intended use of the Supplies and expressly warrants that all Supplies will be fit and sufficient for the particular purpose intended by Albéa. All warranties will be effective for the longer of (i) the period provided by applicable law or (ii) two (2) years from the date of Albéa's acceptance of the Supplies, or, if applicable, the date of signature, by Albéa, of the Supplies acceptance report.

In the event of repair or replacement of Supplies under the warranty, the contractual warranty of the repaired or replaced Supplies shall be extended on the same terms, as of the date of the acceptance report after the Supplies' repair. Upon Albéa's request, the Supplier shall provide a standby letter of credit to guarantee the proper performance of Supplier's obligations under the warranty.

The Supplier shall guarantee the traceability of the Supplies and undertakes to provide Albéa with all information concerning the sources and characteristics of the Supplies.

To the extent that Albéa, its client(s) or competent authorities would decide to recall a Supply or a product incorporating a Supply, the Supplier shall compensate Albéa for all damages and costs relating thereto including any amount that Albéa should compensate to its client(s).

Supplier shall indemnify and hold harmless Albéa, its successors, assigns, representatives, employees and agents, from and against all suits, actions, legal or administrative proceedings, claims, demands, damages, judgments, liabilities, interest, legal fees and costs

and expenses of whatsoever kind or nature (including but not limited to special, indirect, exemplary, punitive, consequential damages), including liability for death, injury to person, or damage to property, arising out of, relating to or resulting from the manufacture of the Supplies by Supplier or the breach of Supplier's obligation to deliver the Supplies conforming to the Order and free from defect. This obligation shall include the consequences of the breach of Albéa's obligations to its customer(s) (reimbursement or free replacement of defective products incorporating the Supplies, labour expenses, sorting costs, interim costs, exceptional shipping, line stoppage at Albéa or at the facilities of its customer(s), recalls, penalties, cost of ordering replacement Supplies from a third party, including tooling, etc.). Any provision to the contrary in any Document, invoice of Supplier, statute, and any course of dealing between the parties that might limit or decrease this liability is null and void.

11. INSURANCE - LIABILITY

Supplier will obtain and maintain, at its sole expense, insurance coverage customary in the cosmetic packaging industry and as otherwise required by law or reasonably requested by Albéa with such insurance carriers and in such amounts as are required by Albéa and, in any event, not less than the amounts required by Albéa's customers. All such insurance coverage will name Albéa as loss payee and additional insured. Before an Order's issuance and upon request, Supplier will furnish to Albéa in force certificates of insurance setting forth the amount of coverage, policy number and date(s) of expiration for insurance maintained by Supplier and such certificates must provide that Albéa will receive not less than thirty (30) days prior written notification from the insurer of any termination (without renewal or replacement) or reduction in the amount or scope of coverage. Supplier's furnishing of certificates of insurance or purchase of insurance will not release Supplier of its obligations or liabilities under any Order nor constitute a limitation of the Supplier's liability. Such insurance policy shall be taken out with an insurance company publicly known to be solvent and the Supplier shall be able to provide proof, at any time and upon Albéa's request, of such insurance policy and the payment of premiums. Such insurance shall be kept effective for the entire duration of the Order, plus five (5) years. If Supplier fails to maintain any insurance relating to any Order, Albéa will have the right to procure such insurance and Supplier will reimburse Albéa on demand for all actual costs and expenses of procuring such insurance.

12. INDEMNITY

Albéa, its employees, representatives, agents, successors and assigns and independent contractors shall not be liable to Supplier, its subcontractors and their respective employees, representatives, agents, successors, and assigns or to any other person, for any death, injury to person, or damage to property (including consequential loss) or damages incurred in connection with the manufacture by Supplier of the Supplies.

Supplier shall indemnify and hold harmless Albéa, its successors, assigns, representatives, agents and employees and anyone selling or using any of Albéa's Supplies, from and against all suits, actions, legal or administrative proceedings, claims, demands, damages, judgments, liabilities, interest, legal fees and costs and expenses of whatsoever kind or nature (including but not limited to special, indirect, exemplary, punitive, consequential damages), including liability for death, injury to persons, or damage to property (including the Equipment) whether arising before or after completion of the delivery or performance of the Supplies, in

any manner arising from or relating to, or caused or claimed to be caused by, in whole or in part, directly or indirectly, the acts, omissions, faults, breach of express or implied warranty, breach of any of the provisions of the Order, non-compliance with laws or regulations relating to health, safety, environmental protection and labour, or negligence of Supplier, or of anyone acting under its direction or control or on its behalf, in connection with the Supplies.

Assistance that Albéa may bring to the Supplier for the performance of the Order and/or production of Documents or controls, that Albéa reserves the right to make, does not exempt the Supplier of liability in respect of the Supplies.

The Supplier shall compensate Albéa for all costs incurred by Albéa, including repair or replacement, resulting from damages or losses caused to Equipment.

13. INTELLECTUAL AND INDUSTRIAL PROPERTY

13.1 The Supplier owns or has the right to use pursuant to a valid and enforceable written license or agreement, any drawing, model, mold, patent, specification or any other industrial or intellectual property right that it employs or makes or has made available to Albéa relating to the Order and the manufacture or provision of the Supplies.

Supplier shall indemnify and hold harmless Albéa and its affiliates, its agents and employees and anyone selling or using any of Albéa's products into which the Supplies are incorporated for or with respect to any and all claims, demands, suits, actions, damages, costs and expenses (including but not limited to loss of profit and reasonable legal fees and costs) in connection with any third party claim that any intellectual property employed by Supplier in the manufacture of the Supplies, or any of the materials incorporated by Supplier in Supplies alone or in any combination, or use of the Supplies infringes any patent, trademark, copyright (including portrait rights and moral rights), trade name, trade secret, license or other proprietary right of any other party or any intellectual property right, and, if so directed by Albéa or any of its affiliates, shall defend any such claim at its expense. Albéa shall give Supplier prompt written notice of any such claim. The Supplier shall promptly notify Albéa of and will consult with Albéa on a continuing basis concerning (a) any demand or claim made or asserted or any lawsuit or other legal action filed against Albéa or any of its affiliates, alleging that any Supplier-supplied intellectual property violates, infringes or misappropriates any patent, trade secret or other intellectual property right of any third party or (b) the Supplier becoming aware of the occurrence of any event, including the issuance of any patent, that could reasonably be expected to increase the likelihood that a demand, claim or allegation will be made or asserted that any Supplier-supplied intellectual property violates, infringes or misappropriates or may violate, infringe or misappropriate any patent, trade secret or other intellectual property right of any third party.

Albéa shall, in addition, have the option to terminate the Order in accordance with Article 15.2 hereunder if any such claim is made.

13.2 The Supplier undertakes to inform Albéa of the ideas and inventions arising from or developed during the execution of the Order. The Supplier undertakes to keep the patentable inventions strictly confidential until Albéa applies for the corresponding patent registration. Unless otherwise agreed in writing by the parties, patents shall be filed by and in the name of Albéa. Albéa shall nonetheless mention the name of the inventors and the Supplier shall

be responsible for any additional remuneration to be paid to its employees for employee inventions.

Supplier hereby confirms the same and assigns to Albéa all of Supplier's right, title and interest in and to all foreground intellectual property rights that are developed or created in the course of performing any Order (separately or as part of any Supplies). To the extent that any intellectual property rights are copyrightable works or works of authorship (including, but not limited to, computer programs, technical specifications, documentation and manuals), the Supplier hereby assigns to Albéa all of the Supplier's right, title and interest in and to all such copyrightable works or works of authorship, and the Supplier hereby waives any and all moral rights in and to such copyrightable works or works of authorship.

As a consequence thereof, Albéa shall be the sole party authorized to use, reproduce, adapt, modify, disclose and exploit such creations in any form whatsoever and in any medium whatsoever.

The plans, production designs, drawings, production schematics, models, software, notes and, generally speaking, all documents, all written or oral information disclosed to the Supplier during the performance of the Order, shall remain Albéa's or their author's exclusive property.

The Supplier will not sell or otherwise dispose of any Supplies that incorporate any intellectual property rights of Albéa to any party other than Albéa unless specifically authorized by Albéa in advance and in writing.

13.3 If an Order is terminated for any reason whatsoever, the Supplier authorizes Albéa to complete or have the Equipment completed, and to perform or have its maintenance performed, and/or produce the parts for the production of which it is intended, notwithstanding any intellectual and/or industrial property right the Supplier may have or claim, and for which it hereby waives enforcement against Albéa or any third party authorized by Albéa within such framework. The Supplier further shall transfer, immediately upon demand, all plans, technical documents and know-how related to the tooling or equipment and/or parts.

14. CONFIDENTIALITY

14.1 All information provided to one of the parties by the other party, including, but not limited to, technical, industrial, commercial, or financial information, regardless of the form of disclosure (oral, written or otherwise), including but not limited to, designs, schematics, descriptions, specifications, quotation reports, microfilm, software and documentation related thereto, samples, prototypes, etc., and further including any such information which the Supplier's employees, its suppliers, subcontractors, agents, and permanent or occasional workers, may become aware of in the performance of the Order shall be deemed confidential (the "Confidential Information").

Each party shall comply with the *Personal Information Protection and Electronic Documents Act* (Canada) ("PIPEDA"), or any similar applicable privacy legislation, with respect to "personal information" (as defined in PIPEDA) that may form part of or be included in the Confidential Information.

14.2 The Confidential Information shall be used solely for the performance of the Order. Each Party shall take all measures so that none of the Confidential Information is disclosed or revealed to any third party.

14.3. Each party recognizes that improper use of the Confidential Information may cause irreparable damage to the other party and agrees that the other party may take any and all available legal action and shall be entitled to injunctive relief to prevent breaches of this Article 14. Any breach of this non-disclosure obligation shall also permit the other party to terminate the Order in accordance with Article 15.2 hereunder.

Disclosure of Confidential Information is made by the parties without any express or implied representation or warranty as to the accuracy or the completeness thereof. The parties explicitly disclaim any liability relating to the Confidential Information, errors or omissions therefrom.

This obligation of confidentiality shall survive the expiration or termination of the Order, for any reason whatsoever, for a period of five (5) years. Upon the expiration or termination of the Order, each party shall promptly return or destroy, all documents, whether or not confidential, related to the Order, to the disclosing party, and shall not be entitled to keep any kind of log or copy of such documents, without the disclosing party's prior, express consent except for one single copy it may retain for archival purpose in order to ascertain its rights and obligations under the Order or the GTP.

15. TERM - TERMINATION

15.1. Term

An Open Order is placed for an unlimited period of time or an undetermined volume and the quantities for which Albéa commits itself shall be those shown in the delivery schedules. Albéa shall be entitled to terminate an Open Order at any time on one (1) month written notice by certified or registered mail with return receipt. Such notice period may be reduced by express agreement between the parties or in the event of an emergency. During such notice period, the Order shall be performed in accordance with the contractual terms and, in particular, with respect to price in force at the time of the termination. Termination of the Order shall not give rise to any claim by or liability to the Supplier for any reason whatsoever.

A Closed Order will not automatically be renewed without a further Closed Order, unless otherwise expressly agreed between the parties.

15.2. Termination

Albéa may immediately terminate each Order without further notice and without any liability of Albéa to Supplier, upon the occurrence of any of the following or any other similar or comparable event:

- Failure of the Supplier to cure any breach of its obligations under the Order and/or the Documents (including the GTP) within eight (8) calendar days after written notice by Albéa;
- (i) insolvency of Supplier; (ii) Supplier's inability to promptly provide Albéa with

adequate and reasonable assurance of Supplier's financial and operational capability to perform timely any of Supplier's obligations under any Order; (iii) filing of a voluntary petition in bankruptcy by Supplier (or a comparable insolvency event); (iv) filing of an involuntary petition in bankruptcy against Supplier (or a comparable insolvency event); (v) appointment of a receiver or trustee for Supplier or Supplier's assets; or (vi) execution of any assignment for the benefit of creditors of Supplier;

- A significant change in the Supplier's labour relations, financial condition or organizational structure, which Albéa determines, in its sole discretion, will interfere with the proper performance of the Order; or
- Upon the happening of any event in Articles 5, 13.1, 14.3 and 17.

Any termination by the Supplier shall never prevent Albéa to comply with its obligations towards its client(s) and shall always be subject to a negotiation in good faith to postpone the effective date of termination.

15.3 Remedies Not Exclusive

The exercise by Albéa of the right to terminate an Order is non-exclusive, shall be cumulative with, and shall not prohibit the exercise of, any other remedy available to Albéa.

16. SUBCONTRACTING

The Supplier may use one or more subcontractors or sub-suppliers but only with Albéa's prior, written consent, which may include Albéa's acceptance of the related payment terms of such subcontractor or sub-supplier. Such consent regarding the subcontractors or sub-suppliers shall in no event be considered an acceptance or endorsement of their competence and expertise. If the Supplier is authorized to subcontract all or part of the Order to one or more third parties, the Supplier shall remain solely and fully liable to Albéa for the performance of the Order and the GTP. The Supplier shall defend and hold Albéa harmless from and against any claims, demands, suits or actions of its subcontractors or sub-suppliers.

The Supplier shall include in its subcontracting agreements all contractual and legal provisions requiring the performance of the Order in accordance with the best practice in the industry area and Supplier's contractual obligations toward Albéa.

Albéa reserves the right to withhold payments until satisfactory supporting documents are provided by the Supplier that it has paid in full its subcontractors and sub-suppliers. In addition, Albéa may pay the subcontractor or sub-supplier directly for any raw materials, ingredients or components or other services that Supplier fails to pay and Albéa may offset the amount of such payments, if any, against any Supplier invoices. If Albéa pays a subcontractor or a sub-supplier of Supplier, Albéa shall own the raw materials, ingredients and components covered by such payment and shall have the exclusive right to take possession of such goods as determined solely by Albéa.

17. NO ASSIGNMENT

The Order shall not be assigned, in whole or in part, by the Supplier without Albéa's prior, written consent.

In the event of a change of direct or indirect control of the Supplier, or of transfer of all or a part of its business or assets, Albéa shall have the right to terminate the pending Orders, in accordance with Article 15.2 hereabove.

18. NON-SOLICITATION

The Supplier agrees not to solicit, hire or employ, directly or indirectly, and/or through an intermediary, any employee, collaborator, officer or director of Albéa (including when the initial request has been made by the latter).

19. HEALTH – SAFETY – ENVIRONMENT – ILLEGAL EMPLOYMENT

The Supplier shall comply with the legislation and regulations in force and the legal provisions customarily applied in the health and safety field, staff representation and illegal employment, whether or not the Supplier intervenes alone onsite or simultaneously with other suppliers.

The Supplier shall be solely responsible for the administrative, accounting and labour management and the supervision of its staff assigned to the performance of the Order. The Supplier represents that the members of its staff assigned to the performance of the Order shall be competent and adequate in number so as to provide the Supplies in compliance with the Order.

If the staff is present on Albéa's premises, the Supplier shall appoint a project manager on site with supervisory and disciplinary authority over its staff.

In addition to the legal and regulatory provisions, the Supplier undertakes to comply with the instructions and procedures established by Albéa, including health and safety, environment and quality.

20. COMPLIANCE WITH ANTI-CORRUPTION LAWS

The Supplier shall comply with the strictest ethics and moral rules. In particular, the Supplier represents and warrants that it will not, nor will any of its officers, employees, shareholders, representatives, subcontractors or agents (“associated parties”), directly or indirectly, make an offer any payment, gift or other advantage with respect to any matter which are the subject of any Order which (i) would violate any anti-corruption laws or regulations applicable to Supplier or Albéa, (ii) is intended to, or does, influence or reward any person for acting in breach of an expectation of good faith, impartiality or trust, or which it would otherwise be improper for the recipient to accept, (iii) is made to or for a public official with the intention of influencing and obtaining or retaining an advantage in the conduct of business, or (iv) which a reasonable person would otherwise consider to be unethical, illegal or improper.

The Supplier shall immediately inform Albéa's Purchasing Department of any breach of the aforementioned representation and obligation.

The Supplier shall comply and have its own suppliers or subcontractors comply with “Albéa's suppliers charter” which the Supplier acknowledges it has received a copy.

Supplier shall (i) properly and accurately record in its Books and Records all transactions which relate in any way to any Orders (“transaction records”), (ii) provide the transaction records and/or any other such information as Albéa may reasonably require by note in writing in order to monitor Supplier’s compliance with its obligations under its anti-corruption policies. For the purpose of this paragraph, “Books and Records” shall be deemed to include, without limitation, corporate records, bank statements, books of account, supporting documentation and other records and documentation (including without limitation, invoices, transfer documents and any other documents), whether in paper or other form.

Failure to comply with the undertakings, representations and warranties in this Section, shall authorize Albéa to terminate immediately any pending Orders without compensation and without prejudice to any other legal recourse it may have against the Supplier.

21. COMPLIANCE WITH LABOUR LAWS

Supplier will not (i) utilize forced or involuntary labour, regardless of its form, (ii) employ any child, except as part of a government approved job training, apprenticeship or similar program, or (iii) engage in abusive employment or corrupt business practices in the supply or provision of Supplies under any Order. If Supplier subcontracts any of its duties or obligations under any Order, Supplier will ensure that all subcontractors comply with the requirements under this Article 21.

22. MISCELLANEOUS

22.1 Severability. If any provisions of these GTP are declared to be unenforceable, the other provisions shall continue in full force and effect.

22.2 Waiver. No waiver of any of these GTP shall be deemed a further or continuing waiver of such term or condition or any other term or condition.

22.3 Publication. Supplier shall not, without Albéa's prior written consent, make any reference to Albéa or any of its affiliates, whether in press releases, advertisements, leaflets, catalogues or otherwise.

22.4 Independent Status. Nothing in the GTP shall make either Albéa or the Supplier the legal representative or agent of the other, nor shall either party have the right or authority to assume, create or incur any liability or obligation of any kind, expressed or implied, against, in the name of, or on behalf of the other party.

22.5 Electronic Communication. Supplier will comply with the method of electronic communication specified by Albéa, including requirements for electronic funds transfer, purchase order transmission, electronic signature, and other communications.

22.6 Limitation of Liability. ALBÉA SHALL NOT BE LIABLE TO SUPPLIER FOR ANY LOST REVENUE, LOST PROFITS OR OTHER INDIRECT OR CONSEQUENTIAL DAMAGES BASED ON BREACH OR DEFAULT UNDER THE ORDER, EVEN IF ALBÉA HAS BEEN ADVISED OF THE POSSIBILITY OF SUCH DAMAGES. In no event shall Albéa be liable to Supplier, its successors or assigns for damages in excess of the amount due to Supplier for complete performance under the Order, less any amounts already paid to Supplier by Albéa. Any legal action by Supplier

against Albéa arising under or relating to any Order must be commenced within one (1) year after the breach or other event giving rise to such claim.

22.7 Financial and Operational Condition of Supplier. Supplier represents and warrants to Albéa as of the date of each Order that it is not insolvent and is paying all debts as they become due; that it is in compliance with all loan covenants and other obligations; that all financial information provided by Supplier to Albéa concerning Supplier is true and accurate; that such financial information fairly represents Supplier's financial condition; and that all financial statements of Supplier have been prepared in accordance with generally accepted accounting principles, uniformly and consistently applied, or international financial reporting standards, consistently applied.

22.8 Governing Law - Jurisdiction – Venue.

The validity, construction and performance of any Order or contract for the purchase of Supplies shall be governed by and construed and enforced in accordance with the laws of the Province of Ontario and the laws of Canada applicable in the Province of Ontario, without regard to conflict of law principles. The United Nation Convention on Contracts for the International Sale of Goods, adopted in Vienna (Austria) on April 11, 1980, shall not be applicable to any purchase of Supplies.

The Supplier and Albéa shall first attempt to settle any dispute through consultation and negotiation in good faith in a spirit of mutual cooperation. All disputes which cannot be resolved amicably shall be brought in the courts of the Province of Ontario and each of the parties accepts the exclusive jurisdiction of such courts in connection with this Agreement, provided that Albéa shall always have the right to bring any action or proceedings against the Supplier in any court of competent jurisdiction where the Supplier has its principal place of business. Nothing in this Article 22.8 shall be construed or interpreted as a limitation of the right of either the Supplier or Albéa under applicable law to obtain injunctive or other equitable relief or to preserve a remedy which might be barred by time or other reason.

22.9 Representation.

The representatives of each party represent and warrant that they have full authority to execute these GTP and the Orders and to bind the parties they represent.

22.10 Continuing Obligations. These GTP will survive expiration, non-renewal or termination of the purchasing relationship between Albéa and Supplier.

22.11 Language. The parties confirm that it is their express wish that this Order and the GTP, as well as any other documents directly or indirectly relating to this Order, including notices, schedules and authorizations, have been and shall be in the English language only. Les parties aux présentes confirment leur volonté expresse que le bon de commande et les présentes conditions générales, de même que tous les documents s'y rattachant, y compris tous avis, annexes et autorisations s'y rattachant, soient rédigés en langue anglaise seulement.

23. WAIVER OF JURY TRIAL

SUPPLIER AND ALBÉA, AFTER CONSULTING (OR HAVING THE OPPORTUNITY TO CONSULT) WITH COUNSEL OF ITS CHOICE, KNOWINGLY VOLUNTARILY AND INTENTIONALLY WAIVE ANY RIGHT TO TRIAL BY JURY IN ANY ACTION

OR OTHER LEGAL PROCEEDING ARISING OUT OF OR RELATING TO ANY ORDER OR THESE GTP OR ANY OTHER DOCUMENT PERTAINING TO ANY ORDER OR THESE GTP.

24. APPLICATION OF THE GENERAL TERMS OF PURCHASE

These GTP shall apply as of March 2018 to all Orders placed by Albéa Canada Inc, and replace the GTP previously in force.

Albéa reserves the right to seek judicial relief to protect its property interests.

Albéa may amend these GTP at any time and will edit the new version on its website <http://www.albea-group.com/fr/general-terms/purchase.html> under the file entitled "Canada".

SUPPLIER:

NAME:

POSITION:

DATE:

SIGNATURE:

SUPPLIER'S STAMP: