PURCHASE ORDER TERMS FOR GOODS AND SERVICES

These terms and conditions apply to the CONTRACT between COMPANY and CONTRACTOR, which may be in the form of a purchase order or a work statement (the "CONTRACT"). These terms and conditions are binding between COMPANY and CONTRACTOR and supersede and replace any CONTRACTOR terms and conditions or previous contracts for SCOPE. In the event any special terms are agreed between the parties, the special terms will prevail over terms contained in these terms and conditions. Where these terms and conditions are attached to or incorporated in a CONTRACT issued under an existing contract, the terms and conditions of that existing contract will prevail.

PART A

1. DEFINITIONS

Capitalised words and expressions have the following meanings when interpreting the CONTRACT:

ACCEPTANCE: COMPANY accepts SCOPE in writing or is deemed to have accepted SCOPE in the manner specified by the CONTRACT.

AFFILIATE: in reference to a PERSON, any other PERSON that: (a) directly or indirectly controls or is controlled by the first PERSON; or (b) is directly or indirectly controlled by a PERSON that also directly or indirectly controls the first PERSON. A PERSON controls another PERSON if that first PERSON has the power to direct or cause the direction of the management of the other PERSON, whether directly or indirectly, through one or more intermediaries or otherwise, and whether by ownership of shares or other equity interests, the holding of voting rights or contractual rights, by being the general partner of a limited partnership, or otherwise. Any AFFILIATE of Royal Dutch Shell, plc is an AFFILIATE of COMPANY.

AGENCY PERSONNEL: those CONTRACTOR PERSONNEL who are not direct employees, but are working under the direct control and supervision of CONTRACTOR GROUP.

ANTI-CORRUPTION LAWS: the United States Foreign Corrupt Practices Act of 1977, the United Kingdom Bribery Act 2010, and all other APPLICABLE LAWS that prohibit tax evasion, money laundering or otherwise dealing in the proceeds of crime or the bribery of, or the providing of unlawful gratuities, facilitation payments, or other benefits to, any GOVERNMENT OFFICIAL or any other PERSON.

APPLICABLE DATA PROTECTION LAW: all laws, rules, regulations, governmental requirements, codes as well as international, federal, state, provincial laws applicable to COMPANY when acting as a controller or processor of PERSONAL DATA, in particular REGULATION (EU) 2016/679 (GDPR).

APPLICABLE LAWS: where applicable to a PERSON, property, or circumstance, and as amended from time to time: (a) statutes (including regulations enacted under those statutes); (b) national, regional, provincial, state, municipal, or local laws; (c) judgments and orders of courts of competent jurisdiction; (d) rules, regulations, and orders issued by AUTHORITIES; and (e) regulatory approvals, permits, licences, approvals, and authorisations.

AUTHORITIES: the government and any county, municipality, local government, or other political subdivision, instrumentality, ministry, or department which has jurisdiction over any part of SCOPE, or any county, municipality, local government or other political subdivision thereof.

BOOKS AND RECORDS: books, accounts, contracts, records, and documentation, in electronic format or otherwise, in respect of the CONTRACT and performance of SCOPE.

COMPANY GROUP: COMPANY and (a) its CO-VENTURERS and JOINT VENTURES; (b) any AFFILIATE of COMPANY, its JOINT VENTURES, or its CO-VENTURERS; and (c) any director, officer, employee, or other individual working under the direct control and supervision of COMPANY, its JOINT VENTURES, or CO-VENTURERS, or the AFFILIATES of COMPANY, its JOINT VENTURES, or CO-VENTURERS. A reference to COMPANY GROUP includes a reference to each of its members severally.

COMPANY PROVIDED ITEMS: items of materials, equipment, services, or facilities, provided by COMPANY to CONTRACTOR to perform SCOPE.

CONFIDENTIAL INFORMATION: all technical, commercial, photographic or other information, and all documents and other tangible items that record information, whether on paper, in machine readable format, by sound or video, by way of samples or otherwise, relating to a PERSON’s business, including WORK PRODUCT, PERSONAL DATA and SCOPE provided to that PERSON, business plans, property, way of doing business, business results or prospects, the terms, negotiations, and existence of the CONTRACT, proprietary software, IP RIGHTS, and business records. A reference to COMPANY GROUP’S CONFIDENTIAL INFORMATION includes WORK PRODUCT and the terms, negotiations, and existence of the CONTRACT.

CONSEQUENTIAL LOSS: (a) indirect or consequential losses; and (b) loss of production, loss of product, loss of use, and loss of revenue, profit, or anticipated profit, whether direct, indirect, or consequential, and whether or not the losses were foreseeable at the time of entering into the CONTRACT.

CONTRACT PRICE: the total amount payable by COMPANY to CONTRACTOR in accordance with the CONTRACT.

CONTRACTOR EQUIPMENT: any machinery, plant, tools, equipment, goods, materials, supplies, and other items (including all appropriate associated spare parts, storage containers, packing, and securing) owned or contracted for by CONTRACTOR GROUP, provided title has not passed and will not pass to COMPANY under the CONTRACT.

CONTRACTOR GROUP: CONTRACTOR and: (a) its SUBCONTRACTORS, (b) any AFFILIATE of CONTRACTOR or its SUBCONTRACTORS; and (c) any director, officer, employee, other PERSON or AGENCY PERSONNEL employed by or acting for and on behalf of CONTRACTOR, its SUBCONTRACTORS, or the AFFILIATES of CONTRACTOR and its SUBCONTRACTORS. A reference to CONTRACTOR GROUP includes a reference to each of its members severally.

CONTRACTOR PERSONNEL: any individual provided by CONTRACTOR GROUP, whether directly or indirectly, and assigned to work in connection with the performance of SCOPE, whether or not an employee of CONTRACTOR GROUP.
CO-VENTURER: any PERSON who is a party to a joint operating agreement, unitisation agreement, including a JOINT VENTURE, or similar agreement: (a) with COMPANY or any of its AFFILIATES; and (b) which agreement is related to SCOPE performed under the CONTRACT. A reference to CO-VENTURERS includes a reference to each CO-VENTURER severally and to its respective successors and permitted assigns.

FORCE MAJEURE EVENT: the events qualifying as a force majeure event as expressly set out in the CONTRACT.

GOODS: goods, materials, products, and equipment to be supplied by CONTRACTOR under the CONTRACT.

GOVERNMENT OFFICIAL: (a) any official or employee of any government, or any agency, ministry, or department of a government (at any level); (b) anyone acting in an official capacity for a government regardless of rank or position; (c) any official or employee of a company wholly or partially controlled by a government (e.g. a state-owned oil company), political party, or any official of a political party; (d) any candidate for political office, or any officer or employee of a public international organisation (e.g. the United Nations or the World Bank); and (e) any immediate family member (meaning a spouse, dependent child, or household member) of any of the foregoing.

HSSE STANDARDS: (a) all HSSE policies, manuals, standards, rules, and procedures, as communicated to CONTRACTOR, by or on behalf of COMPANY, designed to manage HSSE risks during performance of SCOPE under the CONTRACT; (b) all APPLICABLE LAWS relating to HSSE; and (c) any other rules and procedures (whether issued by COMPANY GROUP or otherwise) in force at a relevant COMPANY GROUP WORKSITE at the time of performance of SCOPE.

INDEMNIFY: release, save, indemnify, defend, and hold harmless.

INDIRECT TAXES: any of the following: (a) value added tax; (b) goods and services tax; or (c) sales tax or similar levy.

INSOLVENCY EVENT: if a PERSON: (a) stops or suspends, or threatens to stop or suspend, payment of all or a material part of its debts, or is unable to pay its debts as they fall due; (b) ceases or threatens to cease to carry on all or a substantial part of its business; (c) begins negotiations for, starts any proceedings concerning, proposes or makes any agreement for the reorganisation, compromise, deferral, or general assignment of, all or substantially all of its debts; (d) makes or proposes an arrangement for the benefit of some or all of its creditors of all or substantially all of its debts; (e) takes any step with a view to the administration, winding up, or bankruptcy of that PERSON; (f) is subject to an event in which all or substantially all of its assets are subject to any steps taken to enforce security over those assets or to levy execution or similar process, including the appointment of a receiver, trustee in bankruptcy, or similar officer; or (g) is subject to any event under the law of any relevant jurisdiction that has an analogous or equivalent effect to any of the INSOLVENCY EVENTS listed above.

IP RIGHTS: all patents, copyright, database rights, design rights, rights in CONFIDENTIAL INFORMATION, including know-how and trade secrets, inventions, moral rights, trademarks and service marks (all whether registered or not and including all applications for any of them and all equivalent rights in all parts of the world), whenever and however arising for their full term, and including any divisions, re-issues, re-examinations, continuations, continuations-in-part, and renewals.

JOINT VENTURE: any entity: (a) which itself is not an AFFILIATE of COMPANY; (b) in which an AFFILIATE of COMPANY has a direct or indirect ownership interest; and (c) the activities of which are related to SCOPE.

LIABILITIES: liabilities for all claims, losses, damages, costs (including legal fees), and expenses.

LIENS: liens, attachments, charges, claims, or other encumbrances against SCOPE or property of COMPANY GROUP.

LIQUIDATED DAMAGES: amounts agreed in the CONTRACT that CONTRACTOR must pay to COMPANY if certain events or obligations as specified in the CONTRACT are not achieved or not timely achieved.

OTHER CONTRACTOR: any other contractor engaged by COMPANY to perform WORK at the WORKSITE.

OTHER PERMITTED BUYER: (a) JOINT VENTURES; and (b) SHELL CONTRACTORS.

PERSON: a natural person or (b) a legal entity, including any partnership, limited partnership, limited liability company, corporation, firm, trust, body corporate, government, governmental body or agency, or unincorporated venture.

PERSONAL DATA: any information relating to an identified or identifiable individual, unless otherwise defined under APPLICABLE LAWS related to the protection of individuals, the processing of such information, and security requirements for and the free movement of such information.

RESTRICTED JURISDICTION: countries or states that are subject to comprehensive economic or trade sanctions, restrictions or embargoes (as may be amended by the relevant AUTHORITIES from time to time).

RESTRICTED PARTY: (i) any PERSON resident, established or registered in a RESTRICTED JURISDICTION; (ii) any PERSON classified as a US Specially Designated National or otherwise subject to blocking sanctions under TRADE CONTROL LAWS; (iii) any AFFILIATES of such PERSONS; and (iv) any PERSON acting on behalf of a PERSON referred to in the foregoing.

SCOPE: the GOODS to be delivered or the SERVICES to be performed, as the case may be, by or on behalf of CONTRACTOR under this CONTRACT, and all other activities and obligations to be performed by or on behalf of CONTRACTOR under this CONTRACT.

SERVICES: services to be supplied by CONTRACTOR under the CONTRACT, including the results of those services.

SHELL CONTRACTOR: a PERSON acting as a contractor of an AFFILIATE of Royal Dutch Shell plc.

SOFTWARE: any software forming part of SCOPE or necessary for the intended use of SCOPE, including, as applicable, the database and all machine codes, binaries, object codes or source codes, whether in a machine or human readable form, and all improvements, modifications, and updates, flow charts, logic diagrams, passwords, and output tapes, and any future updates, releases, and generally available associated software items, together with the licence to use them or ownership rights in them.

STANDARDS OF PRACTICE: with reference to SCOPE and the performance of SCOPE, the sound standards, methods, skill, care, techniques, principles, and practices that are recognised and generally accepted in the international oil, gas, and petrochemical industry.

SUBCONTRACT: any contract between CONTRACTOR and a SUBCONTRACTOR or between a SUBCONTRACTOR and another SUBCONTRACTOR of any tier for the performance of any part of SCOPE, including any call off under framework agreements of COMPANY or an AFFILIATE of COMPANY and supply agreements for materials.

SUBCONTRACTOR: any party to a SUBCONTRACT, other than COMPANY and CONTRACTOR, including any employers of AGENCY PERSONNEL (except as explicitly provided otherwise).
TAXES: all taxes, duties, levies, import, export, customs, stamp or excise duties (including clearing and brokerage charges), charges, surcharges, withholdings, deductions, or contributions that are imposed or assessed by any competent authority of the country where SCOPE is performed or any other country in accordance with APPLICABLE LAWS.

TRADE CONTROL LAWS: all APPLICABLE LAWS concerning trade or economic sanctions or embargoes, RESTRICTED PARTY lists, trade controls on the import, export, re-export, transfer or otherwise trade of goods, services, software, or technology, including those of the European Union, the United Kingdom and the United States of America.

VARIATION: a modification or alteration of, addition to, or deletion of, all or part of SCOPE.

VARIATION ASSESSMENT: a proposal prepared by CONTRACTOR in respect of a VARIATION in which it provides full detail of the following: (a) the impact of the proposed VARIATION on SCOPE; (b) a detailed schedule for the performance of adjusted SCOPE; (c) the effect on the CONTRACT PRICE (if any), determined in accordance with the CONTRACT; and (d) any other information COMPANY concludes is necessary for its evaluation.

VARIATION ORDER: a written order for a VARIATION authorised by COMPANY.

WORK PRODUCT: any and all information, reports, data, drawings, computer programs, source and object codes, program documentation, spread sheets, presentations, analyses, results, conclusions, findings, solutions, calculations, studies, concepts, codes, manuals, inventions, business models, designs, prototypes, magnetic data, flow charts, recommendations, working notes, specifications or other information, documents, or material, which arises or is made, created, or generated under the CONTRACT, in connection with SCOPE, or is made, created, or generated from or using COMPANY GROUP’s IP RIGHTS.

WORKSITE: lands, waters, and other places on, under, in, or through which SCOPE or activities in connection with SCOPE are to be performed, including manufacturing, fabrication, or storage facilities, offshore installations, floating construction equipment, vessels, offices, workshops, camps, or messing facilities. WORKSITE does not include any lands, waters, or other places used during transportation to and from WORKSITES.

2. REQUIREMENTS PERTAINING TO SCOPE

(a) This CONTRACT is non-exclusive and carries no requirement for COMPANY to place any orders or purchase any minimum quantities. COMPANY may acquire same or similar SCOPE from other suppliers.

(b) Time is of the essence for the performance of SCOPE.

(c) Any information supplied by COMPANY is the property of COMPANY and will not be used by CONTRACTOR for any purpose other than for performance of the CONTRACT.

3. REQUIREMENTS PERTAINING TO GOODS

(a) CONTRACTOR guarantees that GOODS supplied in connection with the performance of SCOPE will be: (i) without fault, defect, or deficiency; (ii) new on delivery, unless otherwise specified in the CONTRACT; (iii) fit for use for any purpose specified in the CONTRACT; and (iv) in strict conformance with the CONTRACT and any specification, drawing, or other description supplied by COMPANY to CONTRACTOR and agreed to as part of the CONTRACT.

(b) Unless a different period is specified in the SCOPE DESCRIPTION, CONTRACTOR’s warranty for GOODS applies to all defects arising within 12 months of COMPANY’s ACCEPTANCE of GOODS.

(c) Following ACCEPTANCE by COMPANY of the GOODS, the warranties set out in this Article are in lieu of all other warranties expressed or implied by statute, common law, custom, usage, or otherwise.

(d) CONTRACTOR retains risk of loss and damage to the GOODS until delivery is complete in accordance with the INCOTERMS in any case where INCOTERMS are specified, otherwise when COMPANY takes physical possession of the GOODS.

(e) Title to the GOODS will pass to COMPANY at the earlier of: (i) risk of loss and damage to the GOODS passing to COMPANY; or (ii) as COMPANY makes payment for the GOODS.

(f) CONTRACTOR will pack the GOODS so that they may be transported and unloaded safely. CONTRACTOR represents that, on delivery, the GOODS will have been accurately described, classified, marked, and labelled, in accordance with the CONTRACT, all APPLICABLE LAWS, and STANDARDS OF PRACTICE.

4. REQUIREMENTS PERTAINING TO SERVICES

4.1. SERVICES Warranties

(a) CONTRACTOR warrants that all SERVICES supplied in connection with the performance of SCOPE will be: (i) performed in accordance with the CONTRACT; (ii) fit for use for any purpose specified in the CONTRACT; and (iii) free from any defect or deficiency.

(b) Unless a different period is specified in the SCOPE description, CONTRACTOR’s warranty for SERVICES applies to all defects arising within 12 months of COMPANY’s ACCEPTANCE of the SERVICES.

(c) Following ACCEPTANCE by COMPANY of the SERVICES, the warranties set out in this Article are in lieu of all other warranties expressed or implied by statute, common law, custom, usage, or otherwise.

(d) CONTRACTOR will supply SERVICES diligently, efficiently, and carefully, in a good and professional manner, and in accordance with the CONTRACT and all STANDARDS OF PRACTICE. CONTRACTOR will furnish all skills, labour, supervision, equipment, goods, materials, supplies, transport, and storage required for SERVICES.

4.2. CONTRACTOR PERSONNEL in Connection with SERVICES

Where required by COMPANY, CONTRACTOR will perform at its own expense security background checks and obtain entry credentials for CONTRACTOR PERSONNEL on COMPANY GROUP WORKSITES.

5. COMPENSATION, PAYMENT, AND INVOICING

(a) COMPANY agrees to pay the CONTRACT PRICE to CONTRACTOR in the currency specified in the Schedule of Prices, and at the times and in the manner specified in this Article. The CONTRACT PRICE is all-inclusive except for value added tax or sales tax.

(b) CONTRACTOR will invoice only after ACCEPTANCE of SCOPE, except as otherwise provided in the CONTRACT.

(c) COMPANY will pay CONTRACTOR any undisputed amount within the time period specified in the CONTRACT after receipt of a correct and adequately supported invoice. An invoice is considered unsupported when COMPANY cannot reasonably verify the legitimacy or accuracy of the invoice using the information provided by CONTRACTOR or if supporting documentation is missing.

(d) Payment of an invoice is not: (i) by itself an accord and satisfaction, or otherwise a limitation of the rights of the parties in connection with the matter; or (ii) evidence SCOPE was performed in accordance with the CONTRACT.

(e) If COMPANY disputes an invoice, COMPANY may withhold payment of any disputed part of an invoice and pay only the undisputed part. COMPANY may, on notice to CONTRACTOR,
set off any liabilities between CONTRACTOR and COMPANY arising out of the CONTRACT or any other agreement. Any exercise by COMPANY of its rights under this provision will be without prejudice to any other rights or remedies available to COMPANY.

6. QUALITY ASSURANCE
CONTRACTOR must have quality assurance programs in place adequate to support its performance of SCOPE.

7. ACCESS TO COMPANY SYSTEMS, INFORMATION, OR INFRASTRUCTURE
In the event that performance of SCOPE requires CONTRACTOR or CONTRACTOR PERSONNEL to access COMPANY GROUP’s technical information, information technology, or resources (including COMPANY’s infrastructure), CONTRACTOR will sign and comply with COMPANY’s standard terms and conditions for access and security, unless other terms applicable to the CONTRACT were agreed on by the parties in writing.

8. VARIATIONS
COMPANY may request, or CONTRACTOR may initiate, a VARIATION ASSESSMENT for reasons of emergency, safety, or other reasonable necessity. CONTRACTOR is not entitled to a VARIATION for matters that were included in SCOPE, or matters that CONTRACTOR agreed to perform or take into account in connection with the CONTRACT. COMPANY may reject or accept the VARIATION ASSESSMENT by issuing a VARIATION ORDER.

9. INSPECTIONS, TESTING, AND ACCEPTANCE OF SCOPE
(a) To confirm SCOPE complies with the CONTRACT, CONTRACTOR will perform all tests and inspections required by the CONTRACT, APPLICABLE LAWS and, unless otherwise specified in the CONTRACT, STANDARDS OF PRACTICE.
(b) CONTRACTOR will request ACCEPTANCE from COMPANY: i) of GOODS by completion of delivery; or ii) of SERVICES by writing on completion of SCOPE. Other than to start the period for any warranty of limited duration, ACCEPTANCE does not limit or waive any remedies.

10. REMEDIAL ACTIONS
If defects in SCOPE are discovered, CONTRACTOR will provide a plan to remedy the defects and will remedy the defects in an expeditious manner. Without prejudice to other remedies it may have, COMPANY may perform or have others perform some or all of the remedial actions, and CONTRACTOR will pay or promptly reimburse COMPANY for all costs CONTRACTOR would have been liable for under the CONTRACT where: (i) emergency situations or other HSSE risks require the immediate performance of remedial actions; (ii) CONTRACTOR presents a plan which does not provide for expeditious completion of warranty work; or (iii) CONTRACTOR does not timely complete the actions according to the agreed schedule.

CONTRACTOR’s warranties against defects are assignable, and CONTRACTOR will assign to COMPANY all manufacturers’ warranties or will pursue for COMPANY or its assignee all warranties that cannot be assigned.

PART B

1. PERFORMANCE
(a) CONTRACTOR will participate in business performance reviews to discuss HSSE performance, CONTRACTOR’s financial condition and other key performance indicators (KPIs).
(b) The frequency of business performance reviews will be established by the SCOPE description or alternatively, by COMPANY’s representative.

2. TAXES
2.1 CONTRACTOR TAXES
CONTRACTOR will be responsible for payment of all TAXES, and any interest, fines, or penalties for which CONTRACTOR GROUP is liable for: (a) income, capital gains, and wages; and (b) import or export of CONTRACTOR EQUIPMENT, or the movement of CONTRACTOR PERSONNEL.

2.2 INDIRECT TAXES
If INDIRECT TAXES apply, CONTRACTOR will add them to the invoice as a separate item, and COMPANY will pay them in addition to the CONTRACT PRICE.

2.3 Withholding
(a) Where required under APPLICABLE LAWS, COMPANY will withhold and pay over to relevant AUTHORITIES, TAXES from amounts payable to CONTRACTOR. That sum is a corresponding discharge of COMPANY’s liability to CONTRACTOR under the CONTRACT.
(b) Where CONTRACTOR demonstrates that it is exempt from any withholding or deductions under APPLICABLE LAWS, it will inform COMPANY and provide COMPANY with a valid certificate of exemption or immunity from the relevant AUTHORITY. COMPANY may act on the information given to it and will not be liable to CONTRACTOR or any other PERSON if COMPANY applies the withholding or deduction according to APPLICABLE LAWS.

2.4 Indemnity for LIABILITIES Related to TAXES
(a) CONTRACTOR will INDEMNIFY COMPANY GROUP for any LIABILITIES, including any interest, fines, or penalties for which CONTRACTOR GROUP or any PERSON directly or indirectly employed or engaged by CONTRACTOR GROUP is liable for TAXES or failures in connection to CONTRACTOR’s responsibility for withholding. For the purposes of Articles 1341 and 1342 of the Italian Civil Code, this provision is expressly accepted.
(b) If CONTRACTOR GROUP is considered to have a permanent establishment in connection with the performance of SCOPE, CONTRACTOR GROUP will be solely responsible for resulting LIABILITIES, TAXES and any other costs incurred by CONTRACTOR GROUP because of the presence of the permanent establishment.

3. LIENS
CONTRACTOR warrants good and clear title to SCOPE supplied. CONTRACTOR will not permit CONTRACTOR GROUP or place any LIENS or claim any LIENS. CONTRACTOR will immediately notify COMPANY and promptly remove any LIENS by CONTRACTOR GROUP.

4. SUSPENSION
(a) COMPANY may suspend the CONTRACT or part of SCOPE for cause by written notice with immediate effect pending COMPANY’s decision on termination where COMPANY concludes it has grounds to terminate the CONTRACT for cause. Where suspending for cause, CONTRACTOR will not be entitled to any VARIATION or other compensation.
(b) COMPANY may suspend the CONTRACT or part of SCOPE for convenience at its own discretion with seven days’ prior written notice. CONTRACTOR may seek a VARIATION if actions required by suspension impact the schedule or timing of SCOPE.
(c) COMPANY may at any time withdraw by written notice all or part of a suspension and CONTRACTOR will resume performance.

5. TERMINATION
5.1. Termination by COMPANY for cause
(a) COMPANY may terminate the CONTRACT or part of SCOPE for cause by written notice with immediate effect if: (i) in connection with the performance of the CONTRACT, CONTRACTOR GROUP breaches its own Business Principles, or if
it has no equivalent principles, then Shell’s Business Principles; (ii) CONTRACTOR GROUP violates ANTI-BRIBERY LAWS, applicable competition laws, TRADE CONTROL LAWS, other APPLICABLE LAWS, or HSSE STANDARDS or causes COMPANY to be in violation of those laws or HSSE STANDARDS; (iii) CONTRACTOR GROUP becomes a RESTRICTED PARTY; or (iv) CONTRACTOR is subject to an INSOLVENCY EVENT. (b) COMPANY may terminate the CONTRACT or part of SCOPE for cause where COMPANY determines CONTRACTOR materially breached a term or condition of the CONTRACT other than those set out in the preceding paragraph. COMPANY will first provide written notice which may require CONTRACTOR to remedy the breach, or COMPANY may terminate the CONTRACT if COMPANY determines the breach is not capable of timely remedy, or it is not subsequently remedied.

5.2 Termination by COMPANY for convenience COMPANY may terminate the CONTRACT or part of SCOPE for convenience at its own discretion with 30 days’ prior written notice.

5.2. Termination by CONTRACTOR for cause (a) CONTRACTOR may terminate the CONTRACT if COMPANY fails to pay an undisputed amount to CONTRACTOR that is properly presented, due, and payable for more than 60 days and exceeds 5% of the CONTRACT PRICE, assuming complete performance of the CONTRACT, subject to: (i) CONTRACTOR giving COMPANY with prior written notice specifying the unpaid amount which is due and payable for more than 60 days and requiring it to be paid within a further period of 45 days of such notice; and (ii) COMPANY failure to cure or provide proper grounds for non-payment during the notice period. (b) CONTRACTOR’S termination rights do not apply to non-payment in the case of COMPANY’S valid exercise of set off rights.

5.3. CONTRACTOR Obligations on Termination On any termination, CONTRACTOR will promptly cease performance, give access to SCOPE in progress, avoid unreasonable interference with others, and take reasonable steps to allow COMPANY to complete SCOPE, including turning over all documentation for SCOPE and SOFTWARE which was to be supplied in connection with the CONTRACT.

5.4. Compensation in the Event of Termination (a) If COMPANY terminates the CONTRACT or part of SCOPE for cause, COMPANY will determine and pay (subject to valid set offs) the amounts owed to CONTRACTOR for SCOPE properly performed in accordance with the CONTRACT prior to termination. (b) If COMPANY terminates the whole of the CONTRACT for convenience or CONTRACTOR validly terminates for non-payment, COMPANY will also pay reasonable, unavoidable, and auditable demobilisation costs that COMPANY has specifically agreed elsewhere in the CONTRACT to pay on termination for convenience by COMPANY.

5.5. Exclusive Reasons for Termination The parties waive any right to terminate, rescind, or otherwise end the CONTRACT, on grounds other than those set out in the CONTRACT.

6. LIQUIDATED DAMAGES Any LIQUIDATED DAMAGES set out in the CONTRACT are genuine pre-estimates of the losses that may be sustained by failure of performance. COMPANY may claim demonstrated general damages in any case where LIQUIDATED DAMAGES are unenforceable.

7. LIABILITIES AND INDEMNITIES (a) Liability for loss of and damage to property and for personal injury, death, or disease to any PERSON, arising in connection with the CONTRACT, will be determined in accordance with APPLICABLE LAW.

(b) Neither party will be liable to the other for that other party’s own CONSEQUENTIAL LOSS, regardless of negligence or other fault.

(c) Neither party excludes or limits its LIABILITIES to the extent they may not be excluded under APPLICABLE LAW.

8. INSURANCE Prior to commencement of performance, CONTRACTOR will arrange any insurance required by APPLICABLE LAW, and maintain that insurance in effect throughout the duration of the CONTRACT. Satisfaction of the obligation to procure insurance and perform other actions in connection with this Article will not relieve CONTRACTOR of any other obligations or LIABILITIES.

9. COMPLIANCE WITH APPLICABLE LAWS, BUSINESS PRINCIPLES, AND HSSE STANDARDS

9.1. APPLICABLE LAWS (a) CONTRACTOR will comply with APPLICABLE LAWS in the performance of the CONTRACT and will notify COMPANY of any material breaches. (b) Within the amounts stated for SCOPE, CONTRACTOR will expressly indicate the monetary amount used for implementation of measures aimed at avoiding or decreasing risks to safety in the workplace caused by the performance of SCOPE according to Article 26(5), of the Italian Legislative Decree 81/2008.

9.2. Business Principles (a) CONTRACTOR acknowledges that it has actual knowledge of: (i) the Shell General Business Principles, at www.shell.com/gbpp, and Shell’s Supplier Principles, at www.shell.com/suppliers; (ii) Shell’s Code of Conduct, at http://www.shell.com/codeofconduct; and (iii) Shell’s Global Helpline, at http://www.shell.com/globalhelpline. (b) CONTRACTOR agrees CONTRACTOR GROUP will adhere to and notify of violations of the principles contained in the Shell General Business Principles and Shell Supplier Principles (or where CONTRACTOR has adopted equivalent principles, to those equivalent principles) in all its dealings with or on behalf of COMPANY, in connection with this CONTRACT and related matters.

(c) If CONTRACTOR GROUP supplies staff that work on behalf of COMPANY or represent COMPANY, CONTRACTOR commits that the staff will behave in a manner that is consistent with the Shell Code of Conduct. (d) In connection with corporate governance during performance under this CONTRACT, the parties agree to comply with all APPLICABLE LAWS. (e) CONTRACTOR acknowledges that it is aware of existing legislation on corporate administrative responsibility and, in particular, of the Italian Legislative Decree dated 8 June 2001, n. 231 (Lgs. 231/2001). CONTRACTOR acknowledges that it has received from COMPANY the “Guidelines 231” or that CONTRACTOR has reviewed the Guidelines 231 through the website www.shell.it. CONTRACTOR will share and to accept the Guidelines 231 together with the principles underlying the Italian Legislative Decree n. 231/2001. (f) CONTRACTOR represents that it has adopted and effectively implemented a system of governance and internal control (protocols, procedures, and best practices) capable of preventing the offences, actual or attempted, covered by the Italian Legislative Decree n. 231/2001. (g) CONTRACTOR will undertake on behalf of CONTRACTOR PERSONNEL or members of CONTRACTOR GROUP to adopt for the entire duration of the CONTRACT behaviours and actions in compliance with the “Guidelines 231”. This undertaking is an
essential part of the CONTRACT, and COMPANY is entitled to notify third parties of CONTRACTOR’s obligations under this Article, in order to demonstrate its full compliance with the law. 
(h) Any behavior of CONTRACTOR or members of CONTRACTOR GROUP not in compliance with this Article or the Guidelines 231 will be considered a material breach of this CONTRACT. In the event of such breach, COMPANY will have the right to: (i) suspend performance of any obligations under the CONTRACT, by providing CONTRACTOR a written, registered communication including a summary of the circumstances surrounding CONTRACTOR’s conduct in relation to any crime included in Lgs. 231/2001; or (ii) terminate or discharge the CONTRACT, by written, registered communication including a summary of the circumstances surrounding CONTRACTOR’s conduct in relation to any crime included in Lgs. 231/2001. 
(i) In case of suspension or termination of the CONTRACT, CONTRACTOR will bear any legal costs in connection with any suspension or termination of the CONTRACT. In addition to CONTRACTOR’s LIABILITY for any prejudicial event or for damage following CONTRACTOR’s illegal conduct, CONTRACTOR will INDEMNIFY COMPANY for any LIABILITIES to third parties in connection with CONTRACTOR’s illegal conduct. 
(j) CONTRACTOR will not obstruct the activity exercised by the Vigilance Body of COMPANY carrying out the inspection or supervision of the model drafted in accordance with Lgs. 231/2001 or of the operational procedures listed in the same model, on the basis of the inspection powers conferred by the board of directors of COMPANY on the Vigilance Body. 

9.3. Anti-Bribery and Corruption
(a) CONTRACTOR represents that, in connection with this CONTRACT and related matters: (i) it is knowledgeable about ANTI-CORRUPTION LAWS and will comply with those laws; (ii) CONTRACTOR GROUP has not made, offered, authorised, or accepted, and will not make, offer, authorise, or accept, any payment, gift, promise, or other advantage, whether directly or through any other PERSON, to or for the use or benefit of any GOVERNMENT OFFICIAL or any other PERSON where that payment, gift, promise, or other advantage would: (A) comprise a facilitation payment; or (B) violate the relevant ANTI-CORRUPTION LAWS. 
(b) CONTRACTOR will immediately notify COMPANY if CONTRACTOR receives or becomes aware of any matter that is prohibited by the preceding paragraph. 
(c) CONTRACTOR affirms that no PERSON in CONTRACTOR GROUP has made, offered, authorised, or accepted, any payment, gift, promise, or other advantage, whether directly or through any other PERSON, to or for the use or benefit of any GOVERNMENT OFFICIAL or any other PERSON where that payment, gift, promise, or other advantage would: (A) comprise a facilitation payment; or (B) violate the relevant ANTI-CORRUPTION LAWS.

9.4. Export and Trade Controls
Purchase Order—GOODS and SERVICES (Italy)
Ver. 2021a
(a) CONTRACTOR will comply with, all applicable TRADE CONTROL LAWS and will provide COMPANY with necessary data to comply with TRADE CONTROL LAWS. 
(b) CONTRACTOR will ensure that, except with the prior written consent of COMPANY: (i) COMPANY PROVIDED ITEMS are not exported, provided, or made available to any RESTRICTED JURISDICTION or RESTRICTED PARTIES; (ii) CONTRACTOR PERSONNEL with access to COMPANY GROUP’s technical information, information technology resources (including COMPANY GROUP’s infrastructure), or COMPANY GROUP WORKSITES, are not RESTRICTED PARTIES or nationals of a RESTRICTED JURISDICTION; (iii) CONTRACTOR will not utilise SUBCONTRACTORS that are RESTRICTED PARTIES; and (iv) CONTRACTOR will not source any of the goods, SOFTWARE or technology in SCOPE to be delivered or supplied to COMPANY under the CONTRACT, directly or indirectly, from RESTRICTED PARTIES or a RESTRICTED JURISDICTION. 

9.5. PERSONAL DATA Protection
(a) The parties may provide each other with PERSONAL DATA in the course of the performance of this CONTRACT, the processing and transfer of which will be done in accordance with APPLICABLE DATA PROTECTION LAW. Each party is a data controller in respect of the PERSONAL DATA. 
(b) Where COMPANY is located in the European Economic Area and CONTRACTOR is located in a country that has not been deemed to provide an adequate level of protection for PERSONAL DATA and has not implemented a program or certification that is recognised as providing an adequate level of protection in accordance with Regulation (EU) 2016/679, the standard contractual clauses as set out in the Annex to Decision to 2004/915/EC are incorporated into this agreement in full including the data processing principles set forth in Annex A to those clauses. 
(c) CONTRACTOR hereby undertakes to process, in its capacity as an autonomous “Data Controller” and according to Article 41(1)(f) 1 of the Italian Legislative Decree no.196/2003 (hereinafter the “Privacy Code”), all PERSONAL DATA falling under the provisions of the Privacy Code, received from COMPANY. Further, CONTRACTOR represents and warrants that any processing of PERSONAL DATA received from COMPANY will be carried on and performed autonomously and in full compliance with APPLICABLE LAWS including decisions of the Italian Privacy Authority (“Autorità Garante per la Protezione dei Dati Personali”), and in line with the best interpretation provided by scholars and courts from time to time. Whenever any third party or authority raises a claim under, or alleges a violation of, the Privacy Code against COMPANY (including, administrative proceedings, extrajudicial claims, or judicial cases) because of, or in relation to, a treatment of PERSONAL DATA performed by the CONTRACTOR or any member of CONTRACTOR GROUP, COMPANY will notify CONTRACTOR of the receipt of that claim. CONTRACTOR must then: (i) promptly address the claim or the allegation with the party bringing that claim, whenever possible or allowed by the relevant authority administering the claim or the relevant proceeding rules; and (ii) timely provide and all support, information, data, declaration, witnesses, or documentation that might be reasonably requested by COMPANY or that might be objectively helpful to the COMPANY for defending its position. 
(d) Whenever COMPANY is ordered by decision of a judicial body or administrative authority to make a payment in favour of a third party or authority (including, payments for reimbursements, indemnification, damages, fees, or sanctions) as a consequence of, or in relation to, one of the claims or allegations indicated above, CONTRACTOR will INDEMNIFY and
for any such payment. CONTRACTOR will reimburse COMPANY the exact amount eventually paid by COMPANY as a consequence of the judicial or administrative decision within 30 days of a written request from COMPANY for reimbursement. (e) Under Article 13 of Italian Legislative Decree 196/2003, CONTRACTOR expressly consents to PERSONAL DATA treatment and acknowledges it has been informed of the following: (i) the PERSONAL DATA is necessary for performance of SCOPE, as well as for the establishment of an archive aimed at managing the contractual relationship. The archive will be in hardcopy and electronic form and managed in order to assure the confidentiality, correctness, legitimacy, and fair treatment of the PERSONAL DATA; (ii) the PERSONAL DATA collection is related to the ordinary performance of SCOPE, and the lack of PERSONAL DATA collection would render it impossible to proceed with the contractual relationship; (iii) the PERSONAL DATA will be communicated to the Contracting & Procurement department of COMPANY, which is the Data Controller. The PERSONAL DATA may be transferred to other departments of COMPANY for the management of specific circumstances. The PERSONAL DATA may be transferred to AFFILIATES of COMPANY, banks, financing and insurance companies, as well as other entities performing activities for COMPANY, and public institutions and authorities for compliance with APPLICABLE LAW; (iv) all activities are in recognition of the rights established by Article 7 of the Italian Legislative Decree 196/2003; and (v) COMPANY is the data controller, and an employee belonging to the Contracting and Procurement department of COMPANY or its AFFILIATE is the data processor.

9.6. Health, Safety, Security, and Environment ("HSSE")
(a) In performing SCOPE at COMPANY GROUP WORKSITES, or other location if specified in the SHSE STANDARDS, CONTRACTOR will, and will ensure CONTRACTOR GROUP will, at all times: (i) pursue Shell’s HSSE principle of Goal Zero; (ii) comply with Shell’s “Life Saving Rules”, at http://www.shell.com/lifesavingrules; and (iii) comply with other applicable HSSE STANDARDS.
(b) CONTRACTOR is exclusively responsible for the collection and disposal of the waste that may be produced in connection with performance of SCOPE. CONTRACTOR will be considered the producer or holder of the waste resulting from the performance of SCOPE according to the Italian Legislative Decree n. 152/2006. CONTRACTOR will be required to keep the necessary documents established under that law (i.e. load and unload registry, record of waste typologies, MUD model). If CONTRACTOR fails to comply with the obligations set out under this Article, COMPANY may perform collection and disposal activities on behalf of CONTRACTOR, and CONTRACTOR will be required to INDEMNIFY COMPANY GROUP from any related LIABILITIES.

9.7 Compliance with REACH Regulations
(a) In all cases where applicable due to SCOPE performed, CONTRACTOR agrees to comply with Regulation (EC) No. 1907/2006 (“REACH”), and CONTRACTOR warrants that: (i) any substances, within the meaning of the REACH regulation, in SCOPE have been validly pre-registered or immediately registered (as applicable) in accordance with REACH and CONTRACTOR will confirm and provide evidence of compliance in writing to COMPANY prior to dispatch of those items; (ii) where substances in SCOPE have been pre-registered, CONTRACTOR will take all necessary steps to ensure that those substances are validly registered in accordance with REACH according to the deadlines set out in REACH; (iii) any registration will cover COMPANY’s uses and applications of the substances (or those of COMPANY’s customers) where they have been notified to CONTRACTOR (or to CONTRACTOR’s “only representative” if appointed and notified to COMPANY) no later than three months before the relevant registration deadline; and (iv) any registration will be kept up-to-date (including any relevant amendment to uses).
(b) CONTRACTOR will immediately notify COMPANY in writing if any substance in the GOODS may or has become subject to an authorisation or restriction under REACH or where any circumstance has arisen that would call into question whether any substance in SCOPE is adequately registered.
(c) CONTRACTOR will provide COMPANY with a copy of current safety data sheets for GOODS in the format and containing the information required by REACH. CONTRACTOR will send a copy of the safety data sheet in the language and to the address or contact as advised by COMPANY.

9.8 APPLICABLE LAWS for WORKSITES in Italy
(a) Prior to performance of SCOPE, CONTRACTOR will provide COMPANY with a list of all CONTRACTOR PERSONNEL (including those of SUBCONTRACTORS) who will be working at a COMPANY GROUP WORKSITE, together with the relevant copy that lists CONTRACTOR PERSONNEL’s identification documents, residences, number of registration, and insurance position. CONTRACTOR will keep the list up-to-date.
(b) CONTRACTOR will ensure that: (i) CONTRACTOR PERSONNEL in charge of the execution of SCOPE are employed in accordance with the union collective bargaining, with reference to the sector relevant to SCOPE, and are insured at the INAIL; and (ii) it complies with all APPLICABLE LAWS relating to social security, accident prevention, and placement of CONTRACTOR PERSONNEL.
(c) CONTRACTOR will give access to the WORKSITE only to those members of the CONTRACTOR PERSONNEL in possession of a valid ID, a certificate of “No Objection” (“Nulla Osta”) from the competent employment office, and who wear an identification badge (showing the PERSONAL DATA of the relevant CONTRACTOR PERSONNEL and of the employer, with a photo).
(d) Any COMPANY WORKSITE will be managed and organised according to the safety requirements provided by any APPLICABLE LAW existing or approved in Italy during the term of this CONTRACT, in particular Law 626/94, Law 494/96, and Legislative Decree 81/2008.
(e) To the extent the execution of SCOPE requires a construction site, CONTRACTOR will appoint, at its own expense, an expert with professional skills as the PERSON responsible for the construction site (“Responsabile di Cantiere”) who will be in charge of managing the site and generally of the proper execution of SCOPE, without prejudice to any provisions concerning contractual liability of CONTRACTOR. CONTRACTOR will communicate to COMPANY the name of the individual, and CONTRACTOR must not begin performance of SCOPE until COMPANY has accepted the appointment of that individual. COMPANY may require substitution at any time where it determines the individual appointed to those tasks is not completing them competently or diligently. The individual so designated will be held responsible (together with CONTRACTOR) for compliance with APPLICABLE LAWS regarding health, environment, and safety matters.
(f) According to the Law n. 123/2007 and Legislative Decree n. 81/2008, COMPANY and CONTRACTOR will cooperate to prepare a Sole Risk Assessment Document (“Documento Unico Valutazione dei Rischi”) that indicates the measures that have been or will be adopted to eliminate or minimise risks arising from any potential interferences between CONTRACTOR and other suppliers working in the same WORKSITE.
(g) CONTRACTOR and any SUBCONTRACTORS will comply at their own expense with all environmental rules approved in Italy during the term of the CONTRACT, in particular with the Legislative Decree n. 152/2006.

(h) If CONTRACTOR performs any SCOPE that includes removal of asbestos, SCOPE will be performed in conformity with all requirements of APPLICABLE LAWS in Italy, in particular Italian Legislative Decree 25 July 2006 n. 257, and Law 27 March 1992 n. 257. CONTRACTOR will prepare a work plan ("Piano di lavoro") to be sent to the relevant health authorities ("Autorità Di Vigilanza") before demolishing or removing the asbestos. That work plan will be binding for CONTRACTOR when performing SCOPE.

(i) CONTRACTOR and any SUBCONTRACTORS will register in the appropriate register ("Albo Nazionale Gestori Ambientali"). COMPANY may at any time request proof of CONTRACTOR’s compliance.

10. CONFIDENTIAL INFORMATION
10.1 Obligations in Connection with CONFIDENTIAL INFORMATION
(a) CONTRACTOR will, and will ensure that CONTRACTOR GROUP will, not disclose or permit a disclosure to a third party of COMPANY GROUP’s CONFIDENTIAL INFORMATION without the prior written consent of COMPANY and will use COMPANY GROUP’s CONFIDENTIAL INFORMATION only in connection with performance of the CONTRACT.

(b) Information that CONTRACTOR can prove at disclosure is public knowledge, in the possession of CONTRACTOR without binder of secrecy, or developed independently of COMPANY’s CONFIDENTIAL INFORMATION is not CONFIDENTIAL INFORMATION. Restrictions on disclosure of COMPANY’s CONFIDENTIAL INFORMATION will cease if CONTRACTOR can prove that the information had become part of the public knowledge through no fault of CONTRACTOR GROUP or is subsequently disclosed to CONTRACTOR without an obligation of confidentiality by a third party who has the legal right to do so.

(c) On COMPANY’s request, CONTRACTOR will return promptly any CONFIDENTIAL INFORMATION and delete it from electronic storage, and delete or destroy all extracts or analyses that reflect any CONFIDENTIAL INFORMATION.

10.2 CONTRACTOR Information
Except where the obligation is expressly stated elsewhere in the CONTRACT or through a separate agreement, COMPANY GROUP will not have an obligation of non-disclosure or non-use regarding information provided by CONTRACTOR GROUP.

10.3 External Communications
CONTRACTOR must obtain written approval from COMPANY before proceeding with any external communications in connection with the CONTRACT, disclosure of business relationships, or use of COMPANY’s trademarks.

11. INTELLECTUAL PROPERTY
(a) Except for IP RIGHTS vested with CONTRACTOR as provided below, all ownership rights, title, and interest in and to SCOPE and WORK PRODUCT will vest in COMPANY. This CONTRACT does not grant CONTRACTOR GROUP any rights, title, or interest in or to COMPANY GROUP’s IP RIGHTS, other than those set out in the CONTRACT. IP RIGHTS created by modifications, amendments, enhancements, or improvements (including tailor-made to the specifications of COMPANY) to COMPANY GROUP’s IP RIGHTS, or made using COMPANY GROUP’s CONFIDENTIAL INFORMATION, will vest with COMPANY or its nominee when created.

(b) CONTRACTOR, warranting that it is entitled to do so, grants to COMPANY GROUP the irrevocable, non-exclusive, perpetual, worldwide, royalty-free right and licence, with the right to grant sub-licences, to possess, and use any of CONTRACTOR’s IP RIGHTS embodied in SCOPE, including the right to import, export, operate, sell, maintain, modify and repair SCOPE. CONTRACTOR warrants that any possession or use of SCOPE as delivered by CONTRACTOR or of CONTRACTOR’s IP RIGHTS will not infringe the IP RIGHTS of any third party.

(c) COMPANY’s ownership rights in SCOPE under this article will not extend to CONTRACTOR’S IP RIGHTS that: (i) pre-existed the performance under the CONTRACT; (ii) are developed independently from performance of the CONTRACT; or (iii) are used by CONTRACTOR in connection with or to perform the CONTRACT, but are not based on or arising out of COMPANY GROUP’s IP RIGHTS or CONFIDENTIAL INFORMATION.

(d) CONTRACTOR will INDEMNIFY COMPANY GROUP, assignees, transferees, and sublicensees permitted by this CONTRACT for any LIABILITIES resulting from any claim that the ownership possession or use of any SCOPE or WORK PRODUCT infringes or misappropriates the IP RIGHTS of any third party.

12. FINANCIAL AND PERFORMANCE AUDIT
(a) COMPANY will have the right to audit: (i) invoiced charges and proper invoicing; (ii) other BOOKS AND RECORDS; and (iii) the performance of any other of CONTRACTOR’s obligations under the CONTRACT, where capable of being verified by audit.

(b) Based on the findings of the audit the parties will settle any amounts charged incorrectly within 45 days of any audit finding; and CONTRACTOR will provide or re-perform any SCOPE where the requirement to do so is identified by any audit within 45 days of any audit finding.

(c) CONTRACTOR will keep BOOKS AND RECORDS available for audit for the longer of the following periods: (i) five years following termination of the CONTRACT or any longer period as required by APPLICABLE LAWS; or (ii) two years after the period expires on any obligation of CONTRACTOR to perform or re-perform any SCOPE.

(d) If a longer period is specified in the CONTRACT for retention of relevant BOOKS AND RECORDS for compliance with ANTI-CORRUPTION LAWS, CONTRACTOR will comply with that requirement.

13. RELATIONSHIP OF THE PARTIES
13.1 Independent CONTRACTOR
CONTRACTOR is an independent contractor in all aspects of performance under the CONTRACT. CONTRACTOR is responsible for the method and manner of performance to achieve the results required by the CONTRACT.

13.2 No Business Relationship
(a) Neither the CONTRACT nor its performance creates a partnership or joint venture. No party is appointed as agent of the other. The CONTRACT does not permit CONTRACTOR to make any commitment on behalf of COMPANY GROUP.

(b) CONTRACTOR and CONTRACTOR PERSONNEL are not to be considered employees of COMPANY GROUP and are not eligible to participate in any of COMPANY GROUP’s employee benefit plans. CONTRACTOR will indemnify COMPANY GROUP for any LIABILITIES related to claims for private or governmental benefits by CONTRACTOR GROUP.

14. CONTRACTOR PERSONNEL AND SUBCONTRACTING
14.1 Responsibility
CONTRACTOR is responsible for any SCOPE performed by and all activities, omissions, and defaults of any SUBCONTRACTOR and all CONTRACTOR PERSONNEL as if they were the activities, omissions, or defaults of CONTRACTOR.

14.2 Condition to SUBCONTRACT
CONTRACTOR may not subcontract any part of its obligations under the CONTRACT except as agreed in writing by COMPANY.

14.3 Formation and Content of SUBCONTRACTS; Further Requirements
(a) CONTRACTOR will ensure that SUBCONTRACTS are in all material respects consistent with the terms and conditions of the CONTRACT.
(b) If CONTRACTOR subcontracts any of its obligations, CONTRACTOR will be held responsible for the compliance of the SUBCONTRACT with APPLICABLE LAWS in Italy, in particular Italian Legislative Decree n. 276/2003.

15. ASSIGNMENT
An assignment or novation by a party of all or part of the CONTRACT requires the written consent of the other party, except that COMPANY may assign and novate all or part of the CONTRACT to an AFFILIATE without the consent of CONTRACTOR by giving written notice to CONTRACTOR.

16. FORCE MAJEURE
(a) COMPANY and CONTRACTOR are each excused from performance of the affected part of an obligation of the CONTRACT while performance is prevented by a FORCE MAJEURE EVENT unless the event was contributed to by the fault of the party or was due to circumstances that could have been avoided or mitigated by the exercise of reasonable diligence.
(b) Only the following are FORCE MAJEURE EVENTS: (i) riots, wars, blockades, or threats or acts of sabotage or terrorism; (ii) earthquakes, floods, fires, named hurricanes or cyclones, tidal waves, or tornadoes; (iii) radioactive contamination, epidemics, maritime or aviation disasters; (iv) strikes or labour disputes at a national or regional level or involving labour not forming part of CONTRACTOR GROUP or COMPANY GROUP, which materially impair the ability of the party claiming force majeure to perform the CONTRACT; (v) government sanctions, embargoes, mandates, or laws, that prevent performance; (vi) except as expressly provided otherwise in the CONTRACT, inability of a party to timely obtain licences, permits, or AUTHORITIES’ consents required for performance; or (vii) non-performance of a party’s SUBCONTRACTOR where the SUBCONTRACTOR has been or is affected by one of the above FORCE MAJEURE EVENTS. However, performance will only be excused under this sub-paragraph if the parties to the CONTRACT agree that substitute performance by another SUBCONTRACTOR is impracticable under the circumstances.
(c) A party whose performance is delayed or prevented will use reasonable endeavours to notify the other party and mitigate the effects of any FORCE MAJEURE.
(d) COMPANY may terminate the CONTRACT or part of SCOPE if any FORCE MAJEURE EVENT results in a delay that exceeds 90 consecutive or 180 cumulative days.

17. NOTICES
All notices or other communications under the CONTRACT must be in English and in writing, and: (i) delivered by hand; (ii) sent by prepaid courier; (iii) sent by registered post; or (iv) sent by email with confirmation receipt requested. Notices and communications are effective when actually delivered at the address specified in the CONTRACT.

18. GOVERNING LAW, DISPUTE RESOLUTION AND REMEDIES

18.1. Governing Law
This CONTRACT, and any dispute or claim arising out of or in connection with this CONTRACT or its subject matter or formation, including any non-contractual disputes or claims, will be exclusively governed by and construed in accordance with the laws of Italy, excluding conflict of law rules and choice of law principles that provide otherwise. The United Nations Convention on the International Sale of Goods will not apply to this CONTRACT.

18.2. Dispute Resolution
(a) Any dispute or claim arising out of or in connection with the CONTRACT or its subject matter or formation, whether in tort, contract, under statute, or otherwise, including any question regarding its existence, validity, interpretation, breach, or termination, and including any non-contractual claim, will be finally and exclusively resolved by arbitration by the Chamber of Arbitration of Milan (“CAM”) under its then current commercial arbitration rules.
(b) The arbitral tribunal, to be appointed in accordance with the arbitration rules, will consist of one arbitrator. However, if either party asserts the amount in controversy exceeds USD $5 million, then the tribunal will consist of three arbitrators.
(c) The seat of the arbitration will be Milan, Italy.
(d) The language of the arbitration will be English.
(e) Nothing in this Article will be construed as preventing any party from seeking conservatory or similar interim relief from any court with competent jurisdiction. Any award rendered by the arbitral tribunal will be made in writing and will be final and binding on the parties. The parties will carry out the award without delay. Judgment upon any award or order may be entered in any court having jurisdiction. All aspects of the arbitration will be considered confidential.

18.3. Specific Performance
COMPANY is entitled to specific performance of the CONTRACT.

19. ADDITIONAL LEGAL PROVISIONS
(a) The parties retain their rights and remedies under APPLICABLE LAWS, subject to any provisions in the CONTRACT that provide otherwise.
(b) A provision of the CONTRACT is not waived unless made in writing by an authorised representative of the waiving party.
(c) Provisions that state that they survive or by their nature are intended to survive completion of performance or termination of the CONTRACT do so, along with all remedies attached to them.
(d) Amendments to the CONTRACT must be made in writing and signed by the parties’ authorised representatives in order to be binding.
(e) CONTRACTOR GROUP or COMPANY GROUP not a party to the CONTRACT, but conferred rights in it are entitled to enforce those rights, but are not required to consent to amend or terminate those rights.
(f) The CONTRACT sets forth the entire agreement between the parties concerning its subject matter and supersedes any other agreements or statements pertaining to the same subject matter, except those agreements or statements expressly referenced in the CONTRACT as included. Any confidentiality agreement pertaining to the subject matter will remain in effect according to its terms, unless the CONTRACT provides that it is terminated or replaced.
(g) In addition to where expressly accepted in the CONTRACT, for the purposes of Articles 1341 and 1342 of the Italian Civil Code, the following provisions are expressly accepted: Section IIIA, Article 5 (Compensation, Payment and Invoicing) including any provisions for setoffs and adjustments; Article 4 (Suspension); Article 5 (Termination); Article 7 (Liabilities and Indemnities); Article 9.2 (Business Principle); Article 14 (Subcontracting); Article 15 (Assignment); Article 16 (Force Majeure); and Article 18 (Dispute Resolution).