

## Asset Disposals Limited – Terms & Conditions of Trade

- 1. Definitions**
  - 1.1 "Asset Disposals" shall mean Asset Disposals Limited its successors and assigns or any person acting on behalf of and with the authority of Asset Disposals Limited.
  - 1.2 "Client" shall mean the Client (or any person acting on behalf of and with the authority of the Client) as described on any quotation, work authorisation or other form as provided by Asset Disposals to the Client.
  - 1.3 "Guarantor" shall mean that person (or persons) who agrees to be liable for the debts of the Client on a principal debtor basis.
  - 1.4 "Goods" shall mean all Goods supplied by Asset Disposals to the Client (and where the context so permits shall include any supply of Services as hereinafter defined) and includes Goods described on any invoices, quotation, work authorisation or any other forms as provided by Asset Disposals to the Client.
  - 1.5 "Services" shall mean all services supplied by Asset Disposals to the Client and includes any advice or recommendations (and where the context so permits shall include any supply of Goods as defined above).
  - 1.6 "Price" shall mean the price payable for the Goods as agreed between Asset Disposals and the Client in accordance with clause 3 of this contract.
- 2. Acceptance**
  - 2.1 Any instructions received by Asset Disposals from the Client for the supply of Goods and/or the Client's acceptance of Goods supplied by Asset Disposals shall constitute acceptance of the terms and conditions contained herein.
  - 2.2 Where more than one Client has entered into this agreement, the Clients shall be jointly and severally liable for all payments of the Price.
  - 2.3 Upon acceptance of these terms and conditions by the Client the terms and conditions are binding and can only be amended with the written consent of Asset Disposals.
  - 2.4 The Client shall give Asset Disposals not less than fourteen (14) days prior written notice of any proposed change of ownership of the Client or any change in the Client's name and/or any other change in the Client's details (including but not limited to, changes in the Client's address, facsimile number, or business practice). The Client shall be liable for any loss incurred by Asset Disposals as a result of the Client's failure to comply with this clause.
  - 2.5 Goods are supplied by Asset Disposals only on the terms and conditions of trade herein to the exclusion of anything to the contrary in the terms of the Client's order notwithstanding that any such order is placed on terms that purport to override these terms and conditions of trade.
- 3. Price And Payment**
  - 3.1 At Asset Disposals' sole discretion the Price shall be either:
    - (a) as indicated on invoices provided by Asset Disposals to the Client in respect of Goods supplied; or
    - (b) Asset Disposals' current price at the date of delivery of the Goods according to Asset Disposals' current Price list.
  - 3.2 Asset Disposals reserves the right to change the Price in the event of a variation to Asset Disposals' quotation.
  - 3.3 At Asset Disposals' sole discretion a deposit may be required.
  - 3.4 At Asset Disposals' sole discretion payment shall be due before delivery or collection of the Goods.
  - 3.5 Time for payment for the Goods shall be of the essence and will be stated on the invoice or any other forms. If no time is stated then payment shall be due seven (7) days following the date of the invoice.
  - 3.6 Payment will be made by cash, cheque, cheque, direct credit, or by any other method as agreed to between the Client and Asset Disposals.
  - 3.7 GST and other taxes and duties that may be applicable shall be added to the Price except when they are expressly included in the Price.
- 4. Delivery Of Goods**
  - 4.1 At Asset Disposals' sole discretion delivery of the Goods shall take place when the Client takes possession of the Goods at Asset Disposals' nominated address; or
  - 4.2 The failure of Asset Disposals to deliver shall not entitle either party to treat this contract as repudiated.
  - 4.3 Asset Disposals shall not be liable for any loss or damage whatsoever due to failure by Asset Disposals to deliver the Goods (or any of them) promptly or at all, where due to circumstances beyond the control of Asset Disposals.
- 5. Risk**
  - 5.1 If Asset Disposals retains ownership of the Goods nonetheless, all risk for the Goods passes to the Client on delivery.
  - 5.2 If any of the Goods are damaged or destroyed following delivery but prior to ownership passing to the Client, Asset Disposals is entitled to receive all insurance proceeds payable for the Goods. The production of these terms and conditions by Asset Disposals is sufficient evidence of Asset Disposals' rights to receive the insurance proceeds without the need for any person dealing with Asset Disposals to make further enquiries.
- 6. Title**
  - 6.1 Asset Disposals and Client agree that ownership of the Goods shall not pass until:
    - (a) the Client has paid Asset Disposals all amounts owing for the particular Goods; and
    - (b) the Client has met all other obligations due by the Client to Asset Disposals in respect of all contracts between Asset Disposals and the Client.
  - 6.2 Receipt by Asset Disposals of any form of payment other than cash shall not be deemed to be payment until that form of payment has been honoured, cleared or recognised and until then Asset Disposals' ownership or rights in respect of the Goods shall continue.
  - 6.3 It is further agreed that:
    - (a) where practicable the Goods shall be kept separate and identifiable until Asset Disposals shall have received payment and all other obligations of the Client are met; and
    - (b) until such time as ownership of the Goods shall pass from Asset Disposals to the Client Asset Disposals may give notice in writing to the Client to return the Goods or any of them to Asset Disposals. Upon such notice being given the rights of the Client to obtain ownership or any other interest in the Goods shall cease; and
    - (c) the Client is only a bailee of the Goods and until such time as Asset Disposals has received payment in full for the Goods then the Client shall hold any proceeds from the sale or disposal of the Goods, up to and including the amount the Client owes to Asset Disposals for the Goods, on trust for Asset Disposals; and
    - (d) until such time that ownership in the Goods passes to the Client, if the Goods are converted into other products, the parties agree that Asset Disposals will be the owner of the end products; and
    - (e) if the Client fails to return the Goods to Asset Disposals then Asset Disposals or Asset Disposals' agent may (as the invitee of the Client) enter upon and into land and premises owned, occupied or used by the Client, or any premises where the Goods are situated and take possession of the Goods, and Asset Disposals will not be liable for any reasonable loss or damage suffered as a result of any action by Asset Disposals under this clause.
- 7. Personal Property Securities Act 1999 ("PPSA")**
  - 7.1 Upon assenting to these terms and conditions in writing the Client acknowledges and agrees that:
    - (a) these terms and conditions constitute a security agreement for the purposes of the PPSA; and
    - (b) a security interest is taken in all Goods previously supplied by Asset Disposals to the Client (if any) and all Goods that will be supplied in the future by Asset Disposals to the Client.
  - 7.2 The Client undertakes to:
    - (a) sign any further documents and/or provide any further information (such information to be complete, accurate and up-to-date in all respects) which Asset Disposals may reasonably require to register a financing statement or financing change statement on the Personal Property Securities Register;
    - (b) indemnify, and upon demand reimburse, Asset Disposals for all expenses incurred in registering a financing statement or financing change statement on the Personal Property Securities Register or releasing any Goods charged thereby;
    - (c) not register a financing change statement or a charge demand without the prior written consent of Asset Disposals; and
    - (d) immediately advise Asset Disposals of any material change in its business practices of selling the Goods which would result in a change in the nature of proceeds derived from such sales.
  - 7.3 Asset Disposals and the Client agree that nothing in sections 114(1)(a), 133 and 134 of the PPSA shall apply to these terms and conditions.
  - 7.4 The Client waives its rights as a debtor under sections 116, 120(2), 121, 125, 126, 127, 129, 131 and 132 of the PPSA.
  - 7.5 Unless otherwise agreed to in writing by Asset Disposals, the Client waives its right to receive a verification statement in accordance with section 148 of the PPSA.
  - 7.6 The Client shall unconditionally ratify any actions taken by Asset Disposals under clauses 7.1 to 7.5.
- 8. Security And Charge**
  - 8.1 Despite anything to the contrary contained herein or any other rights which Asset Disposals may have howsoever:
    - (a) where the Client and/or the Guarantor (if any) is the owner of land, realty or any other asset capable of being charged, both the Client and/or the Guarantor agree to mortgage and/or charge all of their joint and/or several interest in the said land, realty or any other asset to Asset Disposals or Asset Disposals' nominee to secure all amounts and other monetary obligations payable under these terms and conditions. The Client and/or the Guarantor acknowledge and agree that Asset Disposals (or Asset Disposals' nominee) shall be entitled to lodge where appropriate a caveat, which caveat shall be withdrawn once all payments and other monetary obligations payable hereunder have been met.
    - (b) should Asset Disposals elect to proceed in any manner in accordance with this clause and/or its sub-clauses, the Client and/or Guarantor shall indemnify Asset Disposals from and against all Asset Disposals' costs and disbursements including legal costs on a solicitor and own client basis.
    - (c) the Client and/or the Guarantor (if any) agree to irrevocably nominate constitute and appoint Asset Disposals or Asset Disposals' nominee as the Client's and/or Guarantor's true and lawful attorney to perform all necessary acts to give effect to the provisions of this clause 8.1.
- 9. Client's Disclaimer**
  - 9.1 The Client hereby disclaims any right to rescind, or cancel any contract with Asset Disposals or to sue for damages or to claim restitution arising out of any inadvertent misrepresentation made to the Client by Asset Disposals and the Client acknowledges that the Goods are bought relying solely upon the Client's skill and judgment.
- 10. Warranty**
  - 10.1 All Goods sold by Asset Disposals as sold "as is where is" therefore to the maximum extent permitted by statute, no warranty is given by Asset Disposals as to the quality or suitability of the Goods for any purpose and any implied warranty, is expressly excluded. Asset Disposals shall not be responsible for any loss or damage to the Goods, or caused by the Goods, or any part thereof howsoever arising.
- 11. Consumer Guarantees Act 1993**
  - 11.1 If the Client is acquiring Goods for the purposes of a trade or business, the Client acknowledges that the provisions of the Consumer Guarantees Act 1993 do not apply to the supply of Goods by Asset Disposals to the Client.
- 12. Default & Consequences Of Default**
  - 12.1 Interest on overdue invoices shall accrue daily from the date when payment becomes due, until the date of payment, at a rate of two and a half percent (2.5%) per calendar month (and at Asset Disposals' sole discretion such interest shall compound monthly at such a rate) after as well as before any judgment.
  - 12.2 In the event that the Client's payment is dishonoured for any reason the Client shall be liable for any dishonour fees incurred by Asset Disposals.
  - 12.3 If the Client defaults in payment of any invoice when due, the Client shall indemnify Asset Disposals from and against all costs and disbursements incurred by Asset Disposals in pursuing the debt including legal costs on a solicitor and own client basis and Asset Disposals' collection agency costs.
  - 12.4 Without prejudice to any other remedies Asset Disposals may have, if at any time the Client is in breach of any obligation (including those relating to payment) Asset Disposals may suspend or terminate the supply of Goods to the Client and any of its other obligations under the terms and conditions. Asset Disposals will not be liable to the Client for any loss or damage the Client suffers because Asset Disposals has exercised its rights under this clause.
  - 12.5 If any account remains overdue after thirty (30) days then an amount of the greater of twenty dollars (\$20.00) or ten percent (10%) of the amount overdue (up to a maximum of two hundred dollars (\$200.00)) shall be levied for administration fees which sum shall become immediately due and payable.
  - 12.6 Without prejudice to Asset Disposals' other remedies at law Asset Disposals shall be entitled to cancel all or any part of any order of the Client which remains unfulfilled and all amounts owing to Asset Disposals shall, whether or not due for payment, become immediately payable in the event that:
    - (a) any money payable to Asset Disposals becomes overdue, or in Asset Disposals' opinion the Client will be unable to meet its payments as they fall due; or
    - (b) the Client becomes insolvent, convenes a meeting with its creditors or proposes or enters into an arrangement with creditors, or makes an assignment for the benefit of its creditors; or
    - (c) a receiver, manager, liquidator (provisional or otherwise) or similar person is appointed in respect of the Client or any asset of the Client.
- 13. Cancellation**
  - 13.1 Asset Disposals may cancel any contract to which these terms and conditions apply or cancel delivery of Goods at any time before the Goods are delivered by giving written notice to the Client. On giving such notice Asset Disposals shall repay to the Client any sums paid in respect of the Price. Asset Disposals shall not be liable for any loss or damage whatsoever arising from such cancellation.
  - 13.2 In the event that the Client cancels delivery of the Goods the Client shall be liable for any loss incurred by Asset Disposals (including, but not limited to, any loss of profits) up to the time of cancellation.
- 14. Privacy Act 1993**
  - 14.1 The Client and the Guarantor/s (if separate to the Client) authorises Asset Disposals to:
    - (a) collect, retain and use any information about the Client and/or Guarantors, for the purpose of assessing the Client's and/or Guarantors creditworthiness or marketing products and services to the Client and/or Guarantors; and
    - (b) disclose information about the Client and/or Guarantors, whether collected by Asset Disposals from the Client and/or Guarantors directly or obtained by Asset Disposals from any other source, to any other credit provider or any credit reporting agency for the purposes of providing or obtaining a credit reference, debt collection or notifying a default by the Client and/or Guarantors.
  - 14.2 Where the Client and/or Guarantors are an individual the authorities under clause 14.1 are authorities or consents for the purposes of the Privacy Act 1993.
  - 14.3 The Client and/or Guarantors shall have the right to request Asset Disposals for a copy of the information about the Client and/or Guarantors retained by Asset Disposals and the right to request Asset Disposals to correct any incorrect information about the Client and/or Guarantors held by Asset Disposals.
- 15. General**
  - 15.1 If any provision of these terms and conditions shall be invalid, void, illegal or unenforceable the validity, existence, legality and enforceability of the remaining provisions shall not be affected, prejudiced or impaired.
  - 15.2 These terms and conditions and any contract to which they apply shall be governed by the laws of New Zealand and are subject to the jurisdiction of the courts of New Zealand.
  - 15.3 Asset Disposals shall be under no liability whatsoever to the Client for any indirect and/or consequential loss and/or expense (including loss of profit) suffered by the Client arising out of a breach by Asset Disposals of these terms and conditions.
  - 15.4 In the event of any breach of this contract by Asset Disposals the remedies of the Client shall be limited to damages which under no circumstances shall exceed the Price of the Goods.
  - 15.5 The Client shall not be entitled to set off against, or deduct from the Price, any sums owed or claimed to be owed to the Client by Asset Disposals nor to withhold payment of any invoice because part of that invoice is in dispute.
  - 15.6 Asset Disposals reserves the right to review these terms and conditions at any time. If, following any such review, there is to be any change to these terms and conditions, then that change will take effect from the date on which Asset Disposals notifies the Client of such change.
  - 15.7 Neither party shall be liable for any default due to any act of God, war, terrorism, strike, lock-out, industrial action, fire, flood, drought, storm or other event beyond the reasonable control of either party.
  - 15.8 The failure by Asset Disposals to enforce any provision of these terms and conditions shall not be treated as a waiver of that provision, nor shall it affect Asset Disposals' right to subsequently enforce that provision.