

General Terms and Conditions of Purchase

I. Validity

- These General Terms and Conditions of Purchase shall apply to all - including future - orders for goods and services and their processing. Insofar as the term "Seller" is used in these Terms and Conditions of Purchase, this shall also include the providers of services, work performances or other performances. We do not recognize any terms and conditions of the Seller that are contrary to or deviate from these Terms and Conditions of Purchase, unless otherwise stipulated in these Terms and Conditions of Purchase or in the contract with the Seller. If we accept the goods without express objection, it may not be inferred from this under any circumstances that we have accepted the Seller's conditions. The terms and conditions of purchase shall also apply exclusively if we accept or pay for the deliveries/services in the knowledge that the Seller's terms and conditions are contrary to or deviate from these terms and conditions.
- Verbal agreements shall only become binding upon our written confirmation.
- The interpretation of commercial clauses shall be governed by the Incoterms valid at the time of contract closure.

II. Orders

- The preparation of offers by the Seller shall be free of charge and are, for the period of their validity, a binding basis for orders arising therefrom.
- Orders are only binding if we have placed them in writing.

III. Prices

- The agreed prices are fixed prices. Prices include everything the Seller shall provide in order to fulfill his contractual obligations.
- In the case of carriage forward delivery, we shall only pay the most favorable freight costs, unless we have specified a special type of shipment.

IV. Payment

- In the absence of any other agreement or more favorable conditions on part of the Seller, payments shall be made within 14 days with a 3% discount or within 30 days net.
- Payment and discount periods shall commence upon receipt of the invoice, but not before the Seller has fulfilled his contractual obligation and has handed over properly issued shipping documents/invoices.
- Payments shall be made by bank transfer. The payment shall be deemed to have been made in due time if the bank transfer has been commissioned on the due date.
- Interest for due payments shall not be claimable. The interest rate for default of payment shall be 5 %-points above the base interest rate as stipulated in § 247 German Civil Code. We shall be entitled to prove that the damage caused by default is less than that demanded by the Seller.
- Rights of set-off according to §§ 387 ff German Civil Code and rights of retention according to §§ 273 ff German Civil Code shall apply to the extent provided by law.

V. Group set-off

- In accordance with all companies belonging to the Salzgitter Group, we shall be entitled to set off all claims to which we are entitled against the Seller and to set off all claims to which the Seller is entitled against us, against Salzgitter AG or its Group companies, irrespective of the legal grounds. This shall also apply if payment in cash has been agreed by one party and payment in bills of exchange or other services on account of performance by the other party. If applicable, these agreements shall only relate to the balance. If the receivables are due in different amounts, settlement shall be made on the value date.
- Group companies of Salzgitter AG are identified by the fact that they refer to themselves on their letterheads as "A Salzgitter Group Company". We shall provide a complete list of these companies on request.
- Securities which exist for us or for one of the aforementioned companies shall be liable in each case for the claims of all these companies.

VI. Time of / delay in performance

- Contractual dates and deadlines in our order shall be binding for the Seller. Imminent delays in performance shall immediately be notified to us in writing. The notification shall include the reason for and the duration of the delay, as well as a proposal of suitable countermeasures to avert the consequences.
- The receipt of the performance at the agreed destination shall be decisive for compliance with the date or period of performance.
- If the date or period of performance is exceeded, the Seller shall be in default with performance without granting a grace period. If the Seller is in default with delivery, we shall be entitled to initiate statutory claims. We shall be entitled to claim damages instead of performance after the fruitless expiry of a reasonable grace period set by us. Our performance claim shall not be extinct until the Seller has paid all damages.
- The Seller may only invoke the absence of necessary documents to be supplied by us if he has not received the documents even after a written reminder.

VII. Retention of Title

- With regard to any reservation of title on the part of the Seller, the Seller's terms and conditions shall apply with the proviso that title to the goods shall pass to us upon payment thereof and, accordingly, the extension form of the so-called current account reservation shall not apply.
- Based on the reservation of title, the Seller can only demand the return of the goods if he has withdrawn from the contract.

VIII. Execution of deliveries and transfer of risk

- The Seller shall bear the risk of accidental loss and deterioration until the goods are handed over at the place of destination.
- Partial deliveries require our consent.
- Excess or short deliveries are only permitted within the scope of +/- 5%, unless otherwise agreed in writing.

- Packaging costs shall be borne by the Seller, unless otherwise agreed in writing. If we bear the costs of packaging in individual cases, these shall be charged to us at the most reasonable rate. The obligation to take back the packaging shall be governed by the Packaging Act valid at the time of the conclusion of the contract. The Seller shall take back packaging material free of charge. If it is not possible to take back the packaging free of charge, the Seller shall bear our disposal costs. Wood packaging must comply with the IPPC standard (ISPM No. 15).

IX. Processing

- Insofar as we provide the Seller with material for processing, reworking or similar purposes, this shall hereinafter be referred to as "processing".
- The Seller shall inspect the pre-material for defects and/or transport damage immediately upon receipt and shall notify us of any defects and/or damage without delay - with immediate cessation of processing. The Seller shall be liable for all damages incurred by us as a result of the non-observance of the aforementioned obligation to inspect and give notice of defects.
- The Seller shall bear the risk of accidental loss and accidental deterioration of the material provided for processing from the handover of the unprocessed material to the first carrier until the handover of the finished goods by the Seller to us or our customer at the place of destination.
- The material provided for processing shall remain our property and the processing shall be carried out for us as "manufacturer" as stipulated by § 950 German Civil Code, without imposing any obligation on our part. The Seller shall be obliged to store the material separately and to mark it as being our property. The Seller shall inform us immediately of any seizure or other impairment of our property by third parties.
- The Seller shall be obliged to have enough insurance coverage for the material provided for processing against all usual risks, in particular against theft, fire, water, etc. The Seller shall be obliged to provide us with proof of the insurance coverage upon request.
- The Seller ensures that the material is stored separately and marked as being our property. The Seller warrants that he shall comply with the provisions of the German Minimum Wage Act and shall indemnify us against any claims of third parties, in particular those pursuant to § 13 of the German Minimum Wage Act.

X. Originating status / Sanctions / EU REACH Regulation / PBT-Rules

- The Seller is obliged to provide us with a supplier's declaration and certificates of origin for the preferential and non-preferential origin of the goods sold, as well as suitable evidence of the country of melt & pour of the steel used in the manufacture of the goods. In addition, the Seller is obliged to enable the customs administration to verify the proofs of origin (incl. country of melt & pour) and to provide both the necessary information and any required confirmations. If the declared origin (incl. country of melt & pour) is not recognised by the competent authority as a result of incorrect certificates or a lack of verification options, the Seller is obliged to compensate for the resulting damage, unless he is not responsible for these consequences.
- The Seller undertakes to ensure that the goods (including the raw materials, (production) materials, (supplier) products or other items required and/or used for the performance of the obligations) and/or services (including the transport and the delivery process) supplied by it are not subject to any restrictions due to economic, financial or other sanctions under foreign trade law of the United Nations, the EU, the Federal Republic of Germany or the United States of America. In this respect, the Seller undertakes to comply with the sanction regulations irrespective of whether they apply to him.
- The Seller shall comply with the requirements and measures resulting from the EU REACH Regulation for all substances, preparations and products supplied to us.
- Our products are also intended for the US market and must therefore comply with the prohibitions and restrictions of the US Toxic Substances Control Act (TSCA) Section 6 (h), including those relating to persistent, bioaccumulative and toxic ("PBT") substances. These regulations apply in particular to the following chemicals:

- phenol, isopropyl phosphate (3:1) (PIP (3:1)) CAS 68937-41-7 (principle: complete ban)
- decabromodiphenyl ether (DecaBDE) CAS 1163-19-5 (Principle: total ban)
- 2,4,6-Tris(tert-butyl)phenol (2,4,6-TBP) CAS 732-26-3 (Principle: limit value = 0.3 % by weight)
- hexachlorobutadiene (HCBD) CAS 87-68-3 (principle: complete ban)
- pentachlorothiophenol (PCTP) CAS 133-49-3 (limit value = 1 % by weight)

Unless otherwise agreed in writing, the supplies used in direct contact with our products during coating, processing and/or treatment and/or used in their packaging (including outer and transport packaging) must also comply with the provisions of TSCA Section 6 (h). This obligation applies irrespective of the date of entry into force of the regulations, in particular PIP (3:1). Upon request, corresponding declarations of conformity must be submitted immediately, including for deliveries already made.

XI. Contractual Obligations of Seller with regard to the EU carbon border adjustment mechanism CBAM

The Seller guarantees to provide us with the necessary information that we or our customers require for the import of the goods according to the EU carbon border adjustment mechanism pursuant to Regulation (EU) 2023/956 ("CBAM") and the exercise of the rights and obligations in this regard. In particular, the Seller is obliged to inform us of any greenhouse gas emissions into the atmosphere (emissions within the meaning of Regulation (EU) 2023/956) caused by the manufacture of the contractual goods, specifically CO₂ emissions. In this respect, the Seller shall be liable that the CBAM information is complete, accurate and objectively verifiable and that this information is determined and documented in the manner prescribed by the EU. In the event of a breach of these obligations, including a lack

of verifiability of the CBAM information provided, in particular in the event of missing or inaccurate reporting of emissions within the meaning of Regulation (EU) 2023/956, the Seller shall be obliged to reimburse us or our customers for any additional costs and damages incurred as a result and to indemnify and hold harmless us or our customers against any corresponding third-party claims. This shall not apply if the Seller or its supplier, whose conduct is attributable to the Seller, is not responsible for the failure to comply with the aforementioned obligations.

XII. Liability for defects / Statute of Limitations

1. The Seller shall provide the goods free of material and/or legal defects. The Seller shall guarantee that his performances comply with the recognized rules of technology and the contractually agreed properties and standards. The Seller shall be responsible, irrespective of fault, for ensuring that his performances have the contractually agreed quality and are suitable for the intended purpose. If we incur costs resulting from defective performances - such as transport, labor, material costs or contractual penalties - the Seller shall bear these costs.

2. The goods shall be inspected upon receipt only for conformity of any labels or marking with the delivery bill, for the quantity in bundles and for any externally visible transport damage; we shall not be obliged to carry out any further inspections, including opening the packaging. Notifications of defects shall be deemed to have been made in time if they are received by the Seller within eight working days by letter, fax, e-mail, or telephone. The period for notification of defects shall commence at the time at which we - or in the case of drop shipment our customers - have discovered or should have discovered the defect.

3. In the event of defective goods, we shall be entitled to the statutory rights at our discretion. We reserve the right to choose the type of non-performance in the form of rectification of defects or replacement delivery. A subsequent remedy by the Seller shall be deemed to have failed after the first unsuccessful attempt. We shall also be entitled to withdraw from the contract even if the Seller's breach of contractual obligations only is insignificant.

4. We reserve the right to claim from the Seller reimbursement of expenses caused by the defective performance of the Seller, which we must cover in relation to our customer.

5. Claims of defects shall become statute-barred within 36 months at the earliest, unless longer statutory limitation periods apply. For defects notified within the limitation period, the period shall end at the earliest six months after the notification of the defect. Periods of limitations shall commence with the complete delivery of the goods or provision of the service or acceptance. The period of limitations shall start anew for any subsequent performance.

6. All defects notified within the limitation period shall be remedied by the Seller without undue delay in such a way that no additional costs are incurred by us.

7. The Seller hereby assigns to us - on account of performance - all claims to which he is entitled against its suppliers on account of and in connection with a defective contractual performance. The Seller shall hand all documents required for the assertion of such claims.

XIII. Code of Conduct / Supplier Code of Conduct / Confidentiality / Information Security

1. Our Salzgitter Group Code of Conduct, available at [Salzgitter Mannesmann Stahlhandel GmbH \(salzgitter-mannesmann-stahlhandel.de\)](https://www.salzgitter-mannesmann-stahlhandel.de), is acknowledged by the Seller and is the basis of the contractual relation. The Seller acknowledges and agrees that a breach of the Code of Conduct shall be deemed a material breach of contract entitling us to terminate the contract at any time and with immediate effect without giving rise to any right to payment of outstanding remuneration or damages.

2. The Seller acknowledges our Salzgitter Group Supplier Code of Conduct, available at [Salzgitter Mannesmann Stahlhandel GmbH \(salzgitter-mannesmann-stahlhandel.de\)](https://www.salzgitter-mannesmann-stahlhandel.de), as binding, agrees to its inclusion in the entire contractual relationship, including future ones, and assures compliance therewith. The Seller acknowledges and agrees that a breach of the Supplier Code is considered a material breach of the contract, which gives us the right to terminate the contract at any time and with immediate effect without any right to payment of outstanding remunerations or any damages.

3. The Seller shall maintain confidentiality vis-à-vis third parties regarding all business transactions, facilities, equipment, documents, etc. at our premises and those of our customers which become known to him in connection with his activities for us, even after the respective offers have been submitted or the contract has been fulfilled. The Seller shall impose corresponding confidentiality obligations on his vicarious agents.

4. The Seller warrants that the protection of electronically stored information and the processing and forwarding by electronic means (information security) is guaranteed for all operational processes, facilities, equipment, documents etc. at our premises and those of our customer.

XIV. Place of Performance / Jurisdiction / Applicable Law

1. Unless otherwise agreed, the place of contractual performance shall be the place of receipt designated by us.

2. The place of jurisdiction shall be the registered office of our company in Mülheim an der Ruhr. Alternatively, we may sue the Seller at his general place of jurisdiction as well as at the place of jurisdiction of our branch office with which the contract was concluded.

3. All legal relations between us and the Seller shall be governed by the laws of the Federal Republic of Germany, excluding the provisions of the United Nations Convention on Contracts for the International Sale of Goods of 11 April 1980, as amended.