

LOTUS FILTERS PTY LTD TERMS AND CONDITIONS

These Terms and Conditions are incorporated into every supply of goods and/or services to the Customer by Lotus Filters Pty Ltd ABN 83 002 694 608. By instructing Lotus Filters to provide any goods or services after receiving a copy of these Terms and Conditions (or after receiving a document into which these Terms and Conditions are incorporated by reference), the Customer agrees to be bound by these Terms and Conditions.

IMPORTANT NOTE: These Terms and Conditions include important terms such as **automatic renewal** of the contract term, **indemnities** and **limitations of liability**.

DEFINITIONS

Agreement means the Terms and Conditions, together with the Quotation, as may be amended from time to time by Lotus Filters.

Authorised Person means the individual(s) listed in the Quotation authorised by the Customer to request changes or amendments to the agreed Services and Quotation.

Customer means the individual or entity referred to in the Quotation.

Further Term is defined in clause 2(b).

Induction and Compliance Requirements means the requirements with which Lotus Filters personnel or representatives must comply in order to gain access to the Service Address and perform the Services.

Lotus Filters means Lotus Filters Pty Ltd ABN 83 002 694 608.

Lotus Filters Pool Filter means any exchange filter supplied by Lotus Filters, as described in the Quotation. **Proof of Service Report** means the record kept by Lotus Filters of the attendance on any Service Address in accordance with this Agreement.

Quotation means a quotation provided by Lotus Filters to the Customer.

Service Address means each address of the Customer listed in the Quotation.

Service Frequency means the service frequency set out in the Quotation.

Services means all services provided by Lotus Filters to the Customer, including any services described in the Quotation.

Term means 12 months, unless otherwise stated in the Quotation.

Terms and Conditions means this document.

1. QUOTATIONS AND AGREEMENT

- (a) All Quotations are made on and subject to these Terms and Conditions.
- (b) Unless expressly agreed by Lotus Filters, previous dealings between Lotus Filters and any Customer will not vary or replace these Terms and Conditions.
- (c) Lotus Filters may withdraw or vary a Quotation at any time before the Customer accepts the Quotation in writing.
- (d) In providing a Quotation to the Customer, Lotus Filters will rely on the accuracy and completeness of all information provided by Customer. If any such information is or becomes inaccurate or incomplete, or otherwise changes, Lotus Filters reserves the right to vary a Quotation and the Customer agrees to be bound by any such varied Quotation.
- (e) This Agreement prevails over any terms and conditions of trade, purchase order, invoice or any other document of the Customer whether or not any inconsistency arises.

2. TERM

- (a) This Agreement will commence on the date that Lotus Filters agrees to provide the Services referred to in a Quotation accepted by the Customer, and will continue for the Term and any Further Term unless otherwise terminated in accordance with this Agreement.
- (b) At the end of the Term and any further term, this Agreement will automatically renew for successive 12 month terms (each, a **Further Term**) until terminated in accordance with clause 12 of this Agreement (including under clause 12(a) which allows for termination on 30 days' notice during any Further Term).

3. LOTUS FILTERS' OBLIGATIONS

Lotus Filters will provide the Services in a proper and workmanlike manner at each Service Address. Lotus Filters will use its reasonable endeavours to provide the Services in accordance with the Service Frequency.

4. CUSTOMER'S OBLIGATIONS

- (a) The Customer must provide Lotus Filters, its employees, agents and contractors with full access to every Service Address and the relevant equipment upon which the Services will be performed at the time set out in the Quotation.
- (b) While Lotus Filters may suggest a frequency of Services, and send reminders and other notifications to the Customer from time to time, the Customer is solely responsible to arrange for the Services and to determine its obligations pursuant to all occupational health and safety, food handling and any other regulatory requirements and obligations.
- (c) The Customer, or the Customer's agents, employees, or contractors must, on request by Lotus Filters, sign any document to verify that Lotus Filters has attended a Service Address on any date.

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5. SERVICES

- (a) Lotus Filters is entitled, acting reasonably, to refuse to perform the Services if: (i) Lotus Filters cannot gain access to a Service Address; or (ii) the Customer or its representatives deny or unreasonably delay permission for Lotus Filters to perform the Services; or (iii) Lotus Filters, or its employees, agents or contractors, decide, that it would be unsafe to perform the Services.
- (b) If, as a result of an act or omission by the Customer, Lotus Filters refuses to perform the Services under clause (a) above, the Customer must, without any, set off, credit or reduction, make payment to Lotus Filters in accordance with the Quotation for the Services that would have been provided had the circumstances in clause (a) above not arisen.
- (c) If the Customer wishes to re-schedule the service date for Lotus Filters to perform any of the Services, then an Authorised Person must provide Lotus Filters with not less than 2 business days' notice in writing of the proposed change. If the Customer does not provide Lotus Filters with 2 business days' notice in writing, the Customer will be deemed to have received the Services on the service date and the Customer must pay Lotus Filters in accordance with the Quotation, without any, setoff, credit or reduction.
- (d) The Services Frequency does not constitute a promise or representation by Lotus Filters as to intervals at which Lotus Filters will provide any Service to the Customer.
- (e) If the Customer wishes to increase or decrease the Service Frequency, an Authorised Person must submit a written request to Lotus Filters.
- (f) If the Customer wishes to decrease the Service Frequency, and Lotus Filters reasonably believes that such decrease may result in excessive soiling of the filters, Lotus Filters may increase its rates for the Services.

6. CUSTOMER WARRANTIES

The Customer warrants that:

- (a) it has read and understood this Agreement;
- (b) it has supplied Lotus Filters with accurate and complete information about the Induction and Compliance Requirements;
- (c) all information supplied by or on behalf of the Customer to Lotus Filters in connection with the Services is true and accurate and not misleading;
- (d) it has not relied on any representation or statement made by or on behalf of Lotus Filters, unless clearly and expressly stated in this Agreement; and
- (e) the supply of the Services by Lotus Filters to the Customer will not make Lotus Filters liable to any prosecution, claim or other action under any applicable law.

The Customer acknowledges that in entering into this Agreement, Lotus Filters has relied on the above warranties and on all information supplied by or on behalf of the Customer to Lotus Filters.

7. FILTERS

- (a) If the Customer requests supply of Lotus Filters Pool Filters, the Customer acknowledges that any filters supplied by Lotus Filters in exchange for the Customer's filters (**Customer Filters**) need not be identical, and need only reasonably correspond with the classification, condition and number of the Customer Filters.
- (b) Upon termination of this Agreement, the Customer shall retain ownership of any Lotus Filters Pool Filter installed at the Service Address immediately prior to termination, and Lotus Filters will retain ownership of any filters removed from the Service Premises by Lotus Filters.

8. RECORDS AND NOTICES

If requested by the Customer:

- (a) Lotus Filters will provide the Customer with Proof of Service Reports, but subject to payment for Services being up-to-date.
- (b) Lotus Filters will provide the Customer with a cleaning service certificate within 7 days of receiving payment for the Services.

9. PAYMENT & RATES

- (a) The Customer must pay for the Services at the rates set out in the Quotation, and as otherwise required under this Agreement.
- (b) If the cost to Lotus Filters of complying with Induction and Compliance Requirements increases before or during provision of the Services, Lotus Filters reserves the right to increase the cost of the Services on account of any such increase, and the Customer agrees to make payment for such increase.
- (c) Lotus Filters reserves the right to charge the Customer for reimbursement of all credit card fees, bank fees, merchant fees and any other similar fee.
- (d) Rates are subject to annual CPI review at the end of each calendar year.

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10. GST

- (a) On or after the provision of the Services, Lotus Filters must issue the Customer with a tax invoice for the Services.
- (b) Each tax invoice must be in a form and substance that will constitute a tax invoice (as defined in *A New Tax System (Goods and Services Tax) Act 1999* (Cth)).
- (c) If GST (as defined in *A New Tax System (Goods and Services Tax) Act 1999* (Cth)) is imposed on any supply made under or in connection with these terms and conditions (a taxable supply) the party obliged to pay for the taxable supply will pay additional consideration of an amount equal to the GST payable on or for the taxable supply.

11. DISPUTES

If a dispute arises in connection with the supply of any Services or otherwise, the Customer agrees to immediately pay to Lotus Filters any undisputed amount in relation to the Services performed.

12. TERMINATION

- (a) Either party may terminate this Agreement during any Further Term by giving the other party 30 days written notice.
- (b) Without limiting or otherwise prejudicing any other rights under this Agreement or at law, the Customer may immediately terminate this Agreement by notice in writing if:
 - (i) Lotus Filters commits a material breach (other than a breach causing no material harm) of any material provision of this Agreement and fails to remedy the breach within 30 days of receiving written notice do so; or
 - (ii) Lotus Filters becomes insolvent, enters into liquidation or receivership, becomes subject to any form of external administration, or makes a composition or arrangement with its creditors generally.
- (c) Without limiting or otherwise prejudicing any other rights under this Agreement or at law, Lotus Filters may immediately terminate this Agreement by notice in writing and refuse to supply the Services to the Customer if any of the following occur:
 - (i) circumstances entitling Lotus Filters to refuse to provide Services under clause 5(a) occur more than once;
 - (ii) any warranty given by the Customer is or becomes false or materially inaccurate;
 - (iii) Lotus Filters does not accept any proposed changes to the Service Frequency requested by the Customer, and the Customer refuses to continue with the existing Service Frequency;
 - (iv) a payment is rejected under any authority for direct debit or credit card payment provided by the Customer to Lotus Filters;
 - (v) the Customer ceases, suspends or threatens to cease or suspend the conduct of its business or disposes of or threatens to dispose of its assets other than in the ordinary course of business;
 - (vi) the Customer is unable to, or states that it is unable, or fails to pay its debts as and when they fall due;
 - (vii) the Customer is a company and passes a resolution to be wound up or otherwise is the subject of a winding up application or liquidation or a receiver, manager, administrator is appointed over any of the buyer or its assets;
 - (viii) the Customer commits an act of bankruptcy or has a controller or trustee appointed in respect of the Customer's estate or any part of the Customer's property or assets; or
 - (ix) Lotus Filters believes, acting reasonably, that any of the above will, or is likely to, occur.
- (d) If a party provides notice of termination for any reason, the Customer acknowledges that this Agreement continues until such relevant notice period has expired and agrees that Lotus Filters is entitled to payment for the Services performed during that notice period, or scheduled during that notice period but not performed through no fault of Lotus Filters.

13. INDEMNITY

- (a) Subject to clause 13(b), the Customer will indemnify Lotus Filters (and keep Lotus Filters indemnified) against all fines, penalties, damages, loss, costs or expenses (including legal and any other expenses) suffered or incurred by Lotus Filters in connection with any breach of this Agreement by the Customer.
- (b) The amount of the indemnity under clause 13(a) will be reduced to the extent that Lotus Filters could, by taking reasonable steps, have avoided or mitigated any loss or damage for which Lotus Filters claims an indemnity, provided that the amount of the indemnity is also increased by the cost of the taking of any such reasonable steps.
- (c) Without limiting the liability of the Customer under the indemnity above, Lotus Filters may at its sole discretion by itself or in conjunction with the Customer defend, settle or compound any action, suit, proceeding, claim or demand brought or made against it by any person in connection with any breach of this Agreement by the Customer and the Customer agrees that the indemnity extends to any cost or expense incurred by Lotus Filters in conducting that defence or in settling or compounding the action, suit, proceeding, claim or demand.
- (d) It is not necessary for any cost or expense to be incurred before an indemnity is enforced under this Agreement.

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14. LIMITATION OF LIABILITY

- (a) Any representation, warranty, condition or undertaking that would be implied in this Agreement by legislation, common law, equity, trade, custom or usage is excluded to the fullest extent permitted by law.
- (b) If any statute implies any term, condition or warranty, and that statute prohibits provisions in a contract excluding or modifying the application of, exercise of, or liability under, such a term, condition or warranty, then that term, condition or warranty will be taken to be included. However, the liability of Lotus Filters for any breach of such a term, condition or warranty will be limited, if permitted by the statute, at the option of Lotus Filters, to any one or more of the following:
 - (i) if the breach relates to goods:
 - (A) replacing the goods, supplying equivalent goods or repairing the goods; or
 - (B) to the extent required by the relevant statute, paying the cost of replacing the goods, acquiring equivalent goods or having the goods repaired; and
 - (ii) if the breach relates to Services:
 - (A) re-supplying the Services; or
 - (B) to the extent required by the relevant statute, paying the cost of re-supplying the services.
- (c) The Customer is solely responsible for determining the appropriate frequency of Services required at the Service Address, and Lotus Filters will not be liable to the Customer for any loss or damage suffered because or in relation to the Service Frequency.
- (d) Subject to this clause 14, a party will not be liable to the other party for:
 - (i) any losses or damages of any kind caused by or resulting from any wrongful, wilful or negligent act or omission of the other party, or any of its officers, employees, agents or contractors; or
 - (ii) any indirect, incidental, special or consequential damages, including loss of profits or anticipated loss.
- (e) Subject to this clause 14, the maximum aggregate liability of Lotus Filters for all claims, losses, damages or other liabilities arising under or in relation to this Agreement, including liability for breach, in negligence or in tort or for any other common law or statutory action, is limited to the sum of the amounts paid by the Customer to Lotus Filters under this Agreement.

15. CONSUMER GUARANTEES

- (a) Consumer legislation contains certain guarantees for the supply of goods or services that cannot be excluded, restricted or modified, such as: (i) non-excludable guarantees that goods will be of acceptable quality and fit for the purpose for which they are commonly acquired or for a purpose made known to Lotus Filters and based on which the goods are supplied; and (ii) non-excludable warranties that services will be provided with due care and skill and will be fit for the purpose for which they are commonly acquired or for a purpose made known to Lotus Filters and based on which the services are supplied.
- (b) Nothing in this Agreement is intended to exclude or restrict the application of any guarantees provided under consumer legislation.

16. GENERAL

- (a) **(Whole Agreement)** This Agreement is the entire agreement in relation to the Services, and supersedes and excludes all prior and other discussions, representations (contractual or otherwise) and arrangements relating to the supply of Services.
- (b) **(Delegation and Subcontracting)** Lotus Filters may delegate the performance of the work necessary to complete the Services by engaging or appointing employees or contractors suitably qualified to perform the Services.
- (c) **(Privacy)** The Customer consents to the terms of the Privacy Policy of Lotus Filters available at www.lotusfilters.com.au.
- (d) **(Notices)** All notices and consents will be given in writing by personal service, post, facsimile transmission or email at the addresses of the parties as set out in the Quotation or to such other address as a party may designate by written notice.
- (e) **(Assignment)** This Agreement is binding upon and for the benefit of the successors in title of the parties but must not be assigned by the Customer without the prior written consent of Lotus Filters. Lotus Filters may assign its rights and obligations under this Agreement at its sole discretion.
- (f) **(Governing Law)** This Agreement is governed and construed in accordance with the laws for the time being in force in the state in which the Services are performed and the parties agree to the jurisdiction of the Courts and Tribunals of that State.
- (g) **(Severance)** To the extent that any provision of this Agreement is found by any court or competent authority to be invalid, unlawful or unenforceable in any jurisdiction, that provision will be deemed not to be a part of this Agreement, it will not affect the enforceability of the remainder of this Agreement nor will it affect the validity, lawfulness or enforceability of that provision in any other jurisdiction.