

AUSTRALIAN CUSTOMS BROKERS & LOGISTICS STANDARD TERMS AND TRADING CONDITIONS

AS REVISED NOVEMBER 2019

THESE CONTRACTUAL CONDITIONS APPLY TO ALL SERVICES PROVIDED BY AUSTRALIAN CUSTOMS BROKERS & LOGISTICS PTY LTD ABN 88 010 594 555 (the "Company")

These Trading Conditions include provisions that entirely change, reduce or exclude rights that you (the "**Customer**") might otherwise have.

DEFINITIONS AND INTERPRETATION

1. Definitions

In these Trading Conditions, the following defined terms will have the following defined meanings:

"Airfreight Convention" means either:

- (a) the Convention for the Unification of Certain Rules for International Carriage by Air signed at Montreal on 28 May 1999; or
- (b) the Convention for the Unification of Certain Rules relating to International Carriage by Air, signed at Warsaw on 12 October 1929; either unamended or amended by the Hague Protocol 1955; at Guatemala City 1971, by the additional Protocol No 3 of Montreal 1975 and/or by the additional Protocol No. 4 of Montreal 1975;

whichever may be applicable;

"Assets" means all assets, Goods, documents and records of the Customer held by the Company, and includes, without limitation, the Goods and shipping documents, bills of lading, insurance policies, commercial invoices and certificates as to weight, quality or other attributes;

"**ATD**" has the same meaning as "authority to deal" as defined in section 4 of the Customs Act;

"ATO" means the Australian Taxation Office;

"Authority" means the authority and acknowledgement by which the Customer appointed the Company to act on its behalf on the terms of the Authority and on the terms of these Trading Conditions;

"**Authorised Signatory**" means the party who signs the Authority on behalf of the Customer;

"**Business Day**" means any day that is not a Saturday or Sunday on which banks are open for general banking business in Brisbane;

"**Carriage**" means carriage by vehicles and conveyances of all kind including acts in furtherance of an act of carriage by another or a specific means, whether by air, sea or land transport; "Carriage of Goods by Sea Act" means the Carriage of Goods by Sea Act 1991 (Cth) and Carriage of Goods by Sea Regulations 1998;

"**Carrier**" means any party involved in the carriage of Goods whether by airfreight, seafreight or land transport;

"**Company**" means Australian Customs Brokers & Logistics Pty Ltd ABN 88 010 594 555, , as holder of Customs Brokers Licence number 01326C and the nominees, agents, sub-agents and employees regardless of the training name of the Company;

"Competition and Consumer Act" means the *Competition* and *Consumer Act 2010* (Cth);

"**Consequential Loss**" means any loss or damage (i) which does not arise naturally or in the usual course of things or (ii) which constitutes, or arises from or in connection with, a loss of revenue, profit or opportunity, loss of goodwill or business reputation, even if such loss or damage arises naturally or in the usual course of things;

"**Corporations Act**" means the *Corporations Act 2001* (Cth);

"Customer" means:

- (a) if there is an Authority, the customer named in the Authority and will include all employees, officers, agents and contractors of the Customer; or
- (b) if there is no Authority, any entity that instructs the Company to perform the Services;

"**Customs**" means the Government authority and/or department carrying out functions related to the import and export of goods under the Customs Act and any customs related laws and includes, where applicable the Department of Home Affairs, the Australian Border Force and the Comptroller-General of Customs;

"**Customs Act**" means the *Customs Act* 1901 (Cth), and any succeeding Legislation and any regulations made pursuant to the Customs Act;

"**Customs Broker's Licence**" means any licence granted by Customs to a party to operate as a licensed customs broker pursuant to Part XI of the Cus*t*oms Act; "**Customs Duty**" has the same meaning as "Duty" in the Customs Act;

"Customs Related Law" has the same meaning as in Section 4B of the Customs Act;

"**DOA**" means the Australian Government Department of Agriculture and any body administering laws under the *Biosecurity Act 2015*. including the Australian Quarantine and Inspection Service;

"**Dangerous Goods**" means cargo which is noxious, hazardous, inflammable, explosive or offensive (including radioactive materials) or may become noxious, hazardous, inflammable, explosive or offensive or radioactive or may become liable to cause damage to any person or property whatsoever whether prescribed by Laws or otherwise;

"**Debts**" means all amounts owing by the Customer to the Company on any account whatsoever;

"**Excluded Interest**" means any of the interests set out in section 8 of the PPSA or any interest that is not a Security Interest but encumbers the Goods;

"**Fees**" means the fees charged by the Company for provision of the Services;

"**Goods**" are any goods or items which are the subject of the Services provided by the Company to the Customer under this Service Agreement;

"Government Authorities" means, without limitation, all Government departments and agencies with responsibility for the import and export of goods, the collection of revenue on the import and export of goods and the transport of those goods to include, without limitation, Customs, DOA, the ATO and the RSA;

"GST" has the same meaning as under the GST Law and means the Goods and Services Tax imposed under the GST Law;

"GST Law" means the A New Tax System (Goods and Services Tax) Act 1999 (Cth);

"GST Rate" means the rate of GST under the GST Law;

"Hague Rules" means the International Convention for the Unification of Certain Rules relating to Bills of Lading signed at Brussels on 25 August 1924, or those rules as amended by the Protocol signed at Brussels on 23 February 1968 (the Hague Visby Rules) and the SDR Protocol (1979);

"Laws" means any laws, regulations or guidelines of the Commonwealth of Australia, any of the States, Territories or municipalities of Australia, or of any country from which, through which or into which the Goods are carried and including, without limitation all regulations, ordinances and directions made pursuant to the Laws and any successor Laws;

"Licence" means any Customs Broker's Licence, or any other licence issued by Customs or other Government Authority;

"**PPSA**" means the *Personal Property Securities Act* 2009 (Cth);

"**Related Body Corporate**" has the same meaning as under the Corporations Act

"**RSA**" means those State and Commonwealth Government Authorities in Australia responsible for road safety and the laws governing the carriage of Goods by road including chain or responsibility laws;

"**SBC Contract**" means a contract that is either a "small business contract" or a "consumer contract" as defined in section 23(3) of Schedule 2 to the Competition and Consumer Act, but does not include:

(a) a contract of marine salvage or towage;

(b) a charter party of a ship;

(c) a contract for the carriage of goods by ship;

(d) a "small business contract" where the Customer employs more than 20 persons; or

(e) a contract that is not a standard form contract.

"**Security Interest**" has the same meaning as under the PPSA;

"Service Agreement" means these Trading Conditions;

- (a) any Authority completed by the Customer;
- (b) any customer credit application with the Company; and
- (c) any current fee quotation estimate, rates schedule or agreement provided to the Customer,

as amended from time to time, regardless of whether the Customer is given notice of any amendment;

"**Services**" means any performance of work by the Company for the Customer in any way connected with the Goods including, without limitation the Carriage, customs clearance, storage of the Goods and entering into contracts with Sub-contractors on behalf of the Customer to enable the Carriage, import, export, storage or transportation of the Goods;

"**Sub-contractor**" means any third party appointed by the Company to assist in the provision of the Services;

"**Supply**", and "**Taxable Supply**" each have the same meaning as under the GST Law; and

"**Vessel**" means any vessel, vehicle or aircraft used to effect Carriage of the Goods, whether by sea, land or air.

2. Interpretation

2.1 These Trading Conditions and any collateral agreements made by the Company with the Customer

wherever made shall be governed and construed according to the laws of Queensland and shall be subject to the exclusive jurisdiction of the courts of Queensland and any courts which can hear appeals from those courts.

- 2.2 Subject to **clause 25**, all the rights, immunities and limitations of liability contained herein shall continue to have their full force and effect in all the circumstances notwithstanding any breach of any term or condition hereof or any collateral agreement by the Company and notwithstanding that the Services have been provided, the Goods delivered as directed by the Customer or the Authority having expired or been terminated.
- 2.3 In the interpretation of these Trading Conditions the singular includes the plural and vice versa, and words importing corporations mean and include natural persons and vice versa.
- 2.4 Any forbearance by the Company in enforcing the Trading Conditions does not constitute a waiver. If the Company waives a breach of a Trading Condition, the waiver does not operate as a waiver of another breach of the same or any other Trading Condition or as a continuing waiver.
- 2.5 Where any provision (or part thereof) of these Trading Conditions is held to be illegal or unenforceable, it may be severed and shall in no way affect or prejudice the enforceability of any other term or condition herein.
- 2.6 Where there is an inconsistency between the terms and conditions of the Service Agreement, the relevant documents shall be construed in the following descending order of priority:
 - (a) these Trading Conditions;
 - (b) the Authority;
 - (c) any customer credit application;
 - (d) any fee quotation estimate, rates schedule or agreement
- 2.7 Reference to any Laws or to any section or provision of any Laws includes any statutory modifications, reenactments, substitutions or replacements thereof and all Laws issued thereunder.
- 2.8 Reference to any Convention or any Article of any Convention includes any modifications, substitutions or replacements thereof.
- 2.9 These Trading Conditions do not affect any rights the Customer has under the Competition and Consumer Act.
- 2.10 If the Service Agreement between the Company and the Customer is a SBC Contract:
 - (a) **clause 24** does not apply;
 - (b) **clause 25** applies; and

- (c) the Service Agreement is governed by the laws in force in the place in which the contract is made.
- 2.11 If the Service Agreement between the Company and the Customer is not a SBC Contract:
 - (a) **clause 24** applies; and
 - (b) **clause 25** does not apply.

TRADING CONDITIONS

3. Nature of Services

- 3.1 All Services provided by the Company are governed by these Trading Conditions which, shall prevail over the Customer's terms and conditions and any terms and conditions contained in any transport document including any bill of lading, waybill or consignment note except to the extent provided for in these Trading Conditions. The Company is not a common carrier and will accept no liability as such.
- 3.2 The Company may refuse in its sole and absolute discretion to accept any Goods for Carriage without assigning any reason.
- 3.3 The Customer acknowledges that where, terms of Carriage are limited pursuant to Convention, statute, Law, bill of lading or airway bill, and the transport of the Goods extends or requires transport outside and beyond the terms provided for in that Convention, statute, Law, bill of lading or airway bill then the Customer may be required to enter into a further contractual agreement with the forwarder or carrier regarding that portion of transport in order to limit liability on behalf of the forwarder or carrier, or where the transport was unforseen, the limitation of liability provisions in place for the foreseen transport will extend to the unforeseen transport, even where that liability provision does not envision transport of that kind.
- 3.4 The Company, its agents, employees or contractors will not be in breach of these Trading Conditions or in their obligations to the Customer in complying with such conditions relating to any Licence or any Laws or lawful direction by a Government Authority.
- 3.5 Without limiting the generality of **clause 3.4**, the Customer further acknowledges and agrees that:
 - (a) the Company's obligation may require the Company, its agents, employees and contractors to disclose a breach or possible breach of any Law, including any Customs Related Law, to any Government Authority; and
 - (b) none of the Company, its agents, employees and contractors will have any liability to the Customer or any other party arising from compliance with its obligations pursuant to the Law or the condition of its Licences.

4. Acceptance of Trading Conditions

The Authorised Signatory acknowledges and agrees that it has received the Trading Conditions, understands the Trading Conditions and by either signing the Authority or instructing the Company to perform the Services, the Customer will be bound by the Trading Conditions.

5. Communications with the Company

- 5.1 Where instructions are to be given to the Company, such instructions will be valid only if given in writing, acknowledged by the Company in writing and given in sufficient time in all the circumstances for the Company reasonably to be able to adopt the instructions. Standing or general instructions, or instructions given late, even if received by the Company without comment, shall not be binding upon the Company. If the Company adopts standing or general instructions, or instructions given late, for one or more transaction for the Customer or any other party, that does not in any way affect the validity of those instructions in relation to any future transaction. No attempt by the Company to adopt late instructions will constitute an acceptance by the Company or affect the validity of those instructions.
- 5.2 Documents and other matter (including cash, cheques, bank drafts and other remittances) sent to the Company through the post shall be deemed not to have been received by the Company unless and until they are actually delivered to the Company at its office address or placed in the Company's post office box, if so addressed.
- 6. Ability to Appoint Agents, Sub-contractors and Third Parties and execute contracts
- 6.1 The Customer authorises the Company, as agent for the Customer, to contract either in its own name as principal or as agent for the Customer with any Subcontractor for the Carriage, movement, transport or storage of the Goods or for the performance of all or any part of the Services pursuant to or ancillary to these Trading Conditions. Any such contract may be made upon the terms of contract used by the Subcontractor with whom the Company may contract for the Services and may be made upon the terms and subject to the conditions of any special contract which the Sub-contractor may in any particular case require.
- 6.2 The Customer irrevocably appoints the Company with power and authority to take any action an execute any document in the name of an on behalf of the Customer as required by the Company to provide the Services.

7. Payment, Recovery of Fees and GST

7.1 (a) The Company is entitled to retain and be paid all brokerages, commissions, allowances and

other remunerations and (where the Company accepts specific instructions under **clause 10** to effect insurance) insurance brokers whether declared or otherwise and no such brokerage, commission or allowance or other remuneration shall be payable or allowable to the Customer or its principal (if any).

(b) The Company may charge by weight, measurement or value and may at any time reweigh, remeasure or revalue the Goods (or request the same) and charge additional fees accordingly.

(c) The Company's fees may include any disbursements and other amounts the Company is required to pay third parties in connection with the Services. The Company at its discretion may vary its fees if the amount of any such disbursement changes.

(d) If the Customer cancels any Services the Company may at its option require the Customer to pay the Company all costs incurred by the Company prior to cancellation or incurred or arising as a result of that cancellation.

(e) The Company may make an additional charge in respect of any delay in or in connection with loading and unloading which delay is of unreasonable duration in light of all relevant circumstances and which delay is not caused by the default of the Company.

- 7.2 Quotations as to Fees and other charges are given on the basis of immediate acceptance and subject to the right of withdrawal or revision by the Company. Ouotations are valid only for the specified weight and volume ranges quoted and for the designated services and standard of services quoted. If any changes occur in the rates of freight, insurance premiums, warehousing, statutory fees or any other charges applicable to the Goods, quotations and charges are subject to revision accordingly with notice or, if it is not reasonably practicable, without notice to the Customer. Unless otherwise stated, the price quoted does not include the cost of crane hire, road tax, permits, tolls, escort and detention, demurrage and storage charges and other additional costs and expenses incurred by the Company in the course of or in connection with the performance of the Services.
- 7.3 The Company shall under no circumstances be precluded from raising a debit in respect of any amounts payable, including Fees or disbursements, lawfully due to it, notwithstanding that a previous debit or debits (whether excluding or partly including the items now sought to be charged) had been raised and whether or not any notice was given that further debits were to follow.
- 7.4 This **subclause 7.4** applies if the Company is or may become liable to pay GST in relation to any Supply under these Trading Conditions.

- (a) Unless otherwise stated, all charges quoted are exclusive of the GST imposed under the GST Law.
- (b) The Customer shall be responsible for payment of any GST liability in respect of the Services as provided by the Company or by third parties or Sub-contractors which shall be payable at the same time as the GST-exclusive consideration.
- (c) The Customer must also pay GST on the Taxable Supply to the Company.
- (d) GST shall be payable by the Customer without any deduction or set-off for any other amount.
- 7.5 All amounts due to the Company in Australia are payable in Australian dollars. The Company is entitled to charge a currency conversion premium when converting receivables into Australian currency.
- 7.6 Unless agreed otherwise, the Customer agrees that the Fees will be paid in full immediately on the date of an invoice statement. The Customer will not defer, set-off or withhold payment of any amount payable to the Company by reason of any claim the Customer has, or claims it has, against the Company.
- 7.7 If any amounts payable by the Customer are not made within seven days of the due date, the Customer will be in default and without limiting any other rights of the Company, the Customer shall pay to the Company, by way of liquidated damages, interest to be calculated in accordance with the Bank West business overdraft reference rate on the amount outstanding calculated from the due date until payment is made in full.
- 7.8 The Company reserves the right to offset any amounts receivable from the Customer against any amounts payable to that Customer or any company affiliated with the Customer or any Related Body Corporate of the Customer. This right exists irrespective of the date the liability has been created or debt incurred with the Company.
- 7.9 The Company, its servants or agents shall have a special and general lien on the Assets and a right to sell the Assets whether by public or private sale or auction without notice, for Fees, freight, demurrage, detention charges, duty, fines, penalties, salvage, average of any kind whatsoever and without limitation, any and all Debts, charges, expenses or other sums due and owing by the Customer or the Customer's principals, servants or agents. In addition, the lien shall cover the costs and expenses of exercising the lien including without limitation, the costs of sale and reasonable legal fees. The lien and rights granted by this subclause 7.9 shall survive delivery of the Assets and the Company shall be entitled to retain the proceeds of sale of the Assets in

respect of any outstanding amounts referred to in this clause. The Company sells or otherwise disposes of such Assets pursuant to **subclause 7.9** as principal and not as agent and is not the trustee of the power of sale.

- 7.10 Without limiting the generality of **subclause 7.9**, the Customer acknowledges that the Company shall have a Security Interest which attaches over any Assets which are the subject of the Services and in the Company's possession. The Customer acknowledges and consents to the registration and perfection of the interest set out in this **subclause 7.10** for the purposes of the PPSA.
- 7.11 The Customer warrants that it has rights in the Assets and the power to transfer rights in the Assets to the Company.
- 7.12 The Customer must not grant any other person a Security Interest in respect of the Assets.
- 7.13 The Customer must not allow an Excluded Interest to exist over the Goods.
- 7.14 To the maximum extent permitted by law, if the PPSA applies, the Customer irrevocably waives any rights the Customer may have to:
 - (a) receive notices or statements under sections 95, 121(4), 125, 130, 132(3)(d), 132(4) and 135 of the PPSA;
 - (b) redeem the Assets under section 142 of the PPSA;
 - (c) reinstate these Trading Conditions under section 153 of the PPSA; and
 - (d) receive a verification statement (as defined in the PPSA);
- 7.15 The Customer agrees to do anything which the Company asks and considers necessary for the purposes of:
 - (a) ensuring that a Security Interest is created under these Trading Conditions is enforceable, perfected and otherwise effective; or
 - (b) enabling the Company to apply for any registration, or give any notification, in connection with a Security Interest created under these Trading Conditions so that the Security Interest has the priority required by the Company.

8. Warranties by the Customer

- 8.1 The Customer (on behalf of itself, the consignor, the consignee and the owner or the Goods) warrants to the Company that:
 - (a) it is either the owner of the Goods, or the authorised agent of the owner of the Goods with authority to bind the owner to act or otherwise have authority to arrange the Services under the Service Agreement;

- (b) it has not granted any other person a Security Interest in respect of the Assets;
- (c) it has not allowed an Excluded Interest to exist over the Goods and an Excluded Interest does not exist over the Assets;
- (d) it will provide all documents, information and assistance required by the Company to comply with the requirements of the Government Authorities in an accurate and timely fashion as required by those Government Authorities, including documents required for customs clearance of the Goods;
- (e) it will retain all documents or records in the manner required by the Government Authorities;
- (f) it will observe all requirements of any Government Authorities;
- (g) it will maintain as confidential the terms of the Authority and these Trading Conditions;
- (h) it has complied with all Laws of any Government Authorities relating to the Services and the Goods;
- the Goods are packed to withstand ordinary risks of handling storage and Carriage, having regard to their nature;
- (j) the Goods are not Dangerous Goods;
- (k) the Goods, their Carriage, import or export do not contravene any Laws; and
- all information it has provided in respect of the Goods is accurate, complete and not misleading or deceptive.

9. Indemnity by the Customer

- 9.1 Without limiting the effect of these Trading Conditions, the Customer indemnifies and will pay to the Company on demand:
 - (a) the amount of any loss or damage incurred or suffered by the Company which is directly or indirectly caused by the Goods or by breach of these Trading Conditions by the Customer;
 - (b) amounts of Customs Duty, GST and other payments made to Government Authorities by, or otherwise assessed against, the Company in connection with the Goods or Services;
 - (c) any penalties payable by the Company (whether pursuant to a court order or an Infringement Notice) due to the Customer:
 - (1) providing information that is incorrect, incomplete, misleading or deceptive;
 - (2) omitting to provide material information required to the Government Authorities;
 - (3) providing information in a manner which does not enable the Company to

comply with the requirements of the Government Authorities for reporting in prescribed periods; and/or

- (4) failing to provide information or documentation requested by the Company;
- (d) penalties imposed by any RSA for any breach of the Laws relating to the Carriage of goods by road;
- (e) amounts payable by the Company in connection with the time of return of, or the condition of, any container or transport equipment involved in Carriage;
- (f) demurrage or other charge for detention or failure to return items provided by the Company pursuant to contracts with other parties;
- (g) liabilities or costs incurred by the Company on behalf of the Customer associated with the Services including, without limitation, amounts paid to Carriers of Goods for the Carriage of Goods or cleaning of containers (whether payable to Sub-Contractors or incurred by the Company in exercising its rights pursuant to these Trading Conditions);
- (h) all expenses directly or indirectly incurred arising out of or in connection with the entry of an officer of any Government Authorities or other authorised person on the premises of the Company for the purpose of exercising any powers pursuant to the requirements of any Government Authorities and/or inspecting, examining, making copies of, taking extracts of documents on the premises to the extent that the exercise of the powers is related to the Services;
- (i) any costs or charges incurred by the Company as a result of or in connection with a direction or request from Customs in relation to the Goods or Services;
- (j) any costs or charges incurred by the Company as a result of or in connection with a suspension or cancellation by Customs of an ATD in relation to the Goods or Services;
- (k) any costs, charges or penalties incurred by the Company as a result of or in connection with any breach, suspension, cancellation or variation of conditions of any Licences in relation to the Goods or Services;
- any costs or charges incurred by the Company as a result of or in connection with the Company complying with any conditions or Laws in respect of any Licences in relation to the Goods or Services;

- (m) any costs or charges incurred by the Company pursuant to subclauses 20.4, 20.5 and 20.6;
- any claims made by Sub-contractors or third parties concerning the provision of the Services by the Company; and
- (o) any costs or charges incurred in recovering any amounts payable to the Company by the Customer (including, without limitation, costs of legal proceedings).
- 9.2 The Customer will pay any amounts claimed pursuant to the indemnity in **subclause 9.1** within 7 days of demand by the Company.
- 9.3 The nature of the indemnity provided pursuant to **subclause 9.1** will include, without limitation, all penalties, liabilities, all losses (including indirect and Consequential Loss) and damages assessed against the Company and its officers and employees, together with all legal costs incurred by the Company (calculated on a solicitor/client basis). The indemnity shall continue in force and effect whether or not the Goods have been pillaged, stolen, lost, damaged or destroyed.
- 9.4 The Company may execute all or any of its rights pursuant to **clause 7** to recover any amounts owing pursuant to this **clause 9**.
- 9.5 There is no need for the Company to suffer or incur any losses, costs, damages, liabilities, judgments, penalties or expenses before requiring payment from the Customer.

10. Insurance

The Company shall not effect insurance on the Goods except upon receipt of express instructions given in writing by the Customer and the Customer's written declaration as to the value of the Goods. All such insurances effected by the Company are subject to the exceptions and conditions of the policies of the insurer or underwriter taking the risk. At the discretion of the Company such insurance may name the Customer or owner as insured. In the event of any dispute in regard to liability under any such insurance policy the Customer or other insured shall have recourse against the insurer or underwriter only and the Company shall have no liability or responsibility in relation to any such insurance policy.

11. Storage and Transport

- 11.1 The Company, acting reasonably, has complete freedom to decide upon the means, route and procedure to be followed in the handling, storage and transportation of the Goods and is entitled and authorised to engage Sub-contractors to perform all or any of the functions required of the Company upon such terms and conditions as the Company in its absolute discretion may deem appropriate.
- 11.2 The Customer agrees that:

- (a) the value of the Goods shall not be declared or inserted in a Bill of Lading or a sea carriage document for the purpose of extending a ship or carrier's liability under the Carriage of Goods by Sea Act except upon express instructions given by the Customer;
- (b) in the case of Carriage by air, no option or declaration of value to increase air-carrier's liability under:
 - Article 22 of Schedule 1A to the *Civil* Aviation (Carrier's Liability) Act 1959(Cth); or
 - Article 22(2) of Schedule 1, 2, 4 or 5 to the *Civil Aviation (Carrier's Liability) Act* 1959 (Cth);

will be made except on express instruction given in writing by the Customer;

- (c) in the case of Carriage by land, or any Carriage ancillary to the Carriage mentioned above and not expressly provided for under any contract within these Trading Conditions, under Convention or under any statute or Law, the Customer agrees that the value of the Goods shall not be declared or inserted into a contractual document or as part of the trading terms for the purpose of extending the forwarder or Carrier's liability under any circumstance except upon express conditions agreed to in writing by the Carrier or forwarder who expressly elect to waive that right;
- (d) in all other cases where there is a choice of charges by Carriers, warehousemen, stevedores or others according to the extent of the liability assumed by the Carriers, warehousemen, stevedores or others, no declaration of value (where optional) will be made for the purpose of extending liability, and the Goods will be forwarded or dealt with at the Customer's risk for minimum charges, unless express instructions in writing to the contrary are given by the Customer;
- (e) the Company shall have no obligation to take any action in respect of any Goods that may be recognisable as belonging to the Customer unless it has received suitable instructions relating to such Goods together with all necessary documents. In particular, the Company shall not be obliged to notify the Customer of the existence or whereabouts of the Goods or to examine them or to take any other steps for their identification, protection or preservation or for the preservation of any claim by the Customer or any other party

against the Carrier, insurer or any third party; and

- (f) all Goods moved by air are subject to volumetric conversion on the basis of one kilo being the equivalent of six thousand cubic centimetres. Goods moved by other means are subject to volumetric conversion on the basis of relevant industry standards or as modified by the Carrier's standard trading conditions.
- (g) The Goods are at the risk of the Customer.

12. Perishable, Non-deliverable, Uncollected, Hazardous and Damaged Goods

- 12.1 Where the Goods are perishable and are not taken up immediately upon arrival or are insufficiently or incorrectly addressed or marked or otherwise not identifiable, they may be sold or otherwise disposed of with or without notice to the Customer, consignor, owner or consignee of the Goods and payment or tender of the net proceeds of any sale after deduction of all costs, expenses and charges incurred by the Company in effecting such sale or disposal shall be equivalent to delivery.
- 12.2 Where the Goods are non-perishable and cannot be delivered either because they are insufficiently or incorrectly addressed or marked or otherwise not identifiable or because they are uncollected or not accepted by the consignee they may be sold or returned at the Company's option at any time after the expiration of 21 days from a notice in writing sent to the Customer at the address which the Customer gave to the Company on delivery of the Goods. All costs, charges and expenses incurred by the Company and arising in connection with the storage, sale or return of the Goods shall be paid by the Customer and may be deducted from the proceeds of the sale of the Goods.
- 12.3 Where the Goods are stored by the Company for the Customer and they are uncollected for whatever reason they may be sold or returned at the Company's option at any time after the expiration of 21 days from a notice in writing sent to the Customer at the address which the Customer gave to the Company on delivery of the Goods. All costs, charges and expenses incurred by the Company and arising in connection with the storage, sale or return of the Goods shall be paid by the Customer and may be deducted from the proceeds of the sale of the Goods.
- 12.4 In respect of **subclauses 12.1, 12.2 and 12.3**, the Company sells or otherwise disposes of such Goods as principal and not as agent and is not trustee of the power of sale.
- 12.5 In the event that any sale of Goods pursuant to **subclauses 12.1, 12.2 and 12.3** does not provide sufficient proceeds to discharge all liability of the Customer to the Company, the Customer

acknowledges that it is not released from the remainder of the liability to the Company merely by sale of the Goods.

13. Destruction of Dangerous Goods

In the event that the Goods are found to be Dangerous Goods they may be destroyed or otherwise dealt with at the sole discretion of the Company or any other person in whose custody they may be at the relevant time. If such Goods are accepted under arrangements previously made in writing they may nevertheless be destroyed or otherwise dealt with if they become dangerous to other goods or property. The expression "goods likely to cause damage" includes goods likely to harbour or encourage vermin or other pests and all such goods as fall within the definition of hazardous and dangerous goods in the legislation governing carriage by rail in the States and Territories of Australia.

14. Inspection

The Company may without liability open any package or other container which the Goods are placed or carried to inspect the Goods either to determine their nature or condition or to determine their ownership or destination.

15. Delivery

- 15.1 The Company is deemed to have satisfied its delivery obligations under the Service Agreement if the Company delivers the Goods to the address given by the Customer and obtains from a person at that address a receipt or a signed delivery docket.
- 15.2 In the event of the consignee refusing to take delivery, or not being about to take delivery of the Goods, or the Goods being unable to be delivered for any other reason, the Company is authorised to at the Company's reasonable discretion and at the Customer's sole expense and risk and without liability to the Company, deal with the Goods as the Company thinks fit including storing or disposing of the Goods or returning them to the Customer or the person entitled to collect the Goods.

16. Railway Declaration

The Company shall be under no obligation to make any declaration to, or to seek any special protection or cover from any railways authority or provider of railways in any State or any airline or road transport authority in respect of any Goods falling within the definition of that body:

- (a) of dangerous or hazardous goods; or
- (b) of goods liable to be stored in the open,

unless written instructions to that effect are given to the Company by the Customer.

17. Pillaged Goods

If the Goods are landed from any Vessel in a damaged or pillaged condition and an examination might be held or other action taken by the Company in respect thereof, no responsibility attaches to the Company for any failure to hold such examination or take such other action, unless the Company has been given sufficient notice to enable it to arrange for such examination or for the taking of such other action as the case may be.

18. Storage of Goods pending delivery

- 18.1 Without limiting the effect of **clause 11**, pending forwarding and delivery, the Goods may be warehoused or otherwise held at any place or places at the sole discretion of the Company at the Customer's risk and expense.
- 18.2 In circumstances were the Company stores the Goods, the Company may, by notice in writing, require that the Customer remove the Goods for any reason whatsoever within 7 days from receipt of a notice delivered to the address which the Customer gave to the Company on delivery of the Goods. If the Customer fails to do so, the Company may remove the Goods and store them in such a manner and in such a place as the Company thinks appropriate at the Customer's expense and risk.

19. COD Goods

The Company may in its absolute discretion refuse instructions to collect on delivery (COD) in cash or otherwise. Where the Company does accept such instructions its only obligation to the Customer is to use reasonable diligence and care in such collection.

20. Limitation of Liability, Force Majeure and Indemnity from Liability to Third Parties

- 20.1 Without limiting the effect of **clause 9** but subject to **subclause 25.6** (where it applies), to the full extent permitted by law, the Company its servants and agents shall not be responsible for loss or damage of any kind whatsoever arising out of the provision of its Services to the Customer (whether caused by negligence or wilful default by the Company its servants or agents) and without limitation the following matters are expressly covered by this limitation of liability:
 - (a) any liability to pay amounts to Government Authorities (including, without limitation, Customs Duty, GST and penalties);
 - (b) any liability concerning the making of any statement, forecast, information or giving advice in relation to the liability of the Customer to pay any amounts owing to any Government Authorities;
 - (c) any liability in respect of the loss, misdelivery, deterioration, non-delivery, contamination, evaporation or damage to the Goods;
 - (d) any loss or depreciation of market value of the Goods attributable to delay in forwarding the Goods or failure to carry out instructions of the Customer;

- (e) loss, damage, expense or additional cost arising from or in any way connected with marks or brands on, weight, numbers, content, quality, description of the Goods;
- (f) loss or damage resulting from fire, water, explosion or theft;
- (g) loss, damage or delay occasioned by the act of a Government Authority; and
- (h) loss, damage or delay occasioned by delay in the Carriage of the Goods or handling of the Goods in the course of the Carriage of the Goods.
- 20.2 Subject to clause 25.6, the Company shall not be liable in any event for any Consequential Loss whether or not the Company had knowledge that such damage might be incurred.
- 20.3 The provision of clauses 20.1 and 20.2 continue to apply whether or not any such loss, damage, destruction, non-delivery, mis-delivery, delay in delivery or failure to produce arises out of or in connection with any negligence, breach of the contract by the Company which would constitute a fundamental breach of contract or a breach of a fundamental term of the contract.
- 20.4 The Company and Customer acknowledge that Goods moving by airfreight are subject to the applicable Airfreight Convention. The Customer's recovery of loss or damage, if any, is against the airline Carrier and is limited in accordance with the Airfreight Convention or any other Conventions that may be applicable. In the event of any loss or damage suffered by the Customer whilst the Goods are in the possession of the airline Carrier, the Company will seek to recover on behalf of the Customer from the principal airline Carrier amounts payable under the aforementioned Conventions as they are applicable. The Customer will indemnify, defend and hold the Company harmless against any claims for loss or damage to their Goods incurred whilst they were in the possession of the airline Carrier.
- 20.5 The Company and Customer acknowledge that Goods moving by seafreight are subject to the applicable international treaties including the Hague Rules. The Customer's right to recovery of loss or damage, if any, is against the seafreight Carrier and is limited in accordance with the Hague Rules or any other Conventions that may be applicable. In the event of any loss or damage suffered by the Customer whilst the Goods are in the possession of the seafreight Carrier, the Company will seek to recover on behalf of the Customer from the Carrier amounts payable by the Hague Rules as they are applicable. The Customer will indemnify, defend and hold the Company harmless against any claims

for loss or damage to their goods incurred whilst they were in the possession of the seafreight Carrier.

- 20.6 The Company and Customer acknowledge that Goods moving by airfreight or seafreight may necessarily involve a part of transport undertaken by other means in order to comply with the terms of Carriage under the Service Agreement or any contract between the parties. Where this is so, and no international treaty is applicable which covers the additional transport, the Customer's recovery of loss or damage, if any, is against the Carrier and is limited in accordance with the Convention applicable for the majority of the transport, even where that Convention does not envisage liability of the kind of transport concerned. In the event of any loss or damage suffered by the Customer whilst the Goods are in the possession of a third party Carrier, the Company will seek to recover on behalf of the Customer from the third party Carrier amounts payable by these Conventions as they are applicable. The Customer will indemnify, defend and hold the Company harmless against any claims for loss or damage to their Goods incurred whilst they were in the possession of the third party Carrier where such Carriage was necessary in order to comply with the terms of the Service Agreement.
- 20.7 Without limitation to **clause 20.1** the Company shall not be liable to the Customer for any breach or failure to performs its obligations under these Trading Conditions or any damage or loss to Goods resulting from one of the following:
 - (a) perils, dangers and accidents of the sea or other navigable waters;
 - (b) act of God;
 - (c) act of war;
 - (d) act of terrorism;
 - (e) act of public enemies;
 - (f) arrest or restraint of princes, rulers or people, or seizure under legal process;
 - (g) strikes or lock-outs or stoppage or restraint of labour from whatever cause, whether partial or general;
 - (h) riots and civil commotions;
 - (i) saving or attempting to save life or property at sea;
 - (j) act of any government or authority; or
 - (k) any other cause arising beyond the reasonable control of the Company, without the actual fault or privity of the Company and without the actual fault or privity of the agents or servants of the Company.
- 20.8 If the occurrence of any event contemplated in **subclause 20.7** causes a delay of over 5 Business

Days in any obligation of the Company, then the provision of Services may be terminated by notice in writing by either party to the other party. However, all costs, charges and expenses already incurred by the Company prior to the termination or arising in connection with the disposal or return of the Goods shall be paid by the Customer.

- 20.9 Any claim made against the Company, its servants or sub-agents is limited to the full extent permitted by Law. To the extent that the liability of the Company is limited by any Convention, statute, Law or contract, and that limitation exceeds the limitation of liability pursuant to these Trading Conditions then the liability pursuant to that Convention, statute, Law or contract shall apply.
- 20.10 If the Customer is not acquiring the Services wholly or predominately for personal, domestic or household use or consumption, the Company's liability to the Customer for a breach of any non-excludable warranty, condition or guarantee is limited, at the Company's option, to supplying the Services again, or the cost of supplying the Services again.

21. Notification of Liability

- 21.1 Any claim for loss or damage to the Goods must be notified in writing to the Company within seven days of delivery of the Goods or of the date upon which the Goods should have been delivered. Time is of the essence of this clause and a note or narration on a delivery docket does not constitute the giving of notice.
- 21.2 Any other claim must be made within seven days of the time the Customer became aware of circumstances giving rise to the claim.

22. Guarantee, Undertaking and Indemnity by Directors and Shareholders

- 22.1 If the Customer is a company, the directors and shareholders of that company will guarantee the Debts, undertake to perform the obligations of the Customer and indemnify and keep indemnified the Company against the Debts.
- 22.2 For the purposes of **subclause 22.1**, the Customer will ensure that its directors and shareholders will sign any other documents required by the Company to evidence and confirm any guarantee, undertaking and indemnity in the form annexed to these Trading Conditions.

23. Intellectual Property

The Customer acknowledges that the Company shall retain all copyright and other intellectual property in any documents or things created by the Company in the course of providing its Services pursuant to these Trading Conditions.

24. Non-SBC Contract provisions

- 24.1 The Customer must not assign the Customer's rights or transfer the Customer's obligations under the Service Agreement without the Company's prior written consent. The Company may assign the Company's rights and obligation under the Service Agreement without the Customer's consent.
- 24.2 No modification amendments or other variation of the Trading Conditions shall be valid and binding on the Company unless made in writing and duly executed by and on behalf of the Company.
- The Company reserves complete freedom to decide 24.3 the manner or procedure to be adopted for any or all of the various acts that will be necessary for the completion of the Services including consolidating the Goods with other goods. That discretion will be varied only by instructions delivered by the Customer to the Company in writing and acknowledged by the Company in writing in sufficient time before the performance of any service to reasonably allow the Company to adopt the manner of performing the service required by the special instructions. THE COMPANY SHALL HAVE NO LIABILITY OR **RESPONSIBILITY BY VIRTUE OF THE FACT** THAT THERE MAY BE A CHANGE IN THE **RATES OF DUTY, WHARFAGE, FREIGHT, RAILAGE OR CARTAGE, OR ANY OTHER TARIFF BEFORE OR AFTER THE** PERFORMANCE BY THE COMPANY OR ANY ACT INVOLVING A LESS FAVOURABLE **RATE OR TARIFF, OR BY VIRTUE OF THE** FACT THAT A SAVING MAY HAVE BEEN **EFFECTED IN SOME OTHER WAY HAD ANY ACT BEEN PERFORMED AT A DIFFERENT** TIME AND WHETHER ITS PERFORMANCE OF ANY OF THE ACTS AFORESAID IS DELAYED OR PRECIPITATED THROUGH THE NEGLIGENCE OF THE COMPANY OR ITS SERVANTS OR AGENTS OR HOWEVER CAUSED.
- 24.4 Any term in these Trading Conditions which limits the Company's liability will also extend and apply to any Sub-contractor, agent or nominee. For the purpose of this **subclause 24.4**, the Company is deemed to be acting as agent or trustee for the Company's agents, employees, nominees and Subcontractors and each of those persons shall be deemed to be a party to these Trading Conditions.
- 24.5 The Customer undertakes that no claim or allegation will be made, whether by the Customer or any other person, against the Company's agents, employees or Sub-contractors and if such claim or allegation is made for the consequence thereof. It is agreed that this release and indemnity operates irrespective of how the claim or allegation arises including negligence or out of events which may constitute a

fundamental breach of contract or a breach of a fundamental term of a contract.

- 24.6 The Company shall be discharged from all liability whatsoever in connection with the Services and/or the Goods unless proceedings are served within nine months from delivery of the Goods (or from when they should have been delivered). Time is of the essence in respect to this clause.
- 24.7 The indemnity provided in **subclause 9.1**, shall not be affected in any way if such pillaging, stealing, loss, damage or destruction has occurred or been brought about wholly or in part by the negligence or the alleged negligence or any default, omission, neglect or default or any breach of duty of obligation of the Company, its servants or agents or fundamental breach of contract by the Company, its servants or agents.
- 24.8 The Customer undertakes and warrants that neither it, nor any other party that has an interest in the Goods or Services, shall bring any claims against any party that has provided all or any part of the Services (including any Sub-contractor, principal, employer, employee, nominee or agent of the Company) and where any such claims are made by the Customer or any other interested party, the Customer undertakes to indemnify all parties against whom the claims are made (including the Company) against any loss and damage that may be suffered as a result of such claims.
- 24.9 In all cases where these Trading Conditions, Laws, international Convention or otherwise do not exclude the liability of the Company, the liability of the Company whatsoever and howsoever caused shall be limited to whichever is the lesser between the value of the Goods the subject of the Service Agreement at the time the Goods were delivered to the Company or Australian \$200.

25. SBC Contract provisions

- 25.1 Neither Party may assign the other Party's rights or transfer its obligations under the Service Agreement without the other Party's prior written consent, which must not be unreasonably withheld.
- 25.2 No modification amendments or other variation of the Trading Conditions shall be valid and binding on the Parties unless made in writing and duly executed by and on behalf of both Parties.
- 25.3 The Company, acting reasonably, reserves to the right to decide the manner or procedure to be adopted for any or all of the various acts that will be necessary for the completion of the Services including consolidating the Goods with other goods. THE COMPANY SHALL HAVE NO LIABILITY OR RESPONSIBILITY BY VIRTUE OF THE FACT THAT THERE MAY BE A CHANGE IN THE RATES OF DUTY,

WHARFAGE, FREIGHT, RAILAGE OR CARTAGE, OR ANY OTHER TARIFF BEFORE OR AFTER THE PERFORMANCE BY THE COMPANY OR ANY ACT INVOLVING A LESS FAVOURABLE RATE OR TARIFF, OR BY VIRTUE OF THE FACT THAT A SAVING MAY HAVE BEEN EFFECTED IN SOME OTHER WAY HAD ANY ACT BEEN PERFORMED AT A DIFFERENT TIME.

- 25.4 Where the Company accepts instructions to deliver on a COD basis pursuant to **clause 19**, THE COMPANY IS NOT LIABLE FOR ANY LOSS OR DAMAGE ARISING FROM SUCH INSTRUCTIONS OR SUCH COLLECTION, EXCEPT TO THE EXTENT THAT THE LOSS OR DAMAGE WAS CAUSED BY THE COMPANY.
- 25.5 The Company shall not be liable in any event for any Consequential Loss unless the Company had knowledge that such damage might be incurred.
- 25.6 Clause 20.1 will not apply to the extent that:
 - (a) the Company directly caused loss or damage; or
 - (b) the loss or damage was caused by negligence or wilful default by the Company, its servants or agents.
- 25.7 The Customer is not required to indemnify the company under clauses 9.2 or 20.1 unless the loss, damage, cost or liability was caused by, or in connection with either:
 - a breach of contract, or a negligent, unlawful, reckless or willful act or omission by the Customer or its employees, agents or contractors;
 - (b) the Company carrying out a specific instruction given by the Customer; or
 - (c) an event that could not have been reasonably predicted or foreseen by the Company. and
 - (d) the Company has acted reasonably to mitigate any costs, losses or liabilities.
- 25.8 Any reference in this agreement to "absolute discretion" shall be replaced with "reasonable discretion".
- 25.9 Any right of the Company to exercise a right or incur a cost under this agreement "without notice" shall be replaced with a requirement to

provide reasonable notice to the Customer where this is practicable.

25.10 The timeframes for the giving of notice under clause 21 are changed to 9 months from the date or delivery or expected delivery for claims relating to the international carriage of Goods, 12 months for any other claim relating to damaged goods and 2 years for all other claims.