



TERMS AND CONDITIONS OF PURCHASE (2016) EDITION

1. INTERPRETATION

1.1 In these terms and conditions ('*conditions*') the following words shall have the following meanings:

' <i>the Company</i> ':	Marston's PLC
' <i>the Contract</i> ':	the Order and the Seller's acceptance of the Order;
' <i>Goods</i> ':	any Goods agreed in the Order to be purchased by the Company from the Seller (including any part or parts of them);
' <i>Services</i> ':	means the services, work and materials agreed in the Order which the Seller is to supply, provide or carry out in accordance with these conditions and in accordance with the Order;
' <i>Order</i> ':	the Company's written confirmation that it intends to purchase Goods and or Services incorporating these Conditions and be contractually bound to do so.
' <i>Seller</i> ':	the person, firm or company who accepts the Company's Order.
' <i>authorised representative</i> '	means any Executive Director of the Company and/or the Company Secretary

1.2 In these conditions references to any statute or statutory provision shall, unless the context otherwise requires, be construed as a reference to that statute or provision as from time to time amended, consolidated, modified, extended, re-enacted or replaced.

1.3 In these conditions references to the masculine include the feminine and the neuter and to the singular include the plural and vice versa as the context admits or requires.

1.4 In these conditions the headings will not affect the construction of these conditions.

2. APPLICATION OF TERMS

2.1 These conditions are the only conditions upon which the Company is prepared to deal with the Seller, any specific contractual terms not referred to in these conditions and agreed in writing between the Company and the Seller shall form part of these conditions and shall govern the Contract to the entire exclusion of all other terms or conditions.

2.2 Each Order for Goods or Services by the Company from the Seller shall be deemed to be an offer by the Company to purchase Goods and / or Services subject to these conditions and no Order shall be accepted until the Seller either expressly by giving notice of acceptance, or impliedly by fulfilling the Order, in whole or in part accepts the offer.

2.3 No terms or conditions previously made available or supplied to the Company or endorsed upon, delivered with or contained in the Seller's quotation, acknowledgement or acceptance of order, specification or similar document will form part of the Contract and the Seller waives any right which it otherwise might have to rely on such terms and conditions.

2.4 These conditions apply to all the Company's purchases of Goods and/ or Services from the Seller and any variation to these conditions shall have no effect unless expressly agreed in writing and signed by an authorised representative of the Company.

3. QUALITY AND DEFECTS

3.1 The Goods and Services shall be fit for any particular purpose made known to the Seller by the Company and shall be of a design, quality, material and workmanship as defined by industry standards and be without fault and conform in all respects with the Order and specification and/or patterns supplied or advised by the Company to the Seller.

3.2 The Company's rights under these conditions are in addition to the statutory conditions implied in favour of the Company by the Sale of Goods Act 1979.

3.3 At any time prior to delivery of the Goods or during the supply of the Services to the Company, the Company shall have the right to inspect analyse and test the Goods and/or Services at all times.

3.4 If the results of such inspection, analysis or testing cause the Company to be of the opinion that the Goods or Services do not conform or are unlikely to conform with the Order or to any specifications and/or patterns supplied or advised by the Company to the Seller, or the specification and/or patterns supplied by the Seller and pursuant to which the Company has made the Order the Company shall inform the Seller and the Seller shall immediately take such action as is necessary to ensure conformity and in addition the Company shall have the right to require and witness further testing, analyses and inspection.

3.5 Notwithstanding any such inspection analysis or testing, the Seller shall remain fully responsible for the Goods and Services and any such inspection analysis or testing shall not diminish or otherwise affect the Seller's obligations under the Contract.

3.6 If any of the Goods or Services fail to comply with the provisions set out in condition 3.1 the Company shall be entitled to avail itself of any one or more remedies listed in condition 12.

4. INDEMNITY

4.1 The Seller shall keep the Company indemnified in full against all direct, indirect or consequential liabilities (all three of which terms include, without limitation, loss of profit, loss of business, depletion of goodwill and likely loss), loss, damages, injury, costs and expenses (including legal and other professional fees and expenses) awarded against or incurred or paid by the Company as a result of or in connection with:

4.1.1 Defective workmanship, quality or materials

4.1.2 Failure of the Services to provide the function for which they were intended

4.1.3 an infringement or alleged infringement of any intellectual property rights caused by the use, manufacture or supply of the Goods or Services

4.1.4 any claim made against the Company in respect of any liability, loss, damage, injury, cost or expense sustained by the Company's employees or agents or by any customer or third party to the extent that such liability, loss, damage, injury, cost or expense was caused by, relates to or arises from the Goods or Services as a consequence of a direct or indirect breach or negligent performance or failure or delay in performance of the terms of the Contract by the seller.

5. DELIVERY

- 5.1 The Goods shall be delivered, carriage paid, to the Company's place of business or to such other place of delivery as is agreed by the Company in writing prior to delivery of the Goods. The Seller shall off-load the Goods as directed by the Company.
- 5.2 The Services shall be provided at the address stated in the Order.
- 5.3 The date for delivery of Goods or delivery lead time or provision of Services shall be specified in the Order, or if no such date is specified then time for delivery shall be of a reasonable nature.
- 5.4 The Seller shall invoice the Company upon, but separately from, despatch of the Goods to the Company, or provision of the Services.
- 5.5 The Seller shall ensure that each delivery is accompanied by a delivery note which shows, inter alia, the order number, date of order, number of packages and contents and, in the case of part delivery, the outstanding balance remaining to be delivered.
- 5.6 Delivery notes should only be deemed to be accepted if signed for by a designated person as agreed between the Company and the Seller.
- 5.7 Unless otherwise stipulated by the Company in the Order, deliveries shall only be accepted by the Company in normal business hours of the premises to which they are to be delivered.
- 5.8 If the Goods are not delivered or Services not supplied on the due date then, without prejudice to any other rights which it may have, the Company reserves the right to:
- (a) cancel the Contract in whole or in part;
 - (b) refuse to accept any subsequent delivery of the undelivered Goods/order which the Seller attempts to make;
 - (c) recover from the Seller any expenditure reasonably incurred by the Company in obtaining the Goods in substitution from another supplier; and
 - (d) claim damages for any additional costs, loss or expenses incurred by the Company which are in any way attributable to the Seller's failure to deliver the Goods on the due date.
- 5.9 If the Seller requires the Company to return any packaging material to the Seller that fact must be clearly stated on any delivery note delivered to the Company and any such packaging material will only be returned to the Seller at the cost of the Seller.
- 5.10 Where the Company agrees in writing to accept delivery by instalments the Contract will be construed as a single contract in respect of each instalment. Nevertheless failure by the Seller to deliver any one instalment shall entitle the Company at its option to treat the whole Contract as repudiated.
- 5.11 If the Goods are delivered to the Company in excess of the quantities ordered the Company shall not be bound to pay for the excess and any excess will be and will remain at the Seller's risk and will be returnable at the Seller's expense.

6. RISK/PROPERTY

- 6.1 The Goods shall remain at the risk of the Seller until delivery to the correct Company address as provided is complete (including off-loading and stacking), at such time risk of the Goods shall pass to the Company.

6.2 Property in the Goods supplied shall pass to the Company at the time the Contract is made, or at the very latest when the Goods are delivered to the Company. Passing of property in the Goods will not prejudice the Company's right to reject the Goods.

7. PRICE

7.1 The price of the Goods or Services shall be stated in the Order and shall be in GBP Sterling. Unless otherwise agreed in writing by the Company the price shall be exclusive of value added tax but inclusive of all other charges.

7.2 No variation in the price nor extra charges will be accepted by the Company unless agreed in writing between the parties with at least 30 days written notice.

8. PAYMENT

8.1 The Company shall pay the price of the Goods or Services within 60 days of receipt of a valid invoice, but time for payment shall not be of the essence of the Contract.

8.2 Without prejudice to any other right or remedy, the Company reserves the right to set off any amount owing at any time from the Seller to the Company against any amount payable by the Company to the Seller under the Contract.

9. CONFIDENTIALITY

The seller shall keep in strict confidence all technical or commercial know-how, specifications, inventions, processes or initiatives which are of a confidential nature and have been disclosed to the seller by the company or its agents and any other confidential information concerning the company's business or its products which the seller may obtain and the seller shall restrict disclosure of such confidential material to such of its employees, agents or sub-contractors as need to know the same for the purpose of discharging the seller's obligations to the company pursuant to the order and shall ensure that such employees, agents or sub-contractors are subject to like obligations of confidentiality as bind the seller.

10. THE COMPANY'S INTELLECTUAL PROPERTY

10.1 Materials, equipment, tools, recipes, copyright, design rights or any other forms of intellectual property rights in all drawings, specifications and data supplied by the Company to the Seller or not so supplied but used by the Seller specifically in the manufacture of the Goods shall at all times be and remain the exclusive property of the Company and all drawings specifications and data shall be held by the Seller in safe custody at its own risk and maintained and kept in good condition by the Seller until returned to the Company and shall not be disposed of other than in accordance with the Company's written instructions, nor shall such items be used otherwise than as authorised by the Company in writing.

10.2 All intellectual property rights in relation to the Contract and these conditions shall belong to the Company regardless of whether they were developed by the provider of Services in conjunction with the Company. The provider of Services assigns all such intellectual property rights to the Company absolutely and agrees to take all necessary steps, as requested by the Company, to confirm the Company's ownership to such intellectual property rights.

11. TERMINATION

11.1 The Company shall have the right at any time and for any reason to terminate the Contract in whole or in part by giving the Seller written notice whereupon all work on the Contract shall be discontinued forthwith and the Company shall pay to the Seller fair and reasonable compensation for work-in-

progress or Goods supplied at the time of termination but such compensation shall not include loss of anticipated profits or any consequential loss.

- 11.2 The Company shall have the right at any time by giving notice in writing to the Seller to terminate the Contract forthwith if:
- (a) the Seller commits a breach of any of the terms and conditions of the Contract;
 - (b) any distress, execution or other process is levied upon any of the assets of the Seller;
 - (c) the Seller has a statutory demand served on him, bankruptcy petition presented against him, or he makes an arrangement or composition with his creditors, or applies to the Court for an administrative Order, or (being a body corporate) enters into liquidation (whether voluntary or compulsory) (except a solvent voluntary liquidation for the purpose only of reconstruction or amalgamation) or has a receiver and/or manager, administrator or administrative receiver appointed of its assets, undertaking or any part thereof, or a resolution is passed or a petition presented to any court for the winding up of the Seller or for the granting of an administration order or the appointment of an administrator in respect of the Seller, or any proceedings are commenced relating to the insolvency or possible insolvency of the Seller or the Seller has a statutory demand served on it or makes an arrangement or composition with its creditors;
 - (d) the Seller ceases or threatens to cease to carry on its business; or
 - (e) the financial position of the Seller deteriorates to such an extent that in the opinion of the Company the capability of the Seller adequately to fulfil its obligations under the Contract has been placed in jeopardy.
- 11.3 The termination of the Contract however arising, will be without prejudice to the rights and duties of the Company accrued prior to termination. For the avoidance of doubt all outstanding monies in relation to rebates, promotional funding, over-riders etc shall be repaid to the Company within 30 days of termination.
- 11.4 The conditions which expressly or impliedly have effect after termination will be enforceable notwithstanding Termination.

12. REMEDIES

- 12.1 Without prejudice to any other right or remedy which the Company may have, if any Goods are not supplied in accordance with, or the Seller fails to comply with, any of the terms of the Contract the Company shall be entitled to avail itself of any one or more of the following remedies at its discretion, whether or not any part of the Goods have been accepted by the Company:
- (a) to rescind the Order;
 - (b) to reject the Goods (in whole or in part) and return them to the Seller at the risk and cost of the Seller on the basis that a full refund for the Goods so returned shall be paid forthwith by the Seller;
 - (c) at the Company's option to give the Seller the opportunity at the Seller's expense either to remedy any defect in the Goods or Services or to supply replacement Goods or Services and carry out any other necessary work to ensure that the terms of the Contract are fulfilled;
 - (d) to refuse to accept any further deliveries of the Goods or future provision of Services but without any liability to the Seller;

(e) to carry out at the Seller's expense any work necessary to make the Goods or Services comply with the Contract; and

(f) to claim such damages as may have been sustained in consequence of the Seller's breach or breaches of the Contract.

13. ASSIGNMENT

13.1 The Seller shall not be entitled to assign the Contract or any part of it without the prior written consent of the Company.

13.2 The Company may assign the Contract or any part of it to any person, firm or company.

14. FORCE MAJEURE

14.1 The Company reserves the right to defer the date of delivery or payment or to cancel the Contract or reduce the volume of the Goods or provision of Services ordered if it is prevented from or delayed in the carrying on of its business or accepting the Goods or Services due to circumstances beyond the reasonable control of the Company including, without limitation, acts of God, governmental actions, war or national emergency, acts of terrorism, protests, riot, civil commotion, fire, explosion, flood, epidemic, lock-outs, strikes or other labour disputes (whether or not relating to either party's workforce), or restraints or delays affecting carriers or inability or delay in obtaining supplies of adequate or suitable materials in circumstances beyond the Company's control.

15. GENERAL

15.1 Each right or remedy of the Company under the Contract is without prejudice to any other right or remedy of the Company whether under the Contract or not.

15.2 If any provision of the Contract is found by any court, tribunal or administrative body of competent jurisdiction to be wholly or partly illegal, invalid, void, voidable, unenforceable or unreasonable it shall, to the extent of such illegality, invalidity, voidness, voidability, unenforceability or unreasonableness, be deemed severable and the remaining provisions of the Contract and the remainder of such provision shall continue in full force and effect.

15.3 Failure or delay by the Company in enforcing or partially enforcing any provision of the Contract will not be construed as a waiver of any of its rights under the Contract.

15.4 Any waiver by the Company of any breach of, or any default under, any provision of the Contract by the Seller will not be deemed a waiver of any subsequent breach or default and will in no way affect the other terms of the Contract.

15.5 The parties to this Contract do not intend that any term of this Contract will be enforceable by virtue of the Contracts (Rights of Third Parties) Act 1999 by any person that is not a party to it.

15.6 The formation, existence, construction, performance, validity and all aspects of the Contract shall be governed by English law and the parties submit to the exclusive jurisdiction of the English courts.

15.7 Any notice to be served on either of the parties by the other shall be sent by prepaid recorded delivery or registered post to the address of the relevant party shown on the Order or agreement or by facsimile transmission, and shall be deemed to have been received by the addressee within 24 hours if sent by facsimile transmission.