

**SALES TERMS**  
**SEL MIDDLE EAST B.S.C. (CLOSED)**

**1. General Terms.** These sales terms (the “**Terms**”) shall govern all sales of Products and Services to the Buyer by SEL Middle East B.S.C. (Closed) (“**SEL Middle East**”), its affiliates, parent companies such as SEL Inc., other subsidiaries, and/or divisions, (collectively, “**SEL**”), unless other terms are specified in SEL’s quotation or sales order acknowledgment, or unless otherwise agreed by SEL Inc. in writing. All sales are expressly limited to these Terms and are conditional on the Buyer’s assent to these Terms. SEL expressly objects to any additional or different terms proposed by the Buyer, unless agreed to in writing by SEL. For the purposes of these Terms and unless stated otherwise, “**Products**” shall mean the products manufactured by SEL, including SEL systems or control enclosure structures specified on the SEL sales order acknowledgment, including without limitation any accessories, enclosed documentation and embedded software; and “**Services**” shall mean any SEL training, consulting, technical support and any other services specified on SEL sales order acknowledgment, except for projects governed by an SEL Engineering Services Proposal. SEL may modify these terms at any time without prior notice provided that no such modification shall apply in respect of any order for Products or Services which has been accepted by the Seller prior to modification(s). The Terms will be posted on SEL’s website at [www.selinc.com/termsandconditions/bahrain](http://www.selinc.com/termsandconditions/bahrain), and the Buyer should review these Terms prior to purchasing any Products or Services. No binding agreement will be deemed to be concluded until the SEL sales order acknowledgment has been sent to the Buyer, and all orders are subject to SEL’s ability to obtain, on appropriate terms and within a reasonable amount of time, any export or import license or permit required by applicable laws and regulations. SEL shall have the right to cancel any order at any time for failure of the Buyer to agree to these Terms or for any material breach by the Buyer of these Terms, including without limitation failure to pay any amounts due, violation of the then-current SEL Software License Agreement or noncompliance with the then-current SEL credit requirements.

**2. Prices, Taxes and Payment Terms.** Prices shall be the prices in effect on the date of the SEL sales order acknowledgment, and are subject to change without notice. Each quotation or proposal is valid for sixty (60) days from its date, unless specified otherwise by SEL. Prices are exclusive of any freight, packing or insurance charges and any customs, sales, use, value-added, property or similar taxes, tariffs or duties unless specified otherwise. For Services performed on a time and expense basis, charges shall include time and expenses incurred in the previous calendar month. For Services performed on a fixed-price basis, charges shall include the price of major deliverables substantially completed in the previous calendar month. For any Services whatsoever, additional charges may result from modifications to the desired Services or from unforeseen conditions. Payment terms for all Products and Services are net thirty (30) days from date of invoice. Partial shipments will be invoiced and are payable as they occur in accordance with these Terms. All payments shall be made in United States Dollars, unless specified otherwise. The Buyer must meet the then-current SEL credit requirements to purchase on credit. If, in the judgment of SEL, the financial condition of the Buyer at any time prior to delivery does not justify the payment and/or credit terms offered by SEL, SEL may require payment in advance or postpone or cancel any outstanding order, whereupon SEL Middle East shall be entitled to receive cancellation charges of 25% up to 100% of the purchase price

depending on the level of completion of the project as determined solely by SEL Middle East. Delays in delivery or non-conformities in any installments shall not relieve the Buyer of its obligation to pay any remaining installments. SEL Middle East may, at its sole discretion, stop any shipment or the provision of any services in case Buyer fails to make a payment and until such payment is made, without incurring liability for liquidated or any other damages; and may impose a delay penalty equal to 1.5% per month on all amounts not paid when due. Any payment made by the Buyer shall be applied to amounts due before being applied to current orders, at SEL Middle East’s sole discretion. Notwithstanding the foregoing, the Buyer’s failure to pay amounts due shall be deemed a material breach of these Terms, and any acceptance by SEL of late payments shall not be deemed a waiver of such breach. To the extent allowed by law, SEL shall be entitled to recover all costs incurred in collecting amounts due from the Buyer, including without limitation legal fees and other costs (including without limitation disbursements).

**3. Delivery, Documentation and Disclosure of Information.** Delivery dates are approximate, based upon prompt receipt of all necessary information from the Buyer and constitute neither a contractual obligation nor a representation to the Buyer. If drawing approval is required, drawings must be returned on schedule to maintain estimated shipping dates. SEL shall pack and ship Products according to its standard procedure, and all shipments shall be sent to the Buyer using the SEL standard freight forwarder or carrier. The Buyer shall pay for any increased costs due to special packing, shipment (including freight forwarders or carriers required by the Buyer) or insurance requests, as well as any detention or demurrage charges. Seller reserves the right to make partial shipments of the Products and/or to ship Products early unless otherwise stipulated in Buyer’s purchase order. Unless otherwise stated on the SEL sales order acknowledgment, the shipping terms are as stated herein. For shipment, title and risk of loss or damage shall pass to the Buyer at the SEL factory upon delivery to the freight forwarder or carrier, and the Buyer shall have a reasonable time, not exceeding 15 calendar days after receipt of the Products to inspect, and reject or accept Products. In any event, acceptance shall be deemed to have occurred no later than fifteen (15) days after shipment. The Buyer may not return any Product without prior written consent of SEL. When applicable, SEL shall provide the Buyer with one (1) copy of instructions for each Product. The Buyer may not reproduce such instructions. The Buyer may order additional copies from SEL. All instructions and related documentation shall be in English. Although SEL or its representatives may from time to time provide translations of such instructions and documentation as a courtesy, the English version shall govern, and SEL shall not be liable for any discrepancies. The English versions are available at [www.selinc.com](http://www.selinc.com). Any information, suggestions or ideas transmitted by the Buyer to SEL in connection with performance hereunder shall not be regarded as proprietary or confidential, unless identified in writing by the Buyer and acknowledged in writing by SEL.

**4. Intellectual Property.** The Buyer shall not challenge the validity of any SEL intellectual property, including without limitation any trademarks, service marks, trade dress, patents, copyrights, design, trade secrets or licenses. The Buyer acknowledges that SEL intellectual property is the sole property of SEL. By selling Products or Services to the Buyer, SEL does not transfer any SEL intellectual property rights (including without

limitation rights to designs or other work product). Buyer shall not remove or alter any trademarks, service marks, design or trade dress that identify SEL, nor use any trademarks, service marks, trade dress, design or any other intellectual property that, in the sole discretion of SEL, is confusingly similar to those of SEL. Any software (including firmware) included with the Products is owned by SEL (or its licensors) and is licensed, not sold, to the Buyer. The Buyer may use such software only with the Products and only as intended by SEL. All software shall be provided subject to the then-current SEL Software License Agreement.

**5. Product Warranty and Services Commitment.** SEL warrants to the Buyer that Products are free from defects in material and workmanship for ten (10) years after shipment for all SEL Products, including SEL-manufactured control enclosure structures and panels. This warranty is conditioned upon proper storage and shall be void in its entirety if the Buyer modifies the Products without the prior written consent to, and subsequent approval of, any such modifications by SEL, or uses the Products for any applications that require product listing or qualification not specifically included in the SEL written quotation or proposal. If any Product fails to conform to this warranty, the Buyer shall properly notify SEL of such failure and the Buyer shall return the Product to SEL factory (unless another location is agreed upon by SEL) for diagnosis, and shall pay all expenses for such return, SEL shall correct any such failure by, at its sole discretion, either repairing any defective or damaged Product part(s) or making available any necessary replacement part(s) or Product(s); freight will be prepaid by SEL (Carriage Paid to (CPT) customer's place of business). If SEL is unable or unwilling to repair or replace the Product, SEL and the Buyer shall negotiate an equitable solution such as a prorated refund or credit to the Buyer's account. Any Product repair or upgrade shall be covered by this warranty for the longer of one (1) year from date of repair or the remainder of the original warranty period. TO THE MAXIMUM EXTENT PERMITTED BY LAW, THIS WARRANTY SHALL BE EXCLUSIVE AND IN LIEU OF ALL OTHER WARRANTIES, WHETHER STATUTORY, EXPRESS OR IMPLIED (INCLUDING WARRANTIES OF MERCHANTABILITY AND FITNESS FOR PARTICULAR PURPOSE AND WARRANTIES ARISING FROM COURSE OF PERFORMANCE OR DEALING OR USAGE OF TRADE), EXCEPT WARRANTY OF TITLE AND AGAINST PATENT INFRINGEMENT. SEL shall, whenever possible, pass the original manufacturer warranty to the Buyer for non-SEL products. SEL does not warrant non-SEL products, including non-SEL control enclosure structures, and non-SEL products within SEL panels, control enclosure structures and systems, and products or prototypes provided by SEL for testing, marketing, or loan purposes. SEL shall perform Services in a manner consistent with the degree of care and skill ordinarily exercised by members of the same profession currently practicing under similar circumstances. SEL shall reperform (or, at SEL's option, pay a third party to reperform) any defective Services (including those Services performed in conjunction with SEL systems) at no cost upon receipt of a written notice detailing the defect(s) within one (1) year of performance of the original Services.

**6. Limitation of Liability, Indemnity and Insurance.**

In no event, whether as a result of breach of contract, indemnity, warranty, tort (including negligence), strict liability or otherwise, shall SEL be liable to the Buyer or the Buyer's insurers for any loss or damage for an amount exceeding the price of the specific Product or Service that gave rise to the claim resulting the same, and any

liability shall terminate upon the expiration of the warranty period. No claim, regardless of its form, arising from these Terms may be brought by the Buyer later than one (1) year from the date of the occurrence of the event or circumstances that gave rise to such claim. In no event, whether as a result of breach of contract, indemnity, warranty, tort (including negligence), strict liability, absolute liability) or otherwise, shall SEL be liable for any special, consequential, incidental, indirect, liquidated or punitive damages, including without limitation any loss of profit or revenues, loss of use of Products or associated equipment, damage to associated equipment, cost of capital, cost of substitute products, facilities, services or replacement power, downtime costs or claims of the Buyer's customers for such damages. If SEL, or its subcontractors or suppliers, provide Buyer with advice or other assistance, including input of customer-provided or customer-requested settings and advice related thereto, concerning any Product or any system or equipment in which any such Product may be installed, the provision of such advice or assistance shall not subject SEL to any liability, whether as a result of breach of contract, indemnity, warranty, tort (including negligence), strict liability, absolute liability) or otherwise. SEL shall not be liable for any claims or losses resulting from any unauthorized access to the Products. The Buyer confirms that it has read the manuals and instructions for use of the Products (or that it will do so) and shall not install or operate the Products unless the Buyer is competent to do so. Buyer shall indemnify, defend and hold harmless SEL and all related parties from and against any claims, demands, causes of action, losses, costs and expenses, including without limitation legal fees and other costs, arising directly or indirectly from, as a result of, or in connection with the acts or omissions of the Buyer, its officers, employees, agents or representatives, including without limitation (i) the Buyer's modification or integration of any Product, (ii) the Buyer's specifications, (iii) the Buyer's relay settings, which may or may not be based on relay setting examples or guides from SEL, (iv) any changes made by the Buyer or others related to design documents produced by SEL, (v) any unauthorized use or reuse of the designs, drawings, plans and specifications furnished by SEL, (vi) the Buyer's failure to fully utilize the password protection available in any Product (including without limitation the Buyer's failure to use passwords or to change default passwords to unique Buyer passwords) or (vii) any breach of these Terms by the Buyer. The Buyer shall maintain commercially reasonable insurance (including waiver of subrogation) against liability and property damage, including without limitation all standard commercial, environmental and, for any Products used in connection with any nuclear facility or activity, nuclear incident insurance.

**7. Patent Indemnity.** SEL shall defend any action brought against the Buyer based on a claim that any Product as provided by SEL infringes any United States patent, and SEL shall pay any award or settlement recovered against the Buyer in any such action and shall reimburse the Buyer for recoverable costs incurred by the Buyer in the defense of any such action, provided that the Buyer gives SEL prompt notice of such action, reasonable assistance in the defense thereof and full opportunity to control all aspects thereof, including settlement, and does not take any position adverse to SEL in connection with such action without the prior approval of SEL. In the event such Product is held to constitute infringement and use of the Product is enjoined (or SEL foresees a substantial risk of such event), SEL shall, at its sole discretion, exchange the Product with a non-infringing Product, acquire the right for the Buyer to continue using it, modify it so that it becomes non-infringing or repurchase it from the Buyer for a fair portion of the original price. SEL shall not

be liable for damages that arise after SEL offers one of the foregoing remedies in good faith. SEL shall not be liable for any patent infringement claim arising from any custom Product, modification of any Product, integration of any Product not as intended by SEL, or integration of any Product with any non-SEL product, and the Buyer shall fully indemnify, defend and hold harmless SEL and all related parties from and against any such patent infringement claims.

**8. Transfer to End-User Other Than Buyer.** Prior to resale of any Product, the Buyer shall obtain written authorization from SEL for any such resale. To obtain such authorization, the Buyer shall provide SEL, initially and on an ongoing basis, with complete and accurate end-user data for each Product. The Buyer shall provide the end-user of each Product with all product notices, warnings, instructions, recommendations, bulletins and similar materials provided directly or indirectly by SEL. In the event the Buyer transfers to a third party any Product or any right or interest therein, the Buyer shall indemnify, defend and hold harmless SEL and all related parties from and against any claims against SEL in excess of any SEL obligations under these Terms by such transferee or any other party. Any assignment or transfer of any Product without the prior written authorization from SEL shall void the SEL warranty. The Buyer may not assign or transfer any Product where such assignment or transfer would violate any applicable export laws, regulations or orders. The Buyer warrants that the shipping information is true and accurate to the best of their knowledge. The attempted assignment or transfer by the Buyer of these Terms or any rights or duties hereunder without prior written consent of SEL shall not relieve the Buyer of any obligations to SEL.

**9. Contract Variations.** If the Buyer requires approval of drawings, such approval must be received by SEL no later than ten (10) working days after submittal of drawings by SEL to the Buyer. The Buyer's failure to comply with this requirement may result in additional costs and delays, which shall be the Buyer's sole responsibility. Where the Buyer's specifications lack sufficient detail, SEL reserves the right to design Products in accordance with good commercial practice, as determined at the sole discretion of SEL. If at any time the Buyer makes changes to its design specifications, SEL sales order acknowledgment shall be subject to renegotiation of price terms and delivery to reasonably cover any resulting costs or delays. Any order may be terminated by the Buyer only upon written notice and payment of reasonable termination charges, including without limitation a reasonable restocking fee plus all costs incurred up to the date of termination. Any order delayed at the Buyer's request shall be subject to the prices and terms in effect at the time of release of such delay. Any such order delayed beyond a reasonable period (as determined in SEL's sole discretion) shall be treated as a Buyer termination, and the Buyer shall be responsible for reasonable delay and termination costs.

**10. Governing Law and Dispute Resolution.** The laws of the Kingdom of Bahrain, excluding conflict of laws principles, shall govern these Terms. The parties reject any applicability of the United Nations Convention on Contracts for the International Sale of Goods. Any controversy or claim arising out of or relating to these Terms, or the breach thereof, shall be settled by binding arbitration administered in accordance with the Rules of the International Chamber of Commerce, and judgment on the arbitration award may be entered in any court of competent jurisdiction. Arbitration shall be held in Bahrain, or another location agreed upon by the parties, and shall be conducted in English. The prevailing party to any dispute shall be entitled to recover legal fees and other costs (including without limitation arbitration fees, disbursements, and collection costs).

**11. Miscellaneous.** These Terms, including the SEL sales order acknowledgment and SEL Software License Agreement constitute the entire agreement between SEL and the Buyer, and supersede any prior or contemporaneous verbal or written agreements, negotiations, commitments, representations or correspondence between the parties, including without limitation any terms on any purchase order form. SEL rejects any representation, express or implied warranty, course of performance or dealing, trade usage or any different or additional terms not set forth herein. SEL reserves the right to modify or revoke any quote or order to comply with applicable laws and market conditions. Any notice pursuant to these Terms shall be deemed given when sent by registered mail, certified mail (return receipt requested), overnight delivery, or fax (receipt confirmed) to an authorized officer at the address or fax number listed on SEL sales order acknowledgment or, if no such address or fax number is provided, at the registered headquarters of the other party. All rights and duties hereunder shall be for the sole and exclusive benefit of the Buyer and SEL, and not for the benefit of any other party. SEL may perform its obligations hereunder personally, or through its parent company or one or more of its affiliates, although SEL shall nonetheless be solely responsible for the performance of its subsidiaries. No failure or delay by either party in exercising any right or remedy, or insisting upon strict compliance by the other party with any obligation in these Terms, shall constitute a waiver of any right thereafter to demand exact compliance with these Terms. The invalidity, in whole or part, of any provision in these Terms shall not affect the remainder of such provision or any other provision and, where possible, shall be replaced by a valid provision that effects as close as possible the intent of the invalid provision. Neither party shall be liable for failure to perform or delay in performance of any obligation under these Terms (except payment of amounts already due and owing) where such failure or delay results from, as determined by SEL, any event beyond its reasonable control.