

GENERAL TERMS AND CONDITIONS OF THE COMPANY Syscoset Ltd.

I. GENERAL

The following terms and conditions of Syscoset Ltd. shall be exclusively valid for orders. Any differing or supplemental terms and conditions of the contractual partner shall not be binding for Syscoset Ltd., even without its express objection or if the contractual partner states that he will only deliver according to his terms and conditions. Deviations from these terms and condition shall require the express written consent of Syscoset Ltd..

II. CORRESPONDENCE

Orders shall require written form. Oral agreements shall only be valid if they are confirmed in writing.

III. TRANSPORT, PASSING OF RISK

The place of fulfillment for deliveries of or to Syscoset Ltd. shall be Sofia, Bulgaria. The place of fulfillment for deliveries of Syscoset Ltd., which are made to the location of the orderer upon his wish, shall be made at the cost of the orderer free of costs. The risk for deliveries of Syscoset Ltd. (even in the price category "freight paid") shall transfer to the receiver with the proper assignment to the rail company or the shipping company, respectively.

IV. DELIVERY DATES

a) Agreed delivery dates shall be binding. A delivery date shall be reasonably extended if the supplier is hindered in the fulfillment of his obligations due to an Act of God. If the supplier shall be in arrears, the orderer shall be entitled to demand ½ % of the order amount for each week commenced without the obligation to extend the deadline, but in any case no more and one time only than 5 % of the amount ordered. If delays have occurred or are to be expected in the delivery or its preparation, the supplier shall inform the orderer immediately.

b) In case of deliveries of Syscoset Ltd., any liability for a delay or the impossibility of a service shall be excluded, if said delay or the impossibility shall occur due a delay or impossibility of an upstream supplier of Syscoset Ltd.. The same shall be valid if the delay or the impossibility of the Syscoset Ltd. shall occur due a deficient service of the upstream supplier of Syscoset Ltd.. In this case, the delivery date shall be extended accordingly. If Syscoset Ltd. has caused the delay or the impossibility, the damage claim of the orderer in case of a delay shall be limited to ½ % of the value of the goods for each week commenced. A total for one time only of 5 % of the value of the goods and in a case of impossibility, 15 % of the value of the goods.

V. WARRANTY

The warranty term shall be 6 months after the receipt of the goods. Complaints based on a deficient delivery shall be made immediately upon receipt of the goods. The recipient shall be obligated to inspect the delivery immediately to ascertain that it is free of defects. In case deliveries or services of Syscoset Ltd. are deficient, the orderer may first request the rectification by Syscoset Ltd.. If the rectification as well as a second rectification fail the orderer may demand redhibitory action or a reduction. Any further compensation claim shall be excluded. However, the orderer may withdraw from the contract.

VI. If the deficient service of delivery of Syscoset Ltd. is based on a deficient service of delivery of an upstream supplier of Syscoset Ltd., Syscoset Ltd. shall not assume any liability. However, Syscoset Ltd. shall be willing to cede a warranty claim against the upstream supplier, which arises in its favor, to the orderer.

VII. PROPERTY RIGHTS

The orderer of services from Syscoset Ltd. shall be liable that no property rights of Syscoset Ltd. or third parties are violated against in the use of the items purchased.

VIII. If one of the aforementioned conditions shall be completely or partially ineffective, the effectiveness of the remaining condition shall not be affected even within individual sections.

IX. If changes in the costs occur until the delivery date due to wage increases or due to price increases for materials by upstream suppliers, Syscoset Ltd. shall reserve the right to a reasonable price adjustment.

Syscoset Ltd. shall reserve the right to delivery tolerances in the ordered amount, 10 % in case of overdeliveries and 5 % in case of underdeliveries.

X. All prices in the offers of Syscoset Ltd. shall be understood as net plus value added tax.

XI. Until their complete payment, delivered goods shall remain the property of Syscoset Ltd.. In case of processing the goods of Syscoset Ltd. by the orderer, ownership of the new item shall replace the reservation of property rights of Syscoset Ltd. and in case of a sale, the claim to the purchase price of the orderer resulting thereof.

XII. Packaging costs for deliveries of Syscoset Ltd. shall be passed on the orderer at cost.

XIII. PAYMENT CONDITIONS

The payment deadline shall begin with the date on the invoice. In case of payments to Syscoset Ltd., payment within 30 days without discounts shall apply if nothing else has been agreed upon.

XIV. PROVISION CLAUSE

In cases of orders by Syscoset Ltd., the required amounts shall be considered ordered according to the schedule and shall be free of costs for production and delivery. However, if the state of demand of Syscoset Ltd. shall require it, Syscoset Ltd. may withdraw from the remaining amount of the order,

—In case of provision clause No. 4 - 4 weeks

—In case of provision clause No. 6 - 6 weeks

—In case of provision clause No. 8 - 8 weeks

—In case of provision clause No. 12 - 12 weeks

prior to the date of the allocation of the respective amount.

XV. CURRENT ACCOUNT CLAUSE / BALANCE CLAUSE

Until full payment, the goods shall remain our property (in case of the provision of checks and / or bills of exchange, until the time of their final redemption). The property rights shall only transfer to the purchaser after he has settled all of his obligations resulting from our deliveries of goods. In current invoices, the reserved property rights shall serve to protect out balance claims.

XVI. JURISDICTION

Jurisdiction shall be in Sofia, Bulgaria