

Terms and Conditions for Work and the supply of Goods

Dated: 07-September-2023

1 DEFINITIONS

For purposes of these Terms and Conditions, the following terms have the meanings specified or referred to below:

- 1.1 'Inco' or 'Contractor' means the Dutch limited companies Inco-Drilling B.V., Inco-Drilling North Europe B.V., Inco-Drilling South Europe B.V. or Inco-Drilling Eastern Europe B.V., having its registered office at Havenkade 24, 1775 BA Middenmeer.
- 1.2 'The Company' or the 'Customer' or "Client" means the person, firm or company specified as such in any Agreement to whom Contractor supplies any Goods either by way of sale or lease and/or for whom Inco carries out any Work.
- 1.3 'Parties' mean Inco and Company.
- 1.4 'Purchase Order' means Company's written and formal request to Inco for the supply of Goods or provision of Work.
- 1.5 'Agreement' or 'Contract' means any agreement or contract between Inco and the Company the supply of Goods or provision of Work. Any such agreement or contract shall consist of these Terms and Conditions and the Purchase Order.
- 1.6 'Terms and Conditions' means these Terms and Conditions.
- 1.7 'Work' shall mean all work and services that Inco is required to carry out, as described in the Purchase Order.
- 1.8 "AFFILIATE" shall mean any entity controlled, directly or indirectly, by a company, any entity that controls, directly or indirectly, such company, or any entity directly or indirectly under common control with such company. For this purpose, "control" of any entity or person means ownership of a majority of the voting power of the entity or person."
- 1.9 "COMPANY GROUP" means the COMPANY, its client (of any tier), its and their other Contractors, its and their respective AFFILIATES and its and their respective directors, officers and employees (including agency personnel), but shall not include any member of INCO GROUP.
- 1.10 "INCO GROUP" means Inco, its SUBCONTRACTORS, its and their AFFILIATES, its and their respective directors, officers and employees (including agency personnel) but shall not include any member of the COMPANY GROUP. "INCO GROUP" shall also include any subcontractors (of any tier) of a SUBCONTRACTOR which are performing Work, their AFFILIATES, their directors, officers and employees (including agency personnel).
- 1.11 "SUBCONTRACTOR" means any party (other than Inco) to a SUBCONTRACT.
- 1.12 "SUBCONTRACT" means any contract between Inco and any party (other than the COMPANY or any employees of Inco) for the performance of any part of the Work (including contracts for the supply of goods / materials relating to the Work).
- 1.13 "Contract Price" means the price to be paid for the completed part of the Work and / or for the supplied Goods, calculated in accordance with the terms and conditions of Agreement.
- 1.14 "Contractor Equipment" means the equipment to be supplied by Inco under the terms and conditions of the Agreement, as further described in the Agreement.
- 1.15 "Goods" means the goods described in the Purchase Order that Contractor agrees to supply to Company.
- 1.16 "Inco's Supply Base" means Inco's premises at Havenkade 24, 1775 BA Middenmeer, the Netherlands.
- 1.17 "Lost-In-Hole" or "LIH" means any Contractor Equipment which is determined to be stuck or lost in the hole and/or well, after reasonable attempts to fish it have been unsuccessful or where the Parties agree to abandon-in-hole.

2 APPLICABILITY

- 2.1 These Terms and Conditions are to govern any Agreement between Inco and the Company and shall prevail over any terms put forward by any party unless both parties expressly agree to such terms in writing.
- 2.2 Any written confirmation of these Terms and Conditions containing proposals or terms additional to or different from those set forth herein, are not binding on any party, unless both parties expressly agree to any such proposal or terms in writing.

Terms and Conditions for Work and the supply of Goods

- 2.3 Inco and the Company do business solely upon these Terms and Conditions, notwithstanding anything to the contrary contained or purported to be contained in any document or statement made by the either Party. No variation or alteration of these Terms and Conditions shall be of any effect unless expressly agreed to in writing, by both Parties.
- 2.4 No conduct by any party shall be deemed to constitute acceptance of any terms put forward by the other Party.
- 2.5 These conditions shall also apply to all future deliveries of Goods or provision of Work by Contractor to the Company, except when Contractor explicitly and in so many words agrees otherwise and confirms such in writing.

3 OFFERS / QUOTATIONS

- 3.1 All offers or quotations of Inco, in any form whatsoever, are free of obligations unless Inco expressly designates them as binding. Binding offers shall expire by the date mentioned in the binding offer and in any case 30 days after the date of the offer, unless they are extended by Inco in writing.
- 3.2 All information provided in respect of Inco's offers or quotations, including cost estimates, quotes, illustrations, drawings, calculations, pricelists, and catalogues etcetera is as accurate as possible. This is only binding on Inco if Inco confirms so in writing.
- 3.3 If the Company provides Inco with information, then Inco may consider this information complete and correct.

4 PRICES

- 4.1 Pricing shall be calculated in the manner and with the prices provided on Inco's offer or quotations and it shall appear on each Purchase Order of the Company.
- 4.2 Unless otherwise agreed, the prices provided in the offers or quotations by Inco are:
 - a) based on the information the Company has provided;
 - b) VAT excluded and other (import) duties, taxes (other than Dutch taxes on Inco's profits) and other possible charges are also excluded;
 - c) All prices are based on delivery Ex Works (Incoterms 2020) at Inco's Workshop. If Company requests Inco to provide any equipment at its rig site Contractor can arrange transportation for and on behalf of the Company at cost +20%.
- 4.3 Inco undertakes to provide the Company a tax residency certificate in Netherlands valid for the current tax year.
- 4.4 Rental rates for Contractor Equipment shall start to apply at the moment Contractor Equipment leaves Inco's Supply Base. Such rates shall continue to run until Contractor Equipment arrives back at Inco's Supply Base.
- 4.5 The prices for Contractor Equipment that is Lost-In-Hole, Lost-in-Transit, stolen or Damaged-Beyond-Repair are referred as Lost-In-Hole (LIH) or replacement values. LIH prices are fixed and not subject to any depreciation nor any adjustment whatsoever. Operating days for Contractor Equipment LIH will continue to be charged until the Company formally communicates a Lost-In-Hole event to Contractor.
- 4.6 Redress or Run Charges are applied per tool run below the rotary table and include pre- and pos inspections only. Any wear, tear or damage will be charged at cost +20%.

5 PURCHASE ORDER

- 5.1 A Purchase Order constitutes Company's formal request to Inco for the provision of Work or supply of Goods and shall be in the written form. A Purchase Order will only become binding on Inco when it is accepted by Inco in writing.
- 5.2 The Purchase Order will specify the required equipment, quantity, its prices according to clause 4 above, **estimated** delivery date of provision of Work and any reference.
- 5.3 If Inco cannot provide Company with the equipment specified in the Purchase Order, Inco shall notify Company within 30 days after the receipt of the Purchase Order.
- 5.4 Company can require changing the object of delivery and/or provision of services with respect to design, quality and specification as reasonable. The consequences, in particular additional or reduced costs as well as delivery and/or provision of services deadlines, shall be agreed in writing by both parties. If Inco cannot supply the Equipment with the modifications, Inco shall notify Company immediately.

- 5.5 Inco shall show the Purchase Order number on all invoices and packages include a package list and tag each item with a serial or part number. Export symbols, serial numbers, weights, measurements and other identification numbers shall be clearly visible, if possible stenciled on each box, crate or bundle, package etc. as directed by Inco prior to shipment. No extra charge for marking or standard packaging shall apply unless agreed and specified in a Purchase Order.
- 5.6 Upon acceptance of the Purchase Order by Inco as per 5.1 above, Inco will submit an invoice to the Company for 20% of the purchase value subject to the provision in 9.4 below. This payment by the Company shall be deemed as a bank guarantee, which will be paid back to the Company until Company has fulfilled all its obligations to Inco as per these Terms and Conditions.

6 DELIVERY

- 6.1 Agreed delivery times for the delivery of Contractor Equipment and personnel the Place of Delivery agreed by both parties in writing are binding upon Inco. For the observance of the delivery times, the receipt of properly functioning Contractor Equipment by Company at the Place of Delivery is decisive. If delays occur or are expected to occur, Inco shall inform Company without delay, stating the reasons and the expected duration of the delay.
- 6.2 Due to Equipment and/ the nature of the industry where Company operates, the Purchase Order provides an estimated time of delivery of the Contractor or provision of Work. The exact date of delivery shall be confirmed on written by Company after the issuance of the Purchase Order. Therefore, Inco shall not ship Contractor Equipment solely based on the estimated delivery date provided in the Purchase order without previous written confirmation from Company.

Parties agree that the date for delivery of Contractor Equipment and Personnel at the Place of Delivery agreed by both parties in writing is the only date that Inco can agree to. Due to the nature of the Work that Inco shall carry out, all other dates for progress and completion of the Works that Inco agrees to are estimates only. Minimum call-off time for Contractor Equipment and personnel is 10 days.

- 6.3 If Inco fails to deliver Contractor Equipment at the Place of Delivery agreed by both parties in writing within the agreed time limit for reasons other than Force Majeure or Company's act or omission, the Company shall have the right to obtain Liquidated Damages from Inco. Liquidated Damages shall be calculated at the rate equal to 0.05% of the value of the Order (Contract Price) for each day of delay in delivery, until a maximum total amount of 5 % (five percent) of the Contract Price. Parties agree that such Liquidated Damages are a genuine pre-estimate of damages that the Company will suffer because of delay in delivery of Contractor Equipment and / or Personnel and not a penalty. Such liquidated damages shall be Company's sole financial remedy for any costs, losses or damages that it may suffer due to such delay and Inco shall not be liable for any other costs, losses or damages whatsoever.
- 6.4 Notwithstanding any provision to the contrary, the Client shall ensure that the Equipment returned to Inco is free from:
- (i) foreign substances produced from the wells, which shall include but are not limited to mud, brine, hydrocarbons, drilling or completion fluids;
 - (ii) residual torque (exceeding 900 ft/lbs torque); and
 - (iii) LSA (low specific activity) or radioactivity readings above those permitted by local laws and regulations.

7 DEVIATIONS / VARIATIONS

- 7.1 Company has the right to issue instructions to Inco at any time to make any variations to the Work which are within the capability and resources of Inco.
- 7.2 Any adjustment to the prices resulting from any variation shall be valued at the appropriate rates and prices included in the Contract or Agreement, or, in the absence of any appropriate rates and prices, a fair valuation shall be made. These prices and its respective new delivery times shall be agreed by both parties before Inco proceeds to execute the instructions.

8 IMPORT AND EXPORTS, CUSTOMS

- 8.1 In case of deliveries and services effected from an EU member country outside the Netherlands, the EU Tax-ID number of Inco must be indicated.

- 8.2 Imported Equipment shall be delivered 'duty paid'. Inco is obliged to any declarations and information requested in terms of Ordinance (EC) no. 1207/2001 (as amended by Ordinance 1617/2006) at the cost of Inco, to allow inspections by the necessary official confirmations.
- 8.3 Inco is obliged to inform the Company about custom provisions in case of (re-) exports by Inco, where appropriate.

9 PAYMENTS AND INVOICES

- 9.1 For the performance and completion of the Work, Company shall pay Inco the Contract Price according to clauses 4 and 5 above.
- 9.2 Inco shall submit to Company an invoice within 15 days after the work has been performed in periods of 15 days or per drilling section, whichever comes first.
- 9.3 Within 15 days from receipt of an invoice by the Company, the Company shall make payment in respect of such invoice into the bank account specified by Inco.
- 9.4 In case Company does not pay the Contractor after 30 days from the date of the invoice, a penalty of 5% of the value of the invoice will apply. If Company does not pay the Contractor's invoices within 45 days from the invoice date in full, Company is automatically in default. Contractor is then entitled to suspend its own obligations under this Contract. Company is liable for damages, which in any case are no less than the statutory interest. If Contractor suffers more damage, it is entitled to the losses, in addition to the statutory interest. During any period of suspension Company will remain liable to pay the rental rates for the Contractor Equipment and or Personnel.
- 9.5 As far as Inco's payment claim is jeopardized due to circumstances, which cause a substantial deterioration of the Company financial situation, Inco is authorized to declare all payment obligations arising under the business relationship as immediately due and payable. Under such circumstances, Inco shall also be entitled to demand advance payments or payment securities for all regular business. The legal remedies for delay in payment shall not be affected by this provision.
- 9.6 The Company shall pay all sums due to Inco without deduction, withholding or set-off and payment shall not be withheld or deferred because of any claim, counterclaim, withholding tax, or set-off.
- 9.7 If the Company disputes any items on any invoice in whole or in part or if the invoice is prepared or submitted incorrectly in any respect, the Company shall notify Inco, within 10 days of the invoice date, the reasons and request Inco to review the unaccepted part of whole of the invoice as applicable. The Company, however, will make the payment of the undisputed amount as per 9.3
- 9.8 All legal and extrajudicial collection costs made by Inco in relation to any amount due and/or any breach of contract, are for the Customer's expense and risk.
- 9.9 If Contractor sells Goods to Company, title to the Goods will pass from Contractor to Company upon receipt of full payment of the purchase price for the Goods by Contractor.

10 CONFIDENTIALITY

- 10.1 Either Party is obliged to treat all commercial and technical details, even those who are not apparent, which are disclosed by the other Party because of the business relationship, as confidential and will not disclose such details to any third party. The obligation for confidentiality does not apply in case information is disclosed to the third party with the express written consent of either Party or belongs to the public domain before the disclosing Party has provided that information to the receiving Party.

11 DEFECTIVE EQUIPMENT

- 11.1 In the event that Contractor Equipment breaks down or otherwise does not perform in accordance with the Contract ("Defect" or "Defective"), the Company shall inform the Contractor in writing of the nature of the Defect and the Contractor Equipment involved.
- 11.2 Inco's liability to the Company for any Contractor Equipment that is Defective because of a cause that can be directly attributed to Inco and / or for non-performing personnel (hereinafter "**Non Productive Time**" or "**NPT**") shall be limited to (i) repair or replacement of the Defective Contractor Equipment, and (ii) replacement of non-performing personnel.
- 11.3 Inco shall be responsible for correcting any Defective Equipment as soon as reasonable possible. However, Inco shall not be liable for:
- a) the costs of routine maintenance for such materials and equipment; or

b) the costs of correcting any such defects which result from the following:

- i) incorrect operation by the Company; or
- ii) the reasonable actions of Inco in relying on Technical Information supplied by the Company; or
- iii) actual operating conditions being different from those specified by the Company; or
- iv) defects in materials and equipment supplied by the Company which could not reasonable have been discovered by Inco.

11.4 Until the scheduled completion date for the Work ("Warranty Period"), Inco shall be responsible to repair any Defective Equipment. Inco's liability to Company Group for any Defective Equipment shall cease and no longer exist on the earlier of either (i) the scheduled completion date for the Work or (ii) departure of Contractor Equipment from the Work site. Repair of Defective Work by Contractor during the Warranty Period shall be Company's sole remedy for Defective Work, to the exclusion of all other warranties at law or contained in any statute.

11.5 Inco's only liability as provided by this Clause 11 is for Defective Equipment and not for Defective Work. Inco assumes and has no liability whatsoever for Defective Work.

11.6 Any interpretation, analysis, recommendation, or data furnished to Customer are opinions based upon inferences of measurements from electrical or other instruments and empirical relationships and assumptions, which inferences and assumptions are fallible and with respect to which professional engineers and analysts may differ. Accordingly, Inco cannot and will not guarantee the accuracy, correctness, or completeness of any such interpretation or description nor will it be liable for any loss, cost, damage, or expense Customer incurs or sustains from any description or interpretation. Therefore, Customer should not rely upon any such interpretation, recommendation, or description as the sole or main basis for any drilling, completion, well treatment, production, or financial decision or any procedure involving any risk to the safety of any drilling venture, rig, or crew or any other individual. Inco does not guarantee results. The Services and equipment are provided on an "AS IS" basis with absolutely no warranties. Inco MAKES NO REPRESENTATIONS OR WARRANTIES, IMPLIED OR EXPRESS, AND ALL REPRESENTATIONS AND WARRANTIES ARE DISCLAIMED AND EXCLUDED INCLUDING, BUT NOT LIMITED TO, THOSE OF MERCHANTABILITY, FITNESS FOR A PARTICULAR PURPOSE, AND ACCURACY.

12 LIABILITY

12.1 Inco shall be responsible for and shall save, indemnify, defend and hold harmless the COMPANY GROUP from and against all claims, losses, damages, costs (including legal costs) expenses and liabilities in respect of:

- (a) subject to Clause 12.5, 12.6 and 12.8; loss of or damage to property of INCO GROUP whether owned, hired, leased or otherwise provided by INCO GROUP arising from or relating to the performance of the Contract; and
- (b) personal injury including death or disease to any person employed by INCO GROUP arising from or relating to the performance of the CONTRACT; and
- (c) subject to any other express provisions of the CONTRACT, personal injury including death or disease or loss of or damage to the property of any third party to the extent that any such injury, loss or damage is caused by the negligence or breach of duty (whether statutory or otherwise) of INCO GROUP. For the purposes of this Clause 12.1(c) "third party" shall mean any party which is not a member of INCO GROUP or COMPANY GROUP; and

12.2 The COMPANY shall be responsible for and shall save, indemnify, defend and hold harmless Inco GROUP from and against all claims, losses, damages, costs (including legal costs) expenses and liabilities in respect of:

- (a) loss of or damage to property of the COMPANY GROUP arising from or related to the performance of the CONTRACT located at the Work Site; and
- (b) personal injury including death or disease to any person employed by the COMPANY GROUP arising from or relating to the performance of the CONTRACT; and
- (c) subject to any other express provisions of the CONTRACT, personal injury including death or disease or loss of or damage to the property of any third party to the extent that any such injury, loss or damage is caused by the negligence or breach of duty (whether statutory or otherwise) of the COMPANY GROUP. For the purposes of

this Clause 12.2(c) "third party" shall mean any party which is not a member of Inco GROUP or COMPANY GROUP; and

- (d) loss of or damage to any third party geothermal, mining, oil and gas wells or production facilities and pipelines and consequential losses arising therefrom, where such loss or damage arises from or relates to the performance of the CONTRACT. The provisions of this Clause 12.2(d) shall apply notwithstanding the provisions of Clause 12.1 (c).
- 12.3 Notwithstanding the provisions of Clause 12.1(c) and except as provided by Clause 12.1(a), Clause 12.1(b) and Clause 12.4 the COMPANY shall save, indemnify, defend and hold harmless Inco GROUP from and against any claim of whatsoever nature arising from pollution and/or contamination including without limitation such pollution or contamination emanating from the reservoir and / or from any equipment or property of the COMPANY GROUP or INCO GROUP arising from or related to the performance of the CONTRACT.
- 12.4 Notwithstanding the provisions of Clause 12.2(c) and except as provided by Clause 12.2(a), Clause 12.2 (b) and Clause 12.2(d); Inco shall save, indemnify, defend and hold harmless the COMPANY GROUP from and against any claim of whatsoever nature arising from pollution arising from or relating to the performance of the CONTRACT where such pollution occurs on the premises of INCO GROUP.
- 12.5 Notwithstanding the provisions of Clause 12 .1 (a) and except to the extent of fair wear, the COMPANY shall reimburse Inco in respect of loss of or damage to property, materials or equipment of Inco GROUP which occurs whilst in-hole below the rotary table except to the extent that such damage is caused by the negligence of Inco.
- The COMPANY's liability for such loss or damage shall not be subject to any depreciation, nor adjustment, be either the actual repair or replacement cost, whichever is the lesser, as substantiated by Inco to the COMPANY. Where repair is possible and does not exceed 50% of the replacement value, Inco will provide the COMPANY the repair costs. If the repair cost exceeds 50% of the replacement value, the replacement value (LIH) will apply.
- 12.6 Notwithstanding the provisions of Clause 12.1(a), and except to the extent of fair wear, if Inco can demonstrate that Inco's equipment other than that located downhole has been subject to abnormal damage (meaning damage which could not be reasonably expected) which has resulted directly from corrosion, erosion or abrasion caused by the nature of the well effluent, Inco shall be reimbursed for the costs of repair or replacement resulting from such damage except to the extent that such damage is caused by the negligence or breach of duty (whether statutory or otherwise) of Inco. Where repair is possible and does not exceed 50% of the replacement value, Inco will provide the COMPANY the repair costs. If the repair cost exceeds 50% of the replacement value, the replacement value (LIH) will apply.
- 12.7 Inco shall notify the COMPANY in writing within thirty (60) days of the date of recorded loss or of return of Inco's equipment to Inco as applicable giving full details of any loss and/ or damage to such equipment and the amount of reimbursement due to Inco under Clause 12.5 and Clause 12.6.
- 12.8 Notwithstanding the provisions of clause 12.1, the COMPANY shall save, indemnify, defend and hold harmless INCO GROUP from and against any claim of whatever nature relating to the costs of recovery and/or damage of the property provided by INCO GROUP lost during transportation by the COMPANY. This clause shall apply irrespectively of any transportation arranged by Inco on behalf of the COMPANY.
- 12.9 Subject to Clause 12.4 but notwithstanding anything contained elsewhere in the CONTRACT to the contrary, the COMPANY GROUP shall save, indemnify, defend and hold harmless Inco GROUP against all claims, losses, damages, costs (including legal costs) expenses and liabilities resulting from:
- (a) loss of or damage to any well or hole; and
- (b) blow-out, fire, explosion, cratering or any other uncontrolled well condition (including the costs to control a wild well and the removal of debris); and
- (c) damage to any reservoir, geological formation or underground strata or the loss of water, oil or gas therefrom.
- 12.10 All exclusions and indemnities save for those under Clause 12.1(c), Clause 12.2(c), Clause 12.5 and Clause 12.6 given under this Clause 12 and Clause 13, shall apply irrespective of cause and notwithstanding the negligence or breach of duty (whether statutory or otherwise) of the indemnified party or any other entity or party and shall apply irrespectively of any claim in tort, under contract or otherwise at law.
- 12.11 If either party becomes aware of any incident likely to give rise to a claim under the above indemnities, they shall notify the other and both parties shall co-operate fully in investigating the incident.

13 CONSEQUENTIAL LOSS

13.1 For the purposes of this Clause 13 the expression "Consequential Loss" shall mean:

(i) any special, punitive, exemplary, incidental, indirect, or consequential damages or losses under applicable law, and

(ii) any loss, delay, or interruption of business, profits, revenue, production, or opportunity; loss of product, use, or equipment (including loss of use of Contractor Equipment); COMPANY GROUP standby time; rig time, facility, or equipment downtime; cost of capital; cost of substitute equipment, facilities, services, or replacement power; or overhead; whether any of the foregoing are direct or indirect, and whether or not foreseeable at the time of entering into the Contract or at the time of commencing performance; and

(iii) claims of a party's customers for any of the above losses, costs or damages arising from or related to the performance of the Agreement.

Parties agree that pre-agreed liquidated damages or termination fees are not an Excluded Loss.

13.2 Notwithstanding any provisions to the contrary elsewhere in this Contract and except to the extent of any agreed liquidated damages (including any predetermined termination fees) provided for in this Contract, the COMPANY shall save, indemnify, defend and hold harmless INCO GROUP from the COMPANY'S GROUP own Consequential Loss and Inco shall save, indemnify, defend and hold harmless the COMPANY GROUP from INCO GROUP'S own Consequential Loss, arising from, relating to or in connection with the performance or non-performance of the Contract.

14 INTELLECTUAL PROPERTY RIGHTS

14.1 It is the responsibility of Inco to ensure that the Equipment delivered does not infringe with third party patents or third-party property rights. Inco shall indemnify Inco against such claims. Inco will reimburse Inco in any aspect whatsoever. If license fees should become due in the context of delivery of the Equipment, Inco shall bore them.

14.2 Inco will notify Inco immediately of any risk of (potential) violation or infringement of any intellectual property rights and will agree upon all further steps that need to be taken.

14.3 Any intellectual property of the Equipment belongs to Inco.

15 FORCE MAJEURE

15.1 Acts of god, such as civil unrest, official measures, pandemics and other unforeseeable, inevitable and serious events shall exempt the parties to this contract from their performance obligations for the duration of such event and to the extent of their impact. Cases of industrial action (strike) are explicitly excluded from this regulation. If any of these events should occur, the parties to the Agreement must, within reason, provide the necessary information to the other party and carry out their obligations in good faith and according to the changed situation

15.2 Any Force Majeure event shall be notified immediately to the other party.

15.3 If the period of Force Majeure lasts longer than two months, both parties have the right to terminate the agreement without judicial intervention, in which case neither of the parties is obliged to pay any damages at all.

15.4 If Inco, when the Force Majeure is in effect, has already partially fulfilled her obligations, Inco is then entitled to send an invoice for that part of the agreement. The Company is obliged to pay that invoice.

16 LIMITATION OF LIABILITY

16.1 INCO GROUP'S total liability to COMPANY GROUP for any and all claims for any costs, losses or damages whatsoever, regardless of cause or action, arising out of or related to the Contract, or its performance or breach, including without limitation warranty, (extra costs incurred by COMPANY in the event of) suspension and termination, shall not under any circumstances exceed: (i) in the case of claims resulting from the provision or failure to provide, or from the use or failure to use products or equipment (including Contractor Equipment), the Contract Price / Order value allocable to the product or equipment / Contractor Equipment giving rise to the claim; and (ii) in the case of claims resulting from the provision or failure to provide services, the Contract Price / Order Price allocable to the services giving rise to the claim.

INCO GROUP shall have no liability for advice or assistance gratuitously provided by INCO GROUP but not required pursuant to Inco. All INCO GROUP'S liabilities shall terminate at the end of the relevant Warranty Period, except for claims that have been timely commenced by COMPANY in accordance with the Contract. COMPANY shall save, indemnify, defend and hold harmless Inco GROUP from any claims that exceed the limitation of liability set forth in this clause 16, regardless of cause or action.

- 16.2 This limitation of liability does not apply to clauses 10, 12, 13 and 14 hereinabove.
- 16.3 The exclusions and limitations of liability and the indemnities contained in this Contract are to be liberally construed and shall apply even if the claim, loss, damage, cost, personal injury, pollution or consequential loss is caused by or results from negligence or breach of duty of any member of Inco GROUP.
- 16.4 This limitation of liability does not apply in the event of willful misconduct or gross negligence of Inco's Senior Management.
- 16.5 In this clause 16 "gross negligence" means any conduct (by act or failure to act, whether sole, contributory, joint or concurrent) by Senior Management with (a) a wanton disregard of good industry practices and/or any of the terms and conditions of the contract and (b) a wanton indifference to avoidable and harmful consequences that such person should have known such conduct would have on the safety or property of another person

17 INSURANCE BY INCO AND COMPANY

- 17.1 Each Party shall arrange the insurances set out in this Clause and ensure that they are in full force and effect throughout the life of the Contract.
- All such insurances shall be placed with reputable and substantial insurers and shall for all insurances other than Employers' Liability Insurance/Workmen's Compensation to the extent of the liabilities assumed by each Party under the Contract, include the other Party and its AFFILIATES as additional assureds.
- All insurances required for a Party under this Clause shall be endorsed to provide that underwriters waive any rights of recourse, including in particular subrogation rights against the other Party and its and their respective AFFILIATES.
- The provisions of this Clause shall in no way limit the liability of the Parties under the Contract.
- 17.2 The insurances required to be effected under this clause are:
- (a) Employers' Liability and/or (where the jurisdiction of where the Work is to be performed or under which the employees employed requires the same) Workmen's Compensation insurance covering personal injury to or death of the employees of each party engaged in the performance of the works to the minimum value required by any applicable legislation or, if such minimum value does not exist, an amount of EUR 2,000,000,- per event. Capped to 2 events per year.
- (b) General Third Party Liability insurance for any incident or series of incidents covering the operations of Inco and the Company in the performance of the Contract, in an amount not less than EUR 2,000,000,- per event. Capped to 2 events per year.
- 17.3 Each Party shall supply the other Party with evidence of such insurances on demand.

18 TERMINATION / SUSPENSION

- 18.1 If the Company:
- Files for bankruptcy or for suspension of payments;
 - Goes or is put into liquidation (solely for amalgamation or restructuring or otherwise);
 - Has a receiver appointed over any part of its business;
 - Suffers the seizure of any property for non-payment of debt;
 - Fails to meet its payment obligations towards Inco and/or repeats a payment delay at east two times successively
- Then Inco may regard any such circumstances as grounds for immediately terminating the contract without prior notice.
- 18.2 Termination for any reason shall not discharge the Company from performing any obligation or from payment of any sums already due or becoming due at the date of termination.
- 18.3 Termination of this CONTRACT, howsoever arising, shall not affect the accrued rights, remedies, obligations or liabilities of the PARTIES existing at termination.

- 18.4 In the event that Company terminates the CONTRACT for convenience (i.e. a termination without Inco being in default of performance of its obligations under the CONTRACT) Company shall be liable to pay Inco:
- (i) The Contract Price for all Work performed by Inco up to the effective date of the termination; and
 - (ii) The direct costs incurred by Inco as a consequence of the termination. These costs shall include but not be limited to the costs that Inco incurs for terminating subcontractors and supplier; and
 - (iii) a termination fee of 35% of the terminated part of the work.

In the event that Company does not allow Inco to perform its obligations under the Contract or prevents Inco from performing its obligations under the Contract, this shall be deemed a termination for convenience by the Company within the meaning of this clause 18.4. and Company shall be liable to pay Inco the costs set out above.

19 FINANCIAL ASSURANCES

- 19.1 Ability to Pay: Upon Inco's request, Client agrees to provide to Inco, within 07 days of such request, evidence of Client's creditworthiness sufficient to satisfy Inco that Client is and shall continue to be able to pay to Inco amounts payable hereunder.
- 19.2 Financial Assurances: Within 14 days of receipt of Inco's request, Client shall provide, at Inco's option, a parent company guaranty, an irrevocable stand-by letter of credit, bank guarantee, security deposit or other security in terms and amount reasonably acceptable to Inco to guarantee Client's due compliance with the obligations arising from this Agreement (including but not limited to payment and indemnity obligations).
- 19.3 Drawing Security: Inco may draw on either form of security, in an amount equal to any amount owing to Inco pursuant to the Lease Agreement and unpaid by Client, and from time to time thereafter such further amounts as remain unpaid.
- 19.4 Failure to Provide Security: If Client fails to provide the financial assurances requested by Inco under Article 19.2, then in addition to other remedies which Inco may have, Inco may treat the failure as an event of default.

20 OBLIGATIONS AND RESPONSABILITIES OF THE CUSTOMER

- 20.1 Well Conditions. Customer, directly or indirectly having care, custody, and control of the well and borehole, acknowledges and agrees that it has superior knowledge of the well and borehole and the conditions surrounding both. Since Inco may refuse to provide its Services in situations it deems hazardous or unfavourable, Customer agrees to provide Inco with all necessary information to enable Inco to render the Services safely and efficiently including, but not limited to, condition of the hole, bottom hole temperature, total vertical depth, accurate surface location coordinates, offset well data and known or suspected hazards.
- 20.2 Notification of Hazardous Conditions: Inco uses special equipment to render and provide its Services. Since this equipment can be damaged if operated outside of specifications, Customer will consult with Inco in advance regarding downhole operating conditions to ensure that the equipment specifications will not be exceeded. Inco will advise Customer in writing of any foreseeable impact to schedule or projected costs.
- 20.3 General: Client is responsible for providing adequate drilling rigs and crews with all associated drilling equipment and services (e.g., drill pipe, drill collars, drilling subs, bits, pumps, fresh water access) and any well bore preparation that may be required including, but not limited to, milling, cementing, and drilling fluids.

21 MISCELLANEOUS

- 21.1 Should a provision of these conditions and the further agreements concluded between the parties be or become invalid, then the validity of the remaining provisions shall be unaffected by such partial invalidity.
- 21.2 All headings are for ease of reference only and shall not affect the construction of this Agreement.
- 21.3 The law of the Netherlands shall apply to these Terms and Conditions and all disputes under or in connection with any Agreement between Inco and the Company. The court of Rotterdam (location Rotterdam) shall have sole and exclusive jurisdiction to decide all such disputes. Parties agree that the language of legal proceedings shall be English.