



**GRAIN TRADE AUSTRALIA CONTRACT No 4.
GRAIN IN CONTAINERS DELIVERED CONTAINER TERMINAL (DCT)
SALE CONFIRMATION**

Sale Contract Number: [insert number]

Date:

SELLER: [insert Seller's full name and address and company number, if known] ("Seller")

BUYER: [insert Buyer's full name and address and company number, if known] ("Buyer")

BROKER: [insert Broker's full name and address and company number, if known] ("Broker")

GOODS: [insert e.g. Australian Origin Wheat]

QUANTITY: [insert weight]MT, +/-5% or [insert no. of containers] full container/s whichever is the lesser at Seller's option.

QUALITY/SPECIFICATION: [insert grade e.g. APH; % moisture, protein, screenings]

PACKING: In bulk, in containers (20/40ft)/in bags, in containers (20/40ft).

PRICE: \$[insert price and currency]MT, DCT (insert load port(s))

DELIVERY PERIOD: [insert date range and load port(s)], both dates inclusive, Buyer's Call (as defined in GTA Trade Rules).

COMMERCIAL DOCUMENTS: [list Commercial Documents and any documents specified in Import Permit, required for export compliance and to facilitate import at port of destination]

OTHER TERMS

AND PRECEDENCE: This contract consists of and incorporates (in order of precedence, to the extent of any conflict) this Sale Confirmation (including the terms of any Broker's Note), the accompanying GTA Standard DCT Terms for Grain Delivered Container Terminal, the Grain Trade Australia Trade Rules and Dispute Resolution Rules (inc arbitration), which both the Seller and the Buyer acknowledge that they have read, understood and agreed, constitute the entire contract between the Buyer and Seller.

.....
Signed by Seller

.....
Signed by Buyer

Date:

Date:

**GTA STANDARD TERMS FOR GRAIN IN CONTAINERS DELIVERED CONTAINER
TERMINAL (DCT)**

1. BROKERAGE (if applicable):

- (a) Brokerage shall be deemed to be earned on the issuance of a Broker's Note.
- (b) Brokerage shall be credited when the deliveries or shipments are invoiced or when the contract is otherwise performed or terminated.
- (c) Brokerage commission shall be paid by the Seller on the mean contract quantity. Such brokerage or commission shall be due upon presentation of proper invoice.

2. PACKING INSTRUCTIONS

- (a) "Buyer's Call": The Buyer warrants that it will give the Seller written Packing Instructions (including last permissible day for delivery to terminal gate ("Delivery Date")) as soon as practicable but no later than 15 calendar days prior to the Delivery Date.
- (b) For the avoidance of doubt, the Delivery Date must fall within the Delivery Period.
- (c) Unless otherwise agreed, Packing Instructions must specify: Terminal Gate; container yard and empty container release number; Customs and Quarantine clearance details inc RFP and EDN; bag weights and printing details; Import Permit requirements; vessel name, voyage no, and ETD; port(s) of destination. Packing instructions may be provided progressively [and may be amended/supplemented any time up to 15 calendar days prior to Delivery Date].
- (d) Unless otherwise agreed, the Buyer warrants that the required number of shipping containers will be made available at least 15 calendar days prior to the Delivery Date at a collection region nominated by the Seller. The Seller undertakes to collect containers as soon as practicable. The Buyer warrants that the containers will comply with current State and Federal Government regulations including the Commonwealth Department of Agriculture and Water Resources Plant Export Operations Manual (Vol 11) or any amendment.
- (e) The Buyer may vary the Delivery Date at any time prior to the Delivery Date provided that the new date falls within the Delivery Period and all other provisions of this Contract are met. All reasonably unavoidable costs or expenses incurred by the Seller as a result of the variation of the Delivery Date are for the account of the Buyer.

3. PACKING

- (a) In shipping containers in bulk with bulkheads at the Seller's cost or new bags. If bags, state type of bag, printing/bag markings if required, and weight. The Seller is to provide a one colour, one side standard brand. Additional cost of 2 or more colours or non-standard artwork for the Buyer's account.
- (b) Unless otherwise agreed, shipping container condition standards as per applicable regulatory guidelines including Department of Agriculture and Water Resources Plant Export Operations Manual, as amended from time to time.

4. TREATMENT

Where required by the Import Permit and /or Department of Agriculture and Water Resources quarantine pre-shipment treatment the goods will be treated by the Seller (at the Seller's cost) and the Seller will certify same. Whereas independent treatment and/or certification are for Buyer's account. These specific treatment requirements are to be declared in the Packing Instructions (see Clause 2) and (unless mutually agreed otherwise) shall be at the Buyer's expense.

5. SAMPLING AND ANALYSIS

- (a) Representative samples of the Goods shall be drawn during packing by the container packer in accordance with standard protocols as employed at the packing facility. This shall satisfy the sampling requirements of government agencies including Department of Agriculture and Water Resources in order to obtain a representative sample of the entire contract/shipment.
- (b) Additional samples required by Buyer may be drawn at Buyer's cost.
- (c) The Seller to provide the Buyer (or nominated representative) with representative sample as soon as is practicable.
- (d) Final determination of quality shall be established on the representative sample(s) drawn under sub-clause 5(a) and 5(b)..

6. CERTIFICATION OF QUALITY, GRADE AND CONDITION

- (a) Subject to clause 6(b) quality, grade and condition will be finally and conclusively determined by certificate issued by container packer or designated laboratory on representative sample(s) drawn under sub-clause 5(a) and 5(b).
- (b) Any requirement for an independent quality inspection and/or certificate to be declared in Packing Instructions and be for the Buyer's account unless otherwise stated. Such certificate to be final and binding evidence of quality, grade and condition.

7. CERTIFICATION OF WEIGHT OF CONTAINER AND CONTENTS

- (a) Bulk weights and net bagged weights shall be certified as accurate by the Seller by the Seller's packing list.
- (b) Any requirement for an independent weight certificate will be declared in Packing Instructions and be for the Buyer's account unless otherwise stated.
- (c) The Seller will also certify (for the Seller's account) in writing for the purposes of Marine Order 42 the Verified Gross Mass (**VGM**) of each container stating whether the VGM has been obtained by weighing the packed container (**Method 1**) or by weighing all packages and cargo items including the mass of pallets, dunnage and other packaging and securing material to be packed in the container (**Method 2**).
- (d) The Seller will indemnify and keep the Buyer indemnified against the consequences of any intentional or unintentional inaccuracy or error in the certificates referred to in clauses 7(a) or 7(c) above.

8. DELIVERY

- (a) Containers are to be delivered to terminal gate as declared by the Buyer in the Packing Instructions. All costs/charges to terminal gate are for the account of the Seller, unless otherwise stated. All costs/charges after terminal gate are for the

account of the Buyer unless otherwise stated. Insurance up to and including terminal gate for Seller's care and account. Insurance after terminal gate for the Buyer's account.

- (b) Buyer and Seller acknowledge their obligations under the Heavy Vehicle National Law (**HVNL**). The parties acknowledge that nothing in the Delivery Notice or Packing Instructions will be construed as an inducement or instruction which may have the effect of resulting in a breach of the provisions of the HVNL.

9. COMMERCIAL DOCUMENTS

The Seller will provide the Buyer with the Commercial Documents (initially by email) as soon as practicable but no later than one business day after the Delivery Date.

10. PAYMENT

This contract is specified on page 1 to be one of TT/EFT; Prepayment, Open Account or CAD. The payment terms for each contract are:

- (a) T/T
 - (i) Buyer shall pay 100% of the invoice by telegraphic or electronic funds transfer within one working day after presentation of emailed copy of the following original commercial documents:
 - a) Packing List;
 - b) Invoice;
 - c) Fumigation (if applicable) and/or Weight Certificates; and
 - d) Other relevant Government documents (as required).
- (b) Pre-Payment

Full Payment must be received by Seller prior to Commodity being delivered.
- (c) Cash Against Documents (CAD)
 - (i) Buyer to provide name and address of bank to which collection is to be sent.
- (d) Open Account
 - (i) Seller to send complete set of documents to the Buyer.
 - (ii) Payment 14 days from delivery at container terminal, unless expressly agreed otherwise.
 - (iii) Seller to indicate on their invoice banking details so that Buyer can arrange remittance direct to that account.
- (e) Late Payments

If any payment is not made on or before the due date for payment, interest shall be payable at the rate selected. If there is no due date for payment, interest shall be payable if there has been an unreasonable delay in payment. Interest payable shall be appropriate to the currency involved. If the amount of interest is not

mutually agreed, interest will be payable at a rate of 1.5% per calendar month, calculated daily

11. RISK, OWNERSHIP AND PASSING OF TITLE:

- (a) Risk in the Goods passes from the Seller to the Buyer on delivery.
- (b) Title to the Goods will remain with the Seller until full payment received by the Seller.
- (c) In the period after delivery but before payment, the Buyer (including its servants and agents) hold the Goods as bailee only.
- (d) If in the ordinary course of the Buyer's business the Buyer on-sells the goods to a 3rd party prior to payment to the Seller, it does so as agent only for the Seller. If the Buyer fails to make payment within the time stipulated in this contract, the Buyer authorises the Seller to take possession and title in the Goods. Any associated costs are for the Buyer's account.
- (e) This clause creates a Purchase Money Security Interest for the purposes of the *Personal Property Securities Act 2009* (Cth) ("PPSA").
- (f) To the extent permitted by the PPSA, the parties contract out of the provisions listed in sub-clauses 115(1)(a)-(r) of the PPSA. The parties agree and undertake (including for the purposes of section 275(6) of the PPSA) that the terms of this contract shall be kept confidential to the parties at all times other than as required by law.

12. IMPORT PERMITS:

- (a) The Buyer is to obtain at its own risk and expense any import licence or other official authorisation and carry out all customs formalities for the import of the Commodity and for their transport through any country.
- (b) The Buyer is to declare any requirements relating to import certification in the Packing Instructions (see Clause 2.). These may be amended/supplemented any time up to 15 calendar days prior to Delivery Date.
- (c) The Buyer may advise the Seller of any additional requirements (at Buyer's cost) relating to import certification (including providing a substitute copy of an appropriate Import Permit for the total contract quantity including tolerance) up to 4 days prior to the Delivery Date but no later. If the Seller cannot comply with Buyer's additional import requirements the Seller must notify the Buyer as soon as practicable that unless the additional requirement is abandoned, the Seller will terminate the contract and claim damages for any losses incurred as a result of the termination.

13. DUTIES, TAXES, LEVIES, ETC:

All taxes, levies, licences, imposts of any nature on freight and cargo outside Australia (including but not limited to Terminal Handling Charges, container demurrage and detention) are for Buyer's account.

14. ADDITIONAL CERTIFICATES:

Any Certificates required pursuant to the Terms of the Contract, other than those listed in 10 (a) (i), shall be at the expense of the Buyer.

15. NOTICES:

Notices given under this contract are to be dispatched by written letter delivered by hand on the day of writing, or by facsimile, or by email (return receipt acknowledging the message has been received is required) or by other method of rapid written communication, subject to the burden of proof of successful transmission to be with the sender. All notices shall be under reserve for errors in transmission. Any notices received after 1600 hours Sydney time on a business day shall be deemed to have been received on the business day following. In case of resale, all notices shall be passed on without delay by the Buyer to Seller. Should the notice be received after 1600 hours Sydney time on the last business day permissible under this contract, Seller shall pass it on as soon as practical, but no later than 1000 hours Sydney Time on the next business day thereafter. Upon request, Seller shall provide the Buyer with documentary evidence of Seller's receipt of notice.

16. NON-BUSINESS DAYS:

Should the time limit for doing any act or giving any notice expire on a Saturday, Sunday or any public holiday the time so limited shall be extended until the first business day thereafter. All business days shall be deemed to end at 1600 hours Mondays to Fridays inclusive. This clause does not apply to clause 2(a), the Delivery Period or Delivery Date.

17. PREVENTION OF DELIVERY

"Event of Force Majeure" means:

- (a) prohibition of export or other executive or legislative act done by or on behalf of the government of the country of origin or of the territory where the load port or ports named herein is/are situate, restricting export, whether partially or otherwise, or
- (b) blockade, or
- (c) acts of terrorism, or
- (d) hostilities, or
- (e) strike, lockout or combination of workmen, or
- (f) riot or civil commotion, or
- (g) breakdown of machinery, or
- (h) fire, or
- (i) ice, or
- (j) extreme weather event, or
- (k) act of God, or
- (l) unforeseeable and unavoidable impediments to transportation or navigation (including but not limited to congestion at the export container terminal), or
- (m) any other event comprehended in the term "force majeure".

Should either parties' (Effected Party) performance of this contract be prohibited or prevented, whether partially or otherwise, by an Event of Force Majeure, the performance of this contract shall be suspended for the duration of the Event of Force Majeure, provided that the Effected Party shall have served a notice on the other party within 3 consecutive days of the occurrence or not later than 7 consecutive days before commencement of the period of delivery, whichever is later, with the reasons therefor.

If the Event of Force Majeure continues for 14 consecutive days after the end of the period of delivery, then the other party has the option to cancel the unfulfilled part of the contract by serving a notice on the Effected Party not later than the first business day after expiry of the 14-day period.

If this option to cancel is not exercised then the contract shall remain in force for an additional period of 14 consecutive days, after which, if the Event of Force Majeure has not ceased, any unfulfilled part of the contract shall be automatically cancelled.

If the Event of Force Majeure ceases before the contract or any unfulfilled part thereof can be cancelled, the Effected Party shall notify the other party without delay that the Event of Force Majeure has ceased. The period of delivery shall be extended, from the cessation, to as much time as was left for delivery under the contract prior to the occurrence of the Event of Force Majeure. If the time that was left for delivery under the contract is 14 days or less, a period of 14 consecutive days shall be allowed.

The burden of proof lies upon the Effected Party and the parties shall have no liability to each other for delay and/or non-fulfilment under this clause, provided that the Effected Party shall have provided to the other party, if required, satisfactory evidence justifying the delay or non-fulfilment.

For the avoidance of doubt, GTA Trade Rule 21 (Force Majeure) does not apply to this contract.

18. CHOICE OF LAW:

This contract shall be interpreted according to and governed by the laws in force in New South Wales, Australia.

19. TIME

Time is of the essence in relation to the performance of this contract.

20. ARBITRATION:

Any dispute arising out of this contract, including any question of law arising in connection therewith shall be referred to arbitration in accordance with the Dispute Resolution Rules of Grain Trade Australia ("GTA") in force at the date of this contract and of which both parties hereto shall be deemed to be cognizant except that this contract prevails to the extent of any inconsistency but no further. Neither party hereto, nor any persons claiming under either of them, shall bring any action or other legal proceedings against the other of them in respect of any such dispute until such dispute shall first have been heard and determined by the arbitration in accordance with the

Dispute Resolution Rules of GTA, and it is hereby expressly agreed and declared that the obtaining of an Award from the arbitrators shall be a condition precedent to the right of either party hereto or of any person claiming under either of them to bring any action or other legal proceedings against the other of them in respect of any such dispute.

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