

NOTICE TO CUSTOMERS

TAKE NOTICE THAT THESE STANDARD TRADING CONDITIONS CONTAIN PROVISIONS EXEMPTING OR LIMITING THE LIABILITY OF MITSUBISHI LOGISTICS HONG KONG LTD. ("MLHK") AND REQUIRING CUSTOMERS TO PROVIDE INDEMNITIES IN CERTAIN CIRCUMSTANCES. CUSTOMERS ARE ADVISED TO TAKE OUT APPROPRIATE INSURANCE TO COVER THEIR RISKS. PURSUANT TO CLAUSE 20.7 HEREIN, BY SPECIAL ARRANGEMENT AGREED BY MLHK IN WRITING HIGHER LIMITS OF LIABILITY MAY BE ACCEPTED AGAINST PAYMENT OF ADDITIONAL CHARGES.

Mitsubishi Logistics Hong Kong Ltd. Standard Trading Conditions (Effective from 20th May 2015)

1. DEFINITIONS AND GENERAL CLAUSES

1.1 In these Conditions, unless the context otherwise requires:

"**Conditions**" means the entire undertakings, terms and conditions embodied herein.

"**Customer**" means any person at whose request or on whose behalf MLHK provides a Service.

"**Customer's Equipment**" means Transport Units, equipment and vehicles other than those provided by or for MLHK.

"**Dangerous Goods**" includes any goods, substances, materials or articles:

1.1.1 which are or may become dangerous, explosive, noxious, hazardous, inflammable, combustible, radioactive, toxic, infectious, poisonous, corrosive or oxidizing; or which are or may become liable to damage any property whatsoever or injure any person whomsoever; or which harbour or encourage or are likely to harbour or encourage vermin or other pests; or which are improperly or dangerously packed; or which for any reason whatsoever are liable to be seized, forfeited or detained or cause any other property or person liable to be seized, forfeited, detained or arrested by any lawful authority;

- 1.1.2 which are classified as dangerous goods in any applicable national laws or international conventions or regulations from time to time in force, including, without limitation, the International Maritime Dangerous Goods Code published by the International Maritime Organization, the Technical Instructions for the Safe Transport of Dangerous Goods by Air approved and published by decision of the Council of the International Civil Aviation Organization, the IATA Dangerous Goods Regulations, the Dangerous Goods Ordinance (Cap. 295, Laws of Hong Kong), the Dangerous Goods (Application and Exemption) Regulations (Cap 295 sub. leg. A, Laws of Hong Kong), Schedule 16 to the Air Navigation (Hong Kong) Order 1995 (Cap 448 sub. leg. C, Laws of Hong Kong) (cited as the Air Navigation (Dangerous Goods) Regulations), and the Dangerous Goods (Consignment by Air) (Safety) Ordinance (Cap 384, Laws of Hong Kong); or
- 1.1.3 the properties of which are or may become dangerous when the Services contracted for are rendered to them, and include empty receptacles or other Transport Units which have been used for or in connection with the storage or holding or carriage of any dangerous goods, unless the same shall have been properly cleaned and dried, gas freed or ventilated, or cleaned and adequately closed, or otherwise treated so as to be rendered safe and non-dangerous.

“Force Majeure Event” means:

- 1.1.4 act of God;
- 1.1.5 war, insurrection, riot, civil commotion, act or threat of terrorism;
- 1.1.6 lightning, earthquake, fire, flood, storm, typhoon or extreme weather condition;
- 1.1.7 theft, malicious damage;
- 1.1.8 strike, lockout, industrial dispute (whether affecting the workforce of MLHK or Customer or any other person, as applicable in the circumstances);
- 1.1.9 breakdown or failure of plant or machinery;
- 1.1.10 inability to obtain essential supplies or materials;
- 1.1.11 change in applicable laws, rules and regulation;
- 1.1.12 any other event which under applicable law is defined as force majeure and/or as a fortuitous event;

- 1.1.13 any failure or default of a Sub-contractor of MLHK or Customer (as the case may be); or
- 1.1.14 any event or circumstance to the extent it is beyond the reasonable control of MLHK or Customer (as the case may be).

"Goods" means all or any part of the goods (including, except where the term is used in Clause 20.4.1, any Customer's Equipment) in respect of which any Service is or is to be provided by MLHK.

"Guadalajara Convention" means the Convention supplementary to the Warsaw Convention, for the unification of certain rules relating to international carriage by air performed by a person other than the contracting carrier signed at Guadalajara on 18 September 1961.

"Hague-Visby Rules" means the International Convention for the Unification of certain rules Relating to Bills of Lading signed at Brussels on 25 August 1924 ("Hague Rules") as amended by the Protocol signed at Brussels on 23 February 1968 (and, where applicable, the Protocol signed at Brussels on 21 December 1979).

"Instructions" means statements of Customer's specific requirements in relation to the Services, whether oral or in writing.

"Liabilities" includes all and any claims, demands, losses, damages, liabilities, responsibilities, fines, penalties, costs and expenses (including legal costs and expenses) of whatsoever nature and howsoever arising.

"MLHK" means **Mitsubishi Logistics Hong Kong Ltd.** a member of the Hong Kong Association of Freight Forwarding and Logistics Limited trading under these Conditions.

"Montreal Convention" means the Convention for the Unification of Certain Rules for International Carriage by Air done at Montreal on 28 May 1999.

"Owner" includes all and any of the following persons: the owner, shipper, consignee of the Goods and any other person who is or may become interested in or otherwise entitled to the possession of the Goods, and anyone acting on behalf of any of the persons aforesaid.

"Perishable Goods" means any goods of a perishable nature and includes goods which require temperature control or goods with a short shelf-life.

"Rights and Defences" includes all and any rights, remedies, defences, exemptions of liabilities, limitations of liabilities, liberties, immunities and benefits of whatever nature and howsoever acquired.

"Separate Terms" has the meaning ascribed to it in Clause 2.3.

"Services" means all and any business undertaken by MLHK including the provision or procuring the provision of any advice, information and services whatsoever (including without limitation any advice, information or services of or relating to any of the following: forwarding, carriage, transportation of goods (in each case whether international, regional, cross border or local and whether by sea or air or land or any combination thereof); storage, loading, unloading, packing, unpacking, stuffing, un-stuffing, consolidation, de-consolidation, warehousing, distribution, collection, delivery, inventory and management control, labelling, repacking, reorganisation, other processing, tracing and tracking and other handling of goods; order handling, documents preparation and customs brokerage; and in each case services ancillary or incidental thereto).

"Sub-contractors" means direct and indirect sub-contractors (of any degree) and their respective officers, servants and agents.

"Transport Unit" includes any container, trailer, flat, tank, packing case, pallet and any other device used for and in connection with the carriage and/or consolidation of goods, and any equipment ancillary thereto.

"Valuable Goods" means any goods of a valuable nature including without limitation: bullion, bank notes, cash money, coins, traveller's cheques, drafts, credit cards, documents or papers of value of all kinds, articles or materials containing information or data of value in any form, precious stones, jewellery, antiques, works of art, valuables of all kinds; and including such other goods or materials the value of which exceeds the value limit as may from time to time be specified by MLHK.

"Warsaw Convention" means The Convention for the Unification of Certain Rules relating to International Carriage by Air signed at Warsaw on 12 October 1929 or that Convention as amended at The Hague, 28 September 1955, whichever may be applicable.

1.2 **Interpretation**

In these Conditions, unless the context otherwise requires: words importing the singular include the plural and vice versa; words importing a gender include every gender; references to persons include any individual, body corporate or unincorporated and any other entity; references to "third party(ies)" also include a party or parties which is or are the parent, subsidiary or associated company(ies) of MLHK; references to statutory provisions shall be construed as references to those provisions as respectively amended or re-enacted or as their application is modified by other provisions from time to time and shall include any provisions of which they are re-enactments (whether with or without modification); references to Clauses are to clauses of these Conditions. Clause headings and sub-headings are for convenience only and do not affect the construction of these Conditions.

1.3 **No Variation**

No servant or agent of MLHK has authority to waive or vary any provision of these Conditions, unless such waiver or variation is in writing and signed by a duly authorized person or director of MLHK.

1.4 **Severability**

Each of the provisions of these Conditions is severable and distinct from the others and if at any time one or more of such provisions is or becomes invalid illegal or unenforceable, the validity legality and enforceability of the remaining provisions of these Conditions shall not in any way be affected or impaired thereby.

1.5 **Rights Cumulative**

Any of the Rights and Defences conferred on MLHK by these Conditions shall be in addition to and without prejudice to all other Rights and Defences available to it (whether contained in these Conditions or under statute or otherwise available in law).

1.6 **No Waiver**

No omission or delay on the part of MLHK in exercising any of its Rights and Defences shall operate as a waiver thereof, nor shall any single or partial exercise by MLHK of any such Rights and Defences preclude the further or other exercises thereof or the exercise of any other Rights and Defences which it has or may have.

1.7 **Notices to MLHK**

All notices required to be given to MLHK under these Conditions shall be in writing delivered to or sent by mail (postage prepaid) to MLHK's registered office for the time being in Hong Kong or in such other manner or to such other address as MLHK may notify Customer in writing.

1.8 **Notices by MLHK**

Wherever it is provided in these Conditions that notice shall be given by MLHK to Customer or any other person such notice shall be dispensed with if despite reasonable efforts, Customer or such other person cannot reasonably be contacted.

1.9 **Action in contract, tort, etc.**

The Rights and Defences of MLHK provided in these Conditions shall apply in any action against MLHK whether founded in contract, tort, bailment, trust or howsoever otherwise founded.

1.10 **Customer's/Owner's Indemnity**

Any agreement or undertaking by Customer or Owner contained or implied in these Conditions to indemnify MLHK shall be construed as an agreement or undertaking to indemnify MLHK, its officers, servants, agents and Sub-contractors (and each of them).

1.11 **Customer's Declarations etc.**

Nothing in these Conditions shall be construed to affect or prejudice the Rights and Defences of MLHK, its officers, servants, agents or Sub-contractors in or under any separate declarations, certifications, warranties, undertakings and/or indemnities provided or given by or on behalf of Customer and/or Owner.

1.12 **Protective Provisions**

Subject to Clause 2.2, provisions in these Conditions which:

- 1.12.1 exempt, exclude, relieve or limit the liability of MLHK, its officers, servants, agents or Sub-contractors (including without limitation provisions which limit the time for giving notice of claim or commencing proceedings); or

1.12.2 require Customer and/or Owner to indemnify MLHK its officers, servants, agents or Sub-contractors

shall apply and take effect notwithstanding (a) any act, omission, negligence, neglect or default of MLHK, its officers, servants, agents, Sub-contractors or any person for whom MLHK is responsible, or (b) the circumstances or cause of any loss or damage (to which such exemption, exclusion, relief, limitation or indemnity relates) be unexplained, or (c) any other matters or causes whatsoever.

2. APPLICATION OF CONDITIONS

2.1 Subject to Clauses 2.2 and 2.3 all and any Services, whether gratuitous or otherwise, are provided subject to these Conditions which are deemed to be incorporated in any agreement between MLHK and Customer, to the exclusion of all other terms and conditions furnished by Customer or Owner or any other persons on their behalf.

2.2 If any legislation is compulsorily applicable to any Service, these Conditions shall as regards such Service be read as subject to such legislation and nothing in these Conditions shall be construed as a surrender by MLHK of any of its Rights and Defences or as an increase of any of its Liabilities under such legislation and if any part of these Conditions be repugnant to such legislation to any extent such part shall as regards such Service be void to that extent but no further.

2.3 Where MLHK (in its own name) issues its own bill of lading or waybill (air or sea or road) or cargo receipt in pursuance of the Montreal Convention and provides in it that it contracts as a carrier, or otherwise enters into any separate contract in writing on other terms and conditions for any Service, the terms and conditions ("Separate Terms") embodied or incorporated in such bill of lading, waybill, cargo receipt, or separate contract shall be paramount and prevail in respect of the Service contracted for to the extent that these Conditions are in conflict with the Separate Terms; PROVIDED that where:

2.3.1 the provisions of these Conditions on any matter are not in conflict with the applicable terms of the Separate Terms; or

2.3.2 in respect of any matter about which the Separate Terms are silent

the provisions of these Conditions, unless otherwise expressly stated in the Separate Terms, shall continue to apply and be operative. For the avoidance of doubt, the signing or issue of a bill of lading or waybill or cargo receipt by MLHK as agent of a third party is not the issue by MLHK of its own bill of lading or waybill or cargo receipt.

3. CUSTOMER AND OWNER

- 3.1 Customer entering into any transaction or business with MLHK expressly warrants that Customer is either Owner or authorized agent of Owner, and that it is authorized to accept and does accept these Conditions not only for itself but also for and on behalf of Owner.
- 3.2 Customer agrees and warrants that all and any representations, warranties, undertakings, agreements, obligations (including obligations to pay), Liabilities, responsibilities and indemnities expressed or implied to be made, given or assumed by Customer in or under these Conditions are made, given and assumed by Customer jointly and severally with Owner.
- 3.3 Customer agrees and warrants that all and any Rights and Defences available to MLHK may be enforced or raised by it against Customer and Owner (and each of them).

4. STATUS AND ROLE OF MLHK

- 4.1 MLHK reserves to itself the discretion to provide any Service as a principal or to procure as an agent the provision of the required Service by third party(ies).
- 4.2 MLHK acts as a principal in respect of a Service if and to the extent that one or more of the following is applicable:
 - 4.2.1 the Service is performed by MLHK itself and the Goods are in its actual custody and control;
 - 4.2.2 where (as described in Clause 2.3) MLHK issues its own bill of lading or waybill or cargo receipt as a carrier or enters into a separate contract and under the Separate Terms MLHK contracts as a principal;
 - 4.2.3 under any compulsorily applicable law MLHK is or is deemed to be providing the Service as a principal.
- 4.3 MLHK shall not be taken to be acting as a principal in respect of any Service by reason only of any one or more of the following:
 - 4.3.1 the charge by MLHK of an inclusive price;
 - 4.3.2 the supply by MLHK of its owned or leased equipment and/or facilities;
 - 4.3.3 the arrangement by MLHK for Goods to be forwarded, carried, transported, stored or otherwise handled together or in consolidation with other goods.

- 4.4 Save as provided in Clause 4.2, all Services to Customer are provided by MLHK as agent. Without prejudice to the generality of the foregoing sentence, MLHK always acts as an agent:
- 4.4.1 where MLHK procures the issue of a third party bill of lading or waybill (air or sea or road) or other transport documents (including but not limited to cargo receipts under the Montreal Convention) containing or evidencing a contract of carriage between a third party and Customer (whether or not the same is expressly signed/issued by MLHK as agent of the third party);
 - 4.4.2 when MLHK provides any Service in respect of or relating to customs clearance or other requirements, taxes, licences, consular documents, certificates of origin, inspection, other certification and other services similar or incidental thereto; or
 - 4.4.3 where Clause 12 and/or Clause 13 applies.
- 4.5 Customer consents that MLHK may act as agent or sub-contractor of any third party in any transaction or service or business which relates to or otherwise affects Customer or Owner or the Goods. Where MLHK acts as such agent or sub-contractor, Clause 7, without prejudice to MLHK's other Rights and Defences whether under these Conditions or otherwise, shall apply.
- 4.6 MLHK shall be entitled to perform any Service or exercise any power or discretion hereunder by itself or its parent or subsidiary companies. Any contract to which these Conditions apply is made by MLHK on its own behalf and also as agent for and on behalf of any such parent or subsidiary company, MLHK and any such parent or subsidiary company shall be entitled to the benefits of these Conditions.
- 4.7 Clauses 5 and 6 respectively set out certain specific provisions where MLHK acts as an agent or (as the case may be) as a principal. For the avoidance of doubt, the other provisions of these Conditions are, in either case, applicable unless in conflict with or repugnant to the applicable specific provisions.
- 4.8 MLHK is not a common service provider and never a common carrier, and may in its sole discretion refuse to provide any service to any person.
- 4.9 All and any Services provided by MLHK gratuitously will be provided without acceptance of any liability of whatever nature and howsoever arising. Services shall be deemed provided gratuitously if provided by MLHK free of charge (other than disbursements, out of pocket expenses, and items referred to in Clause 11.4).

5. MLHK ACTING AS AGENT

5.1 When MLHK acts as agent, MLHK shall be entitled, and Customer hereby expressly authorizes MLHK, to:

5.1.1 enter into (in the name of Customer or Owner or MLHK or otherwise) all and any contracts with any third party on any terms (including standard trading terms and terms exempting or limiting liability of such third party); and

5.1.2 do all and any other acts

on behalf of Customer and/or Owner in relation to the performance or fulfillment of Customer's Instructions. Matters authorized aforesaid include without limitation selecting, engaging and contracting with any carriers, forwarders, truckmen, receiving agents, delivery agents, warehousemen, packers and other service providers.

5.2 MLHK shall be entitled in its sole discretion to delegate on any terms its authority in whole or in part.

5.3 In entering into any contract or doing any act as referred to in Clause 5.1, MLHK does not itself make or purport to make any contract with Customer or Owner for provision of the services by itself and acts solely on behalf of Customer and/or Owner in procuring the required services by third party(ies) so that the contractual relationship is between Customer and/or Owner and the third party(ies). MLHK shall have no liability or responsibility whatsoever in respect of any act, or omission, negligence, neglect or default of the third party(ies) or in respect of the Goods. Customer agrees to be bound by all and any such contracts and acts, and shall defend, indemnify and hold harmless MLHK from and against any Liabilities which MLHK may incur or suffer arising from or in connection with such contracts or acts.

5.4 Unless contrary written instruction is given by Customer and accepted by MLHK in writing, Customer waives all rights of enquiry as to the terms, conditions and other particulars of contracts or arrangements entered into by MLHK pursuant to Clause 5.1.

5.5 Without prejudice to other methods by which MLHK may charge Customer, Customer expressly agrees that MLHK may in its discretion charge Customer an inclusive sum and so that the difference between the amount charged by MLHK and the amount charged by the third party will represent MLHK's remuneration or commission or income.

6. MLHK ACTING AS PRINCIPAL

6.1 If MLHK acts as a principal in relation to a Service, then subject to Clause 2.2 and any contrary provisions of the Separate Terms (if any), this Clause 6 and (in accordance with Clause 4.7 and the proviso of Clause 2.3) the other provisions of these Conditions shall apply.

6.2 Where MLHK acts as a principal in relation to a Service, MLHK shall have full liberty to perform the Service itself, or to sub-contract on any terms whatsoever the whole or any part of the Service. In respect of any Service (or any part thereof) sub-contracted:

6.2.1 MLHK shall have full benefit of the Rights and Defences available to the sub-contractor(s) (whether in contract or under statute or otherwise in law) as if such Rights and Defences were expressly incorporated herein for the benefit of MLHK, and the liability of MLHK shall be limited to the amount recoverable by MLHK from the sub-contractor(s).

6.2.2 Where MLHK sub-contracts any Service (or any part thereof) to a third party, Customer shall defend, indemnify and hold harmless MLHK from and against any Liability which MLHK may incur or suffer arising from or in connection with such sub-contract or sub-contracting arrangements, unless such Liability is caused by the wilful default or wilful misconduct of MLHK.

6.3 Where MLHK acts as a principal in the carriage of Goods, MLHK's liability (if any) for loss or damage or delay of Goods shall be determined as follows:

6.3.1 If the stage of carriage during which the loss or damage or delay occurred is known, MLHK's liability shall be determined by the provisions of any international convention or national law the provisions of which:

6.3.1.1 cannot be departed from by private contract to the detriment of the claimant; and

6.3.1.2 would have applied if the claimant had made a separate and direct contract with MLHK in respect of the particular stage of carriage during which the loss or damage or delay occurred and received as evidence thereof any particular document which must be issued in order to make such international convention or national law applicable

AND MLHK shall be entitled to all Rights and Defences under or pursuant to such international convention or national law as well as other Rights and Defences under these Conditions which are not repugnant to such international convention or national law.

6.3.2 In any other case (including without limitation where (a) the stage of carriage during which the loss or damage or delay occurred is unknown, or (b) although such stage is known, no international convention or national law would apply by virtue of Clause 6.3.1 to such loss or damage or delay), MLHK's liability shall be determined in accordance with these Conditions including (without limitation) in particular Clause 20.

6.4 The international conventions which may be applicable include (a) in relation to carriage by sea, the Hague Rules and the Hague-Visby Rules and (b) in relation to carriage by air, the Warsaw Convention, Guadalajara Convention and Montreal Convention. Customer is hereby notified that the applicable international conventions do generally contain provisions limiting or exempting liability of carriers in certain circumstances.

6.5 In respect of carriage by air the following notice is hereby given:

"If the carriage involves an ultimate destination or stop in a country other than the country of departure, the Warsaw Convention may be applicable and that the Warsaw Convention governs and in most cases limits the liability of carriers in respect of loss of or damage or delay to cargo.

The agreed stopping places (which may be altered by carrier in case of necessity) are those places, except the place of departure and the place of destination, set forth on the face of the air waybill or shown in carrier's timetables as scheduled stopping places for the route."

Further, for the avoidance of doubt it is hereby declared that for the purpose of Article 9 of the (unamended) Warsaw Convention signed on 12 October 1929, cargo shall not be deemed to be accepted by carrier until the waybill has been made out.

6.6 Without prejudice to the generality of Clause 6.2 and MLHK's other Rights and Defences, where the owner, charterer or operator of the vessel concerned or any other person entitled establishes a limitation fund pursuant to the applicable International Convention on the Limitation of Liability for Maritime Claims or applicable national law, then MLHK's liability shall be limited to that proportion of the limitation fund as allocated to the Goods concerned.

6.7 The Both to Blame Collision and New Jason Clauses published by the Baltic and International Maritime Council and obtainable from MLHK or its agent upon request are hereby incorporated in these Conditions.

Without prejudice to the generality of Clause 6.2, if MLHK incurs any Liability under a Both to Blame Collision Clause or New Jason Clause or any other similar clause under any sub-contract entered into for the purpose of any Service to Customer or Owner, Customer shall defend, indemnify and hold harmless MLHK from and against such Liability.

7. MLHK ACTING FOR THIRD PARTY SERVICE PROVIDER

7.1 Where (as provided in Clause 4.5) MLHK acts as agent or sub-contractor of a third party, it is hereby agreed that in respect of any act, omission, negligence, neglect or default committed by MLHK in the course of acting as such agent or sub-contractor, MLHK, as against or relate to Customer or Owner or others claiming under Customer or Owner or any relevant goods, shall (subject to Clause 2.2) be entitled to:

7.1.1 all the Rights and Defences available to such third party (or its agents or Sub-contractors), whether in contract or under statute or otherwise available in law, as if such third party Rights and Defences were expressly incorporated in these Conditions for the benefit of MLHK and made applicable to such act, omission, negligence, neglect or default; and

7.1.2 (without prejudice to 7.1.1 above) all the Rights and Defences of MLHK under these Conditions or otherwise available in law.

7.2 Without prejudice to its generality, Clause 7.1 shall apply where MLHK acts as agent or sub-contractor of a third party and in connection with any carriage of Goods undertaken by such third party delivers (or arranges to deliver) to Customer or Owner or collects (or arranges to collect) from Customer or Owner any Goods after their discharge or prior to their loading.

8. CUSTOMER'S WARRANTIES AND OBLIGATIONS

8.1 Customer warrants to MLHK as follows:

8.1.1 Customer is the Owner of Goods presented for Services, if not, it has the consent of the Owner for all purposes of these Conditions.

8.1.2 Instructions given to MLHK (or any person on its behalf) are lawful, reasonable, sufficient and executable, and in no way will Customer obligate MLHK to perform in such a way that is in conflict with any law, rule or regulation.

8.1.3 Goods to be presented to MLHK (or any person on its behalf) shall be presented at MLHK's nominated place of presentation within the appointed time and in the quantity, packaging and conditions as previously agreed by MLHK.

8.1.4 Goods presented for any Services are lawful goods and contain no contraband or prohibited items or any item which infringes or may infringe intellectual property or other rights of any other person.

- 8.1.5 Goods presented are fit and suitable for the Services and the purposes for which they are made available or presented to MLHK or any person on its behalf.
- 8.1.6 When presented, the Goods are in such condition so as not to cause damage or injury or likely to cause damage or injury to any property or person for any reason whatsoever.
- 8.1.7 Prior to presentation, Customer shall have notified MLHK in writing of any special nature of the Goods (including Dangerous Goods, Valuable Goods, Perishable Goods or otherwise subject to Clause 10) which require special or specific handling, precaution or attention, and shall provide all documentation and material handling information to MLHK.
- 8.1.8 Particulars of Goods given to MLHK (or any person on its behalf) are complete, accurate and include all data and information necessary for all purposes (including without limitation customs, consular and other purposes) to accomplish the relevant Instructions and the required Services effectively, lawfully and safely.
- 8.1.9 Without prejudice to 8.1.7 or 8.1.8 above, all information relating to the Goods and Services (including information and documents supplied for customs clearance and licences) is complete, accurate and true, and in all respects in conformity and compliance with cargo declaration requirements under all applicable laws, rules and regulations.
- 8.1.10 All necessary documents including, without limitation, declarations, applications, certificates, licences, confirmations, invoices and packing lists shall be timeously provided to MLHK or persons nominated by MLHK.
- 8.1.11 Goods have been properly, securely and sufficiently packed, and prepared (including proper labelling and marking) in compliance with any statutory regulations or official or recognized standards or requirements, and that such packing and preparation are appropriate to all operations affecting the Goods and in particular to withstand the ordinary risks of handling, storage and carriage.
- 8.1.12 Proper and sufficient examinations or checks of the Goods have been conducted and all steps have been taken in compliance with all applicable statutory regulations or official or recognized standards or requirements relating to security or integrity of Goods.
- 8.1.13 Customer has complied with all laws and regulations relating to the Goods as regards inter alia their nature, condition, packing, labelling, marking, description, handling, storage and carriage.

- 8.1.14 Customer shall comply with operational procedures from time to time prescribed by MLHK or persons on its behalf or its Sub-contractors.
- 8.1.15 Where Services are to be provided by MLHK on a continuing basis, Customer shall on a continuing basis provide MLHK (and persons nominated by it) with realistic forecasts of cargo throughput and requirements at such intervals and with such details as MLHK may reasonably require for the proper performance of the Services contracted for.
- 8.1.16 The consignee or other person designated or entitled to take delivery of the Goods shall so take delivery within the time and at the place for taking delivery paying all necessary charges, taxes and duties and complying with all applicable formalities and procedures including without limitation surrendering all relevant documents.
- 8.1.17 Where Goods are packed in or on a Transport Unit not provided by MLHK, the:
- 8.1.17.1 Goods have been properly and competently packed into/onto the Transport Unit;
 - 8.1.17.2 Goods are suitable for handling or carriage in/on the Transport Unit being utilized; and
 - 8.1.17.3 Transport Unit is in a suitable condition to carry the Goods packed therein or thereon onto the destination intended.
- 8.1.18 Where Goods are packed by Customer in a Transport Unit provided by MLHK:
- 8.1.18.1 prior to and at the time of packing, Customer has inspected the Transport Unit and has found the same to be in good repair, order and condition suitable for the packing of the Goods and for the carriage and other handling;
 - 8.1.18.2 the Goods have been properly and competently loaded into/onto the Transport Unit; and
 - 8.1.18.3 the Goods are suitable for handling or carriage in/on the Transport Unit being utilized.
- 8.1.19 Customer is knowledgeable about its business and matters relating thereto and is able, prepared and willing to use all reasonable endeavours to co-operate with MLHK for efficient execution of the Services and Instructions.

- 8.2.1 Where Customer is acting as an agent or other intermediary for Owner or any other person in relation to any instruction or Service or Goods, Customer shall disclose to MLHK in writing at the time Instructions are first given to MLHK details of such agency or intermediary arrangement (including, without limitation, the identity and details of such Owner or other person), and shall keep MLHK advised in writing of changes thereof. Customer shall forthwith obtain for and provide MLHK with such information and documents about or from such Owner or other person as MLHK may from time to time require, including (without limitation) information and documents required by MLHK for submission to any government or regulatory authorities or agencies.
- 8.2.2 Without prejudice to any of MLHK's other Rights and Defences, if there is (or MLHK believes that there is) any breach or non-performance or delay in the performance by Customer of any of the provisions contained in Clause 8.2.1, MLHK may (without liability) forthwith refuse to provide or to continue to provide any Service to Customer and/or Owner.

9. CUSTOMER'S INDEMNITIES

9.1 Notwithstanding any other term of these Conditions, Customer shall indemnify, defend and hold harmless MLHK from and against:

- 9.1.1 Liabilities that MLHK does or will incur or suffer, arising out of or in connection with:
- 9.1.1.1 MLHK or its directors, officers, employees, servants, agents, contractors or Sub-contractors acting in accordance with Customer's or Owner's Instructions;
 - 9.1.1.2 any breach by Customer or Owner of any warranty, representation, agreement or undertaking herein contained;
 - 9.1.1.3 any act or omission or negligence (including the provision of ambiguous or incomplete or inaccurate information or Instructions) of Customer or Owner or their respective servants, agents or Sub-contractors;
 - 9.1.1.4 an act or order of any governmental, judicial or other authority;
 - 9.1.1.5 the nature of the Goods (including but not limited to those that are Dangerous Goods) and Customer's Equipment;
 - 9.1.1.6 inherent defects/vice of the Goods or Customer's Equipment;
 - 9.1.1.7 the insufficiency or defective condition of the packing or labelling of the Goods and/or its Transport Unit and/or Customer's Equipment;

- 9.1.1.8 all duties, taxes, levies, deposits and outlays of whatsoever nature levied by any authority;
- 9.1.1.9 infringing any trademarks or other intellectual property rights in respect of the Goods and/or in the performance by MLHK of the Services; and
- 9.1.1.10 the handling, loading, stowage or unloading of the Goods by the Customer or any person acting on their behalf;
- 9.1.2 all and any claims, costs and demands whatsoever and by whomsoever and howsoever arising or caused made or preferred against MLHK in excess of or in addition to the liability of MLHK under these Conditions; and
- 9.1.3 all and any claims of a general average or salvage nature which may be made on MLHK, and Customer shall provide such security as may be required by MLHK in this connection on demand; such security, if so required by MLHK, shall be made prior to delivery or release of Goods.
- 9.2 Advice and information, in whatever form given, is provided by MLHK (or person(s) on its behalf) for Customer only. Customer shall indemnify and hold harmless MLHK from and against any Liabilities arising out of any other persons relying upon such advice or information.
- 9.3 Customer undertakes that no claim of whatsoever nature and howsoever arising shall be made against any MLHK's directors, officers, employees, servant, agent, contractors and Sub-contractors which imposes or seeks to impose upon such person any liability in connection with any Services and/or Goods and/or Instructions. If any such claim is made, Customer shall indemnify and hold harmless MLHK from and against all consequences thereof.
- 9.4 Without prejudice to Clause 9.3, MLHK's directors, officers, employees, servant, agent, contractors and Sub-contractors shall have the benefit of MLHK's Rights and Defences under these Conditions as if the same were expressly set out herein for their benefit; and in entering into any contract to which these Conditions relate, MLHK, for the foregoing purposes, does so not only for itself but also as agent for such persons.

10. DANGEROUS, VALUABLE, PERISHABLE AND OTHER GOODS

- 10.1 Except pursuant to special arrangements previously agreed in writing by MLHK, Customer warrants that it shall not tender for Services any Dangerous Goods, Valuable Goods, Perishable Goods, live animals, plants or other goods which require any special handling or attention of whatsoever nature. MLHK shall have the right to determine whether any goods tendered or intended to be tendered for Services belong to or have become any one or more of the aforesaid categories (whether at the time of tender or subsequently) and MLHK shall have the right to refuse to provide Services in relation to such Goods.
- 10.2 Should (in the absence of special arrangements previously agreed in writing by MLHK) Customer or Owner nevertheless tender or cause to be tendered for Services any Goods in breach of Clause 10.1, then, irrespective of whether MLHK, its servants, agents or Sub-contractors are or ought to be aware of the nature thereof and irrespective of whether any description or declaration of the nature or value of the Goods is contained in any documents relating to or accompanying the Goods, the following shall apply:
- 10.2.1 no liability whatsoever and howsoever arising will be accepted by MLHK, its officers, servants, agents or Sub-contractors for or in connection with such Goods;
- 10.2.2 Customer shall be liable for all and any loss and damage of whatsoever nature howsoever caused by or to or in connection with such Goods, and shall indemnify MLHK and/or its Sub-contractor from and against all and any Liabilities arising in connection therewith; and
- 10.2.3 such Goods may, without prior notice to Customer or any other person, be destroyed or stored or disposed of or otherwise dealt with at the sole discretion of MLHK or any other person in whose custody they may be at the relevant time, without any liability for MLHK or such person.
- 10.3 If any Dangerous or Perishable Goods or live animals or plants are accepted for Services pursuant to special arrangements previously made in writing, they may nevertheless be so destroyed or disposed of or otherwise dealt with (without liability) if, in the sole discretion of MLHK or of any person in whose custody such Goods may be in at the relevant time, such Goods may pose a risk to other goods, property, life or health.

- 10.4 If MLHK agrees to accept for Service any Goods which require temperature control, Customer warrants that it shall not tender any such Goods without having previously given written notice of their nature and particular temperature range to be maintained, and in the case of a temperature controlled Transport Unit packed by or on behalf of Customer, Customer further warrants that:
- 10.4.1 the Transport Unit has been properly pre-cooled or pre-heated as required;
 - 10.4.2 the Goods have been properly stuffed and/or packed in the Transport Unit; and
 - 10.4.3 the Transport Unit thermostatic controls have been properly set and the same are in proper working order.
- 10.5 If the requirements of Clause 10.4 are not complied with, MLHK (its servants, agents and Sub-contractors) shall not be liable for any loss or damage of or in relation to the Goods caused by such non-compliance, and Customer shall indemnify and hold harmless MLHK from and against any Liabilities arising therefrom.
- 10.6 If, by special arrangement accepted by MLHK in writing, Goods have been packed into a refrigerated or similar Transport Unit by or on behalf of MLHK and a particular temperature range has been requested by Customer (and accepted by MLHK in writing), MLHK will set or cause to be set the thermostatic controls within the requested temperature range at the time of commencement of the relevant Service. MLHK does not guarantee and accepts no responsibility for the continued maintenance of or change in any temperature inside the Transport Unit (whether packed by or on behalf of Customer or MLHK).

11. QUOTATIONS AND CHARGES

- 11.1 Customer undertakes to pay to MLHK by cross cheque payable to "MITSUBISHI LOGISTICS HONG KONG LTD" or bank transfer in accordance to the bank transfer details set out in MLHK's Invoice (or in such other mode as MLHK may otherwise stipulate or agree) all sums immediately when due without deduction or deferment on account of any claim, dispute, counterclaim, set-off (equitable or otherwise), or any other matter whatsoever.
- 11.2 Charges for Services shall be deemed fully earned on receipt of Goods or commencement of Service by or for MLHK (whichever is the earlier) and shall be paid immediately when due and shall be non-refundable in any event. Without prejudice to its generality, the preceding sentence shall apply notwithstanding:
- 11.2.1 any loss or damage or delay of Goods or any claim whatsoever and howsoever arising or caused; or

- 11.2.2 any refusal or failure for whatever reason of the consignee or other designated receiver to take delivery of Goods; or
- 11.2.3 any confiscation or other disposal of Goods by customs or other authorities for whatever reason; or
- 11.2.4 any abandonment, destruction, sale, storage or otherwise disposal of Goods for whatever reason pursuant to the terms of these Conditions.
- 11.3 Unless otherwise agreed by MLHK in writing, MLHK's invoices shall be due for payment immediately upon presentation.
- 11.4 Customer shall be liable for any duties, taxes, imposts, levies, deposits or outlays of any kind levied by any authorities at any port or place for or in connection with the Goods or Services (other than profit tax of MLHK), and for any payments, fines, expenses, loss or damage whatsoever and howsoever incurred by MLHK, its servants, agents or Sub-contractors in connection therewith.
- 11.5 Customer shall, upon request, make immediate (advance) payment to MLHK to cover any money for which Customer is or may become liable under Clause 11.4. MLHK shall not be under any obligation to advance any money to Customer or Owner or any person for the purpose of Clause 11.4 above.
- 11.6 Unless otherwise agreed by MLHK in writing, on all amounts overdue, MLHK (without prejudice to its other rights or remedies under these Conditions and/or in accordance with the applicable laws) shall be entitled to charge interest at the rate of 5% per annum during the period that such amounts are overdue.
- 11.7 Quotations are given for immediate acceptance and are subject to withdrawals or revisions by MLHK. MLHK may, notwithstanding any acceptance, revise quotations or charges with or without prior notice in the case of changes (beyond its control) in the costs for providing the Services contracted, including, without limitation, changes in currency exchange rates, fuel costs, rates of freight, insurance premiums or other costs or charges relative to the Goods. Duties, imposts, levies, deposits, taxes and other government charges or other outlays are additional to the charges quoted.
- 11.8 Charges for Services relative to Goods are usually quoted and charged on "chargeable weight" basis. Chargeable weight is the higher of actual gross weight or volume weight. Charges expressed by reference to "per kilogramme" or "per ton" refer to the higher of actual gross weight or volume weight. Details relating to computation of charges will be provided upon request.

- 11.9 MLHK shall be entitled to enforce any liability of Customer or to recover any sums payable by Customer against or from Customer as well as Owner. When Goods are accepted or dealt with upon Instructions to collect freight, duties, charges or other expenses from the consignee or other person(s), Customer shall remain responsible for the same if they are not paid by such consignee or other person(s) immediately when due.
- 11.10 If any money owing to MLHK is not paid when due, MLHK, without prejudice to its other rights or remedies under these Conditions and/or in accordance with the applicable laws, may at any time thereafter by notice in writing to Customer and without liability whatsoever immediately terminate:
- 11.10.1 provision of all or any Services, whether or not such Services relate to the money overdue; and/or
- 11.10.2 all or any credit arrangements granted to Customer, whereupon all moneys owing by Customer not otherwise due for payment shall become due and payable immediately.
- 11.11 MLHK shall be entitled to retain and be paid all brokerages, commissions, allowances and other remunerations customarily retained by or paid to freight forwarders.

12. INSURANCE

- 12.1 No insurance will be arranged except on express written Instructions given by Customer and accepted by MLHK in writing. Where MLHK accepts such Instructions, MLHK shall act solely as agent of Customer using reasonable efforts to assist Customer in obtaining insurance coverage (incorporating provisions waiving all rights of subrogation and all rights of recourse against MLHK, its officers, employees, agents and Sub-contractors) for and on behalf of Customer at Customer's expenses. MLHK does not warrant or undertake any such insurance shall be accepted by the insurance company or underwriters. All insurances effected through the assistance of MLHK are subject to the usual exceptions and conditions of the policy of the insurance company or underwriters taking the risk. Unless otherwise agreed in writing, MLHK shall not be under any obligation to assist Customer to obtain a separate insurance on the Goods. Where the insurance company or underwriters dispute their liability for whatsoever reasons, Customer, as the assured, shall have recourse against the insurance company or underwriters only.
- 12.2 MLHK is not and does not hold itself out as carrying on business as an insurer or insurance broker or insurance agent.

13. SPECIAL DELIVERY

- 13.1 Unless written Instructions are given by Customer and accepted by MLHK in writing, MLHK does not accept Instructions or any liability for delivery or release of Goods in special circumstances, such as, without limitation, delivery or release of Goods against payment or against surrender of particular documents.
- 13.2 Where MLHK engages or appoints third party(ies) to effect such Instructions, MLHK shall always act as agent of Customer. MLHK shall in no circumstances be responsible for any act, omission, default, suspension, insolvency, negligence, or fault of such third party(ies), nor for any delay in remittance, loss in exchange, loss during transmission, loss in the course of collection or any other loss howsoever caused.
- 13.3 In any event, liability of MLHK shall not exceed the limit for mis-delivery of Goods as set out in Clause 20.4.1.

14. LIEN

- 14.1 MLHK shall have a particular and general lien and right of detention on all Goods (and documents relating to Goods) in its possession, custody or control for all sums due at any time from Customer and/or Owner to MLHK, whether in respect of such Goods or for any particular or general balance or on any account whatsoever. Storage, demurrage and other applicable charges in respect of Goods under lien or otherwise detained shall continue to accrue on the account of Customer.
- 14.2 MLHK shall be entitled on not less than 14 days written notice to Customer to sell, dispose of or otherwise deal with such Goods or documents (by auction or private treaty or otherwise) as agent for and at the risk and expense of Customer and apply the proceeds thereof in or towards payment of such indebtedness. If the proceeds thereof are insufficient to cover the sums due to MLHK in full, MLHK shall be entitled to recover the balance from the Customer. Upon accounting to Customer for any balance remaining after payment of sums due and cost of sale or disposal or other dealing, MLHK shall be discharged of any liability whatsoever in respect of such Goods or documents. MLHK shall not be liable for any deficiencies or reduction in value received on the sale or disposal or other dealing of the Goods or documents, nor shall Customer/Owner be relieved from liability merely because the Goods or documents have been sold or disposed of or otherwise dealt with.

15. NO DUTY TO DECLARE / PRESERVE RIGHTS

- 15.1 Unless express written Instructions have previously been given by Customer and accepted by MLHK in writing, MLHK shall not be obliged to make any declaration for the purpose of any statute, convention or contract as to the nature or value of any Goods or as to any special interest in delivery or to make any declaration as to specific stowage or storage requirements of any Goods.
- 15.2 Without prejudice to the generality of Clause 15.1, where there is a choice of rates according to the extent or degree of liability assumed by MLHK and/or other third party(ies), Goods will be carried, forwarded, stored, handled, dealt with etc. at Customer's risk and at such charges, including the lowest charges, as MLHK may at its discretion decide, and no declaration of value will be made unless express written Instructions to the contrary have previously been given by Customer and accepted by MLHK in writing.
- 15.3 For the avoidance of doubt, it is hereby agreed that statement or declaration of the value or nature of Goods by or on behalf of Customer or Owner for insurance, export, import, customs, documentary credit, invoicing or other similar purposes shall not constitute Instructions to MLHK to make any declaration for the purposes of Clause 15.1 or Clause 15.2.
- 15.4 MLHK shall have no obligation to give any notice of claim to any third party on behalf of Customer or Owner or any other person, or to notify Customer or Owner or any other person to give any such notice of claim, or otherwise to take any action to preserve or protect any right or potential right which Customer or Owner or any other person may have against any third party.
- 15.5 MLHK shall be under no obligation to exercise any lien for general average contribution due to Customer or Owner.

16. LIBERTIES AND RIGHTS OF MLHK

- 16.1 In relation to MLHK's responsibility (if any), Goods shall not be treated as received by or for MLHK until and unless a written receipt therefor has been issued by MLHK or its authorized agent. Save for the quantity of the packages or units of goods delivered and received, receipt issued by or for MLHK shall not constitute any representation by or for MLHK of any condition, contents, order, quantity, quality or other matters of or relating to any of the Goods.
- 16.2 MLHK reserves to itself absolute discretion as to the means, routes, methods, manner and procedures to be followed in the performance of any Services.

- 16.3 If in the opinion of MLHK it is at any stage necessary or desirable in the interest of Customer or Owner or Goods to depart from Customer's or Owner's Instructions, MLHK shall be at liberty (but is not obliged) to do so. Any such departure and any action or omission taken or made pursuant thereto are hereby expressly authorized by Customer.
- 16.4 MLHK may at any time comply with orders or recommendations given by any Government or other authority or agency. All and any responsibility and liability of MLHK in respect of the Goods shall cease on delivery or other disposition of the Goods in accordance with such orders and/or recommendations.
- 16.5 Pending forwarding or delivery, Goods may be warehoused or otherwise held at any place(s) at the sole discretion of MLHK at the cost and risk of Customer and/or Owner.
- 16.6 Customer expressly consents that MLHK may (but is not obliged to) at any time open any Goods, packages and Transport Units tendered by or on behalf of Customer or Owner without notice to Customer or other persons to verify, inspect, examine, weigh or measure the contents thereof. Any expense resulting therefrom shall be borne by Customer.
- 16.7 In this Clause 16, an "Event" means any of the following events or circumstances:
- 16.7.1 delivery of the Goods is not taken within the time and at the place as provided in Clause 18.1, and not less than 14 days written notice (of such failure to take delivery) has been given to Customer and/or Owner;
- 16.7.2 (in the opinion of MLHK or person in whose custody the Goods are at the relevant time) the Goods are insufficiently addressed or marked; or are likely to deteriorate, decay, become worthless or incur charges in excess of their value; or may cause loss or damage or delay to other goods or injury to persons; or the condition of the Goods are or will likely become such that they cannot safely or properly be serviced, carried, stored or otherwise handled;
- 16.7.3 there is or MLHK reasonably considers that there is any breach of any of the warranties or obligations contained in Clause 8 and such breach is not remedied by Customer within 14 days (or such shorter time as circumstances may require) after being required so to do by MLHK by written notice to Customer.
- 16.8 Without prejudice to any of MLHK's other Rights and Defences, upon and at any time after the occurrence of an Event, MLHK may (in its sole discretion and without liability and without notice (or further notice in the case of Clause 16.7.1 or Clause 16.7.3) to Customer or any other person) do or arrange to be done any one or more of the following (at the risk of Customer and/or Owner):

- 16.8.1 store the Goods or any part thereof ashore or afloat, under cover or in the open, at any place;
- 16.8.2 sell, dispose of or abandon the Goods or any part thereof (whether or not any action has been taken pursuant to 16.8.1 above).
- 16.9 Without prejudice to any of MLHK's other Rights and Defences, upon any storage, sale, disposal or abandonment as referred to in Clause 16.8, the Goods (where Clause 16.7.2 or 16.7.3 is applicable) shall be deemed to be duly delivered in proper performance of the Services contracted for and MLHK shall have no further liability in respect of the Goods (and where Clause 16.7.1 is applicable, the Goods would have been deemed delivered pursuant to Clause 18.1).
- 16.10 All charges and expenses arising in connection with any storage, dealing, handling, sale, disposal or abandonment of the Goods in pursuance of Clause 16.8 or in connection with any effort undertaken to preserve or save the Goods shall be paid by Customer on demand; and Customer shall indemnify MLHK from and against all and any Liabilities incurred or suffered by reason of any action taken in pursuance of Clause 16.8.
- 16.11 All and any proceeds derived from any sale or other disposal of any Goods pursuant to Clause 16.8 may be applied by MLHK in its sole discretion towards payment of any moneys owing by Customer and/or Owner to MLHK whether or not the moneys owing relate to the Goods sold or disposed of.

17. HINDRANCES ETC.

If at any time in the opinion of MLHK (or any person in whose custody the Goods are at the relevant time) performance of the Services contracted for is or is likely to be affected by any hindrance, risk, delay, difficulty or disadvantage of any kind (whatsoever and howsoever arising) occurring before or after commencement of the Service or conclusion of the contract for the Service, MLHK may, without prior notice to Customer or any other person, and at its sole discretion, treat performance of the contract for Services terminated and place the Goods at Customer's disposal at any place which MLHK may in its sole discretion deem safe and convenient, whereupon all responsibilities of MLHK for performance of the contract and all responsibilities in respect of the Goods shall cease absolutely and the Goods shall be deemed to have been duly delivered by MLHK in proper performance of the Services (but without prejudice to any of MLHK's other Rights and Defences). MLHK shall be entitled, notwithstanding any other provisions herein contained, to full payment of the charges for Services contracted for, and any additional charges and costs consequential to or resulting from the circumstances referred above.

18. DELIVERY

- 18.1 (Notwithstanding any claim or potential claim which it may have or any other matter whatsoever) the Owner entitled to delivery of the Goods (a) shall take delivery of the Goods within the time and at the place when and where MLHK is entitled to require delivery of the Goods to be taken, and (b) at the time of taking such delivery shall have paid all moneys for the release of the Goods including without limitation charges taxes and duties and shall have complied with all applicable procedures and formalities including without limitation surrender of all relevant documents. If delivery is not so taken, then upon expiration of the time for taking delivery, the Goods shall be deemed to have been duly delivered in proper performance of the Services contracted for.
- 18.2 If in accordance with applicable custom, practices, laws, regulations, Goods are handed over into the custody of any customs, port or other authority or any other person having authority at the port or place for delivery, such hand-over shall be deemed to be due delivery of the Goods in proper performance of the Services contracted for.
- 18.3 Delivery or disposal of Goods to or at the Instructions of any person ("such person") presenting any forged or fraudulent document purporting to be an original part of a bill of lading, air or other waybill or other original document entitling such person to take delivery or possession or otherwise give Instructions of disposal of the Goods shall be deemed due delivery of the Goods in proper performance of the Services contracted for, provided that the person releasing the Goods to or disposing of the Goods as instructed by such person did not actually know that: (a) such document was forged or fraudulent and (b) such person in fact had no right or authority of possession or disposal of the Goods.
- 18.4 Upon delivery or deemed delivery of the Goods, all Liabilities of MLHK in respect of the Goods shall cease absolutely and immediately (but without prejudice to any of its Rights and Defences whether under these Conditions or otherwise including without limitation MLHK's rights of lien and/or sale).
- 18.5 The rights of MLHK under this Clause 18 are in addition and without prejudice to any of its other Rights and Defences.

19. EXCLUSION

- 19.1 MLHK shall not be liable for any loss or damage or any matter whatsoever if and to the extent the same was caused by any of the following:
- 19.1.1 any act or omission of Customer or Owner or any person (other than MLHK) acting on behalf of Customer or Owner;

- 19.1.2 compliance with Instructions given by or on behalf of Customer or Owner;
 - 19.1.3 insufficient packing, marking, labelling and/or numbering of the Goods (unless caused by the wilful neglect or wilful default of MLHK);
 - 19.1.4 handling, loading, stowing, unloading of Goods by Customer or Owner or any person (other than MLHK);
 - 19.1.5 inherent vice or defects of Goods;
 - 19.1.6 riots, civil commotions, strikes, lock outs, stoppage or restraint of labour;
 - 19.1.7 fire, flood, storm, explosion or theft;
 - 19.1.8 any cause or event which MLHK was unable to avoid and the consequences whereof MLHK was unable to prevent by the exercise of reasonable diligence;
 - 19.1.9 any act or omission of MLHK the consequences of which it could not reasonably have foreseen;
 - 19.1.10 compliance with the Instructions of any person entitled to give them;
 - 19.1.11 saving or attempts to save life during the performance of Services;
 - 19.1.12 nuclear incidents;
 - 19.1.13 any matter beyond the control of the MLHK, its servants, agents or Sub-contractors.
- 19.2 Clause 19.1 shall be without prejudice to any of the Rights and Defences to which MLHK is entitled whether under these Conditions or otherwise available to it.

20. LIABILITY AND LIMITATION

Subject to Clause 2.2 and (where applicable) Clause 6.3.1 and without prejudice to any other Rights and Defences of MLHK whether under these Conditions or otherwise, the following provisions shall apply as relate to liability of MLHK whether in relation to any Services or any Goods or any Instructions or any other matters whatsoever:

- 20.1 MLHK shall not be responsible or liable for any damage, loss, non-delivery or mis-delivery of Goods or for any delay or deviation howsoever arising or caused unless it is proved that such damage, loss, non-delivery, mis-delivery, delay or deviation occurred whilst the Goods were in the actual custody of MLHK and under its actual control and that the damage, loss, non-delivery, mis-delivery, delay or deviation was due to the wilful neglect or wilful default of MLHK or its own servants.
- 20.2 MLHK shall not be liable for any non-compliance or mis-compliance (howsoever arising or caused) of Instructions given to it or other non-performance or mis-performance (howsoever arising or caused) of Services undertaken by it, unless it is proved that such non-compliance, mis-compliance, non-performance or mis-performance was caused by the wilful neglect or wilful default of MLHK or its own servants.
- 20.3 Save as provided in Clause 20.1 or Clause 20.2, MLHK shall be under no liability whatsoever and howsoever arising in relation to any Services or any Goods or any Instructions or any other matters whatsoever.
- 20.4 Subject to Clause 20.7, in no case whatsoever shall the liability (if any) of the MLHK howsoever arising exceed:
- 20.4.1 In the case of any claim for loss of, damage to, delay, mis-delivery or non-delivery of Goods; the least of:
- 20.4.1.1 the value of the Goods which is actually lost, damaged, delayed, mis-delivered, or not delivered;
- 20.4.1.2 the reasonable cost of repair in the case of physical damage;
- 20.4.1.3 a sum at the rate of HKD 10.00 per kilogramme of the weight of the Goods which is actually lost, damaged, delayed, mis-delivered, or not delivered; or
- 20.4.1.4 a sum at the rate of HKD 200.00 per Transport Unit of the Goods which is actually lost, damaged, delayed, mis-delivered or not delivered.
- 20.4.2 In the case of any claim for the loss of or damage to Customer's Equipment; the lesser of the following:
- 20.4.2.1 the depreciated value of the Customer's Equipment (actually) lost or damaged; or
- 20.4.2.2 the reasonable cost of repair in the case of physical damage.

20.4.3 In the case of any other claim (not falling within Clauses 20.4.1 or 20.4.2); an amount equal to the charges actually paid to MLHK by Customer for the Service (or part of the Service, as the care may be), the subject matter of the claim or in relation to which the claim arises.

Provided that in no event shall the total liability of MLHK under any one or more or all (as the case may be) of Clause 20.4.1 to Clause 20.4.3 exceed HKD 300,000.00 per event or series of events arising from or attributable to one common cause.

(For the purposes of Clause 20.4.1 above, the value of the Goods shall be the bona fide FOB invoice value plus (if paid) freight and insurance. If there is no bona fide invoice value of the Goods, the value of the Goods shall be such value as at the place and time they are delivered to Customer or person nominated by Customer, or at the place and time they should have been delivered, calculated by reference to the market value of goods of the same kind and quality. For the purposes of Clause 20.4.3 above, "charges actually paid to MLHK" excludes disbursements, out of pocket expenses and items referred to in Clause 11.4.)

20.5 MLHK does not undertake that Services will be completed or the Goods (or documents relating thereto) will be delivered or made available within a particular time. Subject to the foregoing sentence, MLHK agrees to perform Services contracted for with reasonable despatch.

20.6 Without prejudice to any of its other Rights and Defences, MLHK shall not in any event be under any liability whatsoever for:

20.6.1 any special, incidental, indirect, consequential or economic loss or damage including without limitation

20.6.1.1 loss of profit (whether direct, indirect or consequential);

20.6.1.2 loss of revenue, production or business (in each case whether direct, indirect or consequential);

20.6.1.3 loss of goodwill, reputation or opportunity (in each case whether direct, indirect or consequential);

20.6.1.4 loss of use or value of any data or software (whether direct, indirect or consequential);

20.6.1.5 wasted management, operation or other time (in each case whether direct, indirect or consequential); and/or

20.6.1.6 any liability of Customer and/or Owner to third parties (whether direct, indirect or consequential);

20.6.2 any loss, damage or expense arising from or in any way connected with fire or theft or a consequence of fire or theft in each case, irrespective of the cause of such loss or damage or expense.

20.7 By special arrangement agreed by MLHK in writing, MLHK may accept alternative limits of liability in excess of the limits set out in these Conditions if Customer agrees to pay and has paid MLHK's additional charges for accepting such increased liability limits. In that case, such alternative limits as agreed shall be substituted for the limits laid down in Clause 20.4 of these Conditions. Details of MLHK's additional charges will be provided upon request

20.8 Each of MLHK's directors, officers, employees, agents, contractors and Sub-contractors will be entitled to enforce all the terms of this Clause 20 and for the avoidance of doubt, the financial limits on liability set out in this Clause 20 shall be the maximum liability of MLHK, its directors, officers, employees, agents, contractors and Sub-contractors in aggregate.

21. FORCE MAJEURE

21.1 MLHK or Customer (as the case may be) shall be excused from the performance of any of its obligations under these Conditions, and shall not be considered in delay or in default with respect to any of its obligations under these Conditions, provided that such failure or delay is due to an occurrence of the continued occurrence of a Force Majeure Event.

21.2 Subject to Clause 21.3, MLHK or Customer (as the case may be) will not be in breach of these Conditions or otherwise liable to the other for any failure to perform or delay in performing its obligation under these Conditions provided that this is due to or arises from or in connection with a Force Majeure Event affecting the other.

21.3 If MLHK is the party affected by a Force Majeure Event, Customer will continue to pay the charges in respect of any Services which MLHK provided or is in the course of providing or continues to provide under these Conditions notwithstanding the occurrence of a Force Majeure Event. If Customer is the party affected by a Force Majeure Event, Customer will continue to pay the charges in respect of or for the Services in accordance with these Conditions.

22. NOTICE OF CLAIM AND TIME BAR

Subject to Clause 2.2 and (where applicable) Clause 6.3.1, the following provisions shall apply in respect of any claim (of whatsoever nature and howsoever arising) against MLHK:

- 22.1 Any claim against MLHK must be made in writing giving full particulars thereof and notified to MLHK immediately. In giving any notice of claim, the claimant must allow MLHK a reasonable amount of time to investigate the claim and to reserve its rights against any third parties.
- 22.2 MLHK shall be discharged from all Liabilities and no action whatsoever shall lie against MLHK, if notice of claim in writing as aforesaid is not received by MLHK within 7 consecutive days from:
- 22.2.1 in the case of damage to Goods; the date of delivery of the Goods;
- 22.2.2 in the case of loss, non-delivery, mis-delivery or delay of Goods; the date the Goods should have been delivered; and
- 22.2.3 in any other case; the date of the occurrence of the event giving rise to the claim.

Provided that if compulsorily applicable law or international convention provides for a shorter time limit for giving notice of claim, then such shorter time limit shall apply.

- 22.3 All rights of claim against MLHK shall be extinguished and MLHK discharged of all Liabilities, unless suit is brought in the proper forum and written notice thereof given to MLHK within 9 months from the applicable date specified in Clause 22.2.1 or 22.2.2 or 22.2.3.

23. APPLICABLE LAW AND JURISDICTION

- 23.1 These Conditions and any contract to which they apply shall be governed by and construed according to the laws of the Hong Kong Special Administrative Region.
- 23.2 Customer (for itself and for Owner) and MLHK hereby irrevocably submit to the exclusive jurisdiction of the Courts of the Hong Kong Special Administrative Region, provided that MLHK may also bring any legal proceedings against Customer or Owner in any other courts of competent jurisdiction, and proceedings by MLHK in any one or more jurisdictions shall not preclude legal proceedings by it in any other jurisdictions, whether concurrent or not.
- 23.3 Without prejudice to any other rights or remedies which MLHK may have, in the event of Customer (or Owner) bringing any proceedings against MLHK in breach of Clause 23.2, Customer and Owner shall indemnify MLHK from and against all consequences thereof including, without limitation, legal costs and expenses incurred by MLHK.