



Contract No.15

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THE GRAIN AND FEED TRADE ASSOCIATION

CONTRACT FOR IMPORTED FEEDINGSTUFFS IN BAGS TALE QUALE – CIF/CIFFO/C&F/C&FFO TERMS

*delete/specify as applicable

Date.....

1 **SELLERS**

2
3 **INTERVENING AS BROKERS**

4
5 **BUYERS**

6 have this day entered into a contract on the following terms and conditions.

7
8 **1. GOODS**

9 in new and/or second-hand bags of suitable strength to withstand ordinary wear and tear to port of destination.
10 Such bags to be taken and paid for as goods. Broken cakes and/or meal in a proportion, having regard to the
11 characteristics of the goods and methods of handling, to be taken and paid for as goods. Wherever the word "cakes"
12 is used, this is agreed to mean goods of the contractual description.

13
14 **2. QUANTITY**2% more or less.

15 Sellers have the option of shipping a further 3% more or less than the contract quantity. The excess above 2% or
16 the deficiency below 2% shall be settled on the quantity thereof at shipment at market value on the last day of
17 discharge of the vessel at the port of destination; the value to be fixed by arbitration, unless mutually agreed.
18 Should Sellers exercise the option to ship up to 5% more, the excess over 2% shall be paid for provisionally at
19 contract price. The difference between the contract price and the market price calculated in accordance with the
20 provisions of this clause shall be adjusted in a final invoice. In the event of more than one shipment being made,
21 each shipment shall be considered a separate contract, but the tolerance on the mean quantity sold shall not be
22 affected thereby.

23
24 **3. PRICE AND DESTINATION**

25 At the price per tonne of 1,000 kilograms gross weight of

26
27 *cost, insurance and freight.....

28
29 *cost, insurance and freight free out to

30
31 *cost and freight to.....

32
33 * cost and freight free out, to

34
35 **4. BROKERAGE**.....per tonne, to be paid by Sellers on the mean contract quantity, goods lost or not

36 lost, contract fulfilled or not fulfilled unless such non-fulfilment is due to the cancellation of the contract under the
37 terms of the Prevention of Shipment Clause. Brokerage shall be due on the day shipping documents are
38 exchanged, or if the goods are not appropriated then brokerage shall be due on the 30th consecutive day after the
39 last day for appropriation. Any disputes arising out of this clause shall be referred to arbitration in accordance
40 with the arbitration clause.

41
42 **5. QUALITY**

43 *Official certificate of inspection, at time of loading into the ocean carrying vessel, shall
44 be final as to quality.

45
46 **Warranted to contain** not less than% of oil and protein combined and not more than 1.50% of

sand and/or silica. Should the whole, or any portion, not turn out equal to warranty, the goods must be taken at an allowance to be agreed or settled by arbitration as provided for below, except that for any deficiency of oil and protein there shall be allowances to Buyers at the following rates, viz.: 1% of the contract price for each of the first 3 units of deficiency under the warranted percentage; 2% of the contract price for the 4th and 5th units and 3% of the contract price for each unit in excess of 5 and proportionately for any fraction thereof. When the combined content of oil and protein is warranted within a margin (as for example 40%/42%) no allowance shall be made if the analysis ascertained as herein provided be not below the minimum; but if the analysis be below the minimum warranted the allowance for deficiency shall be computed from the mean of the warranted contents. For any excess of sand and/or silica there shall be an allowance of 1% of the contract price of each unit of excess and proportionately for any fraction thereof. Should the goods contain over 3% of sand and/or silica the Buyers shall be entitled to reject the goods, in which case the contract shall be null and void, for such quantity rejected.

The goods are warranted free from castor seed and/or castor seed husk, but should the analysis show castor seed husk not exceeding 0.005%, Buyers shall not be entitled to reject the goods, but shall accept them with the following allowances: 0.75% of contract price if up to 0.001%, 1% if over 0.001% and up to 0.002%, and 1.50% if over 0.002% and up to 0.005%.

Should the first analysis show the goods free from castor seed and/or castor seed husk such analysis shall be final but in the event of the first analysis showing castor seed husk to be present a second sample may be analysed at the request of either party and the mean of the two analyses shall be taken as final. Should the parcel contain castor seed husk in excess of 0.005% Buyers shall be entitled to reject the parcel, in which case the contract shall be null and void for such quantity rejected. Nevertheless, should Buyers elect to retain the parcel they shall be entitled to a further allowance for any excess over 0.005% of castor seed husk, to be settled by agreement or arbitration.

For the purpose of sampling and analysis each mark shall stand as a separate shipment. The right of rejection provided by this clause shall be limited to the mark or marks found to be defective.

Condition. Shipment shall be made in good condition.

6. PERIOD OF SHIPMENT

As per bill(s) of lading dated or to be dated

The bill(s) of lading to be dated when the goods are actually on board. Date of the bill(s) of lading shall be accepted as proof of date of shipment in the absence of evidence to the contrary. In any month containing an odd number of days, the middle day shall be accepted as being in both halves of the month.

7. SALES BY NAMED VESSELS

For all sales by named vessels, the following shall apply: -

(a) Position of vessel is mutually agreed between Buyers and Sellers:

(b) The word "now" to be inserted before the word "classed" in the Shipment and Classification Clause:

(c) Appropriation Clause cancelled if sold "shipped".

8. SHIPMENT AND CLASSIFICATION

Shipment, direct or indirect, with or without transshipment from.....

by first class mechanically self-propelled vessel(s) suitable for the carriage of the contract goods, in accordance with the Institute Classification Clause of the International Underwriting Association in force at the time of shipment.

9. NOMINATION OF VESSEL(S) FOR CONTRACTS CONCLUDED ON C & F TERMS

(a) At a date agreed between the Parties but in any event prior to the commencement of loading, Sellers shall nominate the intended carrying vessel(s) to Buyers. The vessel(s) nominated shall comply with the terms of the Institute Classification Clause and any other requirements as set out in the contract.

(b) Sellers are entitled to substitute the nomination(s) provided that the substituting vessel(s) complies with the terms of this clause.

10. EXTENSION OF SHIPMENT

The contract period for shipment, if such be 31 days or less, shall be extended by an additional period of not more than 8 days, provided that Sellers serve notice claiming extension not later than the next business day following the last day of the originally stipulated period. The notice need not state the number of additional days claimed.

Sellers shall make an allowance to Buyers, to be deducted in the invoice from the contract price, based on the number of days by which the originally stipulated period is exceeded, in accordance with the following scale: -

1 to 4 additional days, 0.50%;

5 or 6 additional days, 1%;

7 or 8 additional days 1.50% of the gross contract price.

If, however, after having served notice to Buyers as above, Sellers fail to make shipment within such 8 days, then the contract shall be deemed to have called for shipment during the originally stipulated period plus 8 days, at contract price less 1.50%, and any settlement for default shall be calculated on that basis. If any allowance becomes due under this clause, the contract price shall be deemed to be the original contract price less the allowance and any other

contractual differences shall be settled on the basis of such reduced price.

11. APPROPRIATION

(a) Notice of appropriation shall state the vessel's name, the presumed weight shipped, and the date or the presumed date of the bill of lading.

(b) The notice of appropriation shall within 5 business days from the date of the bill(s) of lading be served by or on behalf of the Shipper direct on his Buyers or on the Selling Agent or Brokers named in the contract.

(c) Notice of appropriation shall, within the period stated in sub-clause (b) be served by or on behalf of subsequent Sellers on their Buyers or on the Selling Agent or Brokers named in the contract, but if notice of appropriation is received by subsequent Sellers on the last day or after the period stated in sub-clause (b) from the date of the bill of lading, their notice of appropriation shall be deemed to be in time if served: -

(1) On the same calendar day, if received not later than 1600 hours on any business day, or

(2) Not later than 1600 hours on the next business day, if received after 1600 hours or on a non-business day.

(d) A notice of appropriation served on a Selling Agent or Brokers named in the contract shall be considered an appropriation served on Buyers. A Selling Agent or Brokers receiving a notice of appropriation shall serve like notice of appropriation in accordance with the provisions of this clause. Where the Shipper or subsequent Sellers serves the notice of appropriation on the Selling Agent, such Selling Agent may serve notice of appropriation either direct to the Buyers or to the Brokers.

(e) The bill of lading date stated in the notice of appropriation shall be for information only and shall not be binding, but in fixing the period laid down by this clause for serving notices of appropriation the actual date of the bill of lading shall prevail.

(f) Every notice of appropriation shall be open to correction of any errors occurring in transmission, provided that the sender is not responsible for such errors, and for any previous error in transmission which has been repeated in good faith.

(g) Should the vessel arrive before receipt of the appropriation and any extra expenses is incurred thereby, such expenses shall be borne by Sellers.

(h) When a valid notice of appropriation has been received by Buyers, it shall not be withdrawn except with their consent.

(i) In the event of less than 95 tonnes being tendered by any one vessel Buyers shall be entitled to refund of any proved extra expenses for sampling, analysis and lighterage incurred thereby at port of discharge.

12. PAYMENT

(a) **Payment**..... % of invoice amount by cash in

* In exchange for and on presentation of shipping documents;

* In exchange for shipping documents on or before arrival of the vessel at destination, at Buyers' option;

Sellers, however, have the option of calling upon Buyers to take up and pay for documents on or after

consecutive days from the date of the bill(s) of lading.

(b) Shipping documents – shall consist of - 1. Invoice. 2. Full set(s) of on board Bill(s) of Lading and/or Ship's Delivery Order(s) and/or other Delivery Order(s) in negotiable and transferable form. Such other Delivery Order(s) if required by Buyers, to be countersigned by the Shipowners, their Agents or a recognised bank. 3. For CIF/CIFFO terms Policy (ies) and/or Insurance Certificate(s) and/or Letter(s) of Insurance in the currency of the contract. The Letter(s) of Insurance to be certified by a recognised bank if required by Buyers. 4. Other documents as called for under the contract. Buyers agree to accept documents containing the Chamber of Shipping War Deviation Clause and/or other recognised official War Risk Clause.

(c) In the event of a complete set of shipping documents not being available when called for by Buyers, or on arrival of the vessel at destination, Sellers may at their option, in exchange for payment by Buyers, provide a letter of indemnity entitling Buyers to obtain delivery of the goods. Such payment shall not prejudice Buyers' rights under the contract when shipping documents are available.

(d) Costs of collection shall be for account of Sellers, but if Buyers demand presentation only through a bank of their choice, in that event any additional collection costs shall be borne by Buyers.

(e) No obvious clerical error in the documents shall entitle Buyers to reject them or delay payment, but Sellers shall be responsible for all loss or expense caused to Buyers by reason of such error and Sellers shall on request furnish an approved guarantee in respect thereto.

(f) **Interest.** If there has been unreasonable delay in any payment, interest appropriate to the currency involved shall be charged. If such charge is not mutually agreed, a dispute shall be deemed to exist which shall be settled by arbitration. Otherwise interest shall be payable only where specifically provided in the terms of the contract or by an award of arbitration. The terms of this clause do not override the parties' contractual obligation under sub-clause (a).

171 **13. DUTIES, TAXES, LEVIES, ETC.**

172 Sellers shall customs clear the goods for export. All export duties, taxes, levies, etc., present or future, in country of
173 origin, shall be for Sellers' account. All import duties, taxes, levies, etc., present or future, in country of destination,
174 shall be for Buyers' account.
175

176 **14. INSURANCE**

177 **14.1 For Contracts Concluded on CIF Terms** Sellers shall provide insurance on terms not less favourable than
178 those set out hereunder, and as set out in detail in Gafta Insurance Terms No. 72, viz.: -

179 (a) Risks Covered: -

180 Cargo Clauses (WA), with average payable, with 3% franchise or better terms - Section 2 of Form 72

181 War Clauses (Cargo) - Section 4 of Form 72

182 Strikes, Riots and Civil Commotions Clauses (Cargo) - Section 5 of Form 72

183 (b) Insurers - The insurance to be effected with first class underwriters and/or companies who are domiciled or
184 carrying on business in the United Kingdom or who, for the purpose of any legal proceedings, accept a British
185 domicile and provide an address for service of process in London, but for whose solvency Sellers shall not be
186 responsible.

187 (c) Insurable Value - Insured amount to be for not less than 2% over the invoice amount, including freight when
188 freight is payable on shipment or due in any event, ship and/or cargo lost or not lost, and including the amount of
189 any War Risk premium payable by Buyers.

190 (d) Freight Contingency - When freight is payable on arrival or on right and true delivery of the goods and the
191 insurance does not include the freight, Sellers shall effect insurance upon similar terms, such insurance to attach only
192 as such freight becomes payable, for the amount of the freight plus 2%, until the termination of the risk as provided
193 in the above mentioned clauses, and shall undertake that their policies are so worded that in the case of a particular
194 or general average claim the Buyers shall be put in the same position as if the C.I.F. value plus 2% were insured from
195 the time of shipment.

196 (e) Certificates/Policies - Sellers shall give all policies and/or certificates and/or letters of insurance provided for in
197 this contract, (duly stamped if applicable) for original and increased value (if any) for the value stipulated in (c)
198 above. In the event of a certificate of insurance being supplied, it is agreed that such certificate shall be exchanged by
199 Sellers for a policy if and when required and such certificate shall state on its face that it is so exchangeable. If
200 required by Buyers, letter(s) of insurance shall be guaranteed by a recognised bank, or by any other guarantor who
201 is acceptable to Buyers.

202 (f) Total Loss - In the event of total or constructive total loss, or where the amount of the insurance becomes payable
203 in full, the insured amount in excess of 2% over the invoice amount shall be for Sellers' account and the party in
204 possession of the policy (ies) shall collect the amount of insurance and shall thereupon settle with the other party on
205 that basis.

206 (g) Currency of Claims - Claims to be paid in the currency of the contract.

207 (h) War and Strike Risks Premiums - Any premium in excess of 0.50% to be for account of Buyers. The rate of such
208 insurance not to exceed the rate ruling in London at time of shipment or date of vessel's sailing whichever may be
209 adopted by underwriters. Such excess premium shall be claimed from Buyers, wherever possible, with the
210 Provisional Invoice, but in no case later than the date of vessel's arrival, or not later than 7 consecutive days after the
211 rate has been agreed with underwriters, whichever may be the later, otherwise such claim shall be void unless, in
212 the opinion of Arbitrators, the delay is justifiable. Sellers' obligation to provide War Risk Insurance shall be limited
213 to the terms and conditions in force and generally obtainable in London at time of shipment.

214 (i) Where Sellers are responsible for allowances or other payments to Buyers under Rye Terms or other contractual
215 terms, (and which risks are also covered by the insurance provided by Sellers), the Buyers, on receipt of settlement,
216 shall immediately return to Sellers the insurance documents originally received from them and shall, if required,
217 subrogate to Sellers all right of claim against the Insurers in respect of such matters.

218 **14.2 For Contracts Concluded on C & F Terms** Buyers shall be responsible for obtaining insurance cover as per
219 Clause 14.1 above and shall, if required by Sellers, provide evidence to Sellers prior to the commencement of loading
220 that they have obtained suitable cover. If Buyers refuse or fail to provide evidence Sellers are entitled (but not
221 obliged) to cover insurance on the same terms at the Buyers' expense.
222

223 **15. DISCHARGE**

224 (a) For CIF/C&F terms, discharge shall be as fast as the vessel can deliver in accordance with the custom of
225 the port, but in the event of shipment being made under liner bill(s) of lading, discharge shall be as fast as
226 the vessel can deliver in accordance with the terms of the bill(s) of lading. The cost of discharge from hold
227 to ship's rail shall be for Sellers' account, from ship's rail overboard for Buyers' account.

228 (b) For C&FFO/CIFFO terms, the cost of discharge shall be for Buyers' account.
229

230 Discharge shall be at the average rate of tonnes per Weather Working Day, Saturdays, Sundays,
231 Holidays Excepted, Unless Used, (WWD SSHEX UU), in which case actual time used to count. Notice of
232 Readiness (NOR) shall be tendered during ordinary office hours on arrival, Whether In Port Or Not,

233 (WIPON), Whether In Berth Or Not, (WIBON), Whether In Free Pratique Or Not, (WIFPON), Whether
234 Customs Cleared Or Not (WCCON) and laytime shall commence at 0800 hours on the next working day. Rate
235 of demurrage/despatch as per Charter Party. In the event of a time charter, the daily hire rate shall be taken
236 as the rate of demurrage, half despatch.

237 (c) If documents are tendered which do not provide for discharging as above or contain contrary
238 stipulations, Sellers shall be responsible to Buyers for all extra expenses incurred thereby. Discharge by
239 grab(s) shall be permitted unless specifically excluded at time of contract. If shipment is effected by lash
240 barge, then the last day of discharge shall be the day of discharging the last lash barge at the port of
241 destination.

242 243 **16. WEIGHING**

244 The terms and conditions of Gafta Weighing Rules No.123 are deemed to be incorporated into this contract. Unless
245 otherwise agreed, final settlement shall be made on the basis of gross delivered weights at time and place of
246 discharge at buyers' expense. If the place of destination is outside the port limits, Buyers agree to pay the extra
247 expenses incurred by Sellers or their agents for weighing. No payment shall be made for increase in weight
248 occasioned by water and/or oil during the voyage. If final at time and place of loading, as per Gafta approved
249 register of superintendents' certificate at Sellers' choice and expense, the Deficiency Clause will not apply.

250 251 **17. DEFICIENCY**

252 Any deficiency in the bill of lading weight shall be paid for by Sellers and any excess over bill of lading weight shall
253 be paid for by Buyers at contract price.

254 255 **18. SAMPLING, ANALYSIS AND CERTIFICATES OF ANALYSIS**

256 The terms and conditions of Gafta Sampling Rules No.124 are deemed to be incorporated into this contract. Samples
257 shall be taken at the time of discharge on or before removal from the ship or quay, unless the parties agree that
258 quality final at loading applies, in which event samples shall be taken at time and place of loading. The parties shall
259 appoint superintendents, for the purposes of supervision and sampling of the goods, from the Gafta Approved
260 Register of Superintendents. Unless otherwise agreed, analysts shall be appointed from the Gafta Approved Register
261 of Analysts.

262 263 **19. FUMIGATION**

264 Where fumigation has been agreed, the terms and conditions of Gafta Fumigation Rules No. 132 shall be
265 incorporated into this contract.

266 267 **20. PREVENTION OF SHIPMENT**

268 "Event of Force Majeure" means (a) prohibition of export or other executive or legislative act done by or on behalf
269 of the government of the country of origin or of the territory where the port or ports named herein is/are situate,
270 restricting export, whether partially or otherwise, or (b) blockade, or (c) acts of terrorism, or (d) hostilities, or (e)
271 strike, lockout or combination of workmen, or (f) riot or civil commotion, or (g) breakdown of machinery, or (h)
272 fire, or (i) ice, or (j) Act of God, or (k) unforeseeable and unavoidable impediments to transportation or navigation,
273 or (l) any other event comprehended in the term "force majeure".

274
275 Should Sellers' performance of this contract be prevented, whether partially or otherwise, by an Event of Force
276 Majeure, the performance of this contract shall be suspended for the duration of the Event of Force Majeure,
277 provided that Sellers shall have served a notice on Buyers within 7 consecutive days of the occurrence or not later
278 than 21 consecutive days before commencement of the shipment period, whichever is later, with the reasons
279 therefor.

280
281 If the Event of Force Majeure continues for 21 consecutive days after the end of the shipment period, then Buyers
282 have the option to cancel the unfulfilled part of the contract by serving a notice on Sellers not later than the first
283 business day after expiry of the 21 day period.

284
285 If this option to cancel is not exercised then the contract shall remain in force for an additional period of 14
286 consecutive days, after which, if the Event of Force Majeure has not ceased, any unfulfilled part of the contract
287 shall be automatically cancelled.

288
289 If the Event of Force Majeure ceases before the contract or any unfulfilled part thereof can be cancelled, Sellers
290 shall notify Buyers without delay that the Event of Force Majeure has ceased. Sellers shall be entitled, from the
291 cessation, to as much time as was left for shipment under the contract prior to the occurrence of the Event of Force
292 Majeure. If the time that was left for shipment under the contract is 14 days or less, a period of 14 consecutive
293 days shall be allowed.

295 The burden of proof lies upon Sellers and the parties shall have no liability to each other for delay and/or non-
296 fulfilment under this clause, provided that Sellers shall have provided to Buyers, if required, satisfactory evidence
297 justifying the delay or non-fulfilment.
298

299 **21. NON-BUSINESS DAYS**

300 Saturdays, Sundays and the officially recognised and/or legal holidays of the respective countries and any days,
301 which Gafta may declare as non-business days for specific purposes, shall be non-business days. Should the time limit
302 for doing any act or serving any notice expire on a non-business day, the time so limited shall be extended until the
303 first business day thereafter. The period of shipment shall not be affected by this clause.
304

305 **22. NOTICES**

306 (a) All notices required to be served on the parties pursuant to this contract shall be served in legible form by E-mail,
307 or by other mutually recognised electronic method of rapid communication, always subject to the provision that if
308 receipt of any notice is contested, the burden of proof of transmission shall be on the sender who shall, in the case of
309 a dispute, establish, to the satisfaction of the arbitrator(s) or board of appeal appointed pursuant to the Arbitration
310 Clause, that the notice was actually transmitted to the addressee.

311 (b) In case of resales/repurchases, all notices shall be served without delay by sellers on their respective buyers or
312 vice versa, and any notice received after 1600 hours on a business day shall be deemed, for the purpose of passing
313 onto their sub buyers and sub sellers, to have been received on the business day following.

314 (c) A notice to the Brokers or Agent shall be deemed a notice under this contract.
315

316 **23. DEFAULT**

317 In default of fulfilment of contract by either party, the following provisions shall apply: -

318 (a) The party other than the defaulter shall, at their discretion have the right, after serving a notice on the defaulter,
319 to sell or purchase, as the case may be, against the defaulter, and such sale or purchase shall establish the default
320 price.

321 (b) If either party be dissatisfied with such default price or if the right at (a) above is not exercised and damages
322 cannot be mutually agreed, then the assessment of damages shall be settled by arbitration.

323 (c) The damages payable shall be based on the difference between the contract price and either the default price
324 established under (a) above or upon the actual or estimated value of the goods, on the date of default, established
325 under (b) above.

326 (d) In no case shall damages include loss of profit on any sub-contracts made by the party defaulted against or others
327 unless the arbitrator(s) or board of appeal, having regard to special circumstances, shall in his/their sole and
328 absolute discretion think fit.

329 (e) Damages, if any, shall be computed on the quantity appropriated if any but, if no such quantity has been
330 appropriated then on the mean contract quantity, and any option available to either party shall be deemed to have
331 been exercised accordingly in favour of the mean contract quantity.

332 (f) Sellers may declare themselves in default at any time after expiry of the contract period, and the default date
333 shall then be the first business day after the date of Sellers' advice to their Buyers. If default has not already been
334 declared then (notwithstanding the provisions stated in the Appropriation Clause) if notice of appropriation has
335 not been served by the 5th business day after the last day for appropriation laid down in the contract, the Sellers
336 shall be deemed to be in default, and the default date shall then be the first business day thereafter.
337

338 **24. INSOLVENCY**

339 24.1 If before the fulfilment of this contract, either party shall:

340 (a) suspend payments;

341 (b) notify any of the creditors that he is unable to meet debts or that he has suspended or that he is about to
342 suspend payments of his debts;

343 (c) convene, call or hold a meeting of creditors;

344 (d) propose either:

345 (i) a voluntary arrangement; or

346 (ii) a restructuring plan under Part 26A Companies Act 2006;

347 (e) be subject to a moratorium pursuant to Part A1 of the Insolvency Act 1986;

348 (f) be subject to either:

349 (i) a notice of intention to appoint an administrator; or

350 (ii) a notice of appointment of an administrator;

351 (g) have an administration order made;

352 (h) be subject to a winding up petition;

353 (i) have a winding up order made;

354 (j) have a receiver or manager appointed;

355 (k) convene, call or hold a meeting to go into liquidation (other than for re-construction or amalgamation);

356 (l) become subject to an interim order under Section 252 of the Insolvency Act 1986; or

357 (m) have a bankruptcy petition presented against him,

(any of which acts being hereinafter called an "Act of Insolvency")

then the party committing such Act of Insolvency shall forthwith serve a notice of the occurrence of such Act of Insolvency on the other party to the contract and upon proof (by either the other party to the contract or the office-holder or other person representing the party committing the Act of Insolvency) that such notice was served within 2 business days of the occurrence of the Act of Insolvency, the contract shall be closed out at the market price ruling on the business day following the serving of the notice.

24.2 If such notice has not been served, then the other party, on learning of the occurrence of the Act of Insolvency, shall have the option of declaring the contract closed out at either the market price on the first business day after the date when such party first learnt of the occurrence of the Act of Insolvency or at the market price ruling on the first business day after the date when the Act of Insolvency occurred.

24.3 In all cases the other party to the contract shall have the option of ascertaining the settlement price on the closing out of the contract by re-purchase or re-sale, and the difference between the contract price and the re-purchase or re-sale price shall be the amount payable or receivable under this contract.

25. DOMICILE

This contract shall be construed and take effect in accordance with the laws of England. Except for the purpose of enforcing any award made in pursuance of the Arbitration Clause of this contract, the Courts of England shall have exclusive jurisdiction to determine any application for ancillary relief, (save for obtaining security only for the claim or counter-claim), the exercise of the powers of the Court in relation to the arbitration proceedings and any dispute other than a dispute which shall fall within the jurisdiction of arbitrators or board of appeal of the Association pursuant to the Arbitration Clause of this contract. For the purpose of any legal proceedings each party shall be deemed to be ordinarily resident or carrying on business at the offices of The Grain and Feed Trade Association, (Gafta), England. The service of proceedings upon any such party by leaving the same at the offices of The Grain and Feed Trade Association, together with the posting of a copy of such proceedings to his address outside England, shall be deemed good service, any rule of law or equity to the contrary notwithstanding.

26. ARBITRATION

(a) Any and all disputes arising out of or under this contract or any claim regarding the interpretation or execution of this contract shall be determined by arbitration in accordance with the Gafta Arbitration Rules, No 125, in the edition current at the date of this contract; such Rules are incorporated into and form part of this Contract and both parties hereto shall be deemed to be fully cognisant of and to have expressly agreed to the application of such Rules.

(b) Neither party hereto, nor any persons claiming under either of them shall bring any action or other legal proceedings against the other in respect of any such dispute, or claim until such dispute or claim shall first have been heard and determined by the arbitrator(s) or a board of appeal, as the case may be, in accordance with the Arbitration Rules and it is expressly agreed and declared that the obtaining of an award from the arbitrator(s) or board of appeal, as the case may be, shall be a condition precedent to the right of either party hereto or of any persons claiming under either of them to bring any action or other legal proceedings against the other of them in respect of any such dispute or claim.

(c) Nothing contained under this Arbitration Clause shall prevent the parties from seeking to obtain security in respect of their claim or counterclaim via legal proceedings in any jurisdiction, provided such legal proceedings shall be limited to applying for and/or obtaining security for a claim or counterclaim, it being understood and agreed that the substantive merits of any dispute or claim shall be determined solely by arbitration in accordance with the Gafta Arbitration Rules, No 125.

27. INTERNATIONAL CONVENTIONS

The following shall not apply to this contract: -

(a) The Uniform Law on Sales and the Uniform Law on Formation to which effect is given by the Uniform Laws on International Sales Act 1967.

(b) The United Nations Convention on Contracts for the International Sale of Goods of 1980.

(c) The United Nations Convention on Prescription (Limitation) in the International Sale of Goods of 1974 and the amending Protocol of 1980.

(d) Incoterms.

(e) Unless the contract contains any statement expressly to the contrary, a person who is not a party to this contract has no right under the Contract (Rights of Third Parties) Act 1999 to enforce any term of it.

28. METHODS OF ANALYSIS

Unless otherwise agreed, the terms and conditions of Gafta Methods of Analysis No. 130 are deemed to be incorporated into this contract.

Sellers..... Buyers

Printed in England and issued by

**GAFTA
THE GRAIN AND FEED TRADE ASSOCIATION
9 LINCOLN'S INN FIELDS, LONDON WC2A 3BP**