

General Terms and Conditions of 1NCE GmbH for M2M mobile communications services (version as of 02/2018)

1. Scope of application

- 1.1 The following General Terms and Conditions (hereinafter referred to as "GTC") shall govern any and all contracts relating to the provision of mobile communications services for machine-to-machine (M2M) applications and related services (hereinafter altogether referred to as the "Services") concluded between 1NCE GmbH, Sternengasse 14-16, 50676 Cologne, Germany, Local Court of Cologne, HRB 92529 (hereinafter referred to as "1NCE") and the Customer.
- 1.2 The provision of the Services by 1NCE shall be carried out exclusively under the application of these GTC. The application of any terms and conditions of the Customer which contradict or deviate from these GTC is excluded.
- 1.3 The offer of the Services through 1NCE is addressed exclusively to entrepreneurs within the meaning of Section 14 of the German Civil Code (*Bürgerliches Gesetzbuch*).

2. Conclusion of contract

- 2.1 The offers made by 1NCE regarding the provision of the Services are non-binding. Such offers do not constitute a binding offer to conclude a contract, but merely a request for the submission of an order by the Customer in accordance with 1NCE's offer.
- 2.2 The Customer may place its order either via the 1NCE webshop or by submitting a completed and signed order form to 1NCE. With its order, the Customer submits a binding offer to conclude a contract.
- 2.3 A contract is only concluded when 1NCE accepts the Customer's order by issuing an order confirmation or at the latest when 1NCE commences with the performance of the Services (i.e. activation of the Chip Card).
- 2.4 Text form is sufficient for all declarations of the Parties referred to in this Section 2.

3. 1NCE's performance obligations / Right to modify

- 3.1 The Services include the following service elements:

- a) the provision of access to mobile communication for M2M applications with which the Customer can use narrowband mobile data connections and additional network services as well as other related services – this is done through derivative allocation of a mobile number and the provision of a chip card encoded with the allocated number, currently in the form of a SIM card (in these GTC in each case referred to as the "Chip Card") to the Customer;
- b) the provision of narrowband mobile data communications services in the Federal Republic of Germany and – to the extent provided by agreements with other mobile network operators selected by 1NCE within the framework of EU roaming - in other EU Member States specified in the Service Description; and
- c) the provision of additional network services and other related services, including the provision of a software-based connectivity management platform; 1NCE shall provide the Customer with access to this platform either via a customer web portal or - provided that the Customer ensures full compatibility of its Customer systems within its sphere of responsibility – such access may be integrated by the Customer itself at its own expense into these Customer systems by using 1NCE's application programming interfaces (APIs).

The exact scope of the Services in accordance with this Section 3.1 shall be determined in each case by the **service description** attached to these GTC as **Annex 1** (in these GTC in each case referred to as the "Service Description").

- 3.2 1NCE performs the Services within the boundaries of its technical and operational capabilities. The mobile communications services referred to in Section 3.1 lit. a) and b) of these GTC are provided by 1NCE on the basis of wholesale services provided by licensed mobile network operators.

1NCE also uses subcontractors as technical service providers for the provision of individual parts of the additional network services and other related services referred to in Section 3.1 lit. c) of these GTC.

3.3 1NCE's obligation to perform is limited

- a) to the activation period of the Chip Card, i.e. the period between activation and final deactivation of the Chip Card (hereinafter referred to as the "Activation Period"); the Activation Period shall be ten years from the activation of the Chip Card, unless it ends earlier in accordance with Section 3.5 of these GTC; and
- b) to a consumable data volume of 500 MB per Chip Card.

If the data volume referred to in sentence 1 lit. b) or any additional data volume purchased subsequently by the Customer is used up before the end of the Activation Period, the Chip Card is temporarily deactivated and can no longer be used for data mobile communication services until further notice. The Customer is entitled at any time to purchase additional data volume for the relevant Chip Card once or several times (see Sections 5.1 and 5.3 of these GTC); this can be done before the initial data volume according to sentence 1 lit. b) above has been used in full. The Activation Period of the respective Chip Card as such remains unaffected by a subsequent purchase of additional data volume. After receipt of payment, a Chip Card that has been temporarily deactivated is reactivated by 1NCE without undue delay.

3.4 The Chip Card shall be activated for the first time on the first day of the calendar month following the calendar month in which the Customer's payment is received by 1NCE in accordance with Section 5.3 sentence 1 of these GTC; the Activation Period therefore begins on this day.

3.5 The Activation Period automatically ends early if

- a) within six months after notification by 1NCE to the Customer in text form that the data volume of the respective Chip Card has been used up before the end of the Activation Period, no additional data volume is subsequently purchased by the Customer;
- b) no more data have been transmitted over the relevant Chip Card for a continuous period of at least 12 months; or
- c) the Customer has finally deactivated the

relevant Chip Card within the connectivity management platform provided by 1NCE.

3.6 To the extent 1NCE is liable for defects with regard to individual elements of the Services under statutory warranty provisions (*Mängelhaftung*), this liability shall be governed by the applicable provisions of statutory law. However, claims for damages due to defects are limited in accordance with the provisions of Section 8.2 of these GTC.

3.7 The provision of the Services by 1NCE is otherwise subject to the provisions of these GTC and applicable laws and regulations, in particular those of the German Telecommunications Act (hereinafter referred to as "TKG").

3.8 For operational reasons and/or reasons of technological development, 1NCE shall be entitled to change the specifications and functionalities of the Services and to adapt the Service Description accordingly, provided that the respective change does not reduce or impair the essential performance characteristics of the Services. This may also result in changed system requirements to be observed by the Customer (see Section 4.5 of these GTC). Sentences 1 and 2 shall apply mutatis mutandis if third parties from whom 1NCE obtains underlying services necessary for the provision of the Services change their services.

4. Terms of use / Cooperation obligations of the Customer

4.1 The Customer may use the Services in accordance with these GTC and the Service Description for its own purposes.

4.2 The Customer is not permitted to make the Services available to third parties for their sole use or commercial use or to otherwise pass them on to third parties without the prior permission of 1NCE. In particular, the Customer is also not entitled to act as a provider of telecommunications services using the Chip Cards made available to it for use and to offer mobile communications services, switching or interconnection services to third parties.

4.3 The Services may not be used abusively, in particular no information, goods or other services prohibited by law shall be sent unsolicitedly. Furthermore, (a) no information with unlawful or immoral content may be transmitted and no reference may be made to such information; (b) connections may not be established which serve

the purpose that the Customer or a third party is to receive payments or other consideration on account of the connection or the duration of the connection (e.g. in return for calls to chat lines or advertising hotlines), or which do not serve the purpose of direct communication with another subscriber, but only for the purpose of establishing the connection and/or the duration of the connection; (c) national and international copyrights, trademarks, patents, names and other intellectual property rights and personal rights of third parties must be observed.

- 4.4 1NCE shall be entitled, in the event of serious breaches by the Customer of the obligations incumbent upon it in accordance with Section 4.3 of these GTC, to block the Services at the Customer's expense, without the Customer being exempted from the obligation to pay the agreed charges in this respect. The regulation of Section 45o TKG regarding the blocking of call numbers remains unaffected.
- 4.5 The Customer undertakes to comply with the system requirements for the use of the Services specified in the Service Description and to comply with the cooperation obligations specified in these GTC and the Service Description. Insofar as non-observance of the system requirements in accordance with sentence 1 by the Customer can have a detrimental effect on network operation, in particular on network security or network integrity (e.g. in the case of operation of non-network-compliant terminal devices by the Customer), 1NCE shall in particular be entitled to block the relevant Chip Card; any further rights and claims of 1NCE shall remain unaffected.
- 4.6 The Customer is further obliged to
- notify 1NCE's customer service without undue delay of the loss of the Chip Card provided to the Customer;
 - notify 1NCE without undue delay in text form of any change in its name or company, legal form, address or invoice recipient, or to have a third party authorized to do so notify 1NCE accordingly;
 - to keep personal access data (such as passwords) secret and to change them without undue delay if it is suspected that unauthorized persons may have gained knowledge of them;

- to make backup copies of all Customer data used in connection with the Services at reasonable intervals in order to enable lost or destroyed Customer data to be restored with reasonable effort; and
- in the event of a request for information addressed to 1NCE by authorities or courts in connection with the Services, to provide 1NCE without delay with the information requested by 1NCE in relation to the Customer and, in particular, to transmit to 1NCE documents and information necessary to enable 1NCE to comply with the relevant request for information.

5. Charges / Objections of the Customer

- 5.1 The Customer shall pay the charges agreed between the Parties in accordance with Section 2 of these GTC for the Services. Within the framework of the conclusion of the contract, the Customer may choose between different payment methods offered by 1NCE. Unless otherwise agreed between the Parties, the charges to be paid by the Customer for the purchase of additional data volume in accordance with Section 3.3 sentence 3 of these GTC shall be determined by the price list of 1NCE valid at the time of this purchase.
- 5.2 All charges are to be paid by the Customer in advance (prepaid). Payments by the Customer must be made within 30 days of receipt of the invoice at the latest.
- 5.3 The Chip Card shall not be activated for the first time until 1NCE has been able to record the complete receipt of payment both for the charge attributable to the original data volume of 500 MB and for any additional charge owed by the Customer (e.g. for the dispatch of the Chip Card). Also, the reactivation of a temporarily deactivated Chip Card (see Section 3.3 sentence 5 of these GTC) will only take place as soon as 1NCE has been able to record the complete receipt of payment with regard to an additional data volume purchased by the Customer at a later date.
- 5.4 All charges shall be in Euro plus any applicable statutory value added tax (which shall also be borne by the Customer).
- 5.5 The Customer may only set off payment claims asserted by 1NCE against counterclaims which are undisputed or have become res judicata. The

same applies to any rights of retention asserted by the Customer.

- 5.6 Complaints raised by the Customer against the amount of the connection charges or other usage-dependent charges vis-à-vis 1NCE are subject to the legal provisions of Sections 45i, 45j TKG. Therefore, in particular the following applies: Complaints of the Customer must be made within eight weeks of the connection being established. Failure to make such complaints in good time shall be deemed approval. The Customer's statutory claims in the event of complaints after the lapse of the said time period shall remain unaffected.

6. Contract Term / Termination

- 6.1 The contractual relationship is concluded for an indefinite period of time.
- 6.2 The contractual relationship in respect of each individual Chip Card may be terminated by
- a) the Customer at any time without period of notice; and
 - b) 1NCE with a period of two weeks, but not before the end of the Activation Period.
- 6.3 The right of both Parties to terminate the contractual relationship exceptionally for good cause (*außerordentliche Kündigung aus wichtigem Grund*) remains unaffected.
- 6.4 No compensation for any unused data volume that may still exist at the time of termination of the contract with regard to the relevant Chip Card shall be payable to the Customer unless 1NCE is responsible for an exceptional termination through the Customer for good cause (see Section 6.3 of these GTC).
- 6.5 Any termination must be made in text form in order to be valid.

7. Rights of use / IP rights of third parties

- 7.1 To the extent 1NCE provides the Customer with software for use within the scope of the Services, 1NCE grants to the Customer a simple right to use the software for the duration of the respective contract term, which is limited to the countries specified in the Service Description. This right of use is (a) neither sublicensable nor transferable and (b) subject to the restrictions resulting from these GTC and the Service Description. Further rights to use the software are not granted to the Customer. Similarly, the Customer shall not be granted any rights to edit the

software unless such rights are required by mandatory law.

- 7.2 If, in respect of the rights of use referred to in Section 7.1 above, a violation of third party intellectual property rights is asserted or threatened to be asserted, 1NCE shall be entitled, at its own discretion and expense, to secure the Customer's right of continued use or to modify the software in order to prevent infringements of intellectual property rights or to temporarily cease the provision of the software. Any claims of the Customer are excluded if and to the extent that the infringement relates to an unauthorized modification of the software by the Customer or its other use by the Customer in violation of the provisions of these GTC or the Service Description.

8. Liability

Any liability of 1NCE for damages and/or reimbursement of expenses arising from or in connection with the contractual relationship between 1NCE and the Customer shall be subject to the following limitations:

8.1 Liability according to Section 44a TKG

- a) To the extent the Services consist of the provision of publicly available telecommunications services, 1NCE as a provider of such telecommunications services shall be liable for financial losses exclusively in accordance with the provisions of Section 44a TKG.
- b) The wording of Section 44a TKG is as follows (non-binding convenience translation):
Insofar as the provider of publicly available telecommunications services is obliged to compensate an end user for financial loss and such liability is not based on intent, the liability is limited to a maximum of EUR 12,500 per end user. If the obligation to pay damages results from a uniform act or an event causing uniform damage to several end users and this is not based on intent, the liability to pay damages is limited to a maximum of EUR 10 million, without prejudice to the limitation of liability in sentence 1. If the compensation payable to several damaged parties due to the same event exceeds such maximum limit, the compensation shall be reduced in proportion to the sum of all claims for compensation. The limitation of liability in accordance with sentences 1 to 3 shall not

apply to damage claims caused by the delay in payment of damages. In deviation to sentences 1 to 3, the amount of liability towards end users who are not consumers may be regulated by individual contractual agreement.

8.2 Liability outside the scope of Section 44a TKG

Outside the scope of application of Section 44a TKG (see Section 8.1 of these GTC) 1NCE is liable as follows:

- a) In the event of intent or gross negligence, assumption of a quality and/or durability guarantee or fraudulent concealment of a defect, 1NCE shall be liable in accordance with the statutory provisions.
- b) In the event of slight negligence, 1NCE shall be liable without limitation in the event of injury to life, limb or health. In all other respects, 1NCE shall only be liable in the event of slight negligence if a cardinal obligation is breached and only for the foreseeable damage typical for this kind of contract. A cardinal obligation means an essential contractual obligation, the fulfilment of which is a precondition for the proper performance of the contract and upon which the Customer may regularly rely.
- c) The liability for the foreseeable damage typical for this kind of contract to be compensated in the event of a breach of a cardinal obligation pursuant to lit. b) is limited to EUR 25,000.00 per damaging event and to EUR 100,000.00 for all damaging events occurring within one contract year.
- d) Any strict liability without fault of 1NCE in accordance with Section 536a of the German Civil Code for defects existing at the time of conclusion of the contract is excluded; the provisions of lit. a) and b) above shall remain unaffected.

8.3 Any liability pursuant to the provisions of the German Product Liability Act (*Produkthaftungsgesetz*) shall remain unaffected.

9. Limitations to performance obligations: Force Majeure / Reservation as to availability of supplies

9.1 Neither Party shall be liable for the fulfilment of its obligations if such fulfilment is prevented by force majeure. This includes events which are

unforeseeable, irresistible and beyond the Parties' control, particularly including severe weather, flood, landslide, earthquake, storm, lightning, fire, epidemics, acts of terrorism, outbreak of military hostilities (whether or not war is declared), riot, explosions, strikes or other labour unrest, sabotage, interruptions of energy supply, expropriation by governmental authorities.

9.2 1NCE's obligation to perform is also subject to the proper and timely availability of supplies with products or advance performances provided by the suppliers of 1NCE. However, this shall be subject to 1NCE having concluded with due care a congruent covering transaction with the respective supplier and the improper or untimely supply being not attributable to a fault of 1NCE. Products or advance performances in the sense of sentence 1 shall include, but are not limited to, services or transmission lines procured by 1NCE from other suppliers of telecommunications services, supplies of hardware or software or other technical services from third parties (e.g. electricity supplies).

10. Amendment of these General Terms and Conditions

10.1 1NCE shall be entitled to unilaterally amend these GTC – to the extent they are included in the contractual relationship with the Customer – insofar as this is to be considered appropriate or necessary for adapting to a change of law or court rulings or other market conditions, in particular technical conditions.

10.2 To the extent 1NCE intends to make such an amendment to these GTC which does not exclusively relate to an adaptation to statutory law or administrative orders, 1NCE shall notify the Customer of this in text form at least six weeks before the amendment becomes effective. The Customer is entitled to terminate the contractual relationship with effect from the effective date of the relevant amendment. If the Customer does not terminate within six weeks after receipt of the amendment notification from 1NCE in text form, the relevant amendment shall become an integral part of the contract at the time it becomes effective. 1NCE shall inform the Customer of this legal consequence in the amendment notification.

11. Mandatory information under telecommunications law

1NCE hereby expressly draws attention to the **mandatory information** attached to these GTC as **Annex 2** and includes this information as part of the contractual relationship with the Customer.

12. Final provisions

12.1 The Customer may only assign or transfer claims, rights or obligations arising out of the contractual relationship to a third party after prior consent of 1NCE in text form. Section 354a of the German Commercial Code (*Handelsgesetzbuch*) remains unaffected.

12.2 1NCE shall be entitled at any time to have the Services rendered in whole or in part by subcontractors. In this case, however, 1NCE fully remains responsible for the provision of the Services in relation to the Customer.

12.3 If any provision of these GTC is invalid, the remaining provisions shall remain unaffected. The invalid provision shall be replaced by the applicable statutory provisions.

12.4 The law of the Federal Republic of Germany shall apply to these GTC and all legal relations between 1NCE and the Customer, excluding the provisions of international private law which refer to another jurisdiction and the UN Convention on Contracts for the International Sale of Goods (CISG).

12.5 In business transactions with merchants, legal entities under public law or special funds under public law, Cologne, Germany, is the place of jurisdiction for all legal disputes arising out of or in connection with the contractual relationship between the Parties. A potential exclusive place of jurisdiction shall remain unaffected.