

TERMS AND CONDITIONS

1. CLAUSE PARAMOUNT

This Bill of Lading shall have effect subject to the provisions of the Carriage of Goods by Sea Act of the United States 46 U.S.C. Sections 1300-1315 (hereafter "COGSA"). The provisions stated in COGSA (except as may be otherwise specifically provided herein) shall govern before the goods are loaded on and after they are discharged from the ship and throughout the entire time the goods are in custody of the carrier.

2. DEFINITIONS

2.1. "Ship", means the vessel named in this Bill of Lading or any conveyance owned, chartered, or operated by Carrier of used by Carrier for the performance of this contract.

2.2. "CARRIER", MEANS NNR GLOBAL LOGISTICS(SHANGHAI)CO.,LTD., as NVOCC on whose behalf this Bill of lading has been signed.

2.3. Merchant, includes the Shipper, the Receiver, the Consignor, the Consignee, the Holder of this Bill of Lading and any person having a present or future interest in the Goods or any person acting on behalf of any of the abovementioned persons.

2.4. Container includes any container, trailer transportable tank, lift van flat, pallet, or any similar article of transport used to consolidate goods.

3. SUBCONTRACTING

3.1 Carrier shall be entitled to subcontract on any terms the whole or any part of the handling, storage of carriage of the goods and all duties undertaken by Carrier in relation to the goods.

3.2 Every servant or agent or subcontractor of Carrier shall be entitled to the same rights, exemptions from liability, defenses and immunities to which Carrier is entitled. For these purposes, Carrier shall be deemed to be acting as agent or trustee for such servants or agents, who shall be deemed to be parties to the contract evidenced in this Bill of Lading.

4. ROUTE OF TRANSPORT

4.1 Carrier is entitled to perform the transport in any reasonable manner and by any reasonable means, methods, and routes.

4.2 The ship shall have the liberty to, at any time, adjust navigational instruments, make trial trips, dry dock, go to repair yards, shift berths, take in fuel or stores, embark or disembark any persons, carry contraband and hazardous goods, sail with or without pilots and save or attempt to save life or property. Delays resulting from such activities shall not be deemed a deviation.

5. HINDERANCES AFFECTING PERFORMANCE

5.1 Carrier shall use reasonable endeavors to complete transport and to deliver the goods at the place designated for delivery.

5.2 If at any time the performance of this contract as evidenced by this Bill of Lading in the opinion of carrier is or will be affected by any hindrance, risk, delay, difficulty or disadvantage of any kind including strike and if by virtue of the above Carrier has no duty to complete the performance of the contract. Carrier whether or not the transport is commenced may elect to

a. Treat the performance of this contract as terminated and place the goods at Merchant's disposal at any place Carrier shall deem safe and convenient, or
b. Deliver the goods at the place of delivery in any event. Carrier shall be entitled to full right for any goods received for transportation and additional compensation for extra costs resulting from the circumstances referred to above.

6. BASIC LIABILITY

6.1 Carrier shall be liable for loss of or damage to the goods occurring between the time when it takes goods into its charge and the time of delivery.

6.2 If it is established that the loss of or damage to the goods occurred during sea carriage, liability shall be governed by COGSA (see section 1).

6.3 If it cannot be determined when the loss of or damage to the goods occurred, it shall be presumed that such loss or damage occurred while the goods were in the custody of Carrier and COGSA shall govern.

6.4 Carrier does not undertake that the goods shall be delivered at any particular time and shall not be liable for any direct or indirect losses caused by any delay.

6.5 Carrier shall not be liable for any loss or damage arising from:

a. an act or omission of Merchant or person other than Carrier acting on behalf of Merchant from whom Carrier took the goods in charge.

b. compliance with the instructions of any person authorized to give them.

c. handling loading, stowage or unloading of the goods by or on behalf of Merchant.

d. inherent vice of the goods.

e. lack or insufficiency of or defective condition of packing in the case of goods which by their nature, are liable to wastage or damage when not packed of when not properly packed.

f. insufficiency or inadequacy of marks or number on the goods, coverings or unit loads.

g. fire, unless caused by actual fault or privity of Carrier.

h. any cause or event which Carrier could not avoid and the consequences of which he could not prevent by the exercise of due diligence.

6.6 With respect to the transportation performed by inland Carriers to the port of loading or from the port of discharge the responsibility of Carrier shall be procure transportation by such carrier (on of more) and such transportation shall be subject to the inland Carriers contracts of carriage tariffs and any law compulsorily applicable.

7. COMPENSATION FOR LOSS AND DAMAGE

7.1 Unless otherwise mandated by compulsorily applicable law Carrier's liability for compensation for loss of or (damage to goods shall in no case exceed the amount of \$500 per package or per customary freight unit, unless the Merchant, with the consent of Carrier, has declared a higher value for the goods in the space provided on the front of this Bill of Lading and paid extra freight per Carrier's tariff in which case such higher value shall be the limit of Carrier's liability. However, Carrier shall not in any case, be liable for an amount greater than the actual loss to the person entitled to make the claim.

7.2 in any case where Carrier's liability for compensation may exceed the amounts set forth in clause 7.1 above compensation shall be calculated by reference to the value of the goods, according to their current market price, at the time and place they are delivered, or should have been delivered, in accordance with this contract.

7.3 if the value of the goods is less than \$500 per package or per customary freight unit, their value or compensation purposes shall be deemed to the invoice value, plus freight and insurance, if paid.

8. DESCRIPTION OF GOODS

Merchant warrants to Carrier that all particulars of the goods, including without limitation, the marks, number, quantity and weight, furnished by Merchant shall indemnify Carrier against all losses arising from any inaccuracy.

9. CARRIER'S CONTAINERS

9.1 If goods are not received by Carrier already in containers, Carrier may pack them in any type container.

9.2 Merchant shall be liable to Carrier for damage to Carrier's containers or equipment if such damage occurs while such equipment is in control of Merchant or his agents.

9.3 Merchant indemnifies Carrier for any damage or injury to persons or property caused by Carrier's containers during handing by or when in possession or control of Merchant.

9.4 Merchant undertakes to return such containers to Carrier with in the time provided for in Carrier's applicable tariff, otherwise, Merchant shall pay Carrier for the demurrage or detention charges applicable to the containers.

10. CONTAINER PACKED BY MERCHANT

If Carrier receives the goods already packed into containers

1. This Bill of Lading is prima facie evidence of the receipt of the particular number of containers, set forth and that number only. Carrier accepts no responsibility with respect to the order and condition of the contents of the containers.

2. Merchant warrants that the stowage and seals of the containers are safe and proper and suitable for handing and carriage.

3. Delivery shall be deemed as full and complete performance when the containers are delivered by Carrier with the seals intact, and

4. Carrier has the right to open and inspect the containers at any time without notice to Merchant, and expenses resulting from same shall be by Merchant.

11. DANGEROUS GOODS

11.1 Merchant may not tender goods of a dangerous nature without written application to Carrier and Carrier's acceptance of the same. In the application, Merchant must identify the nature of the goods with reasonable specificity as well as the names and addresses of the shippers and consignees.

11.2 Merchant shall distinctly and permanently mark the nature of the goods on the outside of the package and container and shall submit to Carrier or to the appropriate authorities all necessary documents required by law or by Carrier for the transportation of such goods.

11.3 If the goods subsequently, in the judgement of Carrier become a danger to Carrier the Ship or other cargo, Carrier, may dispose of the goods without compensation to Merchant and Merchant shall indemnify Carrier for any loss or expenses arising from such action.

12. DECK CARGO

12.1 Carrier has the right to carry the goods in any container under deck or on deck.

12.2 Carrier is not required to note "on deck storage" on the face of this Bill of Lading and goods so carried shall constitute under deck storage for all purposes including the General average.

12.3 Except as otherwise provided by any law applicable to this contract, if this Bill of Lading states that the cargo is stowed on deck, then Carrier shall not be liable for any non-delivery, misdelivery, delay or loss to goods carried on deck, whether or not caused by Carrier's negligence or the ship's unseaworthiness.

13. HEAVY LIFT

13.1 Single packages with a weight exceeding 2,240 pounds gross not presented to Carrier in enclosed containers must be declared in writing by Merchant before receipt of packages by Carrier. The weight of such packages must be clearly and durably marked on the outside of the package in letters and figures not less than two inches high.

13.2 If Merchant fails to comply with the above provisions, Carrier shall not be liable for any loss of or damage to the goods, and Merchant shall be liable for any loss damage to person or property resulting from such failure and Merchant shall indemnify Carrier against all loss or liability suffered or incurred by Carrier as a result of such failure.

14. DELIVERY

14.1 Carrier shall have the right to deliver the goods at any time at any place designated by Carrier within the commercial of geography limits of the ports of discharge or place of delivery shown in this Bill of Lading.

14.2 Carrier's responsibility shall cease when delivery has been made to Merchant any person authorized by Merchant to receive the goods or in any manner or to any other person in accordance with the custom and usage of the port of discharge.

14.3 If goods should remain in Carrier's custody after discharge from the ship and possession is not taken by Merchant after notice within the time allowed in Carrier's applicable tariff the goods may be considered to have been delivered to Merchant and at Carrier's option may be stored at Merchant's expense.

15. NOTICE OF CLAIM

15.1 Written notice of claims for loss of or damage to goods occurring or presumed to have occurred while in the custody of Carrier must be given to Carrier at the port of discharge before or at the time of removal of the goods by one entitled to delivery. If such notice is not provided removal shall be a prima facie evidence of delivery by Carrier. If such loss or damage is not apparent, Carrier must be given written notice within 3 days of the delivery.

16. FREIGHT AND CHARGES

16.1 Freight may be calculated on the basis of the particulars of the goods furnished by Merchant Carrier and Merchant agree that it may be difficult or impossible to assess damages if freight is incorrectly declared. Therefore in case of incorrect declaration of the goods, Merchant shall pay a sum equal three times the difference between the correct freight and the freight charged as liquidated damages not withstanding any other sum having been stated herein as freight payable. Quotations as to fees, rates of duty freight charges, insurance premiums or other charges given by Carrier to Merchant are for informational purposes only and are subject to change without notice and shall not under any circumstances be binding upon Carrier unless the Carrier in writing specifically undertakes the handling of transportation of the shipment at a specific rate.

16.2 Freight shall be deemed earned on receipt of goods by Carrier, whether the freight be intended to be prepaid or collected at destination. Payment shall be in full and in cash, in the currency named in this Bill of Lading or another currency at Carrier's option. Interest at 12% shall run from the date when freight and charges are due. If the services of a freight forwarder are used for this transportation. Those services shall be deemed to be performed as agent of Merchant and payment of freight to the freight forwarder is not payment to Carrier. Full freight shall be paid on damaged or unsound goods. In any referral for collection or action against the Merchant for monies due to Carrier upon recovery by the Carrier, the Merchant shall pay for collection or action against the Merchant for monies due to Carrier upon recovery by the Carrier the Merchant shall pay the expenses of collection and or litigation, including reasonable attorney's fees.

16.3 Merchant shall be liable for all dues, duties, fines, taxes and charges, including consular fees, levied on the goods. Merchant shall be liable for return freight and charges on the goods if they are refused export or import by any government.

16.4 All persons encompassed within the definition of "Merchant" as provided in section 2 of this Bill of Lading shall be jointly and severally liable to Carrier for the payment of all freight and charges, including advances.

16.5 All persons encompassed within the definition of "Merchant" as provided in section 2 of this Bill of Lading shall be jointly and severally indemnify the Carrier for all claims, fines, penalties, damages costs and other amount which may be incurred or imposed upon the Carrier by reason of any breach of the Merchant of any of provisions of this Bill of Lading or of any statutory or regulatory requirements.

17. LIEN

The Carrier shall have a general lien on any and all property (and documents relating thereto) of the Merchant, in its possessions, custody or control or en route, for all claims for charges, expenses or advances incurred by the Carrier in connection with any shipment of the Merchant and if such claim remains unsatisfied for thirty (30) days after demand for its payment is made the Carrier may sell at public auction or private sale, upon the (10) days written notice, registered mail, (R.R.R) to the Merchant the goods, wares, and or merchandise or so much necessary to satisfy such lien, and apply the net proceeds of such sale to the payment of the mitted to the merchant and the Merchant shall be liable for any deficiency in the sale.

18. TIME BAR

Carrier shall be discharged from all liability for loss of or damage to goods unless suit is brought within 9 months after delivery of the goods or the date when the goods should have been delivered. The time bar for overcharge claims shall be that set forth in Carrier's applicable tariff or 36 months, whichever is shorter and of legal effect under the laws of the country having jurisdiction over this contract.

19. JURISDICTION

Disputes arising under this Bill of Lading shall be determined by the United States District Court for the Central District of California under the laws of the State of California.

20. GENERAL AVERAGE

20.1 General Average shall be adjusted at New York, or any other port at Carrier's option, according to the YorkAntwerp Rules of 1974. The General Average statement shall be prepared by adjusters appointed by Carrier.

20.2 In the event of accident, damage danger or disaster after commencement of the voyage resulting from any cause whatsoever, whether due to negligence or not, for the consequence of which Carrier is not responsible by statute, contract or otherwise, Merchant shall contribute with Carrier in General Average to the payment of any sacrifice, loss or expense of a General average nature that may be made or incurred, and shall pay salvage or special charges incurred in respect of the goods. If a salving vessel owned or operated by Carrier salvage shall be paid for as fully as if the salving vessel or vessels belonged to strangers.

21. BOTH TO BLAME COLLISION CLAUSE:

If the ship comes into collision with another vessel as a result of negligence of the other vessel and any negligence or fault on the part of Carrier, or its servants or subcontractors, Merchant shall indemnify Carrier against all loss or liability to the other or non-carrying vessel or her owners insofar as such loss or liability represents loss of or damage to or any claim whatsoever of Merchant paid or payable by the other or non-carrying vessel or her owners to merchant and set-off recouped or recovered by the other or non-carrying vessel or her owners as part of their claim against the carrying ship or her owner. This provision shall apply as well where the owners operators or those in charge of any ship or ships or objects other than or in addition to the colliding ships or objects are aut with respect to a collision or contract.

22. CARRIERS TARIFFS

22.1 The goods carried under this Bill of Lading are also subject to all the terms and conditions of tariff(s) on file with the Federal Maritime Commission, the Interstate Commerce Commission or any other regulatory agency which governs a particular portion of the carriage and the terms are incorporated herein as part of the terms and conditions of this Bill of Lading.

22.2 Copies of Carriers, tariffs may be obtained from carrier or its agents upon request or from the governmental body with whom the tariff has been filed.

23. SEVERABILITY

The terms of this Bill of Lading shall be severable, and if any part or term hereof shall be held invalid, such holding shall not affect the validity or enforceability of any other part of term hereof.

24. VARIATION OF THE CONTRACT

No servant or agent of the Carrier shall have power to waive or vary any of the terms hereof unless such variation is in writing and is specifically authorized ratified in writing by the Carrier.