

AU-COMmfg01

Development and manufacturing agreement: customer version

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This agreement is dated: [date]

It is made between:

[ABC Pty Ltd], a company incorporated in Australia, ACN [number] whose registered office [redacted] ([redacted] “ [redacted] ”);

and

[DEF Pty Ltd], a company incorporated in Australia, ACN [number] whose registered office [redacted] ([redacted] “ [redacted] ”).

Background:

- A. The Client is a designer, manufacturer and merchant of high performance cycle wheels. The Manufacturer is [redacted].
- B. The Client and Manufacturer have agreed that production of the Product shall be undertaken by the Manufacturer on [redacted].

It is now agreed as follows:

1. Definitions

In this agreement, the following words shall have the following meanings, [redacted]:

“Confidential Information” means all information about a party, including any information which may give a commercially competitive advantage to [redacted]. [redacted]: information about employees, their performance and [redacted], data or information relating to suppliers, product plans, marketing strategies, finance, performance, operations, customer [redacted], [redacted], [redacted], [redacted]; information about the Intellectual Property, the Know-how and all [redacted];

.....

- 5.2. it is not aware of anything within its reasonable control which might or will adversely affect
.....
- 5.3. it has the necessary experience, all necessary licenses and permits, equipment, facilities and personnel to
.....
- 5.4. it is not a party to any other agreement that would in any way conflict with,,
.....
- 5.5. it has taken out a policy of insurance against product liability in a
..... \$ [.....].

6. Scope of work

The Manufacturer shall:

- 6.1. complete the design of the Product.
- 6.2. complete the testing procedures and qualify the
.....
- 6.3. [obtain whatever regulatory and other governmental approvals and/or registrations are required for compliance
.....].
- 6.4. complete the quality assurance procedure according
.....
- 6.5. on receipt of each purchase order in the style of
..... 4 ,
.....
- 6.6. use every effort to meet the
.....
.....
- 6.7. provide the
.....

7. Representative liaison and design reviews

- 7.1. With effect from today each of the parties will nominate a representative who will be [REDACTED].
- 7.2. [Periodically / once each month], the [Client / Manufacturer] shall call [REDACTED].
- 7.3. The representative of a party at a design review meeting shall be a person with [REDACTED].
- 7.4. Either party may change the authorised [REDACTED] [REDACTED].
- 7.5. The Manufacturer will provide a competent manager, [REDACTED].
- 7.6. So far as the Client suggests changes [REDACTED].
- 7.7. After each change to any part of the design or [REDACTED], [REDACTED] [7] [REDACTED].

8. Product design testing

- 8.1. The Manufacturer shall test the [REDACTED].
- 8.2. So far as any Standard requires third [REDACTED] / [REDACTED], [REDACTED].

9.4. The Manufacturer shall [REDACTED].

10. Production specification and materials coverage

10.1. The materials specification as finally recorded [REDACTED].

10.2. [Scrap / trimmings / [REDACTED] / [REDACTED]] [REDACTED].

10.3. The Manufacturer shall from time to time obtain arm's length, market prices for [scrap / trimmings / [REDACTED] / [REDACTED]] [REDACTED]. [REDACTED], [REDACTED], [REDACTED], [REDACTED].

11. Payment for Product development

The Client shall pay the Manufacturer as follows:

11.1. at acceptance by [REDACTED] \$ [00 , 000]

11.2. at acceptance by [REDACTED] \$ [00 , 000]

11.3. after receiving certificate [REDACTED]. \$ [00 , 000]

12. Design price and payment

12.1. Wherever a payment obligation is specified in [REDACTED], [REDACTED] [REDACTED].

12.2. After acceptance by the Client of the [REDACTED], [REDACTED] \$ [00 , 000].

OR

12.3. For development and testing, the Client shall pay the Manufacturer [REDACTED].

For each additional unit \$[number]

13.3. The price shall be increased on the first []
[] []
[] ([]).

13.4. If the Client requires delivery to someplace other than [], []
[] []
[] [] []

14. Payment terms

14.1. All the payments under this agreement shall be made []
[] : [,] []
[] .

14.2. A payment by the Client does not imply []
[]
[] .

15. Packaging and delivery

15.1. Each Product shall be marked []
[] 6 .

15.2. Immediately after testing each Product will be labelled on the []
[] / [] , []
[] .

15.3. Delivery shall be made to [] [] / [] / []
[] 8 .

OR

15.4. Deliveries will be made []
[] .

15.5. If the Manufacturer is not able to deliver the Product within [30] []
[] , []
[] - []
[] .

15.6. All Products must be signed for on delivery by an adult aged 18 years or over. If no one of that age is at the address when the . , . , . .

15.7. Signing "Unchecked", " " .

15.8. [Products are sent by courier. the Manufacturer].

15.9. If the parties agree to deliver on a particular day or at a particular time, the Manufacturer will do

15.10. Time for delivery specified on the order, ,

OR

15.11. Delivery time

16. Transportation

[There are many ways and alternative deals possible. ,]

16.1. The following Incoterms :

16.1.1 EXW [named ,] ® 2020 .

28. Protection of Intellectual Property

“ ”
.

[] :

28.1. ;

28.2. - ;

28.3. - ;

28.4. ,
.

28.5. ;

28.6. [], , , ;

28.7. , ;

28.8. .

28.9. .

Schedule 1: Detailed specification and phases

Schedule 2: Services: end user service specification

Schedule 3: Standards

Schedule 4: Example purchase order

Schedule 5: List of setup tools and equipment

Schedule 6: Packaging and labelling

Schedule 7: Press release

Schedule 8: Delivery locations

DDP – Delivered Duty Paid

The seller is responsible for delivering the goods to the named place. The seller must pay all costs in bringing the goods

Rules for Sea and Inland Waterway Transport

The four rules defined by Incoterms 2020 for international :

FAS – Free Alongside Ship

The seller is responsible for delivering goods to the buyer by placing the goods alongside the ship at the named port.

FOB – Free on Board

The seller is responsible for loading the goods on board the vessel nominated by the buyer. . The seller must

CFR – Cost and Freight

The seller must deliver the goods to the buyer and pay the costs and freight to bring the goods to the port of destination

CIF – Cost, Insurance and Freight

CIF is exactly the same as CFR except that the seller must pay for the insurance cover against

17. Taxes

A basis of taxation can change at the whim of a government. Because you can never know exactly what tax may be charged nor how it will be collected, you should use this

.....
.....

34. Indemnity by the Manufacturer

A useful
.....

35. Damages not adequate

In a contract dispute, the Court will usually look for a
.....,
.....,
.....

36. Uncontrollable events

Often referred to as “force majeure”. We advise that you
.....
.....
.....

37. Miscellaneous matters

A number of special points. We have identified each of these as important to
.....
.....,
.....,
.....

These are just
.....

Dispute resolution

There are many ways to settle a dispute. But an action in court is the least
desirable because it takes a long
.....
.....
..... “
.....”
.....

End of notes