SPF-Danmark’s Terms of Business for Weaners
– general terms of purchase, sale and transport
in Denmark and for export
Valid from October 23, 2019
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Appendix F Glossary and definitions

Concerning health conditions
Concerning transport
Concerning business
Organisations/institutions/companies
Content and layout of the Terms of Business

SPF-Danmark purchases weaners and sells them on. SPF* purchases weaners from a Seller* and sells them on to a Buyer*. The Seller* and the Buyer* do not enter into a contract with one another but with SPF* via a Business Agreement*.

These Terms of Business contain Terms of Purchase, which apply to SPF-Danmark’s purchase of weaners, as well as Terms of Sale, which apply to SPF’s* sale of the same weaners.

The Terms of Purchase and Terms of Sale are contained in this document in two columns, ensuring that factors concerning the same conditions appear side by side.

A number of terms apply jointly to the relationships between SPF* and the Seller* and between SPF* and the Buyer*. Such Common Terms appear across both columns.

Terms and phrases marked with an asterisk (*) are defined in Appendix F.

Written agreements made by SPF* in a supplementary agreement to the Business Agreement * will always overrule the standard terms of SPF-Danmark's Terms of Business.

Significant changes in the Terms of Business in relation to previous editions are indicated by green shading in the clause column.

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<tr>
<th>Clause</th>
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<tr>
<td>1.1. These Terms of Business</td>
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<td>determine the general terms that apply to any agreement with SPF* on the purchase, sale or transport of weaners in Denmark or for export. Any deviation from the Terms of Business shall be expressly stated in the Business Agreement*, cf. clause 1.4.</td>
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<tr>
<td>1.2. The Terms Of Business comprise</td>
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<tr>
<td>a) Terms of Purchase, which determine the legal position between SPF* and the Seller*,</td>
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<tr>
<td>b) Terms of Sale, which determine the legal position between SPF* and the Buyer*, and</td>
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<tr>
<td>c) Common Terms, which apply generally and mutually to all three parties*.</td>
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<td>Should the Seller* have his own terms of sale and delivery or the Buyer* have his own terms of purchase, said terms shall not be used unless they have been accepted in writing by SPF*.</td>
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<td>1.3. Where Pig Circle Contracts* are concerned, the Terms of Business are accepted by each of the parties* adding their signatures to the Pig Circle Contract*. Where Order Confirmations* are concerned, the Terms of Business are accepted by passive acceptance, and this shall be emphasised in the Order Confirmation*. Where Verbal Agreements are concerned, the Terms of Business are accepted when the agreement is entered into. In all cases, acceptance shall automatically apply to any subsequent changes, which SPF* is entitled to make without notice. Such changes shall only be advertised on <a href="http://www.spf.dk">www.spf.dk</a> and SPF Portalen*, where the current Terms of Business can be viewed.</td>
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<td>1.4. The Business Agreement* contains specific conditions which shall apply to the parties* to the agreement. All agreements with SPF* concerning the sale, purchase, delivery* and transport of weaners therefore take the form of a Business Agreement*.</td>
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<td>1.5. The parties* to a Business Agreement* are SPF*, the Seller* and the Buyer*, with SPF* purchasing weaners from the Seller* and selling them direct to the Buyer*. The Seller's* legal buyer is thus SPF*, and the Buyer's* legal seller is SPF*. The Seller* is thus the supplier* of the weaners while the Buyer* is the recipient*.</td>
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<tr>
<td>1.6. A Business Agreement* is entered into as either</td>
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<tr>
<td>a) a three-party agreement* in which Seller*, SPF* and Buyer* are all parties* to the same agreement, or</td>
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<td>b) a two-party agreement* in which SPF* as the one party* enters into two separate agreements with the Seller* and the Buyer* respectively.</td>
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Clause 1.7. Business Agreements* are of three types

- a) Pig Circle Contracts* which are three-party or two-party agreements* used for ongoing consignments* of weaners.
- b) Order Confirmations*, which are three-party or two-party agreements* used for pooled sales at short notice.
- c) Verbal Agreements, which are two-party agreements* used for pooled sales at very short notice.

2. Commencement date, change and termination of Business Agreements

2.1. Commencement date

- a) Three-party Pig Circle Contracts* shall commence when the Seller*, the Buyer* and SPF* have signed the agreement, at the latest 7 working days (15 working days in the case of export) after the date on which the agreement was drawn up. SPF* shall be entitled, without incurring any liability for compensation, to cancel its signed offer of purchase and sale pursuant to the issued Pig Circle Contract* until the agreement has been signed by both the Seller* and Buyer* if notice of cancellation is given at the latest 14 working days (21 working days in the case of export) after the date on which the agreement was drawn up.

- b) Two-party Pig Circle Contracts* shall commence when both parties* have signed the agreement. SPF* shall be entitled, without incurring any liability for compensation, to cancel its signed offer of purchase and sale pursuant to the issued Pig Circle Contract* until the agreement has been signed by either the Seller* or the Buyer* if notice of cancellation is given at the latest 14 working days (21 working days in the case of export) after the date on which the agreement was drawn up.

- c) Order Confirmations* shall commence at 12:00 noon two working days after SPF* has issued the Order Confirmation* by ordinary post, e-mail* or fax to the Seller* and/or the Buyer*. The agreement shall not, however, commence if the Seller* or the Buyer* or SPF* beforehand have submitted written objections to the content of the agreement. Objections from the Seller* or Buyer* shall be submitted by e-mail* or fax to SPF*. Timely objection affects all three parties* and incurs no liability for compensation for any of the parties*.

Verbal Agreements shall commence as soon as they are entered into.

2.2. Notice of change

Pig Circle Contracts* can be changed or terminated – without incurring liability for compensation – by the parties* with the notice specified in the agreement. The period of notice is specified in months, but such that agreements are always terminated at the end of a week.

Should a Pig Circle Contract* be changed or terminated without the required notice, the other parties* shall be entitled to receive compensation / payment of fines pursuant to the conditions detailed in Appendix C.

Order Confirmations* and Verbal Agreements cannot be terminated and any change or termination shall give the other parties* the right to receive compensation / payment of fines pursuant to the conditions detailed in Appendix C.

2.3. Validity of change or termination

SPF* shall be notified of any changes to a Business Agreement* or its termination. The change or termination shall not become valid until SPF* has confirmed matter. Confirmation shall be by email or letter to the party* who requested the change or termination, with a copy being sent to the other parties*, at the latest 3 working days after receipt of notification.

2.4. Notification from the Seller* or Buyer* to SPF* on any change to or termination of a Business Agreement* shall automatically take legal effect in relation to the Buyer* or Seller* from the working day on which SPF* received notification.

2.5. All documents and notification concerning Business Agreements* may be sent by e-mail*, fax or ordinary post. If the Buyer* / Seller* has access to SPF Portalen*, SPF* shall use the portal to sent documents via e-mail*, cf. clause E.2.2.
### 3. Quality and health status

#### 3.1. The Seller* and SPF* shall meet certain quality conditions

The Seller* shall in relation to SPF* and the Buyer* and SPF* shall in relation to the Buyer* meet the following quality conditions:

- **health conditions**
  
  a) The herd shall be managed pursuant to SPF-SuS's* health rules for SPF herds* (the Health Rules*) if the herd has declared SPF health status*.

  b) The obligations in clause 3.4 have been followed when the herd has unknown health status.

  c) The Duty to inform* about diseases or signs of diseases, cf. clause 3.4.

- **general SPF* minimum requirements on standard and quality**
  
  d) The constitution (production traits) and the condition of the weaners shall comply with Danish standard.

  e) The Genetic Basis* of the weaners must be unambiguously stated in the Business Agreement*.

  f) The Seller* must, at any time, obtain acceptance from Buyer* and SPF* if changes are desired in the production, affecting the Genetic basis* of the weaners.

  g) The weaners shall meet the requirements specified by SPF* in Appendix A.

- **imported, cloven-footed animals**
  
  h) The weaners shall have been born and reared in Denmark and shall not at any time have been in contact with imported cloven-footed animals.

  i) The Seller* shall immediately notify SPF*, and SPF* shall immediately forward said notification to the Buyer*, should there to the Seller's* property(ies) be purchased – or should the Seller* suspect that to his property(ies) are purchased – foreign cloven-footed animals or other such animals that have been in contact with foreign cloven-footed animals (e.g. pigs, cattle, sheep, goats and deer).

- **use of medicines**
  
  j) The weaners shall comply with the provisions of the Danish Veterinary and Food Administration’s executive order no. 780 of 24/06/2010 (and subsequent amendments) on "Livestock owners’ use of medicines for livestock and public control and food companies’ "self-monitoring" of residual concentrations", including that the weaners are not subject to quarantine.

- **DANISH Product Standard**
  
  k) The Seller* shall be approved pursuant to the DANISH Product Standard of the Pig Research Centre.

  l) The Seller* shall immediately notify SPF* in writing if his herd loses its approval and SPF* shall immediately forward said notification to the Buyer*.

#### 3.2. SPF health status* on delivery*

On delivery* of weaners from herds with health status*: SPF*, no symptoms of undesirable infection* shall have been found in the Seller's* herd at the health inspection arranged by SPF-SuS* (cf. the Health Rules*).

This health status* is stated on the delivery note accompanying the consignment*.

The Seller* shall be obliged to notify SPF* – before entering into a Business Agreement*, or as early as possible before delivery and no later than prior to loading - if:

  a) suspicion arises of infection with, occurrence or outbreak of Other diseases* which are not previously encountered in the herd or

  b) a clinical outbreak of disease in general occurs.

In Three-party agreements* the Seller shall also give this information to the Buyer*.

See also clause 3.4 about Duty to inform*.

On being unloaded at the recipient herd* specified by the Buyer*, the weaners have the health status* determined by the "Form of Transport*", cf. clause 3.5 on the consignment's* delivery note.

#### 3.3. Unknown health status* on delivery*

The Seller* shall be obliged to notify SPF* before entering into a Business Agreement*, or as early as possible before delivery and no later than prior to loading – if:

  a) suspicion arises of infection with, occurrence or outbreak of Other diseases* which are not previously
3.4. **Duty to inform about health conditions**

The Seller* shall be obliged to notify SPF* and the Buyer* as early as possible before delivery about the health conditions in his herd which he must assume are important to the Buyer* or which he must assume the Buyer* appreciates to know about.

SPF’s* Duty to inform shall only be the obligation to pass on to the Buyer* the information given by the Seller*.

3.5. **Form of transport and health status on receipt**

The form of transport* influences the health status* the weaners have when they are unloaded at the recipient herd*. The agreed form of transport* shall be stipulated in the Business Agreement*.

The following forms of transports* exist:

a) "SPF vehicle*":
   The weaners are transported in SPF vehicles* directly from the Supplier Herd* and delivered to the Buyer* with Health Status*, which is the same as the Supplier Herd’s*.

b) "Open vehicle*":
   The weaners are transported in either an SPF vehicle* or in an open vehicle* and are delivered to the Buyer* with health status*: "Unknown".
   When form of transport* "open vehicle*" is used, SPF* accepts no liability whatsoever for:
   1) the health status* of the weaners on delivery*, with the exception of the provisions of clause 3.4, and
   2) the health-related sequence of transports, with the exception however of:
      a. transport sequences involving departures and arrivals at herds with health status*: conventional with PRRS declaration, where the sequence is as stipulated in the Transport Rules*  
      b. transport sequences that are demanded by the authorities or the Pig Research Centre including unloading and sojourn at EU approved assembly centres or places of rest or transfer.

   In relation to the Transport Rules*, an open vehicle* shall be considered to be a non-approved carrier’s vehicle.

c) "SPF vehicle* via SPF-Danmark’s EU approved assembly centres or places of rest or transfer"

   The weaners are transported in SPF vehicles* from the supplier herd* to where the Buyer* takes receipt of the shipment, interrupted by unloading and sojourn at one of SPF-Danmark’s assembly centres or places of rest or transfer in Denmark.
   The places of rest/the assembly centres/the places of transfer do not have SPF-SuS approved SPF health status, but only take in SPF status weaners and are emptied/cleaned/disinfected after each combined delivery to a Buyer*.

   As a result, the weaners do not have the SPF health status of the Supplier Herd* when being unloaded at the Buyer’s, but Health Status “Unknown”*, cf. clause 16.3.

d) "SPF vehicle via EU approved assembly centres or places of rest or transfer"

   The weaners are transported in SPF vehicles from the supplier herd to the Buyer’s* Receipt Herd, interrupted by unloading and sojourn at an EU approved assembly centre or place of rest or transfer. These sites receive weaners from different herds and Carriers in the EU, with undeclared Health Status*.
   As a result, the weaners do not have the SPF health status of the Supplier Herd* when being unloaded at the Buyer’s, but Health Status “Unknown”*, cf. clause 16.3.

3.6. **Weaners from brand production (e.g. UK, Antonius etc.)**

In Pig Circle Contracts* including brand production the

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<tr>
<td><strong>Common Terms</strong></td>
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<tr>
<td><strong>Seller</strong> is obliged to:**</td>
<td><strong>Buyer</strong> is obliged to:**</td>
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<tr>
<td><strong>a)</strong> be approved as a brand producer</td>
<td><strong>d)</strong> get a copy from the Seller of the certificate in force as documentation of the approval of the Seller as a brand producer.</td>
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<td><strong>b)</strong> send a copy to SPF of the certificate in force as documentation of the approval as a brand producer</td>
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<tr>
<td><strong>c)</strong> pass on information to the Buyer and SPF concerning all changes related to the approval of the brand production, and changes in ownership, addresses etc.</td>
<td>售价的未售出的猪在品牌饲养者处不得转移到他处饲养。</td>
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<tr>
<td><strong>Sale of weaners from brand production without approval is considered as material breach, and the Buyer or SPF is entitled to cancel the agreement, cf. clause 13.2.</strong></td>
<td><strong>Sale of weaners from brand production without approval is considered as material breach, and the Buyer or SPF is entitled to cancel the agreement, cf. clause 13.2.</strong></td>
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<td><strong>4. Fulfilment/termination of Business Agreements due to health-related conditions</strong></td>
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<td><strong>4.1. Consequence of conditional health status with SPF diseases in Seller’s herd</strong></td>
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<td>Notice of conditional health status in the Seller's herd as a result of suspicion of undesirable infection with SPF diseases shall have the following consequences for the various Business Agreements:</td>
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<tr>
<td><strong>a)</strong> Pig Circle Contracts** The agreement and consignments shall continue unchanged. The Buyer shall, however, be entitled to refuse acceptance of consignments during the period in which conditional health status applies on the condition that he pays compensation in accordance with Appendix C.</td>
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<td><strong>b)</strong> Order Confirmations** The agreement shall be terminated with immediate effect without liability being incurred by any of the parties.</td>
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<tr>
<td><strong>c)</strong> Verbal Agreements The agreement shall be terminated with immediate effect without liability being incurred by any of the parties.</td>
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<tr>
<td>If the Seller's herd has blue SPF status, conditional health status because of lacking 15-week declaration or lacking/delayed annual status blood samples shall have no consequences for transports which are already planned for the week in which the conditional health status is imposed.</td>
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<tr>
<td><strong>4.2. Termination/continuation of a Pig Circle Contract in the event of undesirable infection with SPF diseases in the Seller’s herd</strong></td>
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<tr>
<td>If undesirable infection with SPF diseases is ascertained in the Seller's herd, cf. SPF-SuS's registration, the Pig Circle Contract shall continue unaltered unless otherwise stipulated in the agreement.</td>
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<tr>
<td>The Buyer shall however be entitled – without incurring any liability for compensation – to terminate the Pig Circle Contract with immediate effect if:</td>
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<tr>
<td><strong>a)</strong> He, after receiving notification of changed health status in the Seller's herd, is capable of demonstrating that his herd is not infected with the disease concerned. The Buyer's herd shall previously have been registered with SPF-SuS as being free of the disease in question, cf. clause 4.2.c) however, or</td>
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<tr>
<td><strong>b)</strong> He decides to cull his herd because it is ascertained that infection with the same disease that caused the changed health status of the Seller's herd has spread to the Buyer's herd. Prior to the consignment concerned, the Buyer's herd shall have been registered with SPF-SuS as being free of the disease in question, cf. clause 4.2.c) however. The Buyer shall notify SPF of his decision to cull his herd within 4 week-numbers of the week number in which SPF-SuS gave notification of the changed health status of the Seller's /Buyer's herd.</td>
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<tr>
<td>The Buyer shall continue to receive pigs in accordance with the Pig Circle Contract until herd culling (total or medical) is initiated or for a minimum of four weeks after notification of herd culling has been given, cf. the aforementioned. Should the Buyer purchase pigs before culling has been completed, i.e. before the herd has been certified by SPF-SuS to at least the same health status as before the purchased undesirable infection, he shall be liable towards the Seller. Compensation shall be determined and calculated as if no weaners had been received throughout the</td>
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4.3. **Termination of a Pig Circle Contract in the event of undesirable infection with SPF diseases in the Buyer’s herd**

If undesirable infection* with SPF diseases is ascertained, pursuant to SPF-SuS's* registration, in the Buyer's* herd but not simultaneously in the Seller's* herd, the Buyer* shall be entitled to cull his herd in order to obtain the same health status as the Seller's herd so as to maintain the Pig Circle Contract* unchanged.

SPF* shall be notified of the start and completion dates for herd culling with the periods of notice stipulated in clause 4.2.b). During the culling period, the Seller* shall be entitled to claim compensation from the Buyer* for any loss in price incurred in selling the pigs to an alternative recipient*.

4.4. **Termination of other agreement types in the event of undesirable infection with SPF diseases in the Seller’s* or Buyer’s* herds**

If undesirable infection* with SPF diseases is ascertained, pursuant to SPF-SuS's* registration, in the Seller's* herd or the Buyer's* herd, order confirmations* and verbal agreements shall be terminated automatically from and including the day after SPF-SuS* has given notification to the Seller* or Buyer* of changed health status*. Termination shall not incur liability for compensation on behalf of the parties*.

4.5. **Other changes in SPF health status**

With the exception of conditional health status* for SPF diseases due to undesirable infection* with SPF diseases, the Seller* and the Buyer* shall immediately notify the other parties* of any change in the health status* stipulated in the Business Agreement* at the time the agreement was entered into. The change shall have no consequences for the agreement's continuation.

4.6. **Business Agreements* and salmonella occurrence**

4.6.1. **The Seller* shall inform SPF* in the event of any change in the salmonella category of the herd. In Three-party agreements*, the Seller* shall also inform the Buyer*. This information shall be provided no later than on the day after the Seller* has become aware of the change.**

4.6.2. **If the Seller’s* herd is in salmonella category B or C, the Seller* shall take preventive measures against the salmonella outbreak when demanded by SPF*. A demand of this nature can be made when SPF’s* Buyer* in Two-party agreements* or the Buyer* in Three-party agreements* is able to document the presence of salmonella (category B or C) in his herd or in manure samples from the Transport Vehicle* upon receipt of the weaners. SPF* can only make such a demand if the Seller has previously delivered weaners to the Buyer* in question.**

SPF* can only make such a demand if the Seller has previously delivered weaners to the Buyer* in question. The Business Agreement* shall continue unchanged.

4.6.3. **None of the parties* can claim compensation for losses resulting from a salmonella outbreak or the reimbursement of costs for demanded measures to control the salmonella outbreak.**

4.7. **Termination/continuation of a Business Agreement* in the event of occurrence of Other diseases*:**

Seller’s* information about the occurrence of Other diseases* cf. clause 3.2, 3.3 and 3.4 will have the following consequences for Business Agreements*:

a) **Pig Circle Contracts**: Shall continue unchanged, unless otherwise agreed in the Pig Circle Contract*
### 5. Fulfilment/termination of Business Agreements and notification in the event of lacking consignments

#### 5.1. Pig Circle Contracts*

5.1.1. Non-fulfilment of a Pig Circle Contract* as a result of the conditions specified in clauses 18.1.b) and c) and clause 4.7 shall result in automatic termination of the agreement when delivery* has been delayed for 14 days (two week-numbers).

5.1.2. The Seller* shall give the Buyer* written notification (via SPF* in the case of three-party agreements*) if shortfalls in the number of weaners available from the Seller* are expected to reduce the size of the consignment* dispatched to the Buyer*. Said notification shall be given at the latest:
- for 30-kg pigs: 6 week-numbers before the agreed delivery week
- for 7-kg pigs: 3 week-numbers before the agreed delivery week

The Buyer* shall be obliged to limit his losses by accepting delivery of weaners from at most one alternative supplier herd* with the same health status as the Seller's* herd, incl. any specific requirements and conditions, cf. the Pig Circle Contract*.

Said obligation to accept pigs from an alternative herd shall only apply for the week in which deficiencies were ascertained. In the event of subsequent deficiencies in numbers, the obligation shall only apply if pigs are available from the same alternative supplier herd*.

Should the Buyer* refuse to accept pigs from another herd, his right to compensation for the deficiency shall be waived.

Should the Seller* fail to provide notification of reduced consignment* size in accordance with the 6 and 3 week periods of notice specified above, the Buyer's* obligation to purchase pigs from an alternative herd shall be waived.

5.1.3. The Buyer* shall give the Seller* written notification (via SPF* in the case of three-party agreements*) if the Buyer* is prevented from receiving weaners in accordance with a Pig Circle Contract* because of lacking space. Said notification shall be given at the latest:
- for 30-kg pigs: 6 week-numbers before the agreed delivery week
- for 7-kg pigs: 3 week-numbers before the agreed delivery week

The Seller* shall then be entitled to sell the weaners elsewhere (via SPF* in the case of three-party agreements*) and shall also be entitled to claim compensation from the Buyer* for any loss in price. The Seller* shall be obliged to actively help to limit said loss in price.

#### 5.2. Order Confirmations* and Verbal Agreements

5.2.1. Should the Seller* be unable to fulfil an Order Confirmation* or Verbal Agreement, he shall inform SPF* immediately. SPF* shall then notify the Buyer* immediately. In such cases, the Buyer* shall be obliged to help to limit his losses by accepting delivery of weaners from alternative supplier herds* with the same health status as the Seller's* herd, incl. any other agreed requirements and conditions. Otherwise, the Buyer's* entitlement to compensation for non-fulfilment of the agreement (as calculated in accordance with Appendix C) shall be waived.

5.2.2. Should the Buyer* be unable to fulfil the agreement, he shall inform SPF* immediately. The Seller* shall then be entitled to sell the weaners elsewhere and shall be entitled to claim compensation for any loss in price, cf. Appendix C.

### 6. Delivery, reception, delay and refusal

#### 6.1. The Seller* shall deliver the weaners at the agreed time and shall ensure that they

- a) fulfil the terms of the Business Agreement* and the Terms of Business, and
- b) are fit for transport pursuant to current

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<td>5.1.1</td>
<td><strong>Pig Circle Contracts</strong></td>
<td><strong>Common Terms</strong></td>
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<td>5.1.2</td>
<td>Non-fulfilment of a Pig Circle Contract as a result of the conditions specified in clauses 18.1.b) and c) and clause 4.7 shall result in automatic termination of the agreement when delivery* has been delayed for 14 days (two week-numbers).</td>
<td>The Seller* shall give the Buyer* written notification (via SPF* in the case of three-party agreements*) if shortfalls in the number of weaners available from the Seller* are expected to reduce the size of the consignment* dispatched to the Buyer*. Said notification shall be given at the latest: - for 30-kg pigs: 6 week-numbers before the agreed delivery week - for 7-kg pigs: 3 week-numbers before the agreed delivery week The Buyer* shall be obliged to limit his losses by accepting delivery of weaners from at most one alternative supplier herd* with the same health status as the Seller's* herd, incl. any specific requirements and conditions, cf. the Pig Circle Contract*. Said obligation to accept pigs from an alternative herd shall only apply for the week in which deficiencies were ascertained. In the event of subsequent deficiencies in numbers, the obligation shall only apply if pigs are available from the same alternative supplier herd*. Should the Buyer* refuse to accept pigs from another herd, his right to compensation for the deficiency shall be waived. Should the Seller* fail to provide notification of reduced consignment* size in accordance with the 6 and 3 week periods of notice specified above, the Buyer's* obligation to purchase pigs from an alternative herd shall be waived.</td>
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<td><strong>Common Terms</strong></td>
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<td>legislation on the transport of animals.</td>
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<td>6.2.</td>
<td>If during loading SPF* deems that the weaners are unfit for transport or do not meet the agreed requirements on quality, SPF* shall be entitled to refuse acceptance of the weaners and to cancel the agreement partially or completely.</td>
<td>The Buyer* shall be obliged to accept the weaners intended for his herd irrespective of them being of less than usual high standard on delivery*, cf. clause 13.3, however.</td>
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<td>6.3.</td>
<td>The parties* shall inform each other immediately of any delays. Should the Seller* or Buyer* exceed the agreed delivery time, the other parties* shall be entitled to claim compensation, cf. clause C.2., unless the delay can be ascribed to the introduction of conditional health status* or ascertained undesirable infection*, cf. clause 4.</td>
<td>In the event of the Business Agreement* being cancelled, cf. clauses 6.2 and 6.3, SPF* shall reserve the right to claim compensation for incomplete fulfilment of the Business Agreement*, including any losses incurred as a result of claims raised by the Buyer* or Seller*. Compensation to all parties* shall be limited to the amount calculated pursuant to clause C.2.</td>
</tr>
<tr>
<td>6.4.</td>
<td>In the event of the Business Agreement* being cancelled, cf. clauses 6.2 and 6.3, SPF* shall reserve the right to claim compensation for incomplete fulfilment of the Business Agreement*, including any losses incurred as a result of claims raised by the Buyer* or Seller*. Compensation to all parties* shall be limited to the amount calculated pursuant to clause C.2.</td>
<td>In the event of the Business Agreement* being cancelled as a result of the Buyer's* or Seller's* circumstances, cf. clauses 6.2 and 6.3, SPF* shall be relieved of all obligations towards the Seller* or the Buyer* with respect to the terminated Business Agreement* or parts thereof.</td>
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### 7. Transport, delivery provisions and risk transfer

#### 7.1. SPF transports

All consignments* pursuant to Business Agreements* shall be transported by SPF* pursuant to the Terms of Business and the Transport Rules*. Special transport conditions shall be stipulated in the Business Agreement*.

#### 7.2. Incoterms

All delivery provisions shall be interpreted according to the latest version of INCOTERMS applicable at the time at which the weaners are delivered*.

#### 7.3. Unless otherwise agreed, delivery* shall be performed pursuant to the delivery provision EXW (ExWorks) at the Seller's* herd address as stated in the Business Agreement*. Unless otherwise agreed, delivery* shall be performed pursuant to DAP (Delivered At Place) at the Buyer's* herd address as stated in the Business Agreement*. The Buyer* shall thus be liable to pay any duties.

#### 7.4. Seller's* risk before loading

The weaners shall remain at the Seller's* liability and risk until SPF* has loaded the consignment*, cf. clause 7.5 however.

**Buyer’s* risk after loading**

Regardless of clause 7.3, the Buyer* shall not assume risk for the accidental destruction or deterioration of the weaners until the weaners have been unloaded at the site stipulated by him.

#### 7.5. Seller’s* risk during transport

After loading, the Seller* shall continue to bear the liability and risk for loaded weaners which have not yet been unloaded at the site stipulated by the Buyer* if

- a) conditional health status* is conferred on the Seller’s* herd after loading,
- b) the weaners are destroyed or deteriorate in value because of conditions which prevailed prior to loading,
- c) public authorities inspect/destroy the weaners because of conditions which were caused by or could have been caused by the Seller*, or
- d) public authorities perform inspection and discover weaners which are not or have not been fit for transport.

In the two last-mentioned cases, SPF* shall be...
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<td>entitled on its own behalf or on behalf of the Buyer* to claim compensation for documented losses and costs.</td>
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</table>
| 7.6. **SPF’s risk** | SPF* shall bear the risk for any accidental destruction of the weaners or deterioration in their value  
a) once they have been loaded and the doors of the transport container closed  
b) during transport  
(unless the loss is caused by the Seller’s* conditions, cf. clause 7.5 b) | | |
| 7.7. **Requirements on access and collection and delivery conditions** | The Seller* and Buyer* shall guarantee compliance with the requirements on access and collection and delivery facilities specified in Appendix D. | | |
| 7.8. | The Seller* and Buyer* shall guarantee that the person who respectively delivers and receives the weaners and signs the delivery note is authorised to do so. | | |
| 7.9. | Should the Seller* and/or the Buyer* not fulfil their obligations concerning transport conditions, cf. clauses 7.7 and 7.8, SPF* shall be entitled to claim compensation and payment for extra costs, including additional time spent on loading and/or unloading. | | |
| 7.10. | When weaners are sold for export, the Seller* shall be responsible for ensuring that the weaners are correctly marked prior to collection and that a valid “Export owner declaration” signed by the herd’s veterinarian is given to the driver* on collection. | | |
| 8. **Reporting to CHR on transfer of weaners** | | |
| 8.1. | On receipt of pigs from an SPF vehicle*, the Buyer*/assembly centre* shall be considered to have authorised SPF* to report the transfer to the Danish Veterinary and Food Administration’s transfer register in CHR in accordance with current legislation. However, according to the Danish Veterinary and Food Administration’s executive order on the ear-marking, registration and transfer of cattle, pigs, etc., it is the Buyer* who is responsible for ensuring that said reporting is performed. The supplier herd* shall also be recorded in the same report. | | |
| 8.2. | Every transport of weaners performed by SPF* from one Danish herd to another Danish herd (incl. export assembly centres*) shall be reported by SPF*. Transports to foreign recipients* shall be reported via the TRACES system. | | |
| 8.3. | Reporting to foreign recipients* shall be reported via the TRACES system. | | |
| 9. **Price determination** | | |
| 9.1. | The price of weaners supplied to and from SPF* shall be determined by SPF* on the basis of the prices, quotations, charges and royalties applicable at the actual time of delivery unless another price basis is stipulated in the Business Agreement*.  
Where agreements on brand production are concerned, e.g. UK or Antonius, the slaughterhouse quotation surcharges applicable at the time of delivery shall apply unless otherwise expressly stipulated in the Pig Circle Contract*.  
In the case of export, the additional costs of road tolls, veterinary inspections, assembly centre* charges, ear tags and the pig royalty fund shall be charged unless otherwise expressly agreed prior to delivery*.  
The slaughterhouse quotation surcharges for brand produced weaners are paid only if the Seller* complies with all demands in clause 3.5. Any breach of clause 3.5 causes the Seller* to lose the right to quotation surcharges, until the breach has stopped. Furthermore, the Seller* becomes liable to pay the Buyer* any loss | | |
he may have suffered when selling to the slaughterhouse. Cf. also clause 13.1 and 14.

9.2. **Prices and quotations.**
which shall apply for week at a time with Monday as the first day of the week, shall be
   a) advertised in the trade press;
   b) advertised on www.spf.dk and/or SPF Portalen*;
   c) made available by SPF* on request.

9.3. **Changes in prices and charges**
SPF* shall be entitled to change prices, e.g. transport prices, and charges, e.g. business charges, without notice, no matter the reason for the change.
SPF* may charge extra for a transport where circumstances caused by Seller* or Buyer* result in extraordinary time consuming.

9.4. **Value of inadequate weaners**
SPF* shall be entitled to unilaterally determine the value of weaners which do not meet the requirements of the agreement between the parties*, the Terms of Business or generally applicable Danish standard for weaners.

9.5. **Production levy**
SPF* pays the current Production levy* per exported weaner to the Pig Levy Fund and collects the same amount on the Supplier*. Changes in the Production levy rate are made without notice and follow changes from the Pig Levy Fund.

10. **Terms of payment for purchase and sale**

10.1. Payment shall usually be at the Seller's* disposal 7-10 days after the actual collection date.

10.2. SPF* shall guarantee the Seller* payment for all pigs delivered to SPF*, cf. clause 10.4 however.

10.3. A Buyer* who is also a Seller*
   a) with ongoing sales to SPF* or
   b) in Pig Circle Contracts* via SPF*,
may on purchasing weaners receive interest and charge free credit until SPF’s* next payment day, to be set off by SPF* against the amount due.

Said credit shall not exceed 28 calendar days from the invoice date as cash payment of the purchase sum is due on the 29th day after the invoice date.

10.4. SPF* shall be entitled to withhold payment and/or set off payment against any declared claim in all cooperation with SPF*.

11. **Interest**

11.1. The Seller* shall not be entitled to demand the payment of interest in the event of delayed payment by SPF*.

11.2. SPF* shall be entitled to demand the payment of interest in the event of delayed payment by the Buyer*. The Buyer* shall not be entitled to demand the payment of interest on any amounts paid in advance.
payment is concerned, the Buyer* shall pay interest on the purchase sum at Denmark's National Bank's reference rate plus 7% per annum, cf. clause 11.1 however. Interest shall be charged from and including the tenth day after delivery* has occurred.

**12. Retention of title where credit purchases in Denmark are concerned**

12.1. In all credit purchases, including lacking cash payment, SPF* shall retain title to the weaners until the full purchase sum and any added interest and charges are paid in full, cf. the Danish Act on Credit Agreements.

12.2. Where credit purchases are concerned, the Buyer* shall be obliged to feed and care for the delivered weaners in a responsible manner and to keep them insured against injury due to fire or building damage. Insurance reimbursements which become payable due to the occurrence of an insurance-covered event shall be paid to SPF* as long as SPF* retains the title of ownership.

**13. Breach of contract and remedies for breach of contract**

13.1. **Cancellation, compensation and price reduction**

Should one of the parties* breach a Business Agreement*, the other parties* shall, as their only remedy for the breach, be entitled to cancel the agreement, claim compensation or a reduction in price as described in these Terms of Business.

It shall only be possible to cancel the agreement if
a) a material breach of contract has occurred, cf. clause 13.2, or
b) the right to cancel the agreement is expressly stipulated in the Terms of Business.

It shall only be possible to claim compensation and reduction in price pursuant to the conditions stipulated in the Terms of Business.

13.2. **Material breach of contract and its consequences**

By material breach of contract is meant

a) that a Business Agreement*, despite a written warning from the other party*, is breached again in the same way;
b) gross infringement of the Business Agreement*, Terms of Business or standard business practices;
c) anything that can otherwise be considered as material breach of contract pursuant to the general rules of Danish law.

In the event of material breach of a Business Agreement*, the injured party* shall be entitled to cancel the agreement in full or in part and to claim compensation from the party in breach for non-fulfilment of the agreement.

It shall only be possible to claim compensation and reduction in price pursuant to the conditions stipulated in the Terms of Business.

The Buyer's* or Seller's* cancellation of their agreement with SPF* shall also apply to the Seller* and Buyer* respectively.

Should the Business Agreement* be cancelled because of material breach on the part of the Buyer* or Seller*, SPF* shall accept no liability whatsoever for its obligations towards the Seller* or Buyer* respectively for the cancelled Business Agreement* or parts thereof.

In three-party agreements*, SPF* shall determine whether breach on the part of the Buyer* or the Seller* constitutes material breach.

13.3. Irrespective of clause 6.2, the Buyer* shall be entitled to:

a) have inadequate weaners destroyed at the cost of SPF* or of the Seller* on prior agreement with
### 13.4. Refusal to Accept Weaners

Should the Buyer* or the Seller* refuse to accept the agreed weaners, this refusal must be justified. Without justification, the Buyer* or Seller* must accept it. SPF* will not be liable if the weaners delivered do not have the agreed health status*.

### 14. Liability, general

#### 14.1. Amount of Compensation

The amount of compensation shall be determined and calculated by SPF* on the basis of the Terms of Business.

#### 14.2. Costs Incurred to Document Claims

The claim for compensation, including veterinary certificates and consultant reports, shall only be refunded if they were requested by SPF*. Other costs, including consultancy fees and legal aid, shall be refunded by the liable party if said party is required to pay compensation.

#### 14.3. Standardisation and Maximisation

A party* shall only be liable for the loss of other parties* to the extent stipulated in the Terms of Business, including the standardisation and maximisation specified in Appendix C.

#### 14.4. Professional Standards

Compensation shall only be paid to the Seller* or Buyer* if he has followed the usual professional standards in the management of his herd.

#### 14.5. SPF's Payment of Compensation

SPF* shall only pay the compensation amount to the Seller* or the Buyer* once SPF* has received the compensation amount from the liable party. SPF* liability towards the injured party shall be limited to the amount to be paid by the liable party or the liable party's estate.

#### 14.6. Compensation Claims Clarification

SPF* shall accept no liability in cases where the Seller* and Buyer* – without the participation or acceptance of SPF* – have begun or completed negotiations regarding a claim for compensation.

#### 14.7. SPF's Recourse Against the Seller*

In the event of its own fault or neglect, SPF* shall be liable to pay compensation pursuant to the general rules of Danish law, cf. clauses 15.2-15.9 and 14.1 however.

#### 15. SPF's Liability to Pay Compensation in the Event of Own Fault or Neglect

##### 15.1. Seller's Liability

Should the Seller* suffer loss as a result of conditions arising from SPF's* fault or neglect, SPF* shall be liable to pay compensation pursuant to the general rules of Danish law, cf. clauses 15.2-15.9 and 14.1 however.

##### 15.2. Buyer's Liability

Should the Buyer* suffer loss as a result of conditions arising from SPF's* fault or neglect, SPF* shall be liable to pay compensation pursuant to the general rules of Danish law, cf. clauses 15.2-15.9 and 14.1 however.
## 15. Terms of Purchase and Sale

### 15.3. Terms of Purchase

Should the Seller* or Buyer* suffer loss as the result of claims made against him by parties to his own direct contracts, and should the claims of said third parties arise from losses suffered by the Seller* or Buyer* due to SPF’s* fault or neglect, SPF’s* liability shall be limited to DKK 1,000,000 per injured third party and maximum DKK 3,000,000 for the combined losses of Seller*/Buyer* and third parties, cf. clause 15.5 however.

### 15.4. Terms of Sale

Should several Sellers*, Buyers* and/or third parties suffer loss due to the same fault or neglect on the part of SPF*, SPF’s* total liability as a result thereof shall be limited to DKK 5,000,000, cf. clause 15.5 however.

### 15.5. Common Terms

If the total losses of all injured parties exceed the stipulated maximum amounts of DKK 3 million and DKK 5 million respectively, cf. clauses 15.3 and 15.4, the compensation shall be divided amongst the injured parties in relation to the size of their individual documented losses, on the proviso that any individual injured party cannot receive more than DKK 1,000,000.

### 15.6. Common Terms

The stipulated maximum compensation amounts shall not apply if SPF* caused the losses with intent.

### 15.7. Common Terms

In cases where the Seller* or Buyer* suffer losses as a result of SPF’s* fault or neglect or through non-fulfilment of a Business Agreement*, SPF’s* liability shall be limited to an amount calculated on the basis of the following:

- **a)** The agreed price on the date of delivery, but max. the "calculated weaner price" for weaners of the same weight and health status*.
- **b)** The expected Danish contribution margin per weaner/finisher as estimated by Pig Research Centre for the week in which the breach occurred.

A 10% increment for SPF* added value shall be added when the pigs are delivered from an SPF* herd*.

### 15.8. Common Terms

Key figures from the injured party's P-reports/E-inspection reports drawn up by external consultancy firms shall be used to calculate the amount of compensation. If said reports are unavailable, the key figures used by Pig Research Centre to calculate the estimated weaner price at the time at which the fault or neglect occurred shall be used instead. In the case of herd culling, loss shall be calculated on the basis of the "DLBR Production Plan" of the Danish Agricultural Advisory Centre, SvineIT, where the aforementioned production data are used. In all calculations, the compensation limits stipulated in clause 15.7 and Appendix C shall apply.

### 15.9. Common Terms

SPF* shall in no case be held liable for indirect losses, including legal and consultancy costs, or consequential effects such as lost earnings, loss of goodwill, loss of expected discount, etc.

Should SPF’s* fault or neglect lead to undesirable infection* in the injured party's herd, operating losses may however be included in the compensation.

Furthermore, SPF* shall not be held liable for losses incurred as a result of specification of DANISH status or in the case of sale of pigs from non-DANISH-approved herds.

## 16. Liability for consequential losses and health status on delivery

### 16.1. Liability for consequential losses and health status on delivery

Should the Buyer* or a third party claim compensation with reference to product liability or liability as a result of the weaners being infected with a disease which has spread to the rest of his herd, the cause of which can be ascribed to weaners supplied by the Seller*, SPF* shall have full recourse against the Seller*, cf. clause 14.5.

While observing mandatory legislation, SPF’s* and the Seller’s*

- **a)** product liability or
- **b)** liability as a result of the weaners being infected with a disease which has spread to the rest of a third party’s and/or the Buyer’s* herd shall be limited to the greatest possible extent.

SPF* and the Seller* shall therefore, among other things, accept no liability for:

- **c)** the occurrence of undesirable infection* or suspicion of such infection or the occurrence of Other diseases* on delivery* of the weaners;
- **d)** delayed consignments* resulting from undesirable infection* or suspicion of such infection, or the occurrence of Other diseases* causing the delivery time to be postponed or delivery* of the consignment* prevented.
When weaners with health status* “SPF” are delivered, the Seller* shall not be liable for undesirable infection* in relation to the health status agreed in the Business Agreement* or Other diseases*, cf. however clause 16.6, in the delivered weaners unless the Seller* acted with liability-inducing fault or neglect in relation to the Health Rules*, the Transport Rules* or these Terms of Business.

In that event:

a) The Seller* shall only be liable if the undesirable infection* or the Other diseases* are present because the Seller* has caused the loss through intent or gross negligence or if the diseases were in acute outbreak in the Seller’s herd at the time of delivery.

When weaners with health status* “Unknown” are delivered, the Seller* shall not be liable for occurrence of or signs of Other diseases*, cf. however clause 16.6, in the delivered weaners unless the Seller* acted with liability-inducing fault or neglect in relation to these Terms of Business.

In that event:

The Seller* shall only be liable if the diseases are present because the Seller* has caused the loss through intent or gross negligence or if the diseases were in acute outbreak in the Seller’s herd at the time of delivery.

When weaners with health status* “SPF” are delivered, SPF* and the Seller* shall not be liable for undesirable infection* in relation to the health status agreed in the Business Agreement* or Other diseases*, cf. however clause 16.6, in the delivered weaners unless SPF* or the Seller* acted with liability-inducing fault or neglect in relation to the Health Rules*, the Transport Rules* or these Terms of Business.

In that event:

a) SPF* shall only be held independently liable for loss caused by its own fault or neglect, cf. clause 15 of these Terms of Business.

SPF shall only be obliged to and responsible for registering the Seller’s* information about health conditions, cf. clause 3.2, 3.3 and 3.4 and for giving the information to the Buyer*.

In case a dispute arises concerning observance of the information duties in clause 3.2, 3.3 and 3.4 the Seller* and the Buyer* are obliged to present relevant production data and veterinary reports etc. for the herd, at the request of SPF*.

The Seller* shall only be liable for salmonella infection and symptoms of salmonella infection (incl. antibodies in the blood) to the extent specified by the Danish veterinary authorities, SEGES* and SPF-SuS*.

The Seller* and SPF* shall only be liable for salmonella infection and symptoms of salmonella infection (incl. antibodies in the blood) to the extent specified by the Danish veterinary authorities, SEGES* and SPF-SuS*.
### Clause 17. Obligation to inspect and complaints

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<td><strong>17.</strong> Obligation to inspect and complaints</td>
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<tr>
<td>17.1.</td>
<td>The Seller* shall have an obligation to check the weaners for visible faults and defects and for deficiencies in number at the latest immediately before collection by SPF*.</td>
<td>The Buyer* shall be obliged to check the weaners for visible faults and defects and for deficiencies in number immediately upon receipt.</td>
</tr>
<tr>
<td>17.2.</td>
<td>SPF* shall have no obligation to check the weaners for visible faults and defects during loading as said inspection is entrusted to the Buyer* on his receipt of the pigs.</td>
<td>The Seller* shall accept that any visible faults or defects which the Buyer* ascertains on receipt of the weaners are considered to have been present on loading unless it can be documented that the fault(s) or defect(s) has/have arisen during transport.</td>
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<td>17.3.</td>
<td>It is recommended that complaints be lodged in writing, but verbal/telephone complaints shall also be accepted unless otherwise expressly stipulated elsewhere in the Terms of Business.</td>
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<tr>
<td>17.4.</td>
<td>Complaints shall be lodged either with SPF* or directly with the Seller*/Buyer*. Should the Buyer*/Seller* lodge a complaint directly with the Seller*/Buyer* but not simultaneously inform SPF* hereof, he shall not be entitled to seek recompense from SPF* at a later date in the case concerned.</td>
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<td>17.5.</td>
<td>SPF* shall accept no liability whatsoever in cases where the Seller* and Buyer* have agreed compensation or begun negotiations on compensation without the participation of SPF* or without its knowledge.</td>
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<tr>
<td>17.6.</td>
<td>All complaints shall be lodged with/sent to SPF* immediately and without undue delay unless otherwise stipulated in Appendix B. Where export is concerned, complaints shall be lodged with SPF* in all cases.</td>
<td>Any subsequent, follow-up complaint on the part of SPF* against the Seller* or Buyer* shall be considered timely if notification of said complaint is provided within 5 working days of SPF* receiving the original timely complaint. Should said complaint deadlines be exceeded or should the complainant fail to lodge a complaint despite the fact that he has discovered or should have discovered the fault or deficiency, the right to compensation shall be lost.</td>
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<td>17.7.</td>
<td>In compensation claims where defects occur in a large proportion of the consignment*, the Seller* shall be entitled to personally inspect the pigs supplied in the Buyer's* herd within 8 days of the Buyer's* complaint being lodged with SPF* or within any stipulated complaint deadlines which are shorter.</td>
<td>Said inspection shall be performed under the observance of a min. 12 hour and max. 24 hour personal quarantine period irrespective of the health status* of the two herds. Said inspection shall always be performed in the presence of the Buyer* and a sales consultant from SPF*. If the Buyer* refuses the Seller* access to his herd, he shall forfeit the right to claim any breach of contract, cf. clause 13.1, for the faults or deficiencies about which he has complained.</td>
</tr>
<tr>
<td>17.8.</td>
<td>The Seller* shall be obliged to check received statements of sale immediately on receipt.</td>
<td>The Buyer* shall be obliged to check received invoices immediately upon receipt.</td>
</tr>
</tbody>
</table>

### Clause 18. Force majeure

18.1. The following circumstances shall entitle the parties* to delay delivery* or to cancel a Business Agreement* without incurring liability if the circumstances prevent or delay fulfilment of the Business Agreement* or make its fulfilment disproportionately costly:

- a) fire, building damage, ventilation breakdown, slurry overflow and similar occurrences on the Seller's* or Buyer's* properties and at slaughterhouses;
- b) transfer and transport restrictions introduced by the Danish veterinary authorities and/or SEGES*, cf. clause 5.1.1 however;
- c) transfer and transport restrictions introduced by foreign authorities, cf. clause 5.1.1 however;
- d) strikes, lockouts and blockades irrespective of whether the parties* are a party* to the matter or the cause of such conflicts;
- e) lack of means of transport or traffic accidents;
### Clause 18. Price drop clause

In the event of an extraordinary drop in the agreed quotation basis, the parties of a Two-party Pig Circle Contract, cf. clause 1.7, can cancel this Business Agreement with stop after 4 weeks without incurring liability. An extraordinary drop is defined as:

- **a)** A drop of 8% or more in one week and that the quotation basis stays in the same low level, or even lower, for more than consecutive 3 weeks thereafter.

- **or**

- **b)** A drop of 13% or more in total for two consecutive weeks, and that the quotation basis stays in the same low level, or even lower, in the following two weeks.

Notification of termination must be given no later than Tuesday in the 4th week after the invoked first week with price drop. The termination takes effect after the agreed delivery, if any, in the 4th week.

### Clause 19. Business Agreements in connection with possession, reorganisation or bankruptcy

#### 19.1 Possession

Should a Buyer’s* or Seller’s* herd be taken into possession by a creditor, his agreements shall be cancelled immediately without any of the other parties* being entitled to compensation for loss.

The creditor in possession may enter into a new Business Agreement*. Said agreement shall be cancelled immediately without prior notice when possession is terminated. After the agreement has been terminated, the creditor shall remain liable for the claims that can be assigned to the agreement period.

#### 19.2 Reorganisation

Should a Buyer’s* or Seller's* business be subjected to reorganisation, Section 120 of the Danish Bankruptcy Act shall apply.

#### 19.3 Bankruptcy

Should the Buyer* or Seller* be declared bankrupt, all his concluded Business Agreements* are cancelled immediately and shall be valid from the date that written notification of the bankruptcy has reached SPF*. SPF* shall inform all Parties no later than the following day.

The bankruptcy trustee shall without unjustified delay notify SPF* whether the bankruptcy estate wants to conclude the existing Business Agreements*.

SPF* informs all Parties* in the affected Business Agreements* no later than the day after the bankruptcy estate has made a decision.

If the bankruptcy estate invokes the right to enter into the Business Agreement*, the bankruptcy estate can at any time terminate the Business Agreement* with one month's notice. When the bankruptcy estate enters into the Business Agreement*, the agreed term of notice will be the same and mutually applicable to the Parties*.

The provisions of the Danish Bankruptcy Act, among others concerning the entry of the estate in bankruptcy into agreements and compensation for the non-fulfilment of agreements, shall come into force.

### Clause 20. Transfer of Business Agreements

#### 20.1 In the event of a property or herd being sold.

the Buyer* or Seller* must be entitled to transfer the rights and obligations contained in a Business Agreement*.
<table>
<thead>
<tr>
<th>Clause</th>
<th>Terms of Purchase</th>
<th>Terms of Sale</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Common Terms</strong></td>
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<td></td>
<td>to the new Owner if the other parties* to the Business Agreement* accept said transfer in writing.</td>
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<td></td>
<td>Should the other parties* not give their acceptance or should the new Owner not wish to become a party* to the agreements concerned, the previous owner of the property/herd shall retain liability for the fulfilment of the agreement and for the debts incurred as a result of previous consignments*.</td>
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<tr>
<td><strong>20.2.</strong></td>
<td>Should the property be sold or converted to another form of ownership (e.g. I/S, Aps or A/S) the provisions of clause 20.1 shall similarly apply.</td>
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<td><strong>20.3.</strong></td>
<td>In the event of the death of a Seller* or Buyer* whose business has been operated under his Sole Proprietorship, all his Business Agreements* shall be cancelled immediately with no other parties being entitled to compensation for losses incurred.</td>
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</tr>
<tr>
<td><strong>21. Settlement of disputes, applicable law and venue</strong></td>
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<td></td>
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<tr>
<td><strong>21.1. Applicable law</strong></td>
<td>Any dispute or disagreement which directly or indirectly arises concerning the parties** agreement or its interpretation shall be settled pursuant to Danish law.</td>
<td></td>
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<tr>
<td><strong>21.2. Negotiation</strong></td>
<td>The parties* shall be obliged to attempt to settle any disputes amicably through negotiations between the parties*.</td>
<td></td>
</tr>
<tr>
<td><strong>21.3. SPF shall choose the court</strong></td>
<td>Should it not prove possible to solve a dispute through negotiations between the parties*, the dispute shall – at the discretion of SPF* – be settled</td>
<td></td>
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<tr>
<td></td>
<td>a) Initially, at SPF’s* venue pursuant to the Danish Administration of Justice Act (The Court in Esbjerg) or</td>
<td></td>
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<td></td>
<td>b) Finally, by the Danish Agriculture and Food Council’s* Arbitration Tribunal* for the pig sector, SPF- Danmark version* (the “Arbitration Tribunal”) pursuant to the rules of the Arbitration Tribunal* applicable at the time at which the dispute is brought before it. Disputes will primarily be brought before the Arbitration Tribunal* when they concern conditions related to SEGES's* rules and agreements.</td>
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<tr>
<td><strong>21.4. Right of third party notice</strong></td>
<td>SPF* shall at any time be entitled to issue a third party notice to the Seller* and/or the Buyer* during a pending action against SEGES*, irrespective of whether this is being heard by the Arbitration Tribunal* or the ordinary courts.</td>
<td></td>
</tr>
<tr>
<td></td>
<td>The Seller* and/or Buyer* shall be obliged to accept that a pending action brought before the ordinary courts will be retracted and brought before the Arbitration Tribunal* for settlement if, following the action brought before the ordinary courts, SPF* is called as a defendant by SEGES* in the Arbitration Tribunal*.</td>
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<tr>
<td><strong>21.5.</strong></td>
<td>The Seller* shall be obliged to enter as a party* at the same venue as used by SPF's* Buyer* to raise product liability claims against SPF*. The Buyer* shall also be obliged to accept that SPF* can bring an action against the Buyer* at the same venue as an action against SPF* concerning product liability is being heard.</td>
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</tr>
<tr>
<td><em><em>21.6. Legal action direct between Seller</em> and Buyer</em>**</td>
<td>a) Tree-party agreement* In a Three-party agreement* the Buyer* and Seller* shall not be entitled to bring legal action against SPF* concerning conditions and requirements on the basis of matters which SPF* is not involved in or bears liability for. In such cases, the Seller* and Buyer* shall take legal action against one another without involving SPF*. Such disputes between the Seller* and Buyer* shall be settled pursuant to the parties** three-party agreement* with SPF* and these Terms of Business. The Seller* and Buyer* shall not attain a better legal position than that which follows from said agreements and terms.</td>
<td></td>
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<tr>
<td></td>
<td>b) Two-party agreements* In Two-party agreements* between SPF* and the Buyer*, the Buyer* shall have no legitimate legal claim against the Supplier*, cf. clause 16.1. In such instance, the Buyer* shall take out proceedings against SPF* which can then issue a third-party notice to the Supplier*.</td>
<td></td>
</tr>
</tbody>
</table>
### 22. SPF approvals and registrations

22.1. SPF-Danmark A/S has CVR/VAT no. 31744520, Export VAT no. 12664621.

22.2. SPF’s CHR no. is 062053.

22.3. SPF-SuS* has approved SPF* as an SPF carrier.

22.4. The Danish Veterinary and Food Administration has authorised SPF* to carry out transport of pigs under license no. DK-T-S6-0076 and has registered SPF* as an exporter of pigs.

22.5. SPF* is QS certified and approved in accordance with Danish Transport Standard.
Appendix A
Weaner standard and quality

A.1. Marking

A.1.1. All weaners that are bought/sold shall prior to collection be ear-marked with the herd of origin's CHR number on an approved ear tag, cf. the Danish Veterinary and Food Administration's executive order on ear-marking, registration and transfer of cattle, pigs, sheep or goats.

Weaners may however be moved within Denmark without ear tags once SPF* has received the stamp and signature of the Danish Veterinary and Food Administration's Regional Food Inspectorate on the "Business Agreement concerning non-tagged transfer", cf. applicable executive order.

SPF* shall file this copy of the Business Agreement* concerning non-tagged transfer for at least one year after its expiry date.

A.2. Tail length

A.2.1. When registering weaners for sale, the Seller* shall provide information on whether or not the consignment* includes tail docked pigs. If present, tail docking shall have been performed in accordance with the executive order no. 1402 of 27 November 2018 (and subsequent amendments) of the Ministry of Environment and Food of Denmark.

A.2.2. In fixed Business Agreements*, the Seller* and the Buyer* are responsible for the existence of a valid documentation letter if the piglets are tail docked. SPF* offers to transmit and archive this documentation electronically, but under no circumstances can SPF* be held responsible for any missing documentation concerning tail docking.

A.3. Open wounds

A.3.1. At the time of delivery, weaners shall have no open wounds resulting from castration, tail docking, tail biting, ear sucking, flank sucking, etc.

A.4. Hernia

A.4.1. Weaners with umbilical or scrotal hernias (undescended testicles) shall not be accepted for sale.

A.5. Weight

A.5.1. a) When sold to a Danish recipient*, cf. the order confirmation*, or in case of direct export without transfer/sojourn at an Assembly Centre*, the pigs shall weigh on loading

1. for 30-kg pigs: no pigs in the consignment* may weigh less than 26 kg (minimum weight) and none may weigh more than 35 kg (maximum weight). The average weight of all pigs in the consignment* shall be within the interval 28-32 kg.

2. for 7-kg pigs: no pigs in the consignment* may weigh less than 7 kg (minimum weight) and none may weigh more than 12 kg (maximum weight). The average weight of all pigs in the consignment* shall be within the interval 7-9 kg.

b) When sold for export, cf. the order confirmation*, the pigs shall, during transshipment at the assembly centre*, meet the same weight requirements as stipulated in a) 1 and 2.

The pigs shall be weighed by means of the vehicle's weighing system during loading, cf. a). The resulting net weight of the consignment* shall then form the basis of the amount paid to the Seller* and invoiced to the Buyer*.

In case of export with transfer/sojourn at an Assembly Centre* weighing at the Assembly Centre* shall be performed either by using a weighbridge or the vehicle's weighing system. The resulting net weight of the consignment* shall then form the basis of the amount paid to the Seller* and invoiced to the Buyer*.

Should the vehicle not be equipped with a weighing system, weighing shall be performed

1. at the nearest authorised weighbridge where sale to a Danish recipient is concerned

2. at the nearest authorised weighbridge or at the Assembly Centre's weighbridge where sale for export is concerned.

The resulting net weight of the consignment* shall then form the basis of the amount paid to the Seller* and
Appendix A
Weaner standard and quality

invoked to the Buyer*.

Where pig circles are concerned, deviations from said weight requirements shall be stated in the Pig Circle Contract*, and where pooled sales are concerned, deviations shall be accepted by the Buyer* prior to loading onto SPF's* vehicle.

A.5.2. Special requirements on 7-kg pigs
The pigs must be maximum 6 weeks (except for special production) and the minimum age must be in accordance with statutory regulations.

Should the Seller* wish to supply weaned pigs together with non-weaned pigs, this shall be stated when the pigs are registered for sale, incl. the number of weaned pigs. Moreover, the Seller* shall mark the pigs clearly and keep the two groups separated upon handover so the Driver* is able to keep them separated on the Transport Vehicle* and so the Buyer* is able to distinguish between the two groups of pigs upon receipt. The type of marking shall be explained to the Driver on loading and shall be described on the delivery note.

A.6. Breed

A.6.1. Pool Weaners*:
When registering Pool Weaners* for sale, the Seller* shall inform SPF* if the breed combination deviates from DYL or DLY. The Seller* shall also inform SPF* whether the occurrence of weaners deviating from DYL or DLY exceeds 10%.

Pig Circle Contracts*:
In Pig Circle Contracts*, the Genetic Basis* must be declared unambiguously and Seller* must, at any time, obtain acceptance from Buyer* and SPF* if changes are desired in production, affecting the Genetic Basis* of the weaners. In cases where Buyer* accepts changes in the Genetic Basis*, an addition to the original Pig Circle Contract* must be made*
### Appendix B
Complaints and deadlines

#### B.1. Complaint deadlines

| B.1. |  
| B.1.1. | **Fault or neglect**  
Three months at the latest after the injured party became aware of, or should have become aware of, the liability-inducing fault or neglect. |
| B.1.2. | **Incomplete fulfilment of Business Agreements**  
In general  
Discrepancies in number  
8 days after the deficiency is ascertained  
8 days after delivery* for discrepancies in number in the individual delivery*.  
Complaints are only permissible for discrepancies in number in relation to the number specified in the Business Agreement per year if an agreement has been concluded in the Supplementary Agreement on compensation for discrepancies in number in relation to the agreed number per defined yearly period. In such instance, the complaint shall be presented no later than 8 days after the expiry of the applicable yearly period. |
| B.1.3. | **Deficient health condition**  
In general  
As soon as the deficiency is ascertained, where export is concerned, however, 5 days at the latest after unloading at the Buyer’s*  
* In the case of export, however, within 24 hours of unloading at the Buyer's* at the latest.  
** In the case of export, however, within 3 months of pig slaughter at the latest. |
| B.1.4. | **Deficiencies in the weaners delivered**  
Aural haematoma  
On receipt, to the Driver*  
Flank sucking  
On receipt, to the Driver*  
Fresh tail bites/wounds  
On receipt, to the Driver*  
Tail length  
On receipt, to the Driver*  
Umbilical hernia  
On receipt, to the Driver*  
Boars, cryptorchid boars, hermaphrodites  
On receipt, to the Driver**  
Undescended testicles / scrotal hernia  
On receipt, to the Driver*  
Swayback  
On receipt, to the Driver*  
Castration tumours  
On receipt, to the Driver*  
Wounds, open  
On receipt, to the Driver*  
Weight  
On receipt, to the Driver*  
Ear sucking  
On receipt, to the Driver*  
No. of weaners (miscounts)  
On receipt, to the Driver*  
* In the case of export, however, within 24 hours of unloading at the Buyer's* at the latest.  
** In the case of export, however, within 3 months of pig slaughter at the latest. |
| B.1.5. | **Errors in invoices and payments**  
Seller*, Buyer* or SPF* must report errors within 30 days of invoice / settlement date. The Buyer*, Seller* and SPF* respectively shall be obliged to pay/set off the difference immediately unless the complaint is unwarranted. If complaints are raised at a later date, SPF* shall not be obliged to adjust the invoiced/paid amounts unless the party* gaining/benefiting from the error agrees to pay/set off the difference. |
| B.1.6. | **Errors or deficiencies in delivery notes**  
Any errors or deficiencies discovered shall be brought to the attention of SPF immediately and otherwise without unfounded delay.  
SPF* are obliged to check the delivery note immediately for any discrepancies, and correct any errors or deficiencies established. If no errors or deficiencies are established, it is the responsibility of the Buyer*/Seller* to document the error or deficiency.  
If complaints are raised at a later date, SPF* shall not be obliged to adjust errors or deficiencies unless the party* gaining/benefiting from the error agrees to pay/set off the difference. |
### Appendix C

**Compensation maximization and standardization**

<table>
<thead>
<tr>
<th>Section</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>C.1.</strong></td>
<td><strong>Calculated values and amounts</strong></td>
</tr>
</tbody>
</table>
| **C.1.1.** | The following values shall be used in compensation calculations:  
  a) "Weaner value": The value of a weaner of the same known or estimated weight on the date of delivery calculated as the "Estimated SPF+Myc price" minus DKK 50.  
  b) "Slaughter value": Known, estimated or calculated slaughter weight* [Danish Crown's average purchase price/kg + remaining payment amount for last financial year] on the date of delivery. |
| **C.2.** | **Non-fulfilment of Business Agreements** |
| **C.2.1.** | Deficiencies in the number of pigs in relation to the Business Agreement shall be compensated for by the Seller*, unless caused by the conditions mentioned in clause 18.1. Compensation shall be calculated as:  
  a) The contribution margin lost as a result of lacking consignments/numbers is calculated on the basis of the agreed number and on the expected Danish contribution margin per finisher for the week in which the breach occurred as estimated by SEGES. Said contribution margin per pig shall be converted into a contribution margin per pen place per day until the pen place has been taken by another pig, based on the following number of production days from the penning of weaners to slaughter:  
    1. 49 days in the case of "7-kg pigs", based on 7-30 kg production  
    2. 90 days in the case of "30-kg pigs", based on 30-100 kg production  
    3. 139 days in the case of "7-kg pigs", based on 7-100 kg production  
  b) Any additional price in relation to the price stated in the Business Agreement* paid by the Buyer* for replacement weaners. Should the replacement price be lower than the price stated in the Business Agreement*, the Seller* shall not be entitled to claim the difference. |
| **C.2.2.** | Lacking ability to receive pigs in relation to the Business Agreement* shall be compensated for by the Buyer*, unless caused by the conditions mentioned in clause 18.1. Compensation shall be calculated as:  
  a) The Buyer* shall pay the difference between the agreed price per pig and any lower price per pig which the Seller* obtains in selling the pigs to an alternative recipient*.  
  b) Should the Seller* keep and house the pigs, compensation shall as a maximum be the difference between the agreed price and SPF quotation price* applicable in the week when the pigs should have been delivered.  
  c) Should Seller* keep and house special pigs the compensation per pig shall as a maximum be the difference between the estimated weaner price and the SPF quotation price*. |
| **C.3.** | **Deficient in weight** |
| **C.3.1.** | For "30-kg pigs", weight on reception at the Buyer's*:  
  1. The Seller* shall provide compensation as follows for weaners that weigh less than stipulated in the Business Agreement* or required by clause A.5.1  
     a. When supplying a Danish Buyer*: Weaners which weigh 2.0 kg or more below the minimum weight shall be priced at value, but max. 50% of the average price per pig in the total delivery, including the pigs that are underweight. The weight of such pigs shall be subtracted from the total weight of the consignment* before the price of the remaining pigs is calculated.  
     b. When supplying pigs for export: Weaners which weigh 4.0 kg or more below the minimum weight shall be priced at 50% of the agreed price for 30-kg pigs. Discrepancies of between 2.0 and 4.0 kg shall give a proportionate reduction in price. The weight of such pigs shall be subtracted from the total weight of the consignment* before the price of the remaining pigs is calculated.  
  2. Weaners which weigh more than 2.0 kg above the maximum weight stipulated in the Business Agreement* or in clause A.5.1 shall be priced at the agreed maximum weight. The actual weight of such pigs shall be subtracted from the total weight of the consignment* before the weight and price of the remaining pigs are calculated.  
  3. Should the average weight of the pigs in the consignment* be more than 3.0 kg above the maximum average weight agreed upon or stipulated in clause A.5.1, the price of the consignment* shall be calculated on the basis of the agreed maximum average weight plus 3.0 kg.  
  4. Should the average weight of the pigs in the consignment* be more than 2.0 kg below the minimum
**Appendix C**

**Compensation maximization and standardization**

average weight agreed upon or stipulated in clause A.5.1, the price paid for the consignment* shall be calculated on the basis of the actual average weight minus 2.0 kg.

<table>
<thead>
<tr>
<th>C.3.2.</th>
<th>For &quot;7-kg pigs&quot;, weight on reception at the Buyer's*:</th>
</tr>
</thead>
<tbody>
<tr>
<td>1.</td>
<td>Pigs which weigh 0.5-1.5 kg (both included) less than the minimum weight agreed in the Business Agreement* shall be valued at 50% of the agreed price. The weight of such pigs shall be subtracted from the total weight of the consignment*, before the price of the remaining pigs is calculated.</td>
</tr>
<tr>
<td>2.</td>
<td>Pigs which weigh more than 1.5 kg below the minimum weight agreed in the Business Agreement* shall be valued at DKK 0 (zero). The weight of such pigs shall be subtracted from the total weight of the consignment*, before the price of the remaining pigs is calculated.</td>
</tr>
<tr>
<td>3.</td>
<td>Pigs which weigh more than 1.0 kg above the maximum weight agreed in the Business Agreement* shall be valued at the agreed price for maximum weight.</td>
</tr>
<tr>
<td>4.</td>
<td>Should the average weight of the pigs in the consignment* be more than 1.0 kg above the maximum average weight agreed upon or stipulated in clause A.5.1, the price of the consignment* shall be calculated on the basis of the agreed maximum average weight.</td>
</tr>
<tr>
<td>5.</td>
<td>Should the average weight of the pigs in the consignment* be more than 0.5 kg below the minimum average weight agreed upon or stipulated in clause A.5.1, the price paid for the consignment* shall be calculated on the basis of the actual average weight minus 1.0 kg.</td>
</tr>
</tbody>
</table>

| C.3.3. | Compensation shall be conditional on a weighing device being available at the Buyer's* and on SPF* being able to weigh the pigs for control purposes on the day after delivery. |

| C.4. | Other external defects and other defects |

<table>
<thead>
<tr>
<th>C.4.1.</th>
<th>Tail length</th>
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<tbody>
<tr>
<td>a)</td>
<td>Should SPF* or the Buyer* suffer loss due to the delivery of pigs whose tails have been docked by more than half or whose tails have been docked without express agreement in the Business Agreement*, said loss shall be compensated by the Seller* to SPF* or the Buyer*.</td>
</tr>
<tr>
<td>Only the following types of loss shall be compensated:</td>
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</tr>
<tr>
<td>1.</td>
<td>Reduction in slaughter value</td>
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<tr>
<td>2.</td>
<td>Fines imposed by the slaughterhouse</td>
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<tr>
<td>3.</td>
<td>Fines imposed by public authorities as a result of purchased pigs which have been illegally docked by the Seller*.</td>
</tr>
<tr>
<td>b)</td>
<td>Should the Seller* deliver pigs with undocked tails without express agreement with SPF* and the Buyer* these pigs are settled with 0 (zero) DKK unless otherwise agreed between the Parties*.</td>
</tr>
</tbody>
</table>

| C.4.2. | Open wounds |
| Pigs with open wounds caused by tail docking, tail biting, ear sucking, flank sucking, aural haematoma, serious abscesses or similar defects shall be paid for/invoiced with a discount up to DKK 150 as they are unfit for transport, cf. clause D 7.2, regardless of whether the driver* has accepted the pigs concerned for transport. |

| C.4.3. | Umbilical hernia / scrotal hernia (undescended testicles) / Swayback |
| Pigs with umbilical hernia, scrotal hernia or swayback shall be compensated by the Seller* to the amount of the purchase price* plus the DAKA fee. |
| The DAKA fee shall be determined as DAKA’s charge for 1 pig. |
| In the case of 7 kg pigs, the DAKA fee shall only be incurred for every three pigs with umbilical/scrotal hernias or swayback. |

| C.4.4. | Boars / cryptorchid boars / hermaphrodites |
| Boars, cryptorchid boars, hermaphrodites and pigs with undescended testicles shall each be priced / invoiced with a deduction of DKK 170. |
| When exported, the total price of the pig at time of sale/purchase is deducted. |

| C.4.5. | Minor visible defects |
| In the event of minor visible defects which are not mentioned in clause C.4, the driver* shall be entitled to decide whether to deduct up to DKK 100 per defective pig. Subsequent losses caused by said defects shall not be compensated. |

| C.4.6. | Coloured markings |
| Compensation shall not be provided for weaners in the delivery with coloured markings. |

<p>| C.4.7. | Death |</p>
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<tr>
<th>C.4.8.</th>
<th><strong>Deficiencies concerning 7-kg pigs</strong></th>
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<tr>
<td>If, after delivery*, it is discovered that one or more of the special requirements on 7-kg pigs stipulated in clause A.5.2 was breached at the time of delivery, the price of all pigs in the consignment* shall be subsequently adjusted. Said adjustment shall be based on the estimated value of the pigs at the time of delivery on the proviso that the final price is never less than 50% of the original price. Value shall be estimated by a sales consultant from SPF*. Compensation shall not be provided for secondary losses incurred by the Buyer*.</td>
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</table>
## Appendix D
### Requirements on loading and unloading conditions and on transport

**D.1. Access and exit roads**

D.1.1. Access and exit roads at the loading and unloading facilities shall consist of firm, stable, well-drained, even surfaces in all kinds of weather. The transport vehicle* shall be able to manoeuvre unhindered by trees, buildings (incl. overhanging roofs) or any other obstructions. Loading and unloading facilities shall be equipped with guttering. There shall be room for the driver* to move unhindered around the vehicle in connection with loading and unloading, including hatches or gates that ensure the driver* easy access to the loading and unloading facilities.

**D.2. Loading and unloading**

D.2.1. In the case of SPF herds*, loading and unloading shall be accomplished via approved facilities, cf. the Health Rules*. In the case of non-SPF herds, the facilities provided by the owner of the herd shall be used. Said facilities shall be cleaned before the transport vehicle* arrives.

D.2.2. The loading/unloading facilities shall contain a concrete platform measuring at least 1 x 1 m, which the driver* can use for changing clothes. The platform shall have been cleaned prior to the arrival of the transport vehicle* and shall be cleaned after each visit. The driver’s* entrance to the loading/unloading area shall be kept tidy and clear.

**D.3. The Owner shall provide at least one person to help with loading or unloading.**

D.3.1. The weaners shall be in suitable condition for transport, cf. clause D.7.2, clean and ready for loading at the Seller’s* at the collection time agreed with SPF* or notified by the driver*. Similarly, the Buyer* shall be ready to take possession of the weaners at the time notified by the driver*.

**D.4. Litter material, manure and cleaning facilities**

D.4.1. The Seller* shall supply wood flour/sawdust from the herd area immediately before surrendering the weaners. Litter shall be supplied in sufficient quantity (the driver* shall decide the amount). No litter other than wood shavings shall be acceptable.

D.4.2. The Buyer’s* recipient herd* shall accept delivery* of litter and manure from the transport vehicle* in connection with unloading. A cleaning area (with firm base) and water supply shall be provided in order that the transport vehicle* can be washed after unloading. The water supply shall be capable of supplying at least 30 litres/minute.

**D.5. Special requirements of Seller or Buyer**

D.5.1. If the Seller*/Buyer* has special requirements regarding transport, including requirements in connection with brand production, SPF* shall be given prior notification of such requirements at the latest when the transport is ordered. If no such notification is given, SPF* shall not be held liable for the non-fulfilment of the special requirements.

**D.6. Space requirements and discrepancies in number of pigs**

D.6.1. SPF’s* transport planning is based on statutory requirements on the space provided per pig and the total weight per load. Such requirements cannot be waived. The Seller* can however - with the Buyer’s* acceptance - notify SPF* of discrepancies in number, weight or age up until five days before the agreed delivery date. In such cases, SPF* reserves the right to change the agreed delivery time on the agreed delivery day and to charge the Seller* for any additional transport costs. In the event of late or lacking notification of discrepancies, the driver* shall during loading be entitled to refuse to accept pigs to ensure that statutory requirements are met. The Seller* shall also be obliged to compensate SPF* for any loss in transport earnings in relation to the agreed consignment*.

**D.7. Statutory requirements on transport and fitness for transport**

D.7.1. Weaners shall on collection be fit for transport, cf. current statutory requirements. The Owner shall confirm such fitness by signing the delivery note.
### Appendix D

#### Requirements on loading and unloading conditions and on transport

The driver* shall however, despite the Owner's confirmation, retain the unconditional right to refuse to accept pigs which he deems unfit for transport. Should an inspection performed by the authorities reveal that there are/have been pigs on the vehicle which were unfit for transport on collection, clause 7.5.d) shall apply.

#### D.7.2. Criteria for fitness for transport

Criteria for fitness for transport are specified in Annex I, Chapter I of the Transport Regulation (Council Regulation (EC) no. 1/2005 (extract - translated):

1) No animal shall be transported unless it is fit for the intended journey, and all animals shall be transported in conditions guaranteed not to cause them injury or unnecessary suffering.

2) Animals that are injured or that present physiological weaknesses or pathological processes shall not be considered fit for transport and in particular if:
   a. they are unable to move independently without pain or to walk unassisted;
   b. they present a severe open wound, or prolapse;
   c. they are pregnant female animals for whom 90% or more of the expected gestation period has already passed, or female animals who have given birth in the previous week;
   d. they are sucking animals in which the navel has not completely healed;
   e. they are pigs of less than three weeks of age, unless they are transported less than 100 km.

Furthermore, pigs shall weigh more than 10 kg if the journey from the place of departure to the place of destination exceeds 8 hours.

In addition to the above, SPF* shall take precaution to prevent pigs with the following weaknesses/injuries from being handed over for transport:

6. large umbilical hernia, i.e. the hernia shall be smaller than the following maximum sizes/diameters:
   a. 100-kg pigs: 15 cm
   b. 30-kg pigs: tennis ball
   c. 7-kg pigs: table tennis ball
7. scrotal hernia / undescended testicles
8. serious open wounds (e.g. sucking lesions) or serious abscesses
9. tail bites which are incompletely healed
10. lameness
11. prolapsed rectum
12. aural haematoma
13. injury
14. mated gilts and pregnant sows after more than 102 days of gestation
15. mated gilts and pregnant sows if the journey takes more than 8 hours

If there is any doubt about a pig's fitness for transport, the driver* is authorised by SPF* to decide whether he will refuse acceptance of the pig.

#### D.8. Segregation of pigs during delivery and transport

In accordance with Council Regulation (EC) no. 1/2005, the following categories of pigs shall be segregated during delivery* and transport:

a) Breeding boars (boars which have been used for mating purposes) shall always be collected/transported separately from other pigs.

b) Sows shall not be collected/transported together with young boars.

c) Gilts more than 6 months of age shall not be collected/transported together with young boars more than 6 months of age.

d) Young boars more than 6 months of age shall only be collected/transported together if they have been reared together or have been kept in the same pen for at least 2 weeks immediately prior to delivery.

e) Pigs of significantly varying size or age shall not be collected/transported together unless they have been reared together or are used to one another.
### Appendix E

#### SPF documents and support material

**E.1. Delivery notes for weaners**

**E.1.1.** SPF’s* delivery note forms shall only be used by the Seller* for sales to SPF* or transports arranged or performed by SPF*.

**E.1.2.** The following shall be stated at the supplier’s* or the supplier’s* proxy on the delivery note accompanying every consignment* of weaners, the following shall be registered when loading at the Supplier’s* or the Supplier’s* proxy:

- a) transport number
- b) the supplier herd's* CHR number
- c) the supplier herd's* health status*, supplementary status information*, any conditional health status* and salmonella information
- d) number of weaners
- e) weight and average weight
- f) any faults and defects in the weaners
- g) any other comments
- h) form of transport*
- i) quotation and price stated
- j) loading conditions

On the delivery note, the following shall be registered when unloading at the Buyer’s* or the Buyer’s* authorized recipient:

- a) transport number
- b) the recipient herd's* CHR number
- c) the supplier herd's* health status*, supplementary status information*, any conditional health status* and salmonella information
- d) marking of weaners
- e) any reservation of title
- f) number of weaners
- g) weight and average weight
- h) any faults and defects in the weaners
- i) any other comments
- j) form of transport*
- k) quotation and price stated
- l) loading and unloading conditions

**E.1.3.** The delivery note shall be signed by the supplier* or the supplier's* proxy and the Buyer* or the Buyer's* authorized recipient*. Signature is effected with a smart-pen on a smart-phone, a tablet or similar, capable of representing the information in clause E.1.2. and receiving a signature. All parties* receive the delivery note per e-mail* after unloading at the Buyer’s*.

**E.1.4.** If there is no data connection at the Supplier’s* or the Recipient's*, the delivery notes specified in clause E.1.2. shall be filled in physically in paper form and signed physically by the persons specified in clause E.1.3 as well as by the Driver*.

**E.1.5.** Where export or transport to countries other than Denmark is concerned, all consignments* shall be accompanied by a CMR freight bill. Said freight bill shall be signed by the dispatcher (supplier* or assembly centre*), SPF* and the recipient*. The freight bill shall state that the consignment* is delivered in accordance with Incoterms 2010, Delivery at Place, meaning that liability for the pigs is transferred to the Buyer* when the pigs have been unloaded at the recipient's*. Any insurance shall be taken out and paid for by SPF* as far as to the destination herd. Haulage shall be paid by SPF* while import duties shall be paid by the Buyer*.

**E.2. IT aids**

**E.2.1.** www.spf.dk

**E.2.1.1.** All SPF’s* Buyers* and Sellers* have, via a username and issued password, access to www.spf.dk, which is an Internet-based communication system.

**E.2.1.2.** The username is the e-mail* address given by the Buyer* or the Seller*. The Buyer*/Seller* shall be obliged to use an active e-mail* address with associated inbox and to open the inbox daily, cf. clause E.2.2.
### Appendix E

**SPF documents and support material**

| E.2.1.3. | The password gives access to information which is relevant to the business relations between the Seller*, the Buyer* and SPF*. Key information on name, addresses, telephone numbers and herd health status* (SPF-SuS*) are available to anyone logging onto SPF Portalen*. |

| E.2.2. | **Mailing via e-mail* and use of e-mail* addresses** |

| E.2.2.1. | SPF* shall be entitled, without further agreement with the Buyer*/Seller*, to send post, including electronic delivery notes, invoices, statements of sale and Business Agreements*, to the e-mail* address used as a username on SPF Portalen*, cf. Clause E.2.1.2.  

The Buyer* / Seller* shall be entitled to register additional e-mail* addresses for receipt of the various categories of post sent by SPF*. The Buyer* / Seller* shall however be obliged to open all associated inboxes daily and to keep them accessible for delivery of e-mails*.
In the Terms of Business, certain words and phrases are marked with an asterisk (*). These terms are defined in this appendix.

### F.1. Concerning health conditions

#### F.1.1. Other diseases:

- **Diseases which are not included in SPF-SuS’s* health rules designations/Supplementary status information for SPF herds or all diseases for herds with health status "Unknown"**

**Conditional health status:**

Designation which is provisionally given together with health status*,

- when there are temporary restrictions on sale
- when a deviation from or contravention of the Health Rules* has been ascertained
- when undesirable infection* is suspected in a herd covered by SPF-SuS’s* "Health Rules".

The designation "Conditional health status" covers both "primary conditional health status" and "secondary conditional health status". Primary conditional health status concerns the herd in which the suspicion arose or for which restrictions have been imposed, while secondary conditional health status concerns herds which have business relations with the herd with primary conditional health status*. Pigs may be sold from herds with conditional health status* with the Buyer’s* acceptance.

**Blue herd:**

Production herd covered by SPF Owner Agreement and SPF Health Rules with blue safety level SPF status.

**Purchased (undesirable) infection:**

An infection transferred from the Seller’s* herd to the Buyer’s*/Recipient’s* herd together with delivered pigs. Applies to both SPF diseases* and other diseases.

**Duty to inform:**

The Seller’s* obligation to inform SPF* and the Buyer* about health conditions he must assume important for the Buyer* or which he must assume that the Buyer would emphasize knowing.

**Red herd:**

DanAvl herd covered by SPF Owner Agreement and SPF Health Rules with red safety level SPF status.

**SPF herd:**

Pig herd approved and declared by SPF-SuS*.

**SPF diseases:**

The seven specific diseases declared in the SPF system.

**Health Rules:**

SPF-SuS's* "SPF Health Rules for SPF herds".

**Health status:**

The permanent health status* recorded and declared by SPF-SuS*:

- "SPF": cf. *Health Rules*"
- "Unknown": No agreement with SPF-SuS* on health status* declaration.

**Supplementary health information:**

The "Supplementary health information" recorded by SPF-SuS*:

- for other herds: information on salmonella status, cf. statutory regulations,
- for SPF herds*: cf. Health Rules*.

**Undesirable infection:**

Infection with an SPF disease* in a SPF herd*, cf. SPF-SuS's* health status designations.

### F.2. Concerning transport

#### F.2.1. Driver:

Driver employed by SPF* or by a firm which performs transports for SPF*, but the Driver is not approved for the transport of SPF pigs.

The term "Driver" may also be used as a generic term for Driver or SPF Driver*.

**Combined load:**

The pigs delivered to the recipient’s* herd are transported together with pigs from other supplier herds* and therefore have the health status* of the supplier herd* with the lowest health status* of the herds involved, cf. "Form of transport" however*.

**Assembly centre:**

A place at which pigs from various herds are assembled prior to being transported abroad, cf. EU Veterinary Guidelines.

**SPF Driver:**

Driver employed by SPF* and approved by SPF-SuS* for the transport of SPF pigs.

**SPF vehicle:**

Transport vehicle* owned by SPF*, approved pursuant to the Transport Rules*.
### Glossary and definitions

**Open vehicle:** Vehicle which is not protected against infection, which is owned — or hired — by SPF* and which is used to deliver pigs with health status* "Unknown", irrespective of the health status* of the supplier herd’s* herd.

**Form of transport:** Designation which specifies whether the pigs are transported by SPF vehicle*, open vehicle* or combined load* with pigs from other herds.

**Transport rules:** SPF-SuS’s* SPF Transport Rules for SPF Carriers.

**Transport vehicle:** Generic term for SPF vehicle* or open vehicle*.

**Concerning business**

| e-mail: | Mailing form that SPF* can choose, cf. clause E.2.2. |
| Genetic Basis: | The breeding strategy used in pig production in terms of female and male animals. |
| Batch: | Part of a consignment* as specified in the Business Agreement. |
| Buyer: | The legal person who purchases the pigs from SPF* and is invoiced for the pigs supplied, etc. |
| Purchase price: | The invoiced price, excl. SRK premiums and VAT, but incl. other taxes, royalties, charges, etc. |
| Supplier: | The owner of the herd from which the pigs are supplied. |
| Supplier herd: | The herd/property at which the pigs are loaded. |
| Delivery: | The act of transferring/transporting pigs from the supplier* to the recipient* using SPF* as the carrier. |
| Consignment: | The amount of pigs which according to the Business Agreement is determined for delivery at the same time (normally a week-number) (and which may consist of several batches*, cf. the Business Agreement). |
| Recipient: | The owner of the herd where the purchased pigs are to be unloaded. |
| Recipient herd: | The herd/property at which the pigs are unloaded. |
| Business Agreement: | See clauses 1.5 and 1.6. |
| Order Confirmation: | See clauses 1.5 and 1.6 |
| Parties: | The Seller* + the Buyer* + SPF*, who have entered into a Business Agreement with each other. |
| Party: | One of the parties*. |
| Pig Circle Contract: | The Pig Circle Contract is either a Two-Party Agreement or a Three-Party Agreement in which the trade conditions for ongoing deliveries of weaners are described. |
| Pool Weaner: | Weaners traded in the free market via an Order Confirmation * between Seller*, Buyer* and SPF*. |
| Production levy: | The purpose of the Pig Levy Fund* is to strengthen the development potential and competitiveness of the pork sector as a whole and for that purpose a so-called production levy per exported weaner is charged. |
| Seller: | The legal person who sells the pigs to SPF* and receives payment for the pigs supplied. |
| SPF Portalen: | See clause E.2. |
| SPF quotation price: | Every week SPF* sets the market price for weaners in SPF herds* declared as PRRS negative and PRRS positive herds. Furthermore, every week SPF* sets a SPF market price for weaners from herds with unknown SPF health status. |

**Organisations/institutions/companies**

<p>| FVST: | Danish Veterinary and Food Administration (<a href="http://www.fvst.dk">www.fvst.dk</a>), part of the Ministry of Environment and Food, with responsibility for veterinary control. |
| L &amp; F | Danish Agriculture &amp; Food Council (<a href="http://www.lf.dk">www.lf.dk</a>), a professional organisation for the entire Danish agriculture and food sectors. |
| Pig Levy Fund: | The Pig Levy Fund was established in 1972 to provide funding for activities aimed at strengthening the development potential and competitiveness of the |</p>
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<th>SPF: SPF-SuS: SEGES, Pig Research Center:</th>
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<td>pork sector as a whole. Pig Levy Fund (Svineafgiftsfonden), Axeltorv 3, 1609 Copenhagen V. Further information at <a href="http://www.svineafgiftsfonden.dk">www.svineafgiftsfonden.dk</a>. SPF-Danmark A/S. SPF Health Status Department, a section of SEGES*, (<a href="http://www.spfsus.dk">www.spfsus.dk</a>) Pig Research Centre (<a href="http://www.eng.vsp.lf.dk">www.eng.vsp.lf.dk</a>) SEGES, a part of the Danish Agriculture &amp; Food Council.</td>
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