

## CUSTOMER TERMS – PORTFOLIO

1. **Parties.** These terms represent the agreement (**Agreement**) governing the purchase of products and services from Micro Focus Australia Pty Ltd (**Micro Focus**) by the Customer entity (**Customer**) identified in the execution section. **If Customer is either a consumer or a small business customer within the meaning of the Australian Consumer Law under the Australian Competition and Consumer Act 2010 (Cth), then refer to sections 35 and 36 respectively.**
2. **Orders.** **Order** means the accepted order together with any supporting material which the parties identify as incorporated either by attachment or reference, including product lists, hardware or software specifications, standard or negotiated service descriptions, data sheets and their supplements, and statements of work (SOWs), published warranties and service level agreements (**Supporting Material**). Supporting Material is available to Customer either in hard copy or by accessing a designated Micro Focus website.
3. **Scope and order placement.** This Agreement starts on the Effective Date and continues for the Term unless terminated earlier. If no Term is specified, the Agreement continues until terminated in accordance with its terms. It may be used by Customer either for a single Order or as a framework for multiple Orders and may also be used on a global basis by the parties' affiliates, meaning any entity controlled by, controlling, or under common control with either party (**Affiliates**). The parties can confirm their agreement to these terms either by signing below or by referencing this Agreement on Orders. Affiliates participate under these terms by placing orders which specify product or service delivery in the same country as the Micro Focus Affiliate accepting the Order, referencing this Agreement, and specifying any additional terms or amendments to reflect local law or business practices.
4. **Order arrangements.** Customer may place orders with Micro Focus through our website, customer-specific portal, or by letter, fax or e-mail. Where appropriate, orders must specify a delivery date. If Customer extends the delivery date of an existing Order beyond ninety (90) days, then it will be considered a new order. Customer may cancel a hardware Order at no charge up to five (5) business days prior to the shipment date.
5. **Prices and taxes.** Prices are as quoted in writing by Micro Focus or, in the absence of a written quote, as set out on our website, customer-specific portal, or Micro Focus' published list price at the time an order is submitted to Micro Focus. Prices are exclusive of taxes (including goods and services tax), duties, and fees (including installation, shipping, and handling) unless otherwise quoted. If a withholding tax is required by law, please contact the Micro Focus order representative to discuss appropriate procedures. Micro Focus will charge separately for reasonable out-of-pocket expenses, such as travel expenses incurred in providing professional services (if any).
6. **Invoices and payment.** Customer must pay all invoiced amounts within thirty (30) days of Micro Focus' invoice date. Micro Focus may suspend or cancel performance of open Orders or services if Customer does not pay amounts owed on or before the due date.
7. **Title.** Risk of loss or damage and title for hardware products passes upon delivery to Customer or its designee. To the extent permitted by law, Micro Focus retains a security interest in products sold until full payment is received.
8. **Delivery.** Micro Focus will use all commercially reasonable efforts to deliver products in a timely manner. Micro Focus may deliver software and related product/licence information by electronic transmission or via download.
9. **Installation.** If Micro Focus is providing installation services with the product purchase, Micro Focus' site guidelines (available upon request) will describe Customer requirements. Micro Focus will conduct its standard installation and test procedures to confirm completion.
10. **Support services.** If Customer has purchased Micro Focus support services as specified in an Order, those services will be delivered as described in the applicable Supporting Material, including a

description of Micro Focus' offering, eligibility requirements, service limitations and Customer responsibilities, as well as the Customer systems supported.

11. **Eligibility.** Micro Focus' service, support and warranty commitments do not cover claims resulting from the following and Micro Focus may charge separately for services relating to such claims at the applicable published service rates:
  - (a) improper use, site preparation, or site or environmental conditions or other non-compliance with applicable Supporting Material;
  - (b) modifications or improper system maintenance or calibration not performed or authorised by Micro Focus;
  - (c) failure or functional limitations of any non-Micro Focus software or product impacting systems receiving Micro Focus support or service;
  - (d) malware (e.g. virus, worm etc.) not introduced by Micro Focus;
  - (e) abuse, negligence, accident, fire or water damage, electrical disturbances, transportation by Customer, or other causes beyond Micro Focus' control;
  - (f) use of Micro Focus-branded hardware and software in combination with non-Micro Focus branded products except where authorised or recommended by Micro Focus in Supporting Material.
12. **Professional services.** If Customer has purchased Micro Focus professional services (including IT consulting and training) as specified in an Order, those services will be delivered as described in the applicable Supporting Material and the following provisions apply:
  - (a) Acceptance. The acceptance process (if any) will be described in the applicable Supporting Material, will apply only to the deliverables specified, and will not apply to other products or services to be provided by Micro Focus;
  - (b) Dependencies. Micro Focus' ability to deliver services will depend on Customer's reasonable and timely cooperation and the accuracy and completeness of any information from Customer needed to deliver the services; and
  - (c) Change Orders. Micro Focus and Customer must each appoint a project representative to serve as the principal point of contact in managing the delivery of services and in dealing with issues that may arise. Requests to change the scope of services or deliverables will require a change order signed by both parties.
13. **Services performance.** Micro Focus must perform services using generally recognized commercial practices and standards. Micro Focus will re-perform any service that fails to meet this requirement where so notified by Customer.
14. **Services with deliverables.** If Supporting Material for services defines specific deliverables, Micro Focus warrants those deliverables will conform materially to their written specifications for 30 days following delivery. If Customer notifies Micro Focus of a non-conformity during the 30 day period, Micro Focus will promptly remedy the impacted deliverables or refund to Customer the fees paid for those deliverables and Customer will return those deliverables to Micro Focus.
15. **Product performance.**
  - (a) Micro Focus-branded hardware. Micro Focus-branded hardware is covered by Micro Focus' applicable limited warranty statements provided or made available by Micro Focus.

- (b) Micro Focus-branded software. Micro Focus warrants that Micro Focus-branded software will conform materially to its specifications for the period stated in section 15(d) and be free of malware at the time of delivery. Micro Focus does not warrant that software operation will be uninterrupted or error-free or that software will operate in any particular hardware and software combinations.
  - (c) Non-Micro Focus branded products. Non-Micro Focus branded products (whether hardware or software) receive warranty coverage as provided by the relevant third party supplier.
  - (d) Warranty periods. The warranties under sections 15(a) to 15(c) begin on the date of delivery by Micro Focus or if applicable, upon completion of Micro Focus installation, or (where Customer delays Micro Focus installation) at the latest 30 days from the date of delivery. They continue, in the case of Micro Focus-branded hardware, for the period stated in Micro Focus' standard warranty for the product and in the case of Micro Focus-branded software, 90 calendar days (unless otherwise specified in Supporting Material).
16. **Product warranty claims.** When we receive a valid warranty claim for a Micro Focus-branded hardware or software product, Micro Focus will either repair the defect or replace the product. If Micro Focus is unable to complete the repair or replace the product within a reasonable time, Customer may request a full refund upon prompt return of the product to Micro Focus (if hardware) or upon written confirmation by Customer that the software product has been destroyed or permanently disabled. Micro Focus will pay for shipment of repaired or replaced products to Customer and Customer must return the product to Micro Focus.
17. **Exclusion of warranty.** To the full extent permitted by law, Micro Focus excludes all representations, warranties, terms and conditions, whether express or implied (and including those implied by statute, custom, law or otherwise), except as expressly set out in this Agreement, including implied warranties of merchantability, fitness for a particular purpose, title and non-infringement.
18. **Intellectual property rights.** No transfer of ownership of any intellectual property occurs under this Agreement. Customer grants Micro Focus a non-exclusive, worldwide, royalty-free right and licence to any intellectual property that is necessary for Micro Focus and its designees to perform ordered services. If deliverables are created by Micro Focus specifically for Customer and identified as such in Supporting Material, Micro Focus grants Customer a worldwide, non-exclusive, fully paid, royalty-free licence to reproduce and use copies of the deliverables internally.
19. **Intellectual property rights infringement.** Micro Focus will defend and/or settle any claims against Customer alleging that a Micro Focus-branded product or service supplied under this Agreement infringes the intellectual property rights of a third party, provided Customer promptly notifies Micro Focus of the claim and cooperates with our defence. Micro Focus may modify the product or service so as to be non-infringing and materially equivalent, or we may procure a licence. If these options are unavailable, Micro Focus will refund to Customer the amount paid for the affected product in the first year or the depreciated value after or, for support services, the balance of any pre-paid amount or, for professional services, the amount paid. Micro Focus is not liable for claims caused or contributed to by:
- (a) unauthorised use of products, services or deliverables supplied by Micro Focus;
  - (b) Micro Focus' compliance with designs, specifications, instructions or technical information supplied by or on behalf of Customer;
  - (c) changes to products, services or deliverables made by or on behalf of Customer;
  - (d) Customer's non-compliance with the specifications or any other product specific terms or requirements in documentation provided by Micro Focus; or
  - (e) use of products, services or deliverables supplied by Micro Focus with products, software or services that are not Micro Focus-branded.

20. **Customer licence.** Micro Focus grants Customer a non-exclusive licence to use the version or release of the Micro Focus-branded software listed in the Order. Permitted use is for internal purposes only (and not for further commercialisation), and is subject to any specific software licensing information that is in the software product or its Supporting Material. For non-Micro Focus branded software, the third party's licence terms will govern its use.
21. **Updates.** Customer may order new software versions, releases or maintenance updates (**Updates**), if available, separately or through a Micro Focus software support agreement. Additional licences or fees may apply for these Updates or for the use of the software in an upgraded environment. Updates are subject to the licence terms in effect at the time that Micro Focus makes them available to Customer.
22. **Licence restrictions.** Micro Focus may monitor use/licence restrictions remotely and, if Micro Focus makes a licence management program available, Customer agrees to install and use it within a reasonable period of time. Customer may make a copy or adaptation of a licenced software product only for archival purposes or when it is an essential step in the authorised use of the software. Customer may use this archival copy without paying an additional licence only when the primary system is inoperable. Customer may not copy licenced software onto or otherwise use or make it available on any public external distributed network. Licences that allow use over Customer's intranet require restricted access by authorised users only. Customer will also not modify, reverse engineer, disassemble decrypt, decompile or make derivative works of any software licenced to Customer under this Agreement unless permitted by statute, in which case Customer will provide Micro Focus with reasonably detailed information about those activities.
23. **Licence term and termination.** Unless otherwise specified, any licence granted is perpetual, except Micro Focus may terminate the licence on written notice if Customer breaches this Agreement. Immediately upon termination, or in the case of a limited-term licence, upon expiration, Customer will either destroy all copies of the software or return them to Micro Focus. Customer may retain one copy for archival purposes only.
24. **Licence transfer.** Customer may not sub-licence, assign, transfer, rent or lease the software or software licence except as permitted by Micro Focus. Micro Focus-branded software licences are generally transferable subject to Micro Focus' prior written authorisation and payment to Micro Focus of any applicable fees. Upon such transfer, Customer's rights terminate and Customer must transfer all copies of the software to the transferee. Transferee must agree in writing to be bound by the applicable software licence terms. Customer may transfer firmware only upon transfer of associated hardware.
25. **Licence compliance.** Micro Focus may audit Customer compliance with the software licence terms. Micro Focus may conduct an audit during normal business hours on reasonable notice (with the auditor's costs being at Micro Focus' expense). If an audit reveals underpayments then Customer must pay to Micro Focus such underpayments. If underpayments discovered exceed five (5) per cent of the contract price, Customer must reimburse Micro Focus for the auditor costs.
26. **Confidentiality.** Information exchanged under this Agreement will be treated as confidential if identified as such at disclosure or if the circumstances of disclosure would reasonably indicate such treatment. Confidential information may only be used for the purpose of fulfilling obligations or exercising rights under this Agreement, and shared with employees, agents or contractors with a need to know such information to support that purpose. Confidential information will be protected using a reasonable degree of care to prevent unauthorised use or disclosure for 3 years from the date of receipt or (if longer) for such period as the information remains confidential. These obligations do not cover information that: i) was known or becomes known to the receiving party without obligation of confidentiality; ii) is independently developed by the receiving party; or iii) where disclosure is required by law or a governmental agency.
27. **Personal Information.** Each party must comply with their respective obligations under applicable privacy and data protection legislation. Micro Focus does not intend to have access to personally identifiable information (**PII**) of Customer in providing services and Customer retains full responsibility for Customer PII at all times. If Micro Focus has access to Customer PII stored on a system or device of Customer, such access will likely be incidental and Customer confirms that Micro Focus may

collect, use and disclose the PII for the purpose of complying with its obligations under this Agreement.

28. **Compliance.** Customer must comply with all laws, regulations and legal requirements applicable to the exercise of Customer's rights, and performance of Customer's obligations, under this Agreement. Products, services and deliverables provided under this Agreement are for Customer's internal use and not for further commercialisation. If Customer exports, imports or otherwise transfers products and/or deliverables provided under this Agreement, Customer must comply with applicable laws and regulations and for obtaining any required export or import authorisations. Micro Focus may suspend its performance under this Agreement if required by laws applicable to either party.
29. **Limitations and exclusions of liability.**
- (a) **Limitation.** Micro Focus' cumulative liability to Customer for all claims made by Customer under or in connection with this Agreement whether arising under contract (including under any indemnity), negligence or any other tort, under statute or otherwise at all will not exceed in aggregate the greater of \$1m or the total fees paid or payable to Micro Focus for the relevant Order in respect of which the claim arose.
  - (b) **Exclusion.** Neither party will be liable to other party in respect of any loss of profits, business, custom, revenue, anticipated savings, goodwill, data or contracts or any type of special, indirect, economic, punitive or consequential loss (including loss or damage suffered as a result of any claims brought by a third party) even if such loss was reasonably foreseeable or the party had been advised of the possibility of the other party incurring the same.
  - (c) **Application:** The limitations and exclusions under sections 29(a) and (b) apply to the full extent permitted by law. Nothing in this Agreement operates to exclude or limit liability: for death or personal injury caused by negligence; for fraud; in the case of Micro Focus, liability under section 19; for loss of or damage to tangible property caused by a party's breach of contract or negligence; for breaches of confidentiality under section 26; for Micro Focus' breach of a consumer guarantee under the ACL (subject to clause 35(b)); or for wilful misconduct (being a wilfully wrong act or omission which was known to be wrong and yet was intentionally persisted in with the intention of harming a person's safety or tangible property (excluding negligence or mistake)).
  - (d) **Savings.** Micro Focus will be not in breach of any of its obligations, or be liable under an indemnity, under this Agreement to the extent that the Micro Focus act or omission which would constitute such a breach, or give rise to liability under an indemnity, is caused by an act or omission by or on behalf of Customer.
30. **Disputes.** If Customer is dissatisfied with any products or services purchased under these terms and disagrees with Micro Focus' proposed resolution, we both agree to promptly escalate the issue to a Vice President (or equivalent executive) in our respective organizations for an amicable resolution without prejudice to the right to later seek a legal remedy.
31. **Force Majeure.** Neither party will be liable for performance delays nor for non-performance due to causes beyond its reasonable control, except for payment obligations.
32. **Termination.** Either party may terminate this Agreement (and all unfulfilled obligations) on written notice if the other:
- (a) commits a material breach of this Agreement and fails to remedy the breach within a reasonable period after being notified in writing of the details; or
  - (b) becomes insolvent, unable to pay debts when due, files for or is subject to bankruptcy or receivership or asset assignment.

Any terms in the Agreement which by their nature extend beyond termination or expiration of the Agreement will remain in effect until fulfilled and will apply to both parties' respective successors and permitted assigns. Expiry or termination of this Agreement does not affect accrued rights and remedies.

33. **General.** This Agreement represents our entire understanding with respect to its subject matter and supersedes any previous communication or agreements that may exist. Modifications to the Agreement may be made only by written amendment signed by both parties. Customer must not assign, novate or transfer any or all of its rights or obligations under this Agreement without Micro Focus' prior written consent (not to be unreasonably withheld or delayed). Sections 1 to 35 take precedence over the Supporting Material.
34. **Law and jurisdiction.** This Agreement is governed by the laws of New South Wales, Australia and the courts of that state have exclusive jurisdiction, except Micro Focus may commence proceedings to recover amounts due and payable in any country where the Customer Affiliate that placed the Order is located or in any country in case of urgent relief. The United Nations Convention on Contracts for the International Sale of Goods does not apply.
35. **Australian Consumer Law (ACL): Consumers.**
- (a) Subject to section 35(b), if Customer is a consumer within the meaning the ACL:
- (i) Micro Focus' products and services are supplied with consumer guarantees that cannot be excluded under the ACL. Customer has a right to a replacement or refund for a major failure and compensation for any other reasonably foreseeable loss or damage. Customer has a right to have the products repaired or replaced if they are not of acceptable quality and the failure is not a major failure;
  - (ii) nothing in this Agreement excludes or limits any right or remedy, or any guarantee, warranty or other term or condition implied or imposed by the ACL (including any consumer guarantee) which cannot be lawfully excluded or limited;
  - (iii) Customer's express warranties under this Agreement are in addition to Customer's rights and remedies under the ACL. Customer's consumer guarantee rights under the ACL prevail to the extent that they are inconsistent with any limitations contained in the express warranty;
  - (iv) if Micro Focus products are provided by Customer to Micro Focus for repair, they may be repaired using refurbished parts or may be replaced by refurbished products of the same type rather than being repaired. Customer data stored on products may be lost during repair;
  - (v) the express warranty period for Micro Focus' products, software and services is set out in the Supporting Material; and
  - (vi) if Customer wishes to receive support or claim a remedy under a warranty under this Agreement or the ACL, Customer should contact Micro Focus:  
  
Micro Focus Australia Pty Ltd  
410 Concord Road  
Rhodes NSW 2138  
Telephone number for Australian calls: 13 11 47  
Telephone number for international calls: +61 2 8031 8316  
or visit [software.microfocus.com](http://software.microfocus.com) and select the "Contact Us" option for the most current list of phone support numbers.
- (b) If Customer is a consumer within the meaning of the ACL and is purchasing goods or services that are not of a kind ordinarily acquired for personal, domestic or household use or

consumption, then despite any other provision of this Agreement other than clause 16, Micro Focus limits its liability for failure to comply with a consumer guarantee as follows:

- (i) provision of services: to any one or more of the following: re-supply of the services or payment of the costs of having the services re-supplied;
- (ii) provision of products: to any one or more of the following: replacement of the products or the supply of equivalent products; repair of the goods; payment of the costs of replacing the goods or of acquiring equivalent goods; or payment of the costs of having the products repaired; and
- (iii) otherwise, to the maximum extent permitted by law.

36. **Australia Consumer Law: Small Business Customers.** If Customer is a Small Business Customer within the meaning of the ACL, then the following clauses of this Agreement are amended as follows:

- (a) section 5: pricing in a written quote prevails, but if there is no written quote, then to the extent of any inconsistency between prices on the website, customer-specific portal, or Micro Focus' published list price, then the website price prevails;
- (b) section 6: Micro Focus will provide reasonable written notice before suspending or cancelling an open Order or services.
- (c) section 23: the right to terminate is for material breaches only;
- (d) section 25: the reimbursement will not exceed the original contract price; and
- (e) section 32: Customer may terminate this Agreement in whole or individual accepted Orders for convenience on 90 days' written notice, subject to paying to Micro Focus any applicable:
  - (i) book value of equipment primarily used to provide the service to Small Business Customer;
  - (ii) unamortised start-up costs;
  - (iii) employee separation costs, including relocation or redundancy costs;
  - (iv) reasonable wind-down charges;
  - (v) contract break costs, including licences, leases, purchase orders and other third party contracts;
  - (vi) any amount representing services performed or products supplied but not yet billed or billed but unpaid; and
  - (vii) other reasonable early termination fees specified by Micro Focus.

Termination of the Agreement does not automatically terminate open Orders unless otherwise stated in the Customer's termination notice.