

General Terms and Conditions



PREAMBLE

These general terms and conditions (hereinafter referred to as the "GTaCs") shall apply to all agreements between the parties regarding the acceptance of debit and credit cards for face-to-face business (POS/brick-and-mortar business transactions) and for Distance Sales (E-commerce, Mail Order and telephone order). Furthermore, these GTaCs govern the services offered by BS PAYONE GmbH (hereinafter referred to as "BS PAYONE") pertaining to network operation services in the electronic cash system and as a provider of other payment transaction services.

The parties acknowledge that the admission of card payments in Distance Sales involves a particularly high risk of misuse due to the fact that it is not possible to physically verify if the customer is actually the holder of the respective Payment Card and if the signature and identification photograph, where applicable, correspond. The admission of such payment is thus only commercially possible if all possibilities of abuse prevention are employed. For this reason, the German Federal Financial Supervisory Authority (BaFin), which is the supervisory authority responsible for BS PAYONE, specified requirements for the security of internet payments in its "Circular regarding the minimum requirements for the security of internet payments." The Circular also requires that BS PAYONE implement the relevant sections of the minimum requirements for the Merchant within the context of these GTaCs (see also Section 22). The merchant company (hereinafter referred to as the "Merchant") holds the greatest amount of responsibility in this process based on its immediate contact with customers and the means to decide in each case if payments by Payment Card shall be allowed based on the given circumstances of the placed order despite the risk of misuse. According to the worldwide applicable regulations of Card Organisations, a chargeback of card payments in Distance Sales is made whenever the Cardholder contests that he issued the instruction to charge his card account. The chargeback must be made because the Card Issuer cannot provide original documentary evidence of the Cardholder's instruction due to the lack of a personally signed transaction receipt. BS PAYONE shall refund the collected amount to the Card Issuer in the event of such a chargeback even if the Merchant is able to provide further evidence relating to the identity of the customer.

The risk which remains despite measures undertaken to prevent misuse results in substantially higher losses than in the case of traditional card payments in face-to-face business.

Card Organisations in E-Commerce offer special security procedures against misuse, in particular by means of strong customer authentication. Such procedure, if authorised by BS PAYONE, e.g. Verified by Visa and MasterCard SecureCode (3D Secure), shall be referred to in these General Terms and Conditions as "Special Security Procedure" (however, the transmission of the Card Verification Number shall not be deemed a Special Security Procedure within this meaning). The agreement shall be concluded with Distance Sales Merchants for either E-commerce or Mail Order or telephone order transactions. Should agreements be concluded for both E-commerce and Mail Order/telephone order, the Merchant shall receive a separate Merchant number for each sales channel.

1. OBJECT OF THE AGREEMENT

BS PAYONE as a licensed acquirer of various Card Organisations provides services to trading and service companies in which it undertakes to settle payment transactions resulting from the correct use of Payment Cards.

Against this backdrop and based on an agency agreement (Geschäftsbesorgungsverhältnis), the Merchant assigns BS PAYONE with the transmission of transaction data made by Payment Cards and the settlement of such payment transactions according to the provisions of the Agreement and the GTaCs.

As far as agreed in the contract, BS PAYONE shall provide services to the Merchant with regard to the settlement of the following types of payment procedures:

- electronic cash
- GeldKarte
- electronic direct debit

POS Device purchase or rental agreements – including installation and service agreements – concluded with BS PAYONE are also subject to the following terms and conditions.

2. FURTHER DEFINITIONS

The following definitions shall apply to the Agreement and these General Terms and Conditions:

Agreement is defined as the agency agreement (Geschäftsbesorgungsvertrag) between the Merchant and BS PAYONE regarding the processing of payment transactions made by Payment Cards in accordance with these General Terms and Conditions.

Authorisation is defined as the notification that a transaction with a specific amount is chargeable to a specific Payment Card, which is issued by the Card Issuer upon request of the Merchant and forwarded by BS PAYONE to the Merchant.

BGB is defined as the German Civil Code.

Card Data is defined as the Card Number, Card Verification Number, validity date and payment amount as well as, if so defined by BS PAYONE for the specific scope of application, the name and address of the Cardholder.

Cardholder is defined as the person in whose name a Payment Card has been issued.

Card Issuer is the bank or company that issued the Payment Card.

Card Number is the multi-digit number imprinted on the Payment Card that identifies the relevant card account.

Card Organisations are organisations such as Visa Inc., Visa Europe, MasterCard Inc., Diners Club International, Discover Financial Services, JCB International and UnionPay International (UPI), which operate payment systems and provide licences to Card Issuers and acquirers as related to the Pay-

ment Cards included in the Agreement.

Card Verification Number (Kartenziffernummer) is defined as the three or four-digit number imprinted on the Payment Card in addition to the Card Number (generally located in the signature box on the back of the Payment Card).

Clearing is defined as the cumulative transmission to BS PAYONE of transaction data stored in the POS Device to BS PAYONE.

Distance Sales is defined as service contracts in which the transmitting of instruction to pay by charging the card account is made via the Internet, mail, fax, or telephone even if they are not Distance Sales contracts within the meaning of BGB Section 312b.

E-Commerce in Distance Sales takes place when the instruction to pay by charging the card account is transmitted via the Internet.

Electronic Transmission is the technical process with which the Merchant and BS PAYONE communicate electronically for the purpose of processing card transactions and which has been expressly permitted and specified to the Merchant by BS PAYONE.

EMV Approval is the acceptance of EMV capable POS Devices for the processing of chip and PIN based Payment Cards. EMV is a defined standard for Payment Cards with chips developed by Europay International (now MasterCard), MasterCard, and Visa, Diners Club International and Discover.

Internet is defined as the Internet as such and all open networks and similar data transmission systems.

Mail Order is defined as Distance Sales in which the transmitting of the instruction to pay by charging the card account is made by mail, fax or telephone.

Major Payment Security Incident is an incident which has or may have a material impact on the security, integrity or continuity of BS PAYONE' or the Merchant's payment-related systems and/or the security of sensitive payment data or funds.

Payment Cards is defined as all credit and debit cards and other payment instruments issued in accordance with the regulations of the Card Organisations and expressly included in the Agreement with which the Cardholder issues instruction to pay by charging his card account instead of making a cash payment.

POS Device is a POS terminal or POS card-cash-system (POS stands for Point of Sale) with which the Payment Card data stored on the magnetic strip and/or the chip of a Payment Card is read by a magnetic strip reader and or chip card reader.

Service is defined as the supply of goods and/or services by the Merchant, which are paid or should be paid for by means of a Payment Card.

Transaction Deposit is defined as the Merchant's request to BS PAYONE for settlement of payment transactions made with Payment Cards, which is conducted by the transmission of datasets to BS PAYONE in accordance with the provisions of the Agreement and the General Terms and Conditions.

3. CARD ACCEPTANCE BY THE MERCHANT

3.1 The Merchant is not obliged in general or in specific cases to accept payment for Services by Payment Card in Distance Sales. The Merchant may not accept payment by Payment Card if the circumstances of its use arouse suspicion that a case of misuse could be at hand.

3.2 The Merchant shall not offer the relevant Services at increased prices or less favourable conditions to persons presenting Payment Cards for the purpose of payment than to customers paying in cash. The Merchant may not charge the Cardholder additional fees for the acceptance of a Payment Card. The Merchant's right to offer the Cardholder a discount for the use of a specific Payment Card or another payment authentication instrument remains unaffected. As an exception to sentence 1, the Cardholder may be charged additional fees based on a special agreement with BS PAYONE for specific Payment Cards.

3.3 An acceptance of the Payment Card and the procurement of Card Data from the customer are permitted exclusively for the payment of provided Services or Services to be provided by the Merchant.

3.4 If a compulsory Special Security Procedure (as in E-Commerce, see Section 22.12) is introduced, the acceptance of payment by means of the relevant Payment Card is valid only if the Merchant employs such procedure.

3.5 The Merchant is not entitled to accept Payment Cards as payment for Services, which

- a) are not performed or supplied for the Merchant's own account or on behalf of third parties;
- b) are not performed or supplied in the context of the Merchant's normal business operations; in particular, these may not be based on the granting of credit or cash payments;
- c) have as their objective or are associated with obscene, pornographic, illegal or immoral content according to German law, the law applicable to the Merchant, the Cardholder or the Service, subject to the applicable legal protection for children and minors, or include instructions for the manufacturing of weapons or explosive devices. Exceptions hereto require the prior written approval of BS PAYONE, which will be issued at the discretion of BS PAYONE and only issued if the respective Service is not illegal or immoral.

3.6 Payment Cards may not be used to perform an obviously illegal or immoral legal transaction or to settle a claim related to the lottery or gambling, or to pay a non-covered cheque. When used for recurring Services (such as subscriptions), partial payment for one-time Services and financing costs may not be charged.

3.7 With regard to Distance Sales, the Merchant shall not accept Payment Cards to pay for an order if any one of the following conditions applies (such order shall be referred to in this agreement as "Unusual Order"):

- a) On two consecutive calendar days and in individual or multiple orders in conjunction with the relevant order, the same customer has

- (i) ordered more than five (5) identical goods or Services; or
- (ii) made orders for delivery to addresses outside of the European Union for an amount exceeding 1,500.00 Euro; or

- (iii) made orders for an amount exceeding 3,500.00 Euro; or
- (iv) used more than one Card Number.

b) Over two consecutive calendar days, orders from different customers are made from the same email address.

c) The customer has an email address with a national domain (.de, .at, .ch, .uk, .fr, .it, etc.) and such national domain does not coincide with the delivery address provided.

3.8 With regard to Distance Sales, the Merchant may not accept a change of delivery address after requesting Authorisation for orders paid by means of a Payment Card.

3.9 BS PAYONE is entitled to change or amend the conditions listed in Section 3.7 or expand the list of Unusual Orders by issuing written notification to the Merchant with a notice period of no less than one month if BS PAYONE deems such changes to be reasonably necessary based on potential practices of misuse.

3.10 The Merchant undertakes not to request that the customer transmit its Card Data via email and not to make it possible for the customer to do so. Payment information may only be transmitted via a payment system accepted by BS PAYONE.

4. TRANSACTION PROCESSING

4.1 The Transaction Deposit must be delivered to BS PAYONE via Electronic Transmission of datasets for the respective transactions that comply with the standards agreed upon by BS PAYONE and the Merchant in each case relating to content, format and method of transmission. BS PAYONE is entitled to change these standards by means of written declaration to the Merchant for valid reasons, especially if the Card Organisations' standards change. The procedure for Electronic Transmission may only be used after release by BS PAYONE. BS PAYONE is not liable for the proper functioning of the procedure. The Merchant shall carry the costs (including transmission costs) and the risk of malfunction of the Electronic Transmission. The Merchant carries the ongoing responsibility for the proper functioning of the devices, the transmission lines, data storage devices, and other facilities used for the transmission of data. All obligations of BS PAYONE resulting from a separate contract under which BS PAYONE sold or rented hardware or software for Electronic Transmission and/or the maintenance thereof remain unaffected.

4.2 As far as these GTaCs do not render an Authorisation unnecessary, a Transaction Deposit is only valid for transactions that were issued prior Authorisation. At the discretion of BS PAYONE, BS PAYONE may decide in specific cases that Authorisation and the subsequent processing of the authorised transaction may be completed by BS PAYONE in a one step process subject to the condition that the Merchant's Service is provided within two working days after the expected completion of the processing and without any change to the invoiced amount.

4.3 Only Electronic Transmission may be used for Authorisation. If Authorisation of card transactions by Electronic Transmission is not possible, the Merchant shall request Authorisation via the BS PAYONE telephone authorisation service and record the authorisation code issued by BS PAYONE on the transaction receipt. For Maestro, V-Pay, UPI and Electron cards, Authorisation by telephone is not possible even during an operational disruption.

4.4 With regard to face-to-face business, all transactions shall be processed via POS Device if the Merchant has a POS Device available to it. The Merchant may only utilise POS Devices if such have been approved by BS PAYONE for use in the relevant country. The POS Device must be set-up in such a manner that does not allow the detection of the PIN number when such PIN number is entered. The Merchant shall ensure that the POS Device is not accessible by unauthorised third parties. The Merchant is obliged to immediately inform BS PAYONE that unauthorised third parties have gained access to the POS Device as soon as there is reason to suspect that such has occurred.

4.5 With regard to face-to-face business, transaction receipts may only be produced manually if the POS Device is non-functional or if the magnetic strip on the back of the card cannot be read at all or only incorrectly. In such case, the transaction receipts shall be made with an imprinter and the transaction data shall be transmitted to BS PAYONE by Electronic Transmission as soon as the operational disturbance has passed. If the Electronic Transmission is not possible for more than one business day, the manually produced transaction receipts shall be sent to BS PAYONE by mail. For Maestro, V-Pay, UPI and Electron cards, acceptance by manually produced transaction receipts is not permitted even during an operational disruption to the POS Device. If the Card Organisations provide BS PAYONE with obligatory cancellations or additions to the card types specified above, the Merchant shall be notified of such by BS PAYONE in writing.

4.6 The Merchant shall ensure – particularly by instructing his employees – that within his personal and physical areas of influence, including persons commissioned by the Merchant (e.g. Internet provider), no misuse of Card Data or Electronic Transmission shall be possible, for example by improper use of Card Data or manipulation of data entry. If the Merchant becomes aware of a possible misuse of the Electronic Transmission or misuse of transaction data, it shall inform BS PAYONE of such immediately.

5. AUTHORISATION

5.1 The Merchant shall request Authorisation from BS PAYONE through the relevant Card Issuer for each transaction, regardless of the transaction amount. For each Authorisation request made by the Merchant, the relevant data requested by BS PAYONE shall be delivered. The data must comply with the standards for content, format, and method of transmission agreed upon by BS PAYONE and the Merchant for each given situation. When the Authorisation for the transaction is issued

- by the relevant Card Issuer, BS PAYONE shall issue the Merchant an authorisation code. If the Merchant is not issued Authorisation for a transaction, the Merchant shall contact the BS PAYONE authorisation service. If the Merchant is not issued Authorisation for a transaction, the Merchant is not permitted to resubmit this transaction for Authorisation. The Merchant is also not permitted, in particular, to divide a transaction into multiple partial amounts in order to receive Authorisation in this way.
- 5.2 When requesting Authorisation, the Merchant shall truthfully declare in a manner specified by BS PAYONE for each given situation whether the Transaction originated via E-Commerce or Mail Order, specifically by indicating the relevant Merchant number.
- 5.3 With regard to face-to-face business, as far as a manually issued transaction receipt is valid according to the GTaCs, or contactless payment cards are being used, Authorisation is not required if the total amount is less than the limit for transactions without Authorisation applicable (Floor Limit) in the relevant countries. With contactless payment cards, cardholder legitimisation by signature or entry of correct PIN is not necessary if the Floor Limit is not exceeded. In any other case, BS PAYONE reserves the right to charge back the card transaction in case of the authorised cardholder contesting issuing the instruction. The total amount is the aggregate of all sales which (a) have been made on the same calendar day at the same cash register of the Merchant with the same payment card, or (b) apply to the same Service (Service of the Merchant to the Cardholder) even if the sale is made at another cash register of the Merchant. Therefore, it is particularly not allowed to reduce the card sales below the limit by issuing multiple transaction receipts. Undated transaction receipts are generally prohibited. If specific cash registers are not indicated on all transaction receipts, all receipts from one day shall be considered as receipts from one single cash register. The limit for transactions without Authorisation is the amount fixed in the Agreement. BS PAYONE shall be entitled to modify the amount at any time based on reasonably exercised discretion (BGB Section 315) through notification of the Merchant (including reduction to zero), especially if the Card Organisations make corresponding changes. The Merchant shall be responsible for the correct entering of data in the POS Device.
- 6. CREDIT BOOKINGS**
- 6.1 The Merchant may issue refunds by means of a credit booking for Services for which a Transaction Deposit has been made. With regard to face-to-face business, the Merchant may issue credit bookings in the form of a credit voucher, the original of which shall be delivered to the Cardholder. The credit voucher is to be completed in full and includes the legally binding signature of the Merchant. This shall be provided to BS PAYONE within 10 business days after issuance. A credit booking in the case of Payment Cards, as defined in Section 4.5 sentences 4 and 5, may only be issued by use of the POS Device.
- 6.2 Credit bookings for transactions where no prior corresponding Transaction Deposit has been made are not permitted. Credit bookings for transactions where the Cardholder has already initiated a chargeback are also not permitted; BS PAYONE shall delete any such credit bookings immediately.
- 6.3 The Merchant shall pay BS PAYONE the credit booking amount and the service fees resulting from the issuance of a credit booking. BS PAYONE is entitled to set off the owed amount against outstanding claims of the Merchant. Provided that the Merchant issues payment as set out in sentence 1 or amounts owed are offset according to sentence 2, BS PAYONE shall instruct the Card Issuer to issue the amount of the credit booking to the Cardholder's account.
- 7. PAYMENT CLAIM OF THE MERCHANT, TRUST AGREEMENT**
- 7.1 BS PAYONE is obligated to immediately provide the Merchant with the transaction amounts for all Transaction Deposits subject to the chargeback rights in Section 11.2 and subject to any set off conducted after such transaction amounts have been previously deposited into the account of BS PAYONE. The payment period for Merchant claims according to sentence 1 is defined in Section 10.2.
- 7.2 On behalf of the Merchant as the trustor, the Transaction Deposits received on the BS PAYONE account according to Section 7.1 as well as the credit booking amounts received from the Merchant according to Section 6.3 shall be deposited by BS PAYONE as the trustee in one or more trust accounts at one or more credit institutions. These trust accounts shall be managed in 'BS PAYONE' name as open trust accounts under the meaning of the German Payment Services Regulatory Act (ZAG) Section 13 para. 1 (2) (1b). These accounts may also be managed as trust collective accounts. BS PAYONE shall ensure that the received payment amounts as described in sentence 1 are attributable at all times in terms of accounting to the Merchant and at no time shall they be combined with funds of other private individuals or legal entities other than the payment service user for which they are held. BS PAYONE is permitted to withdraw amounts from the trust accounts that correspond to claims in favour of BS PAYONE against the Merchant. At the Merchant's request, BS PAYONE shall provide the Merchant with the following information: at which credit institution and on which trust account the received payment amounts as described in sentence 1 are deposited; if the credit institution, at which the received payment amounts as described in sentence 1 are deposited, belongs to an organisation which promotes the security of depositor and investor claims; and to which extent these payment amounts are safeguarded by this organisation.
- 7.3 If requested by BS PAYONE, the Merchant shall at its own cost register on and, if applicable, be certified on the PCI DSS Platform within 14 days of receiving the Merchant number according to the provisions of the current programmes MasterCard Site Data Protection (SDP) and Visa Account Information Security (AIS) pursuant to the PCI DSS (Payment Card Industry Data Security Standard) used by the Card Organisations (including MasterCard Inc. and Visa Inc., Visa Europe) to protect against unauthorised access to and compromising of Card Data and to prove PCI Compliance.
- 7.4 The Merchant shall implement all measures to prevent misuse (including the prevention of the improper use of Card Data) as informed by BS PAYONE and which are deemed necessary according to reasonably exercised discretion to reduce the risk of misuse. In addition, the Merchant is obligated to apply special procedures to prevent misuse if such are introduced by Card Organisations as mandatory and BS PAYONE communicates such to the Merchant. All costs related to the procedures set out in this Section 7.4 shall be carried by the Merchant.
- 7.5 The performance of duties set out in Sections 7.1 shall be made based on an individual contractual payment obligation of BS PAYONE to the Merchant, not tied to the payment order of the Cardholder, and not as settlement of the claim of the Merchant against the customer.
- 8. ASSIGNMENT OF RIGHTS OF THE MERCHANT**
- In order to facilitate the collection of the respective payments of the Card Issuers (directly or through the Card Organisations) by BS PAYONE, the Merchant hereby assigns to BS PAYONE all claims against the customer or Cardholder arising from Services which were made by the use of Payment Cards as well as all claims against the Card Issuers, which may arise in conjunction with the use of the Payment Card. BS PAYONE accepts the assignment. The assignment of each claim shall become valid upon receipt of the Transaction Deposit by BS PAYONE.
- 9. SERVICE FEES/CLAIMS FOR REIMBURSEMENT OF EXPENSES OF BS PAYONE/CHARGING-ON OF PENALTY FINES**
- 9.1 BS PAYONE shall receive service fees from the Merchant as compensation for the services provided by BS PAYONE, where some fees must be paid by BS PAYONE to the Card Organisations (Card Scheme Fee) and the Card Issuers (Interchange). The service fees set out in the Agreement consist a) in the Discount Percentage Model of a discount percentage rate and/or a transaction fee charged on each transaction, b) in the Interchange Plus Model of the actual charged Interchange, the service fee or transaction fee and c) in the Interchange Plus Plus Model of the actual charged Interchange, the fees of the Card Organisations (Card Scheme Fee) as well as the service fee or transaction fee.
- In addition to that, in all price models additional service fees apply, e.g. for credit bookings, transaction cancellations, chargebacks, etc. The amount of the service fees is contingent on, inter alia, the respective requirements of the Merchant according to Section 10.2 sentence 2 pertaining to the time at which BS PAYONE should begin the transfer of amounts due under Sections 7.1. Deviant to BGB Section 675f para. 4 (2), the charging of remuneration for the fulfilment of secondary obligations according to BGB Sections 675c through 676c shall be allowed. All payments due to BS PAYONE are exclusive of value added tax provided that the service at the respective place of performance is deemed to be subject to VAT.
- 9.2 The Merchant shall reimburse BS PAYONE for all expenses incurred in conjunction with the performance of the Agreement, if deemed necessary by BS PAYONE according to the circumstances. In this meaning, expenses are specifically but not exclusively
- fees charged by the Card Organisations to BS PAYONE as far as such fees are associated with the performance of the Agreement,
 - fees charged by the Card Organisations for listing the Merchant in special merchant programmes.
- The claim for reimbursement of expenses does not apply where BS PAYONE has acted negligently. BGB Section 254 shall apply in this case.
- 9.3 **The Merchant shall refund BS PAYONE all expenses related to penalty fines charged by the Card Organisations to BS PAYONE in association with the performance of the Agreement, as far as BS PAYONE has reason to assume based on the circumstances that these penalty fines were caused by the Merchant's transactions, which represent a culpable breach of contract, or by a culpable act and/or wrongful omission of the Merchant and were assessed by the Card Organisation according to the policies in their rules and regulations. This shall particularly – but not exclusively – apply to penalty fines that are assessed by the Card Organisation for the following acts of the Merchant: the submission of illegal or brand-damaging transactions, for the submission of third-party transactions contrary to the rules and regulations, for exceeding chargeback limits or for non-registration and/or non-certification according to the PCI-DSS standards or for compromising of Card Data in the Merchant's system or in the system of third parties instructed by the Merchant. In place of reimbursement, BS PAYONE is entitled according to BGB Section 257 to request exemption regarding an obligation entered into in this context. The refund or release from obligation shall not exist as far as the assignment of a penalty fine is attributable to a culpable act of BS PAYONE. In such case, BGB Section 254 shall apply accordingly.**
- The Merchant is obliged to provide the information required for the defence against the penalty fine without delay, or at least timely enough that BS PAYONE is able to object to the assignment of the penalty fine within the deadline set by the Card Organisations. Based on the information provided by the Merchant, BS PAYONE shall take action against the assignment of the penalty fee within the framework of defence process provided for by the Card Organisations.**
- BS PAYONE shall only pursue a defence against the assignment of penalty fines in a court of law or before an arbitration committee, if the Merchant requests such from BS PAYONE expressly in writing and if the Merchant provides an advance or security for the anticipated costs incurred related to a defence in a court of law or before an arbitration committee. In the case of arbitration or
- court proceedings, the Merchant shall bear the risk of not winning the case.**
- 9.4 BS PAYONE has the right to deduct service fees owed to it according to Section 9.1 as well as the reimbursement of expenses owed to it according to Sections 9.2 and 9.3 from BS PAYONE payable amounts owed to the Merchant according to Section 10. In the case that such deduction is not possible, the Merchant shall pay the service fees and the reimbursement of expense to BS PAYONE upon request.
- 9.5 The agreed service fee applies based on the average transaction amount per month (total value of all transactions divided by the number of transactions) indicated by the Merchant at the conclusion of the Agreement or according to an agreed amendment. If such amount has not been reached for more than one month, BS PAYONE is entitled to adequately adjust the fee by increasing the service fee or by agreeing upon a separate transaction fee. The same shall also apply if the amount of approved chargebacks by BS PAYONE in one month exceeds one per cent (1 %) of the value of the Transaction Deposits in the same month.
- 9.6 The costs incurred by the Merchant for the implementation of a Special Security Procedure shall be borne by the Merchant (including transmission costs).
- 9.7 BS PAYONE is entitled to reasonably modify service fees during the term of the Agreement if the material cost factors have changed and the changes are reasonable for the Merchant under consideration of BS PAYONE's interests. This is particularly applicable if the Card Organisations introduce new or higher fees or higher Interchange Fees. BS PAYONE shall inform the Merchant of such modification in writing.
- 10. STATEMENTS/PAYMENTS TO THE MERCHANT**
- 10.1 BS PAYONE provides the Merchant with a statement on the deposited card transactions and the service fees to be paid by the Merchant either on the account statement, in electronic form as a PDF file, or, as a special service, on paper. The reference number for each transaction, the amount of the card transaction, the amount of the service fees and Interchange are provided at least once a month at the BS PAYONE Service Portal. The Merchant shall promptly verify all statements from BS PAYONE as to correctness and completeness. Any complaints must be made in writing and within a 28-day period following receipt of the statement by the Merchant. Dispatch in good time shall suffice. Failure to issue complaint in good time shall be deemed as approval, as far as BS PAYONE expressly notified the Merchant in the respective statement that failure to issue complaints within 28 days of receipt of the statement is deemed as approval. Corrections by BS PAYONE shall not be excluded after the expiry of such period.
- 10.2 BS PAYONE shall pay the amounts owed to the Merchant according to Sections 7.1 by transfer to the account indicated by the Merchant in the Agreement. BS PAYONE shall begin transfer of payment on the date indicated to BS PAYONE by the Merchant in each case. As far as the Merchant was inactive for more than 12 months, BS PAYONE reserves the right to suspend the Agreement and services arising from this Agreement until renewed identification of the Merchant has been performed according to the German Money Laundering Act (in particular verification of the bank details and the ownership structure of the Merchant). The Merchant shall be notified in this respect. Any delays resulting from the above shall be accepted by the Merchant to a reasonable extent.
- 10.3 For the completion of the payment transfer according to Section 10.2 and in accordance with BGB Section 675s para. 1 (1)(1), a deadline of one business day after the date indicated in Section 10.2 sentence 2 shall be agreed upon.
- 10.4 The transfer of payment according to Section 10.2 shall be made in Euro (EUR) provided that no other transaction currency has been agreed upon. If the currency of the amount deposited in the account of BS PAYONE according to Section 7.1 differs from the currency in which the payment transfer was initiated according to sentence 1, the currency shall be converted based on the schedule of prices for the respective indicated reference exchange rate.
- 11. CHARGEBACK RIGHTS OF BS PAYONE/ HANDLING OF COMPLAINTS**
- 11.1 All payments by BS PAYONE to the Merchant shall be made subject to chargebacks. If BS PAYONE made a payment to the Merchant even though the Merchant held no claim to such payment, BS PAYONE may request repayment or may apply such to payment obligations of BS PAYONE.
- 11.2 BS PAYONE shall be entitled to charge back a Merchant's transaction, if
- BS PAYONE had no obligation to provide the relevant transaction amount regardless of whether BS PAYONE was aware of such or not, or
 - the transaction amounts, which were deposited in the account of BS PAYONE and were provided to the Merchant, were recharged to BS PAYONE by the Card Issuer or Card Organisation (e.g. due to a reimbursement claim by the Cardholder in accordance with BGB Section 675u or 675x).
- 11.3 With regard to face-to-face business, a chargeback according to Section 11.2 is excluded if all of the following specified conditions (and not merely some) are met (condition precedent under the meaning of BGB Section 158 para. 1):
- the acceptance of payment was permitted under Section 3,
 - the Payment Card was physically presented to the Merchant (acceptance of payment via mail, telephone, fax or Internet is not permitted under the Agreement),
 - the Payment Card was valid, i.e. the date of the signing of the transaction receipt fell within the period in which the payment card is valid,
 - the Payment Card is not on a ban list or has not been declared void to the Merchant through any other form of communication,
 - the Merchant matched the photograph, if any, on the Payment Card with the person that presented the Payment Card,
 - it was not apparent that the presented Payment Card had

- been modified or rendered unreadable,
- g) if a special verification is to be conducted, this was conducted and had a positive result,
 - h) the Merchant has issued two copies of the transaction receipt from a POS Device (without manual entry of Card Data) or, if allowed, has made three copies of the transaction receipt with an imprinter which contains at least the Card Number (or if so directed by BS PAYONE, a part thereof), the period of validity, and the name of the Cardholder in a complete, correct and legible manner and which shows the gross price of the Service, the date of the transaction receipt as well as the company name, address and BS PAYONE Merchant number of the Merchant; the Cardholder was provided with a copy of the signed transaction receipt,
 - i) the person who presented the Payment Card has signed the front of transaction receipt in the presence of the Merchant, the Merchant matched such signature with the signature on the back of the payment card; For Payment Cards with chip and PIN, the Cardholder is required to enter his personal identification number (PIN) instead of providing a signature; for UPI, both entry of the PIN and signature are required,
 - j) the Merchant received an Authorisation for the relevant transaction through BS PAYONE (except in cases set out in Section 5.3),
 - k) the transaction is expressed in Euro or another currency permitted in the Agreement,
 - l) the correct Transaction Deposit shall be made no later than 5 days after issuance of the transaction receipt in accordance with the provisions of Section 4; in the case of Maestro, V Pay, UPI and other Payment Cards with chip and PIN, the deadline shall begin at the execution of the transaction,
 - m) in the event of improper usage, the misuse would still have been possible even if the procedure set out in Sections 7.4 and 7.5 had been applied; BS PAYONE carries the burden of proof to demonstrate that this is not the case. Improper usage also occurs when the Payment Card is not used by the Cardholder or without his permission or if the Payment Card has been forged or falsified,
 - n) the Cardholder does not request cancellation of the charge to his card account in writing stating that
 - aa) the Service had not been provided at all or not provided to the agreed upon delivery address or not provided by the agreed upon time because the Merchant was unwilling or unable to provide the Service, or
 - bb) the Service did not comply with the written description on the transaction receipt or another document provided at the time of the purchase and the Cardholder returned the merchandise to the Merchant or cancelled the Services, or
 - cc) the delivery was defective or damaged upon arrival, unless in the case of aa) through cc) the Merchant provides evidence of the proper performance of Services by submitting documentation within 15 days after receiving a request for such by BS PAYONE,
 - o) the Merchant provided, properly and in good time, the documentation specified in Section 18 to BS PAYONE according to a request made by BS PAYONE within the time period set out in Section 18,
 - p) the Payment Card was read by a POS Device with EMV Approval and PCI certification.
- 11.4 A chargeback is made in addition to the service fees for a chargeback. The chargeback amount may be set-off against due payment claims of the Merchant. If a set-off is not possible, the Merchant is obliged to promptly pay the chargeback amount. After settlement of all obligations of the Merchant, BS PAYONE shall reassign to the Merchant any possible claims of the Merchant against the Customer or the Cardholder underlying the chargeback. The Merchant shall not be entitled to a refund of the service fees incurred for the relevant transaction in the case of a chargeback because BS PAYONE performed the service compensated by such fee.
- 11.5 The Merchant shall deal with complaints made by the Cardholder regarding Services directly with the Cardholder. If a chargeback has been validly made, the Merchant shall pursue payment claims directly against the Cardholder.
- 11.6 The chargeback rights of BS PAYONE against the Merchant shall not be restricted by the issuance of an authorisation code or by BGB Section 675p para. 2.
- 11.7 BS PAYONE is entitled in the event of a chargeback for a specific transaction, which is part of recurring payments, to undertake a chargeback of all other transactions of the Merchant with the relevant Customer as long as the Merchant has not proven that the conditions for a chargeback of the other transactions do not apply.

12. CREATION OR STRENGTHENING OF SECURITIES

- 12.1 BS PAYONE may request the creation of bank-like securities for all claims arising from the agreement and also in the event that the claims are conditional (e.g. the claims for reimbursement of expenses according to Sections 9.2 and 9.3).
- 12.2 If BS PAYONE did not request, in part or in whole, the creation of securities or the strengthening of securities when the claim against the Merchant arose, BS PAYONE shall nevertheless be entitled to request backing at a later date. This shall only be admissible when circumstances arise or become known that justify an increased risk assessment of claims against the Merchant. This is particularly the case, when
- a) the Merchant's economic circumstances have worsened or are in danger of worsening
 - b) the existing securities have lost value or are in danger of losing value.
- 12.3 BS PAYONE shall provide the Merchant with a reasonable deadline for the creation or strengthening of securities.

13. RIGHTS OF LIEN

- 13.1 The Merchant and BS PAYONE agree that BS PAYONE shall have a right of lien on all claims which the Merchant has - or may have in the future - against BS PAYONE based on the Agreement,

including these General Terms and Conditions (e.g. claims according to Sections 7.1).

- 13.2 The right of lien serves as security for all current, future and conditional claims which BS PAYONE is entitled to against the Merchant based on the business relationship (e.g. chargeback claims according to Section 11 as well as claims for service fees and reimbursement of expenses according to Sections 9.1, 9.2 and 9.3).
- 13.3 Should BS PAYONE retain payment amounts based on the right of lien according to Section 13.1 and should the Merchant have claim to such payment amounts, BS PAYONE shall make an interest-bearing investment as long as such investment can be achieved with reasonable effort. BS PAYONE shall provide the Merchant with the interest earnings under the meaning of this Section 13.3.

14. WITHDRAWAL OF PAYMENT CARDS IN FACE-TO-FACE BUSINESS

If (a) when requesting Authorisation the terminal display shows "withdraw card" or a similar statement, or (b) there is otherwise suspicion that a presented Payment Card was forged or falsified, or (c) the signature on the presented Payment Card does not match the signature on the transaction receipt, or (d) the person presenting the card does not resemble the photograph on the Payment Card, or (e) the Card Number or validity date on the Payment Card does not coincide with the electronically issued transaction receipt, or (f) the four-digit number imprinted under the Card Number does not coincide with the first four numbers of the Card Number, the Merchant shall immediately inform BS PAYONE of such by telephone before return of the Payment Card to the customer. BS PAYONE may request that the person presenting the card show a valid identity card with photograph to the Merchant. Upon request by BS PAYONE, the Merchant shall attempt to retain or withdraw the Payment Card.

15. ACCEPTANCE INFORMATION

With regard to Distance Sales, the Merchant shall make signs indicating card acceptance clearly visible on its website, in its offers (e.g. catalogues) and advertising prospectuses. With regard to face-to-face business, the Merchant shall install the advertising material provided by BS PAYONE in a clearly visible position in its place of business.

16. INFORMATION DUTIES OF THE MERCHANT/ COMMUNICATION TO THIRD PARTIES/INVOLVEMENT OF THIRD PARTIES BY THE MERCHANT

- 16.1 The basic data to be listed in the appendices to the Agreement shall be completed by the Merchant in full and correctly. BS PAYONE must be promptly notified of any significant changes, particularly
- a) a sale or leasing of the company or any other change of ownership,
 - b) change of address or bank account,
 - c) change of legal form or the name of the company,
 - d) changes to the product portfolio,
 - e) changes to the beneficial owner within the meaning of German Money Laundering Act (GwG) Section 1 para. 6.
- 16.2 The Merchant shall provide BS PAYONE with certified copies of any requested documents (e.g. commercial register extracts, other register extracts, trade licences, articles of association, print-outs of the applicable Internet websites, annual accounts) and translations of the documents if such are in languages other than English or German. The Merchant shall disclose information regarding the organisation of its business operations (including security procedures) upon request by BS PAYONE, including information that BS PAYONE deems necessary to transmit to the Card Organisations.
- 16.3 The Merchant shall permit BS PAYONE upon request to inspect its business premises within usual business hours personally or by a third party commissioned by BS PAYONE to enable BS PAYONE to monitor compliance with the provisions of the Agreement.
- 16.4 In order to verify any contractual breaches with other acquirers or Card Organisations, BS PAYONE is entitled to transmit the basic data as well as in Distance Sales data regarding the Merchant's website to information agencies set up for this purpose. The same applies to contractual breaches by the Merchant that entitle BS PAYONE to terminate the Agreement. The Merchant hereby declares its consent.
- 16.5 Furthermore, for the purposes of the organisational and technical support of the Merchant, BS PAYONE is entitled to transmit to the Merchant's account-holding bank such technical information as well as such settlement data (and data the account-holding bank is already in possession of) that the account-holding bank needs in order to comprehensively support the Merchant regarding payment transactions.
- 16.6 The Merchant shall not be entitled without receiving prior consent from BS PAYONE to contract third parties to fulfil any obligations of the Merchant arising from the Agreement. Such third parties must assume the obligations set out in Sections 16.2 and 16.3 and the Merchant shall provide evidence of such. The Merchant shall remain fully liable in all cases for the fulfilment of the Agreement. In regards to card acceptance, the Merchant shall only contract third parties if they are registered as "Merchant Agent" with Visa Europe / Visa Inc. and "Service Provider" with MasterCard and fulfil all requirements of the Card Organisations as well as PCI DSS Standards and such third parties declare to the Merchant they shall fulfil all such requirements.
- 16.7 The Merchant is obliged to notify BS PAYONE immediately in writing of a change in saving, processing and transmitting credit card data on its own systems.

17. INFORMATION DUTIES OF BS PAYONE

The information duties resulting from BGB Section 675d para. 1(1) in conjunction with Art. 248 EGBGB Sections 3-9 (EGBGB: Introductory Act to the German Civil Code) shall be excluded.

18. DOCUMENTATION AND STORING OBLIGATIONS

- 18.1 The Merchant shall store the following data and documentation electronically or in writing for each Transaction Deposit:
- a) for E-Commerce, all data transmitted by the customer except the Card Verification Number,
 - b) for Distance Sales by mail or fax, all documents transmitted by the customer,
 - c) for Distance Sales by telephone, the date and time of the telephone call, the person who received the instruction to charge the card account, and the content of the order but not the Card Verification Number,
 - d) for face-to-face business, all documents related to the Service including any copies of the transaction receipts.
- 18.2 The Card Verification Number shall be deleted after the Authorisation request has been made. It is permitted to store the documents transmitted by the Customer containing the Card Verification Number.
- 18.3 The Merchant shall safeguard the data and documents specified in Section 18.1 for a period of at least thirteen (13) months after the Transaction Deposit unless deletion is required by law. The data and documents shall be made available at any time to BS PAYONE upon request for inspection by BS PAYONE during this time period in paper-format or in a format which can be deciphered by customary standard software. Any further statutory storing obligations of the Merchant remain unaffected.

19. TERM/TERMINATION RIGHTS OF BS PAYONE/SUSPENSION

In the event of the agreement of an unlimited term, Section 19.1 a) shall apply. In the event of the agreement of a limited term, Section 19.1 b) shall apply.

- 19.1 a) The Agreement shall be concluded for an unlimited period of time. The Agreement may be terminated by both contract parties at any point in time with a notice period of 30 calendar days.
- b) The Agreement shall be concluded for the term set out in the Agreement. The Agreement may be prematurely terminated by BS PAYONE with a notice period of one month if the Merchant does not make any Transaction Deposit within 6 months after the commencement of the Agreement.
- The term of the Agreement shall be extended by 12 months respectively after expiry of the period specified in Section 19.1 b) sentence 1 unless terminated 3 months prior to expiry by the Merchant or BS PAYONE in writing. The Merchant's right to terminate the Agreement at any time according to BGB Section 675h para. 1 is excluded. A premature termination for the purpose of a change to the Agreement's conditions pursuant to Section 32.6 remains unaffected. The Merchant shall comply with the obligations set out in the Agreement until the end of the termination notice period.
- 19.2 A termination without notice based on important reasons shall be permitted at any time. Important reasons for termination by BS PAYONE include but are not limited to the following:
- a) if, at the time of the signing of the Agreement, the Merchant provided false information regarding its business operations or the Services offered, particularly if BS PAYONE were not made aware that such Service includes erotic content or it did not inform BS PAYONE of subsequent changes;
 - b) if BS PAYONE becomes aware of adverse financial circumstances of the Merchant or any other adverse circumstances which make it unreasonable for BS PAYONE to maintain the Agreement;
 - c) if there exists the suspicion or knowledge of repeated misuse of the processing system through requests for Authorisation not based on a card transaction;
 - d) if the Merchant has transmitted transactions with stolen or lost Payment Cards repeatedly within a one month period and the Merchant is not able to prove that the Merchant cannot be accused of breach of contract;
 - e) if the amount validly charged back by BS PAYONE per card type in one calendar month exceeds one percent (1%) of the value of the Transaction Deposits, or the number of chargebacks per card type exceeds 50 basis points (0.5%) of the amount of transactions in the previous month;
 - f) if the Merchant repeatedly or with obvious repetitive intent requests the Authorisation of transactions for which BS PAYONE has no payment obligation or makes Transaction Deposits without Authorisation;
 - g) if the Merchant grossly violates the terms of the Agreement in any other way;
 - h) if the Merchant does not fulfil its obligations to create or strengthen securities as set out in Section 12.2 of these General Terms and Conditions, or based upon any other agreement, after prior written warning within the reasonable deadline set by BS PAYONE;
 - i) the Merchant does not fulfil its obligation upon request by BS PAYONE to install an EMV certified POS Device within the deadline;
 - j) if penalty fees are imposed upon BS PAYONE by a Card Organisation or the imposition of penalty fees has been threatened and the imposition or threatening of such is attributable to Merchant;
 - k) a Card Organisation requests the termination of card acceptance via the Merchant;
 - l) if the Merchant does not implement a compulsory Special Procedure, particularly 3D Secure or another procedure introduced as compulsory by BS PAYONE;
 - m) if, in breach of the obligation stipulated in Section 22.8 e), the Merchant does not cooperate with BS PAYONE and the responsible law enforcement authorities in the event of major payment security incidents;
 - n) if the Merchant is in breach of the obligations specified in no. 22.9.
- 19.3 If there are grounds to suspect facts, which would entitle BS PAYONE to terminate the Agreement, BS PAYONE is entitled to suspend the execution of the Agreement (particularly the Authorisation of transactions and payment of deposited transactions) until the suspicion has been cleared. If it is possible to lift the suspension by providing information or docu-

ments, for example, BS PAYONE shall inform the Merchant in this respect.

- 19.4 In the event of termination of the Agreement, the Merchant shall return to BS PAYONE upon request all voucher forms, documents, equipment as well as advertising material provided by BS PAYONE. In addition and without request, the Merchant shall remove all indications of card acceptance unless otherwise entitled to use.

20. CONFIDENTIALITY, DATA PROTECTION, PCI AUDIT

- 20.1 The contract parties undertake to keep strictly confidential all confidential information made available within the scope of the Agreement by the respective other party or the Card holder and to not make such accessible to third parties. This shall not apply to third parties under the meaning of Section 16.5 and 16.6, which shall be obligated to maintain the confidentiality of such information by the Merchant. Information shall be deemed to be particularly confidential if such constitutes operational and/or business secrets of either contract party as well as non-anonymous information regarding the Cardholders. The Merchant agrees that data arising from the terms of business subject to the Agreement (such as address, term of the Agreement, etc.) used for the fulfilment of its own business objectives may be transmitted by BS PAYONE to collaborative partners of BS PAYONE. The Merchant agrees that data that arises from identification pursuant to the GwG by his account-holding bank can be transmitted to BS PAYONE. This is also true for copies of official documents, register extracts (e.g. identity card with photograph, commercial register extracts, trade licenses). In addition, the Merchant agrees that transferred data for identification purposes as pursuant to GwG Sections 4.7 and for the purpose of assessing the Merchant's creditworthiness may be transmitted to credit agencies (e.g. the German Credit Bureau (Schufa) or Creditreform). The respective credit agency shall save and transmit data to BS PAYONE for the purpose of a credit assessment of natural persons. The respective credit agency shall only make personal data available if, in individual cases, a legitimate interest is credibly presented by BS PAYONE. The respective credit agency shall provide address information for the purpose of determining debt. When providing information, the respective credit agency can also issue to BS PAYONE a probability value calculated via its database regarding the assessment of credit risk (score process). The Merchant can receive information from the respective credit agency about the Merchant-related data being stored. Upon request, BS PAYONE shall notify the Merchant of the name of the credit agency which received the Merchant's data and the address of the respective credit agency. The Merchant revocably authorises BS PAYONE to obtain general bank information and to this extent releases the account-holding bank from banking secrecy. Both parties are obliged to comply with all statutory data protection regulations.

- 20.2 The Merchant shall undertake adequate measures to protect against the unauthorised use of Payment Cards and Card Data. In particular, the data specified in Section 20.1 (e.g. card number) may only be stored in the Merchant's own system truncated or encrypted after PCI certification as set out in Section 7.4 and only when and as long as such is permissible and absolutely necessary. The data on track 2 contained in the magnetic strip of the Payment Card and other verifications codes may not be saved under any circumstances, neither in the Merchant's own system nor in the system of a third party instructed by the Merchant. If the Merchant stores data in violation of these provisions, it shall be liable for all damages resulting from the storing of data. Further claims for damages remain unaffected.

- 20.3 If there are indications that Card Data or Cardholder data has been misused in the Merchant's area of responsibility (e.g. via unauthorised attempts to access card-relevant systems, the loss of Card Data), the Merchant is obliged to notify BS PAYONE of such immediately. In such cases, BS PAYONE is obligated based on Card Organisations' regulations to commission a company accredited by the Card Organisations to verify if such misuse took place (PCI-Audit). If it is determined that misuse has taken place, the Merchant shall reimburse BS PAYONE according to Sections 9.2 and 9.3 all expenditures which were incurred by the misuse. In particular, this includes the costs for the PCI-Audit as well as penalty fines and fees charged to BS PAYONE by the Card Organisations based on the misuse. Any claims for damages by BS PAYONE against the Merchant as well as additional claims for the reimbursement of expenditures according to Sections 9.2 and 9.3 remain unaffected. Provided that the misuse is also attributable to BS PAYONE, BGB Section 254 shall apply.

21. LIABILITY

- 21.1 In regards to the liability of BS PAYONE in the event of non-occurring or incorrect execution of a payment transaction, the following shall apply:
- BS PAYONE shall be liable in accordance with BGB Section 675y only for culpable breaches of obligations during the execution of payment transactions. All other liability under BGB Section 675y is excluded.
 - The liability of BS PAYONE to the Merchant for damages in the event of a non-occurring or incorrect execution of a payment transaction, which is not accounted for in BGB Section 675y, shall be limited to 12,500.00 Euro in accordance with BGB Section 675z para. 2. This shall not apply to intent and gross negligence, interest loss and for the risk assumed by BS PAYONE.
- 21.2 In regards to the liability of BS PAYONE for breached obligations other than non-occurring or incorrect execution of a payment transaction, the following shall apply:
- BS PAYONE shall be liable to the Merchant for intent and gross negligence. In regard to other negligent acts, BS PAYONE shall be exclusively liable for
 - personal injury
 - damages, for which BS PAYONE is responsible according to a guarantee for characteristics or according to

German Product Liability Act, as well as

- damages due to a breach of principle obligations which endangers the attainment of the object of the Agreement or its fulfilment as such principle obligations allow for the proper execution of the Agreement and may normally be relied upon by the Merchant (Cardinal Obligations).

- As far as obligations that allow for the overall proper performance of the Agreement, and compliance with such obligations is normally relied upon by the other party and may be relied upon, have been violated in a slightly negligent manner, liability shall be limited to direct damages, which normally and typically may be expected to occur under similar circumstances and which cannot be controlled by the other party.

- 21.3 Liability for loss of profit is excluded in any case.

- 21.4 As an exception to BGB Section 676b para. 2(1), claims and objections of the Merchant against BS PAYONE are excluded according to BGB Sections 675u through 676c, if the Merchant has not notified BS PAYONE of such 6 months at the latest after receipt of the statement defined in Section 10.1.

22. E-COMMERCE

- 22.1 The Merchant shall ensure that the Card Data, including the Card Number, validity date and Card Verification Number, if necessary, are only transmitted in the encrypted form permitted by BS PAYONE in each instance. Credit card data may only be received and transmitted via SSL or another similar encryption algorithm (at least 128-bit SSL encryption).

- 22.2 Offers of the Merchant shall be designed in a manner which does not create the impression that the Card Organisations are offering or providing the Service.

- 22.3 The Merchant is under obligation, also to BS PAYONE, to comply with all provisions of the law, particularly regarding Distance Sales.

- 22.4 The Merchant agrees that the Internet address indicated in the Agreement shall appear on the card statement of the Cardholder.

- 22.5 Any other Internet addresses of the Merchant aside from the one indicated in the Agreement which will be used for processing the Merchant's Services shall be promptly communicated to BS PAYONE.

- 22.6 The Merchant shall ensure that the Cardholder is clearly informed at the time of the payment transaction as to which Internet address will appear on the card statement. If this address differs from the address used for the order placement, the Merchant shall ensure that an indication, link or forwarding address to the address used for the order appears at the site of the card statement address.

- 22.7 The Merchant shall clearly and explicitly provide the following information on a website, which can be reached via the Internet address indicated in the Agreement:

- complete name and address, registered office, company number as stipulated in the commercial register, location of the commercial register and all other information which is required by law to be stated on business documents in the country of the Merchant's office from which it offers Services;
- the terms of delivery, in particular agreements pertaining to revocation rights or right of return as well as the processing of credit bookings;
- all fees due for the Services of the Merchant, including compensation for shipping, packaging and taxes;
- if the Merchant ships abroad, all possible countries of destination and any special delivery terms;
- the currency in which the Services shall be invoiced, no later than the time of the order placement;
- indication of customer service with complete address, including all contact information;
- the Merchant's policy for the use of customer data and the transmitting of Payment Card information;
- any available security procedures.

- 22.8 The Merchant is obliged

- to express prices only in currencies which are permitted by BS PAYONE for Transaction Deposits;
- in the event of reoccurring Services, to provide the Cardholder with simple options to give notice of termination online provided that termination is possible according to the Merchant's terms or a compulsory provision of the law. An online termination or cancellation procedure must be as least as simple and accessible as the procedures to place the original order;
- in the event of trial use of its website/Service, to inform the Cardholder promptly as to when the trial use period ends with precise information regarding the start of payment obligations and the termination options available to the Cardholder, if applicable;
- if he offers his customers direct access to other businesses (links), to clearly indicate the change of site;
- in addition to the obligations specified in Sections 20.2 and 20.3, if he stores, processes or transfers sensitive payment data, to cooperate with BS PAYONE and the responsible law enforcement agencies in the event of major payment security incidents including data protection breaches.

- 22.9 If the Merchant handles sensitive payment data, i.e. if he stores, processes or transfers such data, he is also obliged to take the following measures in addition to the requirements specified in Sections 20.2 and 20.3:

- In designing, developing and maintaining his websites and shop systems, the Merchant must pay special attention to the adequate segregation of duties in information technology (IT) environments (e.g. the development, test and production environments) and the proper implementation of the least privilege principle as the basis for sound identity and access management. Each program must run and each authorised user of the system must work with only those privileges required to perform the work duties.
- The Merchant must have appropriate security solutions in place to protect networks, websites, servers and communication links against misuse or attacks. The Merchant must strip the servers of all superfluous functions in order

to protect (harden) them and eliminate or reduce the vulnerabilities of applications at risk. Access by the various applications to the data and resources required must be kept to a strict minimum following the least privilege principle. In order to restrict the use of 'fake' websites (imitating legitimate Merchant sites), transactional websites where internet payment is accepted must be identified by extended validation certificates drawn up in the Merchant's name or by other similar authentication methods.

- The Merchant must have appropriate processes in place to monitor, track and restrict access to: i) sensitive payment data, and ii) logical and physical critical resources, such as networks, systems, databases, security modules, etc. The Merchant must create, store and analyse appropriate logs and audit trails.

- In designing, developing and maintaining websites and shop systems, the Merchant must ensure that data minimisation is an essential component of the core functionality: the gathering, routing, processing, storing and/or archiving, and visualisation of sensitive payment data must be kept at the absolute minimum level.

- Security measures for websites and shop systems must be tested under the supervision of the risk management function to ensure their robustness and effectiveness. All changes must be subject to a formal change management process ensuring that changes are properly planned, tested, documented and authorised. On the basis of the changes made and the security threats observed, tests must be repeated regularly and include scenarios of relevant and known potential attacks.

- The Merchant's security measures for his websites and shop systems must be periodically audited to ensure their robustness and effectiveness. The implementation and functioning of the websites and shop systems must also be audited. The frequency and focus of such audits must take into consideration, and be in proportion to, the security risks involved. Trusted and independent (internal or external) experts must carry out the audits. They must not be involved in any way in the development, implementation or operational management of the websites and shop systems provided.

- Whenever the Merchant outsources functions related to his websites and shop systems, the contract must include provisions requiring compliance with the principles and guidelines set out in these GTaCs.

- 22.10 If the Merchant operates websites in languages other than German or English, it shall provide to BS PAYONE a German or English language translation for such websites upon request and unrequested for subsequent changes.

- 22.11 If the Merchant operates businesses, which require government permits according to the applicable law for all users or specific users (such as minors), including but not limited to gambling, lottery, bets or similar, the Merchant shall prove to BS PAYONE that the permit has been granted and is still valid. To the extent that a permit has not been granted for particular countries where the Merchant is offering its Services or the respective Service is generally prohibited or the Merchant is not aware of the legal situation, all interested parties shall be clearly notified of such.

- 22.12 Verified by Visa (VbV) and MasterCard SecureCode (MSC), collectively referred to as "3D Secure", are considered "Special Security Procedures" in the context of the GTaCs and must be introduced for E-Commerce transactions. They enable authentication of the Cardholder and protect against card misuse. When applying this security procedure via a payment system approved by BS PAYONE, Cardholder chargebacks based on the argument "transaction not authorised by cardholder" shall no longer be possible (liability shift). This is also applicable if the Cardholder and the Cardholder's bank do not participate in the security procedures. The liability shift in such cases is applicable to private credit cards worldwide and to business and company credit cards throughout Europe. The Merchant shall be responsible for the technical implementation of Special Security Procedures. The following requirements shall be established in advance with the payment service provider:

- The technical requirements have been established. The correct identification of transactions has been established in the Internet shop.
- The necessary registration for a connection with Visa and MasterCard was conducted by the payment service provider and confirmed.
- The procedure was activated by BS PAYONE (Agreement).
- The security procedures are to be applied to every payment.
- For Maestro-payments, in addition to the Merchant, the Cardholder and the card-issuing bank must also participate in MasterCard SecureCode procedure.

23. MAIL ORDER

Sales from the Mail Order agreement are exclusively conducted via Mail Order/telephone order. The Merchant shall undertake not to charge for sales for which payment data in any form was received via the Internet (including email systems).

24. GIROPAY

Companies with a registered office in the European Union and a bank account in the SEPA area may use giropay. Companies with registered offices outside of the European Union, may only use giropay after receiving prior consent from BS PAYONE. BS PAYONE is not liable for the infringement of third-party protective rights during the use of giropay brands outside the licensing area of the European Union.

25. PERIOD OF LIMITATION

The statutory period of limitation shall apply to all claims by BS PAYONE and the Merchant against one another.

26. CHANGES IN THE CARD ORGANISATIONS' REGULATIONS AND RULES OF PROCEDURE

After receiving notification from BS PAYONE the Merchant shall acknowledge and implement changes made to the Card

Organisations' regulations and rules of procedure regarding the acceptance and submission of card sales within the deadlines set by the Card Organisations.

BS PAYONE shall provide the Merchant with this information, in particular information regarding the deadlines, in a timely manner. Costs arising from such shall be borne by the Merchant.

27. SPECIAL TERMS FOR THE PROVISION OF NETWORK OPERATION SERVICES AND OTHER PAYMENT TRANSACTION SERVICES

27.1 Payments

Payments shall be issued exclusively to BS PAYONE, making reference to the invoice number.

Ongoing payments shall be deducted via (SEPA) direct debit from the bank account designated in writing by the Merchant. The Merchant issues to BS PAYONE the required direct debit authorisation or a SEPA direct debit mandate. In the event of a return of payment for which the Merchant bears responsibility, a processing fee of 15.00 Euro shall be charged. The Merchant shall notify BS PAYONE of any changes to its bank account details in writing without delay.

The Merchant shall bear all fees induced by the Merchant which are charged to BS PAYONE by third parties (e.g. return of direct debits). The following transactions are subject to charges: sales transactions, credit bookings, cancellations and Clearings; diagnostic analyses and the initialisation of the Merchant's terminal are also subject to charges. The monthly flat rate and, if agreed, the number of transactions for the fee structure, shall apply to each individual terminal, even if the Merchant operates multiple terminals.

In the event of arrears, the Merchant shall owe interest in the amount of 8 (eight) percentage points above the base rate (BGB Section 247). In addition, the Merchant is obligated to bear the costs of damages incurred as the result of the delay for the necessary involvement of attorneys or collection agencies. The assertion of further claims for damages remains unaffected. BS PAYONE is also entitled in the event of Merchant default to suspend the delivery of goods or, at its own discretion, to request advance payments or security.

If the Merchant ceases to make payments or files for bankruptcy, if insolvency proceedings are opened or the opening of proceedings is rejected due to insufficient funds, or if measures of enforcement were unsuccessfully taken against the Merchant's assets, the Merchant is obligated to notify BS PAYONE immediately, to provide all necessary information, and to submit to BS PAYONE all relevant documentation upon first request. In such cases, BS PAYONE is entitled to secure and to reclaim all items in its possession (including delivered items subject to retention of title) and may do so without withdrawing from the agreement.

The Merchant may only offset with undisputed or legally determined claims. The Merchant is not entitled to retention based on claims that are not associated with these agreements. All payments to be made to BS PAYONE, including compensation payments and one-off payments of compensation, shall be payable plus VAT at the valid rate, if applicable. The fees to be paid to the German Banking Industry Committee (Deutsche Kreditwirtschaft) by the Merchant (which were paid by BS PAYONE on its behalf) are currently not subject to VAT.

27.2 Exclusivity

During the term of this agreement the Merchant undertakes to settle all transactions via the payment procedures underlying the Agreement exclusively through BS PAYONE or through a third party authorised by BS PAYONE.

During the term of a rental or maintenance agreement for POS Devices, the Merchant is obligated to accept the agreed payment procedure exclusively from BS PAYONE at the time of provision by BS PAYONE.

28. NETWORK OPERATION

28.1 Scope of Services and Contractual Terms and Conditions

Within the scope of the Agreement, BS PAYONE shall provide the following services for all payment procedures:

- operation of the operator's data processor
- interim storage, provision and transmission of data to banks
- complaints processing

28.2 Payment Procedures

electronic cash

BS PAYONE receives the information required for the Authorisation of a transaction from the Merchant's terminal, which has been approved by BS PAYONE, and transfers this information to the authorisation authority. BS PAYONE then receives the authorisation results and transfers these results back to the terminal.

BS PAYONE transfers the transactions, which are to be transferred by the Merchant again, to the bank selected by the Merchant ("Merchant Bank"). BS PAYONE generates direct debit datasets from sales transactions, which were not cancelled and were concluded with a daily Clearing, in accordance with the provisions of the automated payment procedure via the paperless exchange of data. BS PAYONE transfers the data on behalf of the Merchant to the Merchant Bank with the instruction to collect the amounts and to transfer these to the Merchant's account held at the Merchant Bank. The manner of transfer and the transfer time shall be determined by BS PAYONE in co-ordination with the Merchant Bank. **The Merchant is required to conclude an agreement with the Merchant Bank on the execution of payments in electronic payment systems using network providers.**

BS PAYONE shall not make any payments to the Merchant (unless the Merchant has selected the contract option "BS PAYONE Clearing Service" and has signed the supplementary agreement "BS PAYONE Clearing Service") and is not responsible for the services provided by the Merchant Bank or other banks.

With regard to the relationship between the Merchant and the German Banking Industry Committee, the applicable version of the "Requirements of participation in the electronic

cash system of the German Banking Industry Committee" shall apply. The associated authorisation fees shall be transferred by BS PAYONE on behalf of the Merchant to the credit institutions.

The terminal requires cryptographic keys to enable communication between the card and the terminal. The network operator shall apply for the key at a credit institution ("Terminal Bank") selected by the Merchant (the Terminal Bank may also be the Merchant Bank). **The Merchant shall conclude an agreement regarding such a procedure with the Terminal Bank and submit a confirmation of such to BS PAYONE. Electronic cash transactions will be processed only after receipt of this confirmation.** The Merchant shall bear all associated costs.

GeldKarte

BS PAYONE receives ongoing transactions, and after obtaining the Clearing, transfers them to the competent authority of the German Banking Industry Committee. The provisions set out in Section 28.2 shall apply.

With regard to the relationship between the Merchant and the German Banking Industry Committee, the applicable version of the "Requirements of participation in the GeldKarte system" shall apply. The Merchant must obtain the "Merchant Card" from its credit institution or the appropriate software ("Virtual Merchant Card"). Expenses incurred shall be charged to the Merchant by the German Banking Industry Committee.

Electronic Direct Debt

The provisions in Section 28.2 shall apply.

The electronic direct debit procedure is not based on any agreement with credit institutions. The provisions of the relevant banking agreement between the Merchant and the Merchant Bank shall apply, according to which the requirements for return of direct debits shall be determined, among other matters. The Merchant shall undertake to utilise the text provided by BS PAYONE regarding the Cardholder's declaration of consent or the information regarding data protection law according to the Federal Data Protection Act (Bundesdatenschutzgesetz, BDSG). This includes all bon rolls and printouts that are generated by POS Devices or POS systems. The Merchant also undertakes to install a notice in its place of business that corresponds with the relevant requirements of the BDSG; the notice shall be placed in a clearly visible position for the Cardholder (i.e. at the point of sale).

Other Payment Procedures

With regard to credit cards and other Payment Cards, BS PAYONE as network operator shall either process the transactions and Authorisations or shall transfer the transactions to the respective processing service provider.

Other Provisions Regarding the Scope of Services

If other network operators or service providers are involved in the supply of data, services provided by BS PAYONE shall begin at the point in time when the data enters the systems of BS PAYONE.

Unless otherwise agreed, telecommunication services (e.g. telephone network ISDN, Internet) and payment software are not included in the services set out in this agreement. Installation costs shall be invoiced separately.

The Merchant is obliged to use the access data for authorisation requests that is configured in the POS Device by BS PAYONE or that was provided to the Merchant in some other manner.

BS PAYONE is entitled to commission the services of one or more parties for the fulfilment of its contractual obligations. BS PAYONE is entitled to modify the service offering in order to improve the procedure or its level of security, and to ensure compliance with changed requirements of the credit institutions or with applicable legal regulations. The Merchant shall be notified in writing of changes within an appropriate deadline.

Transaction Transmission and Payments

Clearings must be transmitted to BS PAYONE for all payment procedures no later than five (5) days after each transaction. BS PAYONE transfers the electronic direct debit data to the Merchant Bank on the banking day after the day on which the Clearing is received.

A Clearing is an Electronic Transmission of transaction data to BS PAYONE, which contains data regarding the balancing of accounts for a specific period of time in a format determined by BS PAYONE and enables the transfer of transactions which occurred during this period of time and were not cancelled. The valid definition of "banking days" in Frankfurt am Main shall apply.

28.3 Service Fees and Fees to Credit Institutions

BS PAYONE shall receive service fees from the Merchant as compensation for the services provided by BS PAYONE as set out in the Agreement. The services fees and the fees to be paid to the German Banking Industry Committee shall be charged by BS PAYONE on a monthly basis and settled via (SEPA) direct debit according to Section 27.1.

29. RENTAL AGREEMENT POS DEVICES, PERIPHERAL DEVICES AND ACCESSORIES ("RENTAL OBJECTS")

29.1 Scope of Services

BS PAYONE grants the Merchant the right to own and to independently use the Rental Objects during the term of the agreement.

Rental Objects include the POS Devices and peripheral devices made available by BS PAYONE under the terms of this agreement for electronic authorisation and settlement of payment procedures. The Merchant alone shall bear all costs for the provision of the connection and the costs of the data transmission. Rental Objects do not include materials such as paper rolls, rechargeable batteries and other items, such as charging stations, charging units and rechargeable batteries. BS PAYONE is entitled at any time to:

a) undertake all software changes deemed necessary for operations, whereby in the event of a transmission via telecommunications network, the Merchant shall bear the transmission costs.

b) replace Rental Objects with other Rental Objects, also from other manufacturers, of equal or higher performance levels. The agreed user fee shall remain unaffected by the change.

c) to conduct an inspection of POS Devices at any time and unannounced without adhering to a notice period.

The application software used complies with the current requirements of the certification authorities. If new requirements are applied to the POS Device's hardware or software during the term of this agreement, and these requirements can only be met by completely replacing the terminal with another device from the same or another manufacturer, this replacement shall be paid for by the Merchant at the rates regularly applied by BS PAYONE.

BS PAYONE retains ownership of the Rental Objects. A transfer to third parties in any manner is not permitted. BGB Section 540 para. 1(2) shall not apply. In the event that the Merchant's creditors intervene, in particular in the event of seizure of the Rental Objects, the Merchant shall notify BS PAYONE of such immediately. The Merchant shall bear all intervention costs.

29.2 Liability

The Merchant shall handle the Rental Objects with extreme care, shall safeguard the Rental Objects and protect them from damages. The Merchant is obliged to prevent third parties from accessing the POS Device. If there is suspicion that a third party has gained access to the POS Device, the Merchant shall notify BS PAYONE of such immediately.

The Merchant is obligated to issue claim in writing to BS PAYONE regarding evident defects within a deadline of two weeks after becoming aware of the defect. After expiration of this deadline, the Merchant is not entitled to assert any warranty claims based on these defects. The duty to disclose pursuant to BGB Section 536c para. 1 shall remain unaffected.

29.3 Rental and Post-contractual Obligations

The rental period shall begin with the operational readiness of the Rental Objects. When at least one of the approved card types can be processed by the POS Device, operational readiness is deemed to exist.

In any case of contract termination, the Merchant is obligated to send the rented objects back to BS PAYONE at the Merchant's own costs and own risk, unless this is not possible due to no fault of the Merchant. Should the Merchant fail to fulfil this obligation, the Merchant is obligated to pay compensation for damages, which shall amount to the book value of the rented object in any case and at least 250.00 Euro, unless the Merchant provides proof of a lower amount of damages or BS PAYONE provides proof of a higher amount of damages. The book value is the difference between the purchase price of the rented objects and the straight-line depreciation of the rented objects based on current tax law requirements.

29.4 Rental Fees

The Merchant shall pay the agreed rental fee during the term of the rental agreement.

If the Rental Objects are not functional, in part or in full, based on reasons for which BS PAYONE is not responsible, the Merchant shall continue to be obligated to pay the monthly rental fee. This also applies if the use of the Rental Objects is only slightly impaired.

29.5 Rights of use

BS PAYONE grants the Merchant for the duration of the Agreement a non exclusive, nontransferable, single right to use the installed software programs. The Merchant is not entitled to produce copies of, decompile, otherwise amend, translate or revise the software, nor is he entitled to duplicate the results of such procedures. The right of use also does not entitle the Merchant to issue sub-licenses, to transfer use of rights wholly or in part to third parties or to issue to third parties any other rights of use.

30. SALE AGREEMENT POS TERMINALS, PERIPHERAL DEVICES AND ACCESSORIES ("SALES OBJECTS")

30.1 Delivery

Unless otherwise agreed for individual cases, the Sales Objects shall be delivered within four weeks after conclusion of the agreement; partial deliveries may be undertaken.

BS PAYONE shall ship the ordered goods via the standard means of transport (i.e. mail, train, distributors, couriers, etc.) at the Merchant's own cost and risk. If installation and full service for the devices have been agreed, BS PAYONE shall ship the goods at its own cost and risk. If the Merchant separately makes reference to the conclusion of an insurance policy in writing on the order (to cover breakage, transport or fire damages), BS PAYONE shall conclude a relevant shipping insurance policy at the Merchant's own cost.

30.2 Retention of Title

If the Merchant is a merchant, legal entity under German public law, or a special investment fund under German public law, BS PAYONE shall retain title to all goods delivered by BS PAYONE until the fulfilment of all of the Merchant's obligations towards BS PAYONE that are payable at the due date of the purchase price, whereby BS PAYONE is obligated to release insofar as the Merchant's obligations are less than 20% of the realisable value of the delivered goods. If the Merchant is not included in one of the above-mentioned categories, BS PAYONE retains title to the goods delivered by BS PAYONE until complete payment of the purchase price. Resale is not allowed.

If the goods owned by BS PAYONE are seized, the Merchant must notify BS PAYONE of such immediately. The Merchant is also obligated to forward all documents related to the seizure and to issue a statutory declaration that the seized goods are owned by BS PAYONE. The Merchant shall carry the costs associated with removing the order to seize goods, in particular for intervention proceedings.

30.3 Warranty

BS PAYONE issues warranty for a period of 12 months, which

shall commence upon delivery.

The Merchant is obligated to immediately inspect the Sales Objects after receipt; all evident defects must be claimed by the Merchant to BS PAYONE in writing, and include the delivery receipt or invoice, within a deadline of two weeks after receipt of delivery.

Incorrect handling, inadequate service, exaggerated use, or improper use are not covered under warranty.

At its own discretion, BS PAYONE shall provide warranty services by means of remedy or replacement delivery; the replacement delivery shall only take place by means of delivery of the newest program version not containing the defect.

If the remedy or replacement delivery is ultimately unsuccessful, the Merchant may withdraw from the agreement or reduce the purchase price.

30.4 Duplication or Reproduction of Programs

The Merchant is only entitled to use the software programs installed in the context of this agreement on the POS Devices also purchased from BS PAYONE for the electronic authorisation and settlement of payment procedures. The right of use is not exclusive and non-transferable. The Merchant is not entitled to produce copies of, decompile, otherwise amend, translate or revise the software, nor is he entitled to duplicate the results of such procedures. The right of use also does not entitle the Merchant to issue sub-licenses, to transfer use of rights wholly or in part to third parties or to issue to third parties any other rights of use. Any duplication or any use of illegally produced duplicated items violates the rights of BS PAYONE and/or the copyrights of third parties and shall be pursued by civil action and criminal proceedings.

31. POS DEVICE, INSTALLATION AND SERVICE AGREEMENT

31.1 Installation

As far as installation is agreed in the contract, BS PAYONE, or a service provider commissioned by BS PAYONE, shall carry out the installation of POS Device, which is either rented or purchased by the Merchant from BS PAYONE, including the start-up procedure and initial instructions on site. The exact time and date of installation shall be agreed separately by the parties. If the BS PAYONE service technician is unable to perform his/her duties on site for more than 15 minutes based on reasons for which the Merchant bears responsibility, the Merchant shall carry the costs. At its own costs, the Merchant shall ensure that the electrical and telecommunications/data outlets necessary to operate the POS Devices are functional and serviced at the locations selected by the Merchant.

If the Merchant fails to observe the installation/service appointment or has not sufficiently fulfilled the installation requirements, the Merchant shall carry the costs for additional travel fees. The contract partners are entitled to agree that the POS Devices may be installed by the Merchant at its own costs. BS PAYONE shall then bear only costs for preliminary configuration and shipping. If the assistance of a BS PAYONE service technician is required for the start-up procedure, and the Merchant requests a technician from BS PAYONE, the Merchant shall carry the costs.

As far as the Merchant is to carry any of the costs as stated above, these costs shall include the effective travel and material costs and the technician's time at a rate of 75.00 Euro per 30-minute period commenced, unless a higher or lower damage is proven.

31.2 Basic Service

If the parties have agreed to basic service with regard to the POS Device, BS PAYONE shall provide a technical hotline during BS PAYONE business hours (Hotline). If necessary, a replacement device shall be sent to the Merchant at its own costs and risk, as soon as the defective device is received by BS PAYONE (Depot service).

The replacement POS Device shall have at least similar qualities and functions, but without customer-specific functions, if any. If the services of a BS PAYONE technician are requested by the Merchant, the Merchant shall bear the associated costs as set out in Section 31.1.

BS PAYONE shall be entitled to decide which repairs are to be carried out or if a replacement terminal is necessary.

31.3 Full Service

If the parties have agreed to full service with regard to the POS terminal, after conducting an assessment and reaching a conclusion about the possible defect of the POS Device, the BS PAYONE technical hotline shall send the Merchant a replacement terminal within a reasonable period of time or shall organise shipment by the sales team or a service provider commissioned by BS PAYONE. The installation and start-up procedure for a replacement device and the return of the defective device shall be conducted by the BS PAYONE sales team, if required, or a third party commissioned by BS PAYONE. The costs for device replacement including installation and start up shall be assumed by BS PAYONE, if the Merchant is not responsible for the device's defect.

31.4 Installation and Service Fees

The amount of fees charged for installation and service is set out in agreement; in the event that a provision has not been made in this respect, BS PAYONE's general schedule of prices shall apply.

If the POS terminal and peripheral devices are not functional in full or in part due to reasons for which BS PAYONE is not responsible, the Merchant shall remain obligated to pay the service fee.

31.5 Provision of Software via Remote Maintenance

If the contract parties have agreed to a functional expansion or update of the terminal software (download) via the telecommunications network, BS PAYONE shall activate such via remote maintenance and enable this remote maintenance for the Merchant.

32. MISCELLANEOUS

32.1 Any assignment of claims by the Merchant against BS PAYONE shall be excluded.

32.2 Any rights and obligations of BS PAYONE and the Merchant arising from another agreement between BS PAYONE and the Merchant shall not be affected by the provisions of this Agreement.

32.3 All amendments and supplements to this Agreement including this provision shall require the written form to be valid.

32.4 If any of the provisions of the Agreement should be invalid wholly or in part, this shall not affect the validity of the remaining provisions. The invalid provision shall be replaced by a valid provision which comes closest to representing the economical intent of the invalid provision.

32.5 BS PAYONE shall notify the Merchant of any amendments to the Agreement and the General Terms and Conditions at least two months before such amendments become applica-

ble (Amendment Notification). The changes are not required to be submitted in text form. It shall be sufficient to issue notice that the changes will be sent to the Merchant upon request and that option of downloading from an internet website exists. The Merchant's approval to the amendment shall be deemed given, except as otherwise provided in sentence 5 regarding termination, if the Merchant does not express rejection of such amendment before the period of time in which the amendment takes effect as indicated in the Amendment Notification. BS PAYONE shall notify the Merchant of the consequences of its silence in the Amendment Notification. The deadline shall be deemed to have been met if the Merchant dispatches the rejection of the amendment before the period of time in which the amendment takes effect as indicated in the Amendment Notification. The Merchant may terminate the Agreement at no cost and without notice after receipt of the Amendment Notification until the period of time when the amendment becomes effective. BS PAYONE shall notify the Merchant of the right to terminate at no cost and without notice in the Amendment Notification. Termination must be made in writing. If the Merchant objects, BS PAYONE shall be entitled to terminate the Agreement without notice. The Merchant Requirements of the German Banking Industry Committee ("Requirements of participation in the electronic cash system of the German Banking Industry Committee") are submitted by BS PAYONE to the Merchant on behalf of the German Banking Industry Committee as amended from time to time and do not have to be submitted in written form or text form.

It shall be sufficient to issue notice that the Merchant Requirements will be sent to the Merchant upon request and that option of downloading from an internet website exists. The Merchant shall discuss any objections or questions regarding the Merchant Requirements directly with his respective Merchant Bank.

32.6 In order to amend the terms of the Agreement or the General Terms and Conditions, BS PAYONE shall be entitled to an extraordinary termination prior to the normal term of the Agreement with a notice period of six (6) weeks, if BS PAYONE deems such amendment to be necessary based on reasonable assessment of the legal situation (including case law), the regulations of the Card Organisations, the state of technology (particularly in regards to security issues), or the objective market conditions.

32.7 This Agreement is subject to German law. Exclusive place of jurisdiction shall be Frankfurt am Main if the Merchant is a merchant, legal entity under German public law, or a special investment fund under German public law, if the Merchant's legal venue is not in Germany or the Merchant relocates his residence or normal place of dwelling outside Germany after the conclusion of the Agreement or if such is not known. BS PAYONE may file suit against the Merchant at any other place of jurisdiction, which is competent for the Merchant or the relevant dispute.

32.8 Any non-German version of these General Terms and Conditions is provided for convenience only and the German language version, which shall be made available to the Merchant any time upon request, shall be the only binding version.

July 2016