

# General Terms and Conditions of SCM Executives B.V.

Version of April 2022

## INTRODUCTION

### About SCM:

We are SCM Executives B.V. ('SCM'). We are specialised in executive search services for both permanent and temporary interim positions, with a focus on board and senior management positions with logistical service providers, and production and trading companies.

### Information about these General Terms and Conditions:

The General Terms and Conditions of SCM consist of three parts:

Section 1:	Introductory Provisions.
Section 2:	General. This section contains the conditions which apply to any form of service provision by SCM.
Section 3:	Recruitment & Selection. This section contains the conditions which specifically apply to the recruitment and selection services of SCM for permanent positions.
Section 4:	Interim Professionals. This section contains the conditions which specifically apply to the provision of Interim Professionals by SCM for interim positions.

## SECTION 1. INTRODUCTORY PROVISIONS

### Article 1 Definitions

In these General Terms and Conditions, the following terms have the meanings stated:

SCM:	SCM Executives B.V., listed in the business register under number 30204311 and/or legal entities/people affiliated to it.
Candidate	Any natural person or legal entity selected by SCM to fill a position with the Client as a(n) (potential) employee or Interim Professional. This can also include existing employees or Interim Professionals of the Client.
Interim Professional:	Any natural person or legal entity selected by SCM to perform work on behalf of SCM within the organisation of the Client, or a third party designated by the Client.
Client:	The legal entity/natural person with whom SCM concludes a recruitment contract or an IP agreement.
Recruitment contract:	A mediation contract on the grounds of which SCM performs work as an intermediary on behalf of the Client in connection with a search assignment of the Client, with the aim being to help form an employment contract.
IP Agreement:	A professional services agreement on the grounds of which SCM, as contractor, provides one or more Interim Professionals to the Client during a certain period of time.
Employment contract:	An agreement formed through mediation by SCM between the Client and a Candidate, or the Client and a third party, on the basis of which a Candidate wishes to perform work, as an employee, for the Client or a third party.
Remuneration:	The amount payable by the Client to SCM for the services provided by SCM.
Gross annual income:	The total gross annual salary that a Candidate is going to, or would, earn when working for the Client on the basis of full-time employment, including all applicable financial emoluments (being holiday pay and the maximum bonus that the Candidate may receive at 100% target realization).
Introduction agreement:	An agreement on the grounds of which SCM informally introduces Candidates preselected by SCM to the Client, without this being based on a search assignment issued by the Client.
Agreement:	Any professional services agreement between SCM and the Client which relates to the provision of services by SCM, including a recruitment contract, IP agreement, or introduction agreement.

#### **Article 2 Applicability**

- 2.1 These General Terms and Conditions are applicable to all (future) quotes, offers, agreements, and all (other) legal relationships with SCM.
- 2.2 These General Terms and Conditions have been drawn up in the Dutch language and translated into various languages. In the event of any difference in terms of content or purport, the Dutch text will take precedence and be binding.
- 2.3 If written agreements have been made with SCM which deviate from these General Terms and Conditions, those deviating written agreements will take precedence insofar as they do not deviate from Article 2.4.
- 2.4 Any general terms and conditions of the Client are not applicable unless SCM explicitly declares them to be applicable in writing.
- 2.5 SCM is authorised to amend these General Terms and Conditions. Such amendments will take effect on a date to be announced by SCM.
- 2.6 Book 7, Article 417 of the Dutch Civil Code is not applicable.
- 2.7 If any provision in these General Terms and Conditions becomes invalid for whatever reason, SCM will always be entitled to change the provision in question retroactively into a provision which is valid and approximates the purport of the invalid provision.

## **SECTION 2. GENERAL PROVISIONS RELATING TO THE PROVISION OF SERVICES BY SCM**

#### **Article 3 Formation of agreements**

- 3.1 All SCM offers are non-binding for SCM. SCM is entitled to revoke its offer up until five (5) working days after the Client has confirmed the acceptance of the offer to SCM.
- 3.2 The fees and remunerations referred to by SCM are in euros, excluding VAT and other government levies or taxes.
- 3.3 The Client guarantees that all (legal) acts performed by an officer/employee of the Client have been performed on behalf of the Client in a duly authorised manner and are consequently binding for the Client.

#### **Article 4 Execution of the agreement**

- 4.1 SCM will execute the agreement as a responsible contractor on the basis of due care and attention. SCM will endeavour to execute the services to the Client's satisfaction, without any guarantee of any nature regarding the result of the agreement.
- 4.2 The Client will execute the agreement as a responsible Client on the basis of due care and attention. The Client is obliged to issue SCM with all requested and relevant information on time. SCM can have confidence that the information issued by the Client is correct and complete. The Client understands that this is essential for the execution of the agreement.
- 4.3 All deadlines referred to by SCM are indications, unless SCM explicitly states that this is not the case.
- 4.4 The Client gives SCM permission to use the trade names and Client's logos/brand while executing the agreement. SCM will not have to pay for this.

#### **Article 5 Fee**

- 5.1 The Client will owe a fee to SCM for the execution of the agreement. The amount and calculation of the fee depends on the type of service provided.
- 5.2 SCM is allowed to change the amount of the fee unilaterally if there is good reason to do so. A good reason can be a legal change to wages (whether on the basis of the applicable CLA or otherwise), materials, or taxes which (may) affect the costs which SCM incurs when executing the agreement.

#### **Article 6 Invoicing and payment**

- 6.1 Payments by the Client must be made within thirty (30) days after the dispatch date referred to on the invoice. This is a deadline to be observed on penalty of forfeiture of rights. If this deadline is missed, the Client will be legally in default.
- 6.2 The Client is never authorised to set off or suspend any payment obligation vis-à-vis SCM.
- 6.3 In the event that the deadline referred to in paragraph 1 is missed, the Client will owe 8% interest on an annual basis per day on the overdue amount.
- 6.4 If the deadline referred to in paragraph 1 is missed, the Client will be obliged to reimburse to SCM all extrajudicial costs related to the collection of the amount owed by the Client. These costs are to be irrefutably set at 15% of the Client sum, unless SCM can demonstrate that they are higher.

#### **Article 7 Exclusivity**

- 7.1 SCM provides its services on an exclusive basis unless SCM and the Client agree otherwise in writing. The above also implies that the Client is not allowed to recruit anyone independently. If people outside of SCM approach the Client, the Client will immediately provide SCM with written information about these people. These people will then be regarded as Candidates.
- 7.2 If the Client does not comply with this exclusivity arrangement, the Client will have to pay SCM a penalty of €15,000 per assignment issued, without prejudice to SCM's right to full compensation.

#### **Article 8 Confidentiality and intellectual property rights**

- 8.1 The parties will handle all confidential data which they have received from each other with care before, during, and after the agreement. Neither the Client nor SCM will disclose confidential information from the other party to third parties unless this is essential within the framework of the agreement.
- 8.2 All intellectual property rights which are owned by a party before the start of the agreement will continue to be owned by the party in question. None of the parties is authorised, without permission from the other party, to use the other party's intellectual property rights other than for the performance of the agreement.

#### **Article 9 Liability and indemnity**

- 9.1 SCM is not liable for any loss or damage (however referred to), irrespective of the way in which they occur, unless the loss or damage came about due to intent or deliberate recklessness on the part of SCM, its board, or managers belonging to its corporate management team.
- 9.2 The Client is and continues to be responsible for its decision to conclude an employment contract and for checking the details issued by a Candidate.
- 9.3 SCM is never liable for loss or damage (however referred to) which is caused by a Candidate, employee, or Interim Professional.
- 9.4 In particular, SCM is not liable for indirect and consequential loss or damage (in the widest sense of the word), including but not limited to loss of profit and turnover, goodwill, and immaterial loss or damage.
- 9.5 If the stipulations in the previous paragraphs are not applicable and SCM is consequently liable for loss or damage, said liability of SCM will always be limited to direct loss or damage to goods or people and will never cover any operational loss or damage or other indirect or consequential loss or damage.
- 9.6 Without prejudice to any of the above, SCM's liability will never exceed the amount that SCM has invoiced (excluding VAT) within the framework of executing the recruitment contract and/or the IP agreement in the three (3) months prior to the event that caused the loss or damage and up to a maximum of €30,000.
- 9.7 Without prejudice to any of the above, SCM's liability will never exceed the amount that is covered by a liability insurance taken out by SCM, and which is actually paid out in the case in question.

#### **Article 10 Non-poaching clause**

- 10.1 Without SCM's written permission the Client – and companies affiliated to the Client – are not permitted to do the following:
  - 10.1.1 Enter directly or indirectly into an employment relationship, partnership, or contractual relationship – of any nature – with a Candidate. This prohibition is applicable for a period of twelve (12) months after:
    - 10.1.1.1 SCM has introduced the Candidate to the Client;
    - 10.1.1.2 SCM has sent the Client information about the Candidate;
    - 10.1.1.3 the Candidate has rejected the offer by the Client to enter into an employment relationship, partnership, or contractual relationship – of any nature;
    - 10.1.1.4 the Client has rejected the Candidate.
  - 10.1.2 Forward information about a Candidate which the Client has obtained from SCM to third parties or introduce a Candidate to a third party.
  - 10.1.3 Approach SCM employees to perform work for a party other than SCM or the Client, or to perform work for the Client without SCM knowing. This prohibition is applicable for the term of the agreement and for a period of twelve (12) months thereafter.
- 10.2 SCM is allowed to refuse permission or attach conditions to its permission, such as stipulating that the principle must pay a fee.
- 10.3 In the event of a violation of a provision in this Article, the Client must pay compensation to SCM. This compensation amounts to twenty-five percent (25%) of the Gross annual income, with a minimum applying of twenty thousand euros (€20,000).

#### **Article 11 Personal details**

- 11.1 The terms written with a capital letter in this Article have the meaning assigned to them in the applicable data protection legislation, in particular the GDPR.
- 11.2 When Processing Personal Data within the framework of the agreement, the parties will comply with the applicable data protection legislation, in particular the GDPR.
- 11.3 If SCM Processes Personal Data in the execution of its Services, SCM will be regarded as the Controller for that Personal Data. The Client is also the (independent) Controller for the (Processing of the) Personal Data which SCM issues to the Client within the framework of the agreement. The parties also establish that they do not need to enter into a data processing agreement for the Processing of Personal Data within the framework of the agreement.
- 11.4 SCM will only issue Personal Data from the Candidate to the Client if the Candidate has given permission to do so.

#### **Article 12 Duty to complain**

- 12.1 The Client is obliged to share with SCM in writing any complaints relating to the execution of an agreement by SCM within thirty (30) days after the moment at which the complaint arose – with an accurate statement of the nature and reason for the complaints – with failure to do so resulting in the lapsing of any claim by the Client that is related to the complaint.

- 12.2 All claims vis-à-vis SCM will lapse if they have not been brought before the competent court within one (1) year after the moment at which the Client became aware of them, or reasonably could have been aware of them.
- 12.3 Claims against SCM are not transferable, nor can they be encumbered.

#### **Article 13 Term and end of the agreement**

- 13.1 An agreement will end:
  - 13.1.1 legally at the end of the agreed term;
  - 13.1.2 at the moment that the agreement is terminated on the grounds of this Article.
- 13.2 Any party is allowed to cancel an agreement for a definite period of time (prematurely). The cancellation must be made in writing to the other party, with due regard for a period of notice of thirty (30) calendar days. The cancellation can be made at any point in time.
- 13.3 An agreement for a definite period of time may only be cancelled prematurely if this has been agreed in the agreement, or if it takes place with the consent of both parties.
- 13.4 Any party may terminate an agreement directly, irrespective of whether it has been entered into for a definite or indefinite period of time, if the other party:
  - 13.4.1 has filed for bankruptcy or is declared bankrupt;
  - 13.4.2 has applied for, or has been granted, a suspension of payments;
  - 13.4.3 has been dissolved, or ceases its business operations;
  - 13.4.4 has failed attributable in the fulfilment of its obligations under the agreement, and – if the failure is open to rectification – has failed to rectify the failure within a reasonable period of time after receipt of a written notification to that effect.
- 13.5 If the agreement is terminated prematurely, the Client must pay the applicable fee for the part of the agreement that has already been executed.
- 13.6 If the agreement has been ended, for whatever reason, all amounts which are still outstanding will be immediately due and payable.

#### **Article 14 Choice of law and forum**

- 14.1 All legal relationships between SCM and the Client and all resulting or connected contractual and extracontractual obligations are subject to Dutch law, with the exception of the provisions of international treaties such as the Vienna Sales Convention.
- 14.2 Any disputes with SCM are to be exclusively submitted for settlement to the competent court in Amsterdam. SCM is permitted to deviate from this jurisdiction and will apply the statutory jurisdiction rule.

## **SECTION 3. SPECIAL PROVISIONS – RECRUITMENT AND SELECTION**

#### **Article 15 The execution of the recruitment agreement**

- 15.1 SCM will endeavour to select one or more Candidates on the basis of the details issued by the Client who fulfil, as much as possible, the Client's requirements and expectations. SCM does not guarantee that its efforts will achieve the intended result.
- 15.2 SCM will endeavour to present the Client with one or more Candidates within a reasonable period of time.
- 15.3 Methods of working described by SCM are only intended to give a general insight into the way in which SCM selects Candidates, and SCM is therefore not bound by these.
- 15.4 The Client will make all information available (on time) and cooperate as much as possible in order to enable SCM to execute the recruitment contract.
- 15.5 Any period referred to by SCM for the execution of the recruitment contract is an indication and never a hard deadline.
- 15.6 SCM will have completed the recruitment contract if an employment contract has been formed between the Client and a Candidate.

#### **Article 16 Recruitment contract fee**

- 16.1 The Client will owe a fee for each employment contract which the Client concludes. The fee amounts to twenty-five percent (25%) of the total Gross annual income eventually agreed in the employment contract.
  - 16.1.1 The Client will owe 1/3rd part of the (expected) fee immediately after the recruitment contract is concluded.
  - 16.1.2 The Client will owe 1/3rd part of the (expected) fee at the moment that SCM submits a shortlist of Candidates to the Client.
  - 16.1.3 At the moment that the Client concludes an employment contract, the Client will owe SCM the difference between the fee and that already paid on the basis of Articles 16.1.1 and 16.1.2.
- 16.2 If a Candidate was already employed by the Client (in another position), this will not affect the fee which the Client owes SCM.
- 16.3 If a Candidate is going to perform work for a business affiliated to the Client, without an employment contract being concluded with the Client, an employment contract will, in the context of the payability of the fee, be deemed to have been concluded with the Client.
- 16.4 If the Client concludes employment contracts with/for more Candidates than for which the recruitment contract was concluded, the Client will owe 80% of the fee referred to in Article 16.1 for each extra Candidate. This applies for each employment contract which is concluded with the Candidate and for whatever position until twelve (12) months after

SCM has completed its commission. The Client will owe this fee immediately at the moment that the Client concludes the employment contract with the Candidate.

- 16.5 If the vacancy for which the recruitment contract was concluded is then filled within four (4) months after the termination of the recruitment contract, the Client will still owe SCM the applicable fee. This period will increase to twelve (12) months if the vacancy is filled by a Candidate.
- 16.6 If an employment contract ends within four (4) months after its commencement date, the Client will be entitled to a new recruitment contract with SCM. The Client must invoke this right in writing within two (2) weeks after the end of the employment contract, with failure to do so leading to the lapsing of this entitlement. On the basis of that new recruitment contract, SCM will endeavour to select a Candidate for the same position as in the terminated employment contract. SCM will not charge any costs for this work unless the Gross annual income in the new employment contract is higher than in the terminated employment contract. In that latter case, the Client will owe a fee of twenty-five percent (25%) on the difference in Gross annual income.

**Article 17 Introduction agreement**

- 17.1 If SCM concludes an introduction agreement with the Client, SCM will be obliged to communicate (contact) details of the Candidate it has selected to the Client. In principle, the Client will not be obliged to do anything.
- 17.2 If the Client concludes an employment contract with a Candidate, within twelve (12) months after SCM has communicated details on the Candidate to the Client within the framework of the introduction agreement, the Client will owe a fee. The fee amounts to twenty percent (20%) of the total Gross annual income eventually agreed in the employment contract. The Client will owe this fee immediately at the moment that the Client concludes the employment contract with the Candidate.
- 17.3 If the employment contract referred to in Article 17.2 ends within four (4) months after its commencement date, the Client will be entitled to a new recruitment contract with SCM. The Client must invoke this right within two (2) weeks after the end of the employment contract, after which this entitlement will lapse. On the basis of the recruitment contract, SCM will endeavour to select a Candidate for the same position as in the terminated employment contract. SCM will not charge any costs for this work unless the Gross annual income in the new employment contract is higher than in the terminated employment contract. In that latter case, the Client will owe a fee of twenty-five percent (25%) on the difference in Gross annual income.

## SECTION 4. SPECIAL PROVISIONS – PROVIDING INTERIM PROFESSIONALS

**Article 18. Interim Professional**

- 18.1 At the Client's request, SCM will make Interim Professionals available who can carry out work under their own responsibility for a definite period of time at the Client's premises on the basis of an IP agreement concluded between SCM and the Client.
- 18.2 The Interim Professional will carry out the work entirely independently and perform the agreed work at their own discretion and without supervision or guidance from SCM and/or the Client. However, the Client is permitted to issue directions and instructions with regard to the result and the aims of the work covered by the IP agreement.
- 18.3 The Interim Professional will perform their work in the Netherlands at the Client's premises, whereby the Interim Professional will organise their work independently. Insofar as necessary for the execution of the work, coordination will take place with SCM and/or the Client in the event of cooperation with others, to ensure optimal performance.
- 18.4 If it is essential to use the Client's resources in order to execute the work, the Client will notify SCM before the IP agreement is executed, including details of any associated costs.
- 18.5 The Client declares that it approves of the Interim Professional being able and allowed to perform work on behalf of other Clients during the term of the IP agreement.

**Article 19. Takeover of Interim Professional**

- 19.1 The Client and its affiliated companies are not permitted, without the explicit written permission of SCM, to enter into an agreement with an Interim Professional during the term of the IP agreement and during the subsequent twelve (12) months, or have work performed directly or indirectly by the Interim Professional on the basis of some other agreement, irrespective of the nature, name, and content of the position, if said Interim Professional was made available by SCM to the Client within the framework of the execution of the IP agreement.
- 19.2 If SCM and the Client agree that the Client is permitted to conclude a direct agreement with the Interim Professional for whom SCM mediated, the Client will owe SCM a fee which will be calculated on the basis of the fee which the Client would have owed SCM in accordance with following table:

Period from when the Interim Professional starts work	Fee as % of the Gross annual income
0 up to and including 3 months	25%
4 up to and including 6 months	20%
7 up to and including 12 months	15%
13 up to and including 18 months	10%
18 months and longer	0% (no fee)



**Article 20. Interim Professional fee**

- 20.1 The Client will owe SCM a (placement) fee to SCM for its services. The fee for SCM is included in the agreement fee for the Interim Professional, as stated in the IP agreement and is based on the number of hours worked by the Interim Professional, or the different payment agreement which applies to the commission. The fees and payments which are included in the IP agreement are to be regarded as the agreed fees for the performance of services by the Interim Professional and SCM, unless agreed otherwise in writing.
- 20.2 If the fee is not paid to SCM, and if the Interim Professional consequently calls SCM to account with regard to payment, the Client will be obliged to reimburse all related costs incurred and loss or damage suffered by SCM.

**Article 21. Time reports and time sheets**

- 21.1 If applicable, the Interim Professional will enter the number of (overtime) hours they have worked into the time registration system made available by SCM or the Client. The Client will approve the number of hours entered, after which SCM will proceed to use the information entered to pay the Interim Professional and invoice the Client.
- 21.2 The Client will make sure that the Interim Professional enters the hours correctly and on time and will approve the time report.
- 21.3 SCM or the Interim Professional will issue the Client with a time report as proof of the hours worked and the resulting fee. In the event of any discrepancy between the time report submitted by SCM and the hours recorded by the Client, the time reports submitted by SCM will take precedence, although the Client will have the option of submitting evidence to the contrary.
- 21.4 If the time report contains inaccuracies or is not approved (on time) by the person with authority to approve on behalf of the Client, the consequences will be for the Client's account and risk. The Client is liable for any loss or damage suffered by SCM as a consequence.
- 21.5 If the Client refuses to approve the Interim Professional's time report and/or has not issued SCM with a time report – which it believes has been correctly filled in – within five (5) working days after the work to which it relates, SCM will be entitled to take a binding decision with regard to the number of hours worked pursuant to the statement by the Interim Professional or, if no such statement is available, in accordance with the Interim Professional's agreed hours.
- 21.6 SCM is always entitled to dispute the time reports it receives. With this in mind, the Client will give SCM immediate access to its records on request.

**Article 22. Liability of the Interim Professional**

- 22.1 Supplementary to Article 6 of these General Terms and Conditions, the following provisions apply with regard to SCM's liability within the framework of agreements concerning the Interim Professional.
- 22.2 Insofar as a relationship of authority has arisen between the Client and an Interim Professional who works as a lone independent entrepreneur due to actions or omissions by the Client, as a consequence of which the Dutch Employee Insurance Agency (UWV) and the Tax and Customs Administration qualify their working relationship as an employment relationship between the Client and the Interim Professional concerned, the Client indemnifies SCM against additional fiscal levies and levies under social insurance law with respect to payroll tax and/or contributions, fines, increases, and anything else with regard to, or in connection with, (the execution of) the commission.
- 22.3 If a change occurs in the way in which the Client and the Interim Professional actually execute the commission which is being carried out by the Interim Professional, the Client will inform SCM accordingly within five (5) working days after the change.

**Article 23. End of the agreement**

- 23.1 The IP agreement ends automatically when the agreement between SCM and the Interim Professional ends, irrespective of the reason. In that case, SCM will not be liable for compensation vis-à-vis the Client. If desired, SCM will endeavour to arrange a replacement.