

# VALID FROM 1 MARCH 2023

### PALLET MANAGEMENT

A pallet is a European four-way wooden interchangeable plain pallet, dimensions 800 x 1200 mm (hereinafter referred to as the "Pallet), conforming to the International Union of Railways standard (UIC) KODEX no. 435-2. Manufactured, tested for quality and marked in accordance with the standard CSN 26 9110.

Pallets manufactured according to other standards and pallets not standardised are not interchangeable pallets. Pallets may be offered for return if they do not show serious damage.

The EUR pallet contains the following markings:

EUR trademark, marking according to CSN 269110, except for pallets with pressed blocks

trademark of the approving railway

in the middle, the number of the authorised manufacturer in the format 000-0-00  $\,$ 

## CONDITIONS FOR ACCEPTANCE OF PALLETS – TYPES OF DEFECTS

A. ELIGIBLE FOR ACCEPTANCE

#### **REPURCHASE OF PALLETS**

The selling prices of pallets will change with effect from 1 March 2023, i.e. the new price will be applied to pallets shipped from 1 March 2023 onwards.

The new purchase price will only be applied to returned pallets after the customer's entire account of pallets sold at the original price has been exhausted.

Until the pallet account is exhausted, the repurchase prices valid until 1 March 2023 shall be applied.

The products are delivered packed on EUR type wooden pallets and are loaded on the transport vehicle including pallets, or on pallets as per the customer's request. Foil, packing steel tape and interlayers are non-returnable and fully recyclable packaging elements. The contract price for a defect-free EUR pallet is set at CZK 400.00 a piece. The Buyer reserves the right to change the contract price per pallet. However, the Seller must notify the Buyer of the change in the contract price in writing at least 14 days before the actual change in the purchase price of the pallet.

Defective pallets will be bought back by the Seller for CZK 340.00 a piece if returned within 6 months from the date of shipment. The price is reduced by wear and tear, at the rate of CZK 60.00 of the pallet price. Damaged pallets will be bought back for CZK 100.00 a piece.

The Seller buys pallets back within half a year after the delivery. After this period, the Seller is not obliged to redeem the pallets. The Seller shall redeem pallets from the Buyer only up to the amount of pallets delivered to the Buyer during the reporting period. The program of street drains is palletised on 100 x 120 cm EUR pallets. The contract price for a defect-free 100 x 120 cm EUR pallet is set at CZK 468.00 a piece, these defect-free pallets will be bought back by the Seller for CZK 408.00 a piece. The contract price for an 80 x 120 PLUS pallet for transporting EDIT-BLOCK of 75 mm height in perfect condition is set at CZK 690.00 a piece, these perfect pallets will be bought back by the Seller at the price of CZK 630.00 a piece. The pallets must be returned to the factory where the Buyer acquired them.





#### MINOR DAMAGE - repurchase for CZK 100/pc

- No more than one timber of the load or support floor is chipped, 1 A splintered or broken in its entire length. The top edges of the floor support (bottom) timbers and the 4 corner edges shall be chamfered. If this is missing, it is considered minor damage. 2 A No more than one block is missing, broken or so chipped that more than one stud is visible. One screw nail in a block may be visible even if nothing is missing from the block. A chip in a block for which a screw nail is visible does not affect the load-bearing capacity - it is therefore not considered a defect. 3 A One mandatory mark is missing or completely illegible. At least one railway or pallet organisation mark and one EUR mark must still exist. SEVERE DAMAGE 1 **B** More than one timber is missing, broken diagonally or across. One wale is damaged or missing in any way. Applies to all timbers or wales. 2 **B** More than one block is missing, broken or so chipped that more than one screw nail is visible. 3 **B** More than one substantial mark is missing or completely illegible 4 **B** 
  - 4 B Obviously unacceptable spare parts were used for the repair. For example, a too thin, narrow or short timber, wale or block.
  - 5 B The overall condition of the pallet is so poor that the load-bearing capacity is not guaranteed. The goods loaded may be soiled or otherwise damaged.