



ODBORNÝ
PODNIK PRO
NAKLÁDÁNÍ
S ODPADY

TERMS OF PRICE AND DELIVERY FOR PURCHASE OF WASTE WITH PRECIOUS METALS CONTENT



Validity: from 1 January 2009

I. Scope of Effect

These trading terms apply to all deliveries of wastes with precious metals content and Kovohutě Příbram nástupnická, a.s. is authorised to purchase and process them in accordance with Resolution of the Regional Authority of Central Bohemia Region dated 14.4.2004, ref. no. 5955/47202/2004/OŽP, according to Act No.185/2001, Coll.

These wastes include mainly:

160214 and 200135* (136) Non-homogeneous amortization wastes

Boards with semiconductor components, mixtures of disassembled semiconductor components, connectors, sockets, plugs, liquid that are used for rinsing of el. components, etc., containing up to 3% of Ag, Au, Pd or up to 0.1% of Pt.

090107, 160214, 160604(605) Homogeneous amortization wastes

1/ Sorted semiconductor components, contacts, connectors, sockets, plugs, chips, Ag capacitors, fuses, AgZn batteries, films, photographic papers, scrap glass, etc., containing plastic materials, ceramics and other non-metal admixtures, Ag content of more than 3%, Au, Pd or Pt content of more than 0.1%;

2/ Plated Cu, brass, bronze containing Ag more than 0,5% or Au more than 0,05%, suitable for chemical processing of metals.

100401*, 100701, 160801, and 161102, Scum, ashes, sludge

Scum, ashes, sludge, catalysts, dry matter, slag, lining, grinding waste.

120103(104), 150104(106)“ and 160214, Castings

Metal castings, metal contacts or all-metal components, cut-outs, splinters, wires, pins, dental

wastes, etc.

In this context, we would like to draw attention of our suppliers to the fact that some of the above-mentioned wastes are included as dangerous wastes in the Catalogue of Wastes, see Annex No. 1 to the Ordinance of the Ministry of Environment No. 381/2001 as amended. Pursuant to the Waste Act No. 185/2001 as amended, Coll. and the Ordinance of the Ministry of Environment No. 383/2001 as amended, concerning the details of waste management, the obligation of "Registration for Transport of Dangerous Wastes within the Territory of the Czech Republic" applies to these wastes.

Another duty of every supplier of waste (the owner of the waste) is to provide a so-called **BASIC DESCRIPTION OF WASTE** (next ZPO). This duty results from the amendment of public notice No. 383/2001 Coll. of the details of waste treatment and public notice No. 294/2005 Coll. on the conditions of lodgment of waste on refuse dump, and their use on the surface. The completed form ZPO supplier of waste (the owner of waste) has to provide the operator of arrangement in case of single-shot delivery of waste or the first of a series of repeated delivery of waste to the arrangement.

II. Purchase Contracts

Purchase contracts for deliveries of wastes will be concluded with suppliers upon their request as a document for Environment Departments of Regional Authorities.

Deliveries, including contractual deliveries, will be received in accordance with these "Terms of Price and Delivery" or can be received (subject to mutual agreement) on special terms agreed in advance. Suppliers will be notified about any potential changes in the "Terms of Price and Delivery" in advance. For the purposes of inputting a new supplier into the database of Kovohutě Příbram nástupnická a.s., the relevant supplier is required to send a copy of a business licence document (a trade certificate, a licence certificate, an extract from the Companies' Register) prior to the first delivery.

III. Terms of Delivery

The following minimal contents of the metals of interest apply separately to all types of purchased wastes with precious metal content:

Silver Ag 0.2% of the total weight

Gold Au + Pd 0.01 % of the total weight when added up

Palladium Au + Pd 0.01 % of the total weight when added up

Platinum Pt 0.01% + Rh 0.01% of the total weight when added up

Disposal for the price of EUR 0,15/kg will be offered in the case of deliveries that do not comply with the above-mentioned limit of precious metal content, or these deliveries will be dealt with separately, depending on the specific composition and nature of material.

The minimal deliveries for the individual types of wastes are as follows (unless agreed otherwise):

Non-homogeneous amortization wastes 100 kg of material

Homogeneous amortization wastes 10 kg of material

Scum, ashes, sludge 10 kg of material

Castings, metal wastes 1 kg of material

Transport of wastes in suitable containers with regard to the degree of dangerousness from the point of view of environmental protection will be ensured by suppliers. Containers in which the wastes will be delivered must allow handling with a forklift. If manual handling only is possible, the weight of a single unit to be handled must not exceed 25 kg. Returnable containers will be available to the relevant suppliers immediately after the waste has been processed. Kovohutě Příbram nástupnická, a.s. reserves, that when taking over the waste in Kovohutě, a.s., the waste weight measured on officially attested scales is determinant.

Deliveries will only be received on business days **from 6.00 am to 2.00 pm.**

If a supplier wishes to be present at the taking of samples for chemical analysis, it is necessary to arrange a time for such joint sample taking, which would be convenient for both parties, in advance.

Non-homogeneous amortisation wastes will be homogenised and evaluated within one month from delivery. Homogeneous wastes, scum and castings will be evaluated within 14 days from delivery. The maximum admissible moisture in the supplied wastes is 5% of their weight. If the moisture exceeds 5%, the price of homogenisation will be fixed individually. The price of a delivery is determined on the basis of dry weight. Suppliers acknowledge that homogenisation by crushing, melting or grinding results in destruction of material, i.e. the material changes its appearance and form.

IV. Price Terms

The basis for calculation of the price of the supplied waste is the price of Ag and Au on the exchange by the "Morning Fixing" on the 10th calendar day after the date of delivery of the waste and the price of Pd and Pt on the exchange by the "Morning Fixing" (Rh Spot.price). minus 7±2% on the 10th calendar date after the date of delivery of the waste, based on the CZ/USD exchange rates published by ČNB. The price of Pd, Pt and Rh depend on the type of the waste delivered.

If the date determined for clearing the price of precious metals falls on a Saturday, a Sunday or a public holiday, the price valid on the nearest following working day will apply.

Special price terms apply to those customers who have concluded a contract on storage of metals on a claim account. For homogeneous amortisation wastes, castings and scum, the precious metal content (Au, Ag, Pt, Pd) will be established in the traditional way (in a docimastic way).

In the case of silver plated or gold plated copper, brass or bronze, the standard procedure of paying 80 % of the carrier value (Cu content) determined according to the current price of a domestic processing company to the relevant supplier will apply. Different terms may be agreed upon supplier's request.

Waste price:

The fee for an analysis amounts to 7,50 EUR/metal for determining Ag and basic metals, EUR 10,50 in the case of Au, EUR 29,00 for Pd, EUR 39,50 for Pt and EUR 58,00 for Rh in each individual delivery.

The fee for homogenisation and drying - according to the type of waste (see Table No. 1).

The fee for processing Ag in EUR/kg Ag according to the type of waste - the yield of Ag (see Table No. 1).

The fee for processing Au in EUR/kg Au according to the type of waste - the yield of Au (see Table No. 1).

The fee for processing Pd in EUR/kg Pd according to the type of waste - the yield of Pd (see Table No. 1).

The fee for processing Pt in EUR/kg Pt according to the type of waste - the yield of Pt (see Table No. 1).

The fee for processing Rh in EUR/kg Rh according to the type of waste - the yield of Rh (see Table No. 1).

V. Transfer of Title, Invoicing

By agreeing to these Terms of Price and Delivery, the supplier agrees that the transfer of the title to the supplied waste (taxable supply) will take place at the moment when the supplier agrees to the price proposal. Kovohutě Příbram nástupnická, a.s. will send this price proposal to the supplier immediately after having established the precious metal content in the waste.

On the basis of the price proposal, the supplier will send without delay an invoice in the form of a tax document to Kovohutě Příbram nástupnická a.s. with a maturity period of 30 days from the date of delivery of the waste. However, this maturity period may not be shorter than 7 days from the date when the invoice was sent. Non-homogeneous wastes are an exception to this rule. With non-homogeneous wastes, suppliers can request that their invoices are paid immediately after being received by Kovohutě a.s. so that the maturity period of 30 days from the date of delivery of the waste is complied with. The penalty for default in payment is governed by the Commercial Code and amounts to 0.05% of the invoiced amount for each day of default. Upon a supplier's request, the maturity period may be reduced to 5 working days from the issue date of the invoice with the price being reduced by 1.5%, provided that the invoice is delivered at least 3 working days prior to the due date.

If a supplier fails to respond to a price proposal within three months after sending this proposal, it is assumed that the relevant supplier agrees with the price proposal and Kovohutě Příbram nástupnická a.s. reserve the right to process the waste.

VI. Penalty Provisions

In case, that there will be more than 0.1% of arsenic - As, bismuth - Bi, mercury - Hg or cadmium - Cd present in the waste, the supplier will be charged a penalty fee of EUR 2,00/kg of the delivered waste. Notice about mercury - Hg and aluminum - Al content in the delivery must be given in advance.

Suppliers guarantee that the material delivered by them is not radioactive.

VII. Other Provisions

Types of containers must be discussed with Kovohutě Příbram nástupnická a.s. in advance.

If a supplier requests to analyse a sample of the waste before its delivery, it is necessary to deliver a minimum quantity, which amounts to 25-50 g for metal waste, 100 - 200 g (depending on the nature of the waste) for homogeneous waste and scum and 20 kg for non-homogeneous waste. The result of the analysis of the delivered sample cannot have a binding effect for the following delivery of the waste and calculation of the purchase price. Each delivery must be homogenised, sampled and analysed.

If a supplier abandons the intention to sell the waste to Kovohutě Příbram nástupnická a.s., the supplier will be charged a storage fee of EUR 20,00 for every new ton and every month commenced plus EUR 100,00 for the chemical analysis carried out. If this involves delivery of wastes that were homogenised by melting the supplier will pay the costs of melting in the amount of 3,50 EUR/kg (for a casting weighing up to 5 kg) and in the amount of 2,50 EUR/kg (for a casting weighing more than 5 kg). If a supplier abandons the intention to sell non-homogeneous amortisation waste to Kovohutě Příbram nástupnická a.s., will be entitled to charge the costs actually incurred (homogenisation, sampling, analysis, etc.).

The Appendix No. 1 concerning the behaviour and technical equipment of external companies on the premises of Kovohutě Příbram nástupnická a.s. forms an integral part of the Terms of Price and Delivery.

Purchase of wastes with precious metals content

Table No. 1 Waste description	Waste description					Processing fee (EUR/kg of precious metal)					Homogenisation fee (EUR/kg of material)
	Ag	Au	Pd	Pt	Rh	Ag	Au	Pd	Pt	Rh	
Non-homogeneous amortization waste	85	82	80	80	-	55,80	863,-	815,-	1496,-	-	0,40
Re 1/ Homogeneous amortization waste	96	95	94	94	-	42,30	800,-	756,-	1315,-	-	0,35
Re 2/ Plated Cu, Ms bronze (for Ag, Au)	60	85	-	-	-	-	-	-	-	-	-
Scum, ashes, sludge	96	95	94	94	80	44,20	840,-	780,-	1376,-	2285,-	0,35
Castings with Ag content below 10%, Au, Pd, Pt content below 1%	97	96	95	95	-	25,70	790,-	748,-	1296,-	-	0,20
Castings with Ag content more than 10%, Au, Pd, Pt content more than 1%	98	97	96	96	85	20,-	715,-	623,-	1260,-	1990,-	0,20
Castings with Ag more than 30%, Au, Pd, Pt content more than 2%	98	98	97	97	-	14,-	490,-	492,-	1080,-	-	0,20
Castings with Ag content more than 90% (without Au and Pd contents)	98	-	-	-	-	8,-	-	-	-	-	0,20

Příbram, 03.12.2008



Ing. Zdeňka Vicherková
Sales Manager
of the Precious Metals division
of Kovohutě Příbram nástupnická, a. s.

Kovohutě Příbram nástupnická, a.s.
Příbram VI č. p. 530
261 81 Příbram 1
Czech Republic
drahekovy@kovopb.cz
<http://www.kovopb.cz>

ing. Karel Oliva
ing. Zdeňka Vicherková
Dr. Josef Poláček
Milan Oravec

phone: +420 318 470 386 e-mail: oliva@kovopb.cz
phone: +420 318 470 321 e-mail: vicherkova@kovopb.cz
phone: +420 318 470 293 e-mail: polacek@kovopb.cz
phone: +420 318 470 292 e-mail: oravec@kovopb.cz