

ACCOUNT NAME:

Tidal Fluid Power

Mandeb Pty Ltd trading as

TIDAL FLUID POWER

P.O.BOX 3180 CLONTARF D.C. QUEENSLAND AUSTRALIA 4019 4/15 Redcliffe Gardens Drive, Clontarf QUEENSLAND AUSTRALIA

TELEPHONE 61-7-3889 4591 FACSIMILE 61-7-3889 5921 ABN 67 112 429 286

www.tidalfluidpower.com.au email: tidalfp@tidalfluidpower.com.au

APPLICATION FOR CREDIT FACILITIES

PLEASE POST THIS ORIGINAL FORM

Date:			
Business Structure	e: a) Sole Trader	b) Partnership c) Priv	vate Limited Company
Applicant trading	name		<u> </u>
Company name if	a Pty Ltd Company		
Date of Incorporat	tion		
Postal Address			
			Post code
Delivery Address			
A.B.N. Number _		email address	
Telephone number	r	Facsimile Number	er
Proprietors/Direct	ors (attach additional pag	es if insufficient space)	
1. Name		Address	
2. Name		Address	
			e accounts with a similar credit limit to that requested). ed, in order to assist in the processing of this application.
1. Business Na	ame	Phone:	Email:
2. Business Na	ame	Phone:	Email:
3. Business na	me	Phone:	Email:
Bank	Branc	ch	Account Number
The above inform application. We further acknow	orther acknowledge that contents and we authorise yound by Tidal Fluid Power wledge that the person signal.	purposes of obtaining credit ertain personal information co ou to give this information to the r's Terms and Conditions of Sa ming below is fully authorised	ale as printed overleaf and attached. I by us to act on our behalf as the applicant.
Name in full		Date	:
	ils for Direct Payments:		
BSB:	084 484	ACCOUNT:	893539088

BRANCH:

Caloundra

Mandeb Pty Ltd T/A Tidal Fluid Power – Terms & Conditions of Trade

Definitions

- "Seller" means Mandeb Pty Ltd T/A Tidal Fluid Power, its successors and assigns or any person acting on behalf of and with the authority of Mandeb Pty Ltd T/A Tidal Fluid Power. "Customer" means the person's buying the Goods as specified in any invoice, document or order, and if there is more than one Customer is a reference to each Customer jointly and "Seller" means Mandeb Ptv Ltd T/A Tidal Fluid Power, its success 1.2
- severally, "Goods" means all Goods or Services supplied by the Seller to the Customer at the Customer's request from time to time (where the context so permits the terms 'Goods' or 'Services' shall be interchangeable for the other), "Price" means the Price payable for the Goods as agreed between the Seller and the 1.3
- 1.4

- Acceptance
 The Customer is taken to have exclusively accepted and is immediately bound, jointly and severally, by these terms and conditions if the Customer places an order for or accepts delivery of the Goods.
 These terms and conditions may only be amended with the Seller's consent in writing and shall prevail to the extent of any inconsistency with any other document or agreement between the Customer and the Seller. 22

Change in Control
The Customer shall give the Seller not less than fourteen (14) days prior written notice of any proposed change of ownership of the Customer and/or any other change in the Customer's classila (including bit not limited to, changes in the Customer's name, address, contact phone or fax number/s, or business practice). The Customer shall be liable for any loss incurred by the Seller as a result of the Customer's failure to comply with this clause.

- Price and Payment
 At the Seller's sole discretion the Price shall be either:
 (a) as indicated on any invoice provided by the Seller to the Customer; or
 (b) the Seller's quoted price (subject to clause 4.2) which will be valid for the period stated in the quotation or otherwise for a period of thirty (30) days.

 The Seller reserves the right to change the Price if a variation to the Seller's quotation is required.
- 4.2
 - At the Seller's sole discretion a non-refundable deposit may be required
- Time for payment for the Goods being of the essence, the Price will be payable by the Customer on the date/s determined by the Seller, which may be:

 - (a) on delivery of the Goods;(b) before delivery of the Goods;
- (b) before delivery of the Goods; (c) thirty (30) days following the end of the month in which a statement is posted to the Customer's address or address for notices; (d) the date specified on any invoice or other form as being the date for payment; or (e) failing any notice to the contrary, the date which is seven (7) days following the date of any invoice given to the Customer by the Seller. Payment may be made by cash, cheque, bank cheque, electronic/on-line banking, credit card (plus a surcharge of up to 2.5% of the Price), or by any other method as agreed to between the Customer and the Seller.
- between the Customer and the Seller. Unless otherwise stated the Price does not include GST. In addition to the Price the Customer must pay to the Seller an amount equal to any GST the Seller must pay for any supply by the Seller under this or any other agreement for the sale of the Goods. The Customer must pay GST, without deduction or set off of any other amounts, at the same time and on the same basis as the Customer pays the Price. In addition the Customer must pay any other taxes and duties that may be applicable in addition to the Price except where they are expressly included in the Price.

- Delivery of Goods
 Delivery ('Delivery') of the Goods is taken to occur at the time that:
 (a) the Customer or the Customer's nominated carrier takes possession of the Goods at the Seller's address; or
 (b) the Seller (or the Seller's nominated carrier) delivers the Goods to the Customer's nominated address even if the Customer is no present at the address. At the Seller's sole discretion the cost of delivery is either included in the Price or is in addition to the Price.
 The Customer must take delivery by receipt or collection of the Goods whenever they are tendered for delivery. In the event that the Customer is unable to take delivery of the Goods as arranged then the Seller shall be entitled to charge a reasonable fee for redelivery and/or storage.
- anior storage.

 The Seller may deliver the Goods in separate instalments. Each separate instalment shall be involiced and paid in accordance with the provisions in these terms and conditions. Any time or date given by the Seller to the Customer is an estimate only. The Customer must still accept delivery of the Goods even if late and the Seller will not be liable for any 5.5 loss or damage incurred by the Customer as a result of the delivery being late.

6. 6.1

- Risk
 Risk of damage to or loss of the Goods passes to the Customer on Delivery and the
- Customer must insure the Goods on or before Delivery.

 If any of the Goods are damaged or destroyed following delivery but prior to ownership passing to the Customer, the Seller is entitled to receive all insurance proceeds payable for passing to the Customer, the Seller is entitled to receive all insurance proceeds payable for the Goods. The production of these terms and conditions by the Seller is sufficient evidence of the Seller's rights to receive the insurance proceeds without the need for any person dealing with the Seller to make further enquiries. If the Customer requests the Seller to leave Goods outside the Seller's premises for collection or to deliver the Goods to an unattended location then such Goods shall be left at the Customer's lead in the Seller to leave the Seller to lea
- collection or to deliver the Goods to an unattended location then such Goods shall be left at the Customer's sole risk.

 The Seller shall be entitled to rely on the accuracy of any plans, specifications and other information provided by the Customer. The Customer acknowledges and agrees that in the event that any information provided by the Customer is inaccurate, the Seller accepts no responsibility for any loss, damages, or costs however resulting from these inaccurate plans, specifications or other information.

- Access
 The Client shall ensure that the Seller has clear and free access to the work site at all times to enable them to deliver the Goods. The Seller shall not be liable for any loss or damage to the site (including, without limitation, damage to pathways, driveways and concreted or paved or grassed areas) unless due to the negligence of the Seller. It is the responsibility of the Customer to ensure that access is suitable to accept the weight of laden trucks. The Customer agrees to indemnify the Seller against all costs incurred by the Seller in recovering such vehicles in the event they become bogged or otherwise immovabile

- Underground Location
 Prior to the Seller commencing any work the Customer must advise the Seller of the precise location of all underground services on the site and clearly mark the same. The underground mains & services the Customer must identify include, but are not limited to, electrical services, gas services, sewer services, pumping services, sewer connections sewer sounder mains, water mains, imagation pipes, telephone cables, fibre optic cables, oil pumping mains, and any other services that may be on site.
 Whilst the Seller will take all care to avoid damage to any underground services the Customer agrees to indemnify the Seller in respect of all and any liability claims, loss, dramane, orst and fines as a peutif of damage to services ont precisely located and
- damage, costs and fines as a result of damage to services not precisely located and notified as per clause 8.1.

- The Seller and the Customer agree that ownership of the Goods shall not pass until:
 (a) the Customer has paid the Seller all amounts owing to the Seller; and
- 9.2
- (a) the Customer has paid the Seller all amounts owing to the Seller; and (b) the Customer has met all of its other obligations to the Seller. Receipt by the Seller of any form of payment other than cash shall not be deemed to be payment until that form of payment has been honoured, cleared or recognised. It is further agreed that:
 (a) until ownership of the Goods passes to the Customer in accordance with clause 9.1 that the Customer is only a bailee of the Goods and must return the Goods to the Seller on request.

 - the Customer is only a ballee of the Goods and must return the Goods to true General Companies.

 (b) the Customer holds the benefit of the Customer's insurance of the Goods on trust for the Seller and must pay to the Seller the proceeds of any insurance in the event of the Goods being lost, damaged or destroyed.

 (c) the Customer must not sell, dispose, or otherwise part with possession of the Goods other than in the ordinary course of business and for market value. If the Customer sells, disposes or parts with possession of the Goods then the Customer must hold the proceeds of any such act on trust for the Seller and must pay or deliver the proceeds to the Seller on demand.

 (d) the Customer should not convert or process the Goods or intermix them with other goods but if the Customer does so then the Customer holds the resulting product on trust for the benefit of the Seller and must sell, dispose of or return the resulting product to the Seller as its odirects.

 (e) the Customer irrevocably authorises the Seller to enter any premises where the Seller believes the Goods are kept and recover possession of the Goods.

- (f) the Seller may recover possession of any Goods in transit whether or not delivery has
- (g) the Customer shall not charge or grant an encumbrance over the Goods nor grant nor otherwise give away any interest in the Goods while they remain the property of the
- (h) the Seller may commence proceedings to recover the Price of the Goods sold notwithstanding that ownership of the Goods has not passed to the Customer.

- **10.** 10.1
- notwithstanding that ownership of the Goods has not passed to the Customer.

 Personal Property Securities Act 2009 ("PPSA")
 In this clause financing statement, financing change statement, security agreement, and security interest has the meaning given to it by the PPSA.

 Upon asserting to these terms and conditions in writing the Customer acknowledges and agrees that these terms and conditions constitute a security agreement for the purposes of the PPSA and creates a security interest in all Goods that have previously been supplied and that will be supplied in the future by the Selfer to the Customer.

 The Customer undertakes to:
 (a) promptly sign any further documents and/or provide any further information (such information to be complete, accurate and up-to-date in all respects) which the Selfer may reasonably require to;
 (i) register a financing statement or financing change statement in relation to a security interest on the Personal Property Securities Register;
 (ii) register any other document required to be registered by the PPSA; or
 (iii) correct a defect in a statement referred to in clause 10.3(a)(i) or 10.3(a)(ii);
 (b) indemnify, and upon demand reimburse, the Selfer for all expenses incurred in registering a financing statement or financing change statement on the Personal Property Securities Register established by the PPSA or releasing any Goods charged thereby; 10.2
- 10.3

 - (c) not register a financing change statement in respect of a security interest without the prior written consent of the Seller;
 (d) not register, or permit to be registered, a financing statement or a financing change
 - statement in relation to the Goods in favour of a third party without the prior written consent of the Seller;
 - (e) immediately advise the Seller of any material change in its business practices of selling the Goods which would result in a change in the nature of proceeds derived from such
- The Seller and the Customer agree that sections 96, 115 and 125 of the PPSA do not apply 10.4
- to the security agreement created by these terms and conditions.

 The Customer waives their rights to receive notices under sections 95, 118, 121(4), 130, 132(3)(d) and 132(4) of the PPSA. 10.5
- 10.6 The Customer waives their rights as a grantor and/or a debtor under sections 142 and 143
- of the PPSA.

 Unless otherwise agreed to in writing by the Seller, the Customer waives their right to receive a verification statement in accordance with section 157 of the PPSA.

 The Customer must unconditionally ratify any actions taken by the Seller under clauses 10.7 Unless other
- 10.8 10.3 to 10.5
- Subject to any express provisions to the contrary nothing in these terms and conditions is intended to have the effect of contracting out of any of the provisions of the PPSA.

- Security and Charge
 In consideration of the Seller agreeing to supply the Goods, the Customer charges all of its rights, title and interest (whether joint or several) in any land, realty or other assets capable of being charged, owned by the Customer either now or in the future, to secure the performance by the Customer of its obligations under these terms and conditions (including, but not limited to, the payment of any money).

 The Customer indemnifies the Seller from and against all the Seller's costs and disbursements including legal costs on a solicitor and own client basis incurred in exercising the Seller's nights under this clause.

 The Customer irrevocably appoints the Seller and each director of the Seller as the Customer's true and lawful attorney's to perform all necessary acts to give effect to the provisions of this clause 11 including, but not limited to, signing any document on the Customer's behalf.

- Defects, Warranties and Returns, Competition and Consumer Act 2010 (CCA)
 The Customer must inspect the Goods on delivery and must within seven (7) days of
 delivery notify the Seller in writing of any evident defect/damage, shortage in quantity, or
 failure to comply with the description or quote. The Customer must notify any other alleged
 defect in the Goods as soon as reasonably possible after any such defect becomes evident.
 Upon such notification the Customer must allow the Seller to inspect the Goods.
 Lidea enablished. State Territory and Commonautable law (including without timitation the
- Under applicable State, Territory and Commonwealth Law (including, without limitation the CCA), certain statutory implied guarantees and warranties (including, without limitation the statutory guarantees under the CCA) may be implied into these terms and conditions (Non-Excluded Guarantees).
- The Seller acknowledges that nothing in these terms and conditions purports to modify or
 - exclude the Non-Excluded Guarantees.

 Except as expressly set out in these terms and conditions or in respect of the Non-Excluded Courantees, the Seller makes no warranties or other representations under these terms and conditions including but not limited to the quality or suitability of the Goods. The Seller's liability in respect of these warranties is limited to the fullest extent permitted by law.
- 12.5 If the Customer is a consumer within the meaning of the CCA, the Seller's liability is limited to the extent permitted by section 64A of Schedule 2.
- to the Select permitted by Selection More To Selective 2...

 If the Seller is required to replace the Goods under this clause or the CCA, but is unable to do so, the Seller may refund any money the Customer has paid for the Goods.

 If the Customer is not a consumer within the meaning of the CCA, the Seller's liability for except defeat defeatings in the Coach in:
- the Customer is not a consumer within the meaning of the CCA, the Seller's liability for y defect or dramage in the Goods is. limited to the value of any express warranty or warranty card provided to the Customer by the Seller at the Seller's sole discretion; limited to any warranty to which the Seller is entitled, if the Seller did not manufacture the Goods;
- 12.8
- the Goods;
 (c) otherwise negated absolutely.

 Subject to this clause 12, returns will only be accepted provided that:
 (a) the Customer has compiled with the provisions of clause 12.1; and
 (b) the Seller has agreed that the Goods are defective; and
 (c) the Goods are returned within a reasonable time at the Customer's cost (if that cost is not significant); and
 (d) the Goods are returned in as close a condition to that in which they were delivered as is noseshible.
- possible.

 Notwithstanding clauses 12.1 to 12.8 but subject to the CCA, the Seller shall not be liable for any defect or damage which may be caused or partly caused by or arise as a result of:

 (a) the Customer failing to properly maintain or store any Goods;
 (b) the Customer using the Goods for any purpose other than that for which they were

 - designed;
 (c) the Customer continuing the use of any Goods after any defect became apparent or
 - should have become apparent to a reasonably prudent operator or user;
 - (d) the Customer falling to follow any instructions or guidelines provided by the Seller; (e) fair wear and tear, any accident, or act of God. In the case of second hand Goods, unless the Customer is a consumer under the CCA, the Customer acknowledges that it has had full opportunity to inspect the second hand Goods
- orisotroller acknowledges that has all falls and that to the extent permitted by law no warranty is given by the Seller as to the quality or suitability for any purpose and any implied warranty, statutory or otherwise, is expressly excluded. The Customer acknowledges and agrees that the Seller has agreed to provide the Customer with the second hand Goods and calculated the Price of the second hand Goods in reliance of this clause 12.10.
- The Seller may in its absolute discretion accept non-defective Goods for return in which The Seller flaty in its associate uscretion accept non-createners occur as teaching many cases the Seller may require the Customer to pay handling fees of up to twenty percent (20%) of the value of the returned Goods plus any freight costs. Notwithstanding anything contained in this clause if the Seller is required by a law to accept a return then the Seller will only accept a return on the conditions imposed by that law.

- Intellectual Property
 Where the Seller has designed, drawn or developed Goods for the Customer, then the copyright in any designs and drawings and documents shall remain the property of the Seller 13 2
- Seller.

 The Customer warrants that all designs, specifications or instructions given to the Seller will not cause the Seller to infringe any patent, registered design or trademark in the execution of the Customer's order and the Customer agrees to indemnify the Seller against any action taken by a third party against the Seller in respect of any such infringement.

 The Customer agrees that the Seller may (at no cost) use for the purposes of marketing or entry into any competition, any documents, designs, drawings or Goods which the Seller has created for the Customer.

Default and Consequences of Default

Interest on overdue invices shall accrue daily from the date when payment becomes due, until the date of payment, at a rate of two and a half percent (2.5%) per calendar month (and at the Seller's sole discretion such interest shall compound monthly at such a rate) after as well as before any judgment.

- If the Customer owes the Seller any money the Customer shall indemnify the Seller from and against all costs and disbursements incurred by the Seller in recovering the debt (including but not limited to internal administration fees, legal costs on a solicitor and own client basis, the Seller's contract default fees, and bank dishonour fees). Without prejudice to any other remedies the Seller may have, if at any time the Customer is
- Without prejudice to any other remedies the Seller may have, if at any time the Customer is in breach of any obligation (including those relating to payment) under these terms and conditions the Seller may suspend or terminate the supply of Goods to the Customer. The Seller will not be liable to the Customer for any loss or damage the Customer suffers because the Seller has exercised its rights under this clause.

 Without prejudice to the Seller's other remedies at law the Seller shall be entitled to cancel all or any part of any order of the Customer which remains unfulfilled and all amounts owing to the Seller shall, whether or not due for payment, become immediately payable in the Seller shall, whether or not due for payment, become immediately payable to the Seller shall, whether or not due for payment, become immediately payable to Customer will be unable to make a payment when it falls due;
 (b) the Customer becomes insolvent, convenes a meeting with its creditors or proposes or enters into an arrangement with creditors, or makes an assignment for the benefit of its creditors; or (c) a receiver, manager, liquidator (provisional or otherwise) or similar person is appointed in respect of the Customer can yasset of the Customer.

- Cancellation
 The Seller may cancel any contract to which these terms and conditions apply or cancel delivery of Goods at any time before the Goods are delivered by giving written notice to the Customer. On giving such notice the Seller shall repay to the Customer any money paid by the Customer for the Goods. The Seller shall not be liable for any loss or damage whatsoever arising from such cancellation.

 In the event that the Customer cancels delivery of Goods the Customer shall be liable for any and all loss incurred (whether direct or indirect) by the Seller as a direct result of the cancellation (including, but not limited to, any loss of profits).

 Cancellation of orders for Goods made to the Customer's specifications, or for non-stocking times, will delirately not be accepted once mornication has commenced or an order has
- 15.3 items, will definitely not be accepted once production has commenced, or an order has been placed.

Privacy Act 1988

- The Customer agrees for the Seller to obtain from a credit reporting agency a credit report ining personal credit information about the Customer in relation to credit provided by
- the seller.

 The Customer agrees that the Seller may exchange information about the Customer with those credit providers either named as trade referees by the Customer or named in a consumer credit report issued by a credit reporting agency for the following purposes:

 - Collaboration teletric politic assessment as depositing search or under outcoming purposes.

 (a) to assess an application by the Customer, and/or

 (b) to notify other credit providers of a default by the Customer, and/or

 (c) to exchange information with other credit providers as to the status of this credit

 account, where the Customer is in default with other credit providers, and/or

- (c) to exchange information with other credit providers as to the status of this credit account, where the Customer is in default with other credit providers; and/or (d) to assess the creditworthiness of the Customer.

 The Customer understands that the information exchanged can include anything about the Customer's creditworthiness, credit standing, credit history or credit capacity that credit providers are allowed to exchange under the Privacy Act 1988.

 The Customer consents to the Seller being given a consumer credit report to collect overdue payment on commercial credit (Section 18K(1)(h) Privacy Act 1988).

 The Customer agrees that personal credit information provided may be used and retained by the Seller for the following purposes (and for other purposes as shall be agreed between the Customer and Seller or required by law from time to time):

 (a) the provision of Goods; and/or
 (b) the marketing of Goods by the Seller, its agents or distributors; and/or coll processing of any payment instructions, direct debit facilities and/or credit facilities requested by the Customer; and/or
 (c) processing of any payment instructions, direct debit facilities and/or credit facilities requested by the Customer's account and/or the collection of amounts outstanding in the Customer's account in relation to the Goods.

 The Seller may give information about the Customer to a credit reporting agency for the following purposes:

 (a) to Netia a consumer credit genot about the Customer to a credit reporting agency for the following purposes:

 (a) to Netia a consumer credit genot about the Customer.
- following purpos
- (a) to obtain a consumer credit report about the Customer; (b) allow the credit reporting agency to create or maintain a credit information file containing information about the Customer.
- - Containing information about the Containing include:

 (a) personal particulars (the Customer's name, sex, address, previous addresses, date of birth, name of employer and driver's licence number):
 - (b) details concerning the Customer's application for credit or commercial credit and the (c) advice that the Seller is a current credit provider to the Customer.
 - (d) advice of any overdue accounts, loan repayments, and/or any outstanding monies owing which are overdue by more than sixty (60) days, and for which debt collection action has been started:
 - (e) that the Customer's overdue accounts, loan repayments and/or any outstanding monies
 - (e) that the Customer's overloce accounts, but negative that has been listed;
 (f) information that, in the opinion of the Seller, the Customer has committed a serious credit infringement (that is, fraudulently or shown an intention not to comply with the Customer's credit obligations);
 - (g) advice that cheques drawn by the Customer for one hundred dollars (\$100) or more, have been dishonoured more than once;

 (h) that credit provided to the Customer by the Seller has been paid or otherwise

Unpaid Seller's Rights

- Unpaid Seller's Rights
 Where the Customer has left any item with the Seller for repair, modification, exchange or for the Seller to perform any other service in relation to the item and the Seller has not received or been tendered the whole of any monies owing to it by the Customer, the Seller shall have, until all monies owing to the Seller are paid:

 (a) a lien on the item; and
 (b) the right rotation or sell the item, such sale to be undertaken in accordance with any legislation applicable to the sale or disposal of uncollected goods.

 The lien of the Seller shall continue despite the commencement of proceedings, or judgment for any monies owing to the Seller having been obtained against the Customer.

- Compliance with Laws
 The Customer and the Seller shall comply with the provisions of all statutes, regulations and bylaws of government, local and other public authorities that may be applicable to the
- works.

 The Customer agrees that the site will comply with any occupational health and safety laws relating to building/construction sites and any other relevant safety standards or legislation.

- General
 The failure by the Seller to enforce any provision of these terms and conditions shall not be treated as a waiver of that provision, nor shall it affect the Seller's right to subsequently enforce that provision. If any provision of these terms and conditions shall be invalid, void,
- illegal or unenforceable the validity, existence, legality and enforceability of the remaining provisions shall not be affected, prejudiced or impaired. 19.2
- provisions shall not be affected, prejudiced or impaired. These terms and conditions and any contract to which they apply shall be governed by the laws of the state in which the Seller has its principal place of business, and are subject to the jurisdiction of the courts of Redcliffe in that state. Subject to clause 12 the Seller shall be under no liability whatsoever to the Customer for any indirect and/or consequential loss and/or expense (including loss of profit) suffered by the Customer arising out of a breach by the Seller of these terms and conditions (alternatively the Seller's liability shall be limited to damages which under no circumstances shall exceed the Price of the Goods). 19.3

- shall exceed the Price of the Goods). The Customer shall not be entitled to set off against, or deduct from the Price, any sums owed or claimed to be owed to the Customer by the Seller nor to withhold payment of any invoice because part of that invoice is in dispute. The Seller may license or sub-contract all or any part of its rights and obligations without the Customer's consent. The Customer agrees that the Seller may amend these terms and conditions at any time. If the Seller makes a change to these terms and conditions, then that change will take effect from the date on which the Seller notifies the Customer of such change. The Customer will be taken to have accepted such changes if the Customer makes a further request for the Seller to provide Goods to the Customer. Whither party shall be fable for any default due to any act of God, war, terrorism, strike, lock-out, industrial action, fire, flood, storm or other event beyond the reasonable control of either party.
- either party.

 The Customer warrants that it has the power to enter into this agreement and has obtained all necessary authorisations to allow it to do so, it is not insolvent and that this agreement creates binding and valid legal obligations on it.