

Sage 50 cloud Pastel and Payroll Agreement

This agreement deals with direct (through Sage) and indirect (through a Reseller) sales of software. Please note clause 21 of this agreement, which deals with specific provisions when purchasing through a Reseller.

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IMPORTANT NOTICE! YOUR SUBSCRIPTION TO THE SERVICE IS SUBJECT TO ALL THE TERMS AND CONDITIONS IN THIS AGREEMENT. THEREFORE, PLEASE SCROLL THROUGH AND READ ALL OF THE TERMS AND CONDITIONS IN THIS AGREEMENT CAREFULLY BEFORE CONCLUDING THE ACTIVATION PROCESS. THIS IS A LEGALLY BINDING AGREEMENT BETWEEN YOU AND SAGE FOR YOUR SUBSCRIPTION TO THE SERVICE. YOU WILL INDICATE YOUR ACCEPTANCE OF THIS AGREEMENT INCLUDING ANY TERMS AND CONDITIONS IMPOSED BY REQUIRED THIRD-PARTY SERVICE PROVIDERS, BY DOING ONE OR MORE OF THE FOLLOWING (OR ALLOWING OR AUTHORIZING A THIRD PARTY TO DO ONE OR MORE OF THE FOLLOWING FOR YOU): (1) CLICKING “I AGREE” OR A SIMILAR AFFIRMATION AS APPLICABLE WHICH APPEARS DURING THE ACTIVATION OF YOUR SUBSCRIPTION, OR (2) ACCESSING OR USING THE SERVICE, OR (3) SIGNING A COPY OF THE ORDER FORM. YOUR SUBSCRIPTION TO THIS SERVICE MAY BE SUBJECT TO REQUIRED THIRD-PARTY SERVICE PROVIDER TERMS AND CONDITIONS. SAGE WILL PROVIDE THE LINK TO THE THIRD-PARTY SERVICE PROVIDER TERMS AND CONDITIONS BY SENDING AN EMAIL TO YOUR USER ADDRESS OR BY PUBLISHING A NOTICE ON ITS WEBSITE OR BY OTHERWISE DIRECTING YOU TO THE RELEVANT THIRD-PARTY TERMS AND CONDITIONS. IF YOU DO NOT AGREE TO BE LEGALLY BOUND BY THIS AGREEMENT INCLUDING ANY TERMS AND CONDITIONS IMPOSED BY REQUIRED THIRD-PARTY SERVICE PROVIDERS, EACH IN THEIR ENTIRETY AND WITHOUT MODIFICATION OR ADDITION (UNLESS AGREED OTHERWISE IN WRITING BY SAGE), THEN YOU SHOULD CONTACT SAGE OR THE RESELLER YOU PURCHASED YOUR SUBSCRIPTION FROM AND YOU MUST NOT ACCESS OR USE THE SERVICE IN ANY WAY. AS THIS IS A SUBSCRIPTION AGREEMENT SAGE MAY UPDATE IT AT ANY TIME. THE MOST RECENT VERSION OF THIS AGREEMENT CAN BE ACCESSED ON THE SAGE WEBSITE FOR THE SUBSCRIPTION SERVICE. SAGE WILL MAKE REASONABLE EFFORTS TO COMMUNICATE ANY CHANGES TO THIS AGREEMENT BY SENDING AN EMAIL TO YOUR USER ADDRESS OR BY NOTICE ON ITS WEBSITE, BUT IT IS UP TO YOU TO ENSURE THAT YOU REGULARLY CHECK, READ, UNDERSTAND AND AGREE TO THE MOST RECENT VERSION OF THIS AGREEMENT AS YOU WILL BE DEEMED TO ACCEPT ANY SUBSEQUENT AMENDMENTS TO IT IF YOU CONTINUE TO ACCESS AND USE THE SERVICE.

The parties agree as follows:

1. Definitions and interpretations

- 1.1 In this Agreement, unless the context indicates a contrary intention, the following words and expressions shall bear the meanings assigned to them hereunder and cognate expressions shall bear corresponding meanings:
 - 1.1.1 **“Affiliate/s”** means a company, corporation or other entity that directly or indirectly controls, or is under common control of, the End-User, where ‘control’ is the ownership or control (whether directly or indirectly) of at least 50% of the voting rights in the entity, or otherwise the power to direct the management and policies of the entity;
 - 1.1.2 **“Agreement”** means this document and any documentation expressly incorporated herein by reference, including the Data Processing Agreement (“DPA”) found at this link: <https://www.sage.com/en-za/legal/terms-and-conditions/product-and-service-terms-and-conditions/>, your order, any applicable schedules, amendments or supplementary agreements specifically referenced hereto and effected as amendments as referenced herein;
 - 1.1.3 **“Consent”** means any voluntary, specific and informed expression of will in terms of which permission is given for the processing of personal information ;
 - 1.1.4 **“Controller”** means a public or private body or any other person which, alone or in conjunction with others, determines the purpose of and means for processing personal information;
 - 1.1.5 **“Data Protection Laws”** means such data protection laws applicable to the Sage entity with which you have Subscribed to the Service;
 - 1.1.6 **“Documentation”** means the online or written user guides, specifications and manuals regarding the Software made available by us, and any updates thereto, but excluding marketing materials and sales publications;
 - 1.1.7 **“Effective Date”** means the date on which you accept and sign the Order or the date you do anything which indicates your acceptance of this Agreement or the date you access and use the Software for the first time,

whichever date is earlier;

- 1.1.8 **“End-User”** means the licensee or customer making Use of the Software procured under the applicable Order;
- 1.1.9 **“End-User Data”** means the data, information or material the End-User (or its Personnel) provide, input, process or submit into the Software;
- 1.1.10 **“Intellectual Property Rights (“IP”)** means patents of any type, design rights, utility models or other similar invention rights, copyrights, mask work rights, trade secret, know-how or confidentiality rights, trademarks, trade names and service marks and any other intangible property rights, including applications and registrations for any of the foregoing, in any country, arising under statutory or common law or by contract and whether or not perfected, now existing or hereafter filed, issued, or acquired;
- 1.1.11 **“Licensed Materials”** means collectively the Software and all Documentation;
- 1.1.12 **“License File”** means the applicable order and the file with the Software components licensed to the End-User sent by Sage to the End-User;
- 1.1.13 **“Location”** means the address/es specified by the End-User in the License File;
- 1.1.14 **“Microsoft®”** means the Microsoft Corporation or one of its Group Companies;
- 1.1.15 **“Microsoft SQL”** means the optional additional product provided by Microsoft®, referred to as Microsoft® SQL™ (© Copyright 2021 Microsoft Corporation. All rights reserved), together with any associated media, printed materials, and “online” or electronic documentation relating to the same, that you may purchase via a Sage Partner with the Product (as applicable), subject to payment of an additional fee;
- 1.1.16 **“Order”** means the applicable online order accepted or the order document signed by Sage and the End-User and the Reseller and the End-User (in the event of the Software being purchased through a Reseller) containing the details of the Software procured by the End-User as well as the Fees which together with this Agreement forms a binding contract between the End-User and Sage;
- 1.1.17 **“Personal information”** means any information about a living human being or existing organisation (as applicable Data Protection Laws require), provided that someone is capable of identifying them from that information;
- 1.1.18 **“Privacy Notice”** means the privacy notice posted on the website of the Sage Group plc entity with which you have Subscribed to the Service (or such other URL as Sage may notify to you from time to time);
- 1.1.19 **“Processor”** means the person who processes Personal Information for a controller in terms of a contract or mandate, without coming under the direct authority of that party;
- 1.1.20 **“Reseller”** means an independent third party authorised or certified by Sage to act as a Reseller or distributor of the Software;
- 1.1.21 **“Restricted Territories”** means (i) Cuba, Sudan, Iran, North Korea, Syria and the territory of Crimea/Sevastopol; and (ii) any other country or territory that is subject to sanctions by the United Kingdom, the European Union, the U.S., United Nations or elsewhere;
- 1.1.22 **“Sage ” “us” “we” “our”** means Sage South Africa Proprietary Limited, company registration number 2003/015693/07;
- 1.1.23 **“Software”** means the computer programs licensed to the End-User by the Supplier under this Agreement, including any upgrades, modifications, enhancements or corrections thereto, in accordance with the specific provisions of clause 9 hereof, in machine-readable object code form, and/or any part thereof and any back-up copies made in accordance with this Agreement;
- 1.1.24 **“Subscription Fee”** means the subscription fee payable for the Licensed Materials as set out or referred to in this Agreement or any invoices or other documentation issued by the Supplier;
- 1.1.25 **“Supplier ”** means Sage or where applicable, the Reseller;
- 1.1.26 **“Use”** means transmitting any portion of the Software for processing and/or compiling, executing or interpreting any machine instructions contained in the Software and/or displaying any portion of the Software in connection with the processing of such machine instructions. Other technical expressions shall have the meanings commonly attributed to them in the computer and information technology industry; and
- 1.1.27 **“User”** means those individuals who are authorised by you to access and use the Software. Users may include

your employees, consultants, contractors or agents.

- 1.2 In this Agreement: (a) the headings are for convenience only and shall not affect its construction or interpretation; (b) “including” and “includes” and similar expressions shall, if the context requires, be interpreted as illustrative, not exhaustive; (c) words of a technical nature shall be construed in accordance with the relevant general usage in the computer software industry, (d) references to a person include an individual, a body corporate and an unincorporated association of persons; and (e) use of the singular shall be treated as including the plural and vice versa.
- 1.3 In this agreement, terms used that have meanings ascribed to them in applicable data protection laws, including “data subject”, “processing”, “personal data”, “controller”, “responsible party”, “processor” or “operator”, carry the meanings set out under those laws to the extent that this Agreement does not define them.

2. Subscription and term

- 2.1 As from the Effective Date for a period of 12 (twelve) months or until terminated pursuant to the terms of this Agreement, the Supplier grants the End-User a limited, non-exclusive, non-transferable and revocable licence to Use the Licensed Materials for its own business purposes, solely on the following terms:
 - 2.1.1 To Use the Software for the number of users and software components specified in the License File.
 - 2.1.2 In the case of Software operating on a local area network or wide area network, the End-User may Use the Software on a single file server with more than one Affiliate workstation, provided that a subscription fee is paid for each concurrent user that has a network access to the Software from the file server.
 - 2.1.3 The End-User may make up to two back-up copies of the Software for security purposes only, provided that all back-up copies bear the same copyright, trademark notices and other proprietary legends as the original copy.
- 2.2 The End-User accepts the licence granted to it in terms of clause 2.1 and acknowledges that it obtains no rights of ownership of the Software.
- 2.3 The End-User accepts that this Agreement governs the terms under which the right to use the Software is granted.
- 2.4 Save for the standard software maintenance plan set out in clause 14 which may form part of this Agreement, any services including implementation services acquired from a third party are contracted and billed separately from this Agreement.
- 2.5 Microsoft SQL is a service that integrates with certain eligible Sage products, which may include the Service if detailed in your Order. The Customer agrees and acknowledges that Microsoft SQL is provided by Microsoft®.
- 2.6 You agree to be bound by the additional terms and conditions for Microsoft SQL which terms can be accessed at the following link <https://www.microsoftvolumelicensing.com/>. Where there is a conflict between the terms and conditions of this Agreement and the additional terms for Microsoft SQL, the Microsoft SQL terms shall prevail in respect of Microsoft SQL.
- 2.7 Unless terminated earlier in accordance with the terms of this Agreement, the initial term of this Agreement shall be 12 months from the Effective Date (“Initial Term”) and will automatically renew for an additional period of 12 months (each a “Renewal Term”) unless the End User fails to make payment of the renewal invoice prior to the expiry or the end of the Initial Term or further Renewal Term unless otherwise stated in the Order.
- 2.8 The Supplier may terminate this Agreement upon 30 (thirty) days’ notice in writing to the End User at any time. The End-User may not terminate this Agreement in whole or part at any time during the Subscription Term except in accordance with this Agreement.

3. Prohibited uses

- 3.1 The End-User may not reproduce or distribute copies of the Licensed Materials to others or electronically transfer the Software from one computer to another over a network or on a disk.
- 3.2 The End-User may not make copies of the Documentation or procure their reproduction through any third party without the prior written consent of the Supplier, and such consent shall not be unreasonably withheld or delayed. If the End-User requires additional copies of the Documentation, these may be obtained from the Supplier at the then prevailing rate.
- 3.3 The End-User may not Use the Software for personal, family, household, or other non-business purposes.
- 3.4 The Licensed Materials contain intellectual property and know-how, system design and proprietary information which is the exclusive and valuable property of the Supplier, and the End-User may not disclose to others any such information or materials relating to the design, construction, operation or issue of the Licensed Materials except in connection with the Use permitted by this Agreement, or as agreed in writing by the Supplier.
- 3.5 Except to the minimum extent expressly required to be permitted by law in your local jurisdiction, the End-User may not modify, translate or create derivative works based on the Software, nor reverse assemble, decompile or reverse engineer the Software, whether in whole or in part, or otherwise attempt to derive the source code, underlying ideas, algorithms, file formats, programming of the Software or any files contained in or generated by the Software, nor shall it permit, whether directly or indirectly, any third party to do so. If your local jurisdiction allows any of these activities, you shall provide Sage with 10 business days' prior written notice before conducting any of these activities. Sage has the right, in its sole discretion to withhold its consent in this regard.
- 3.6 The End-User may not without the Supplier's prior written consent, merge or combine the whole or any part of the Software with any other software or documentation.
- 3.7 The End-User may not without the Supplier's prior written consent, grant any third-party direct access to the Software, including, without limitation by way of lease, loan, resale, distribution or grant of sub-licences based on the Licensed Materials or any part thereof, nor use the same to act as a bureau or for time-sharing use.
- 3.8 You and/or your Users must not use the Service in a way which is illegal, or which interferes with or disrupts other Internet users or service providers including the Supplier, their computers, software or hardware including without limitation:
 - 3.8.1 propagating computer worms, trojans or viruses;
 - 3.8.2 attempting a denial of service attack on any of the Services;
 - 3.8.3 hacking or breaking any security mechanism on any of the Services;
 - 3.8.4 using the Services to gain unauthorised access to another computer or network or in a way that disrupts or threatens the Services;
 - 3.8.5 sending harassing, obscene, indecent, offensive or threatening electronic mail;
 - 3.8.6 forgery (or attempted forgery) of electronic mail messages;
 - 3.8.7 placing, transmitting or storing any defamatory material; and
 - 3.8.8 using the service in a bureau or outsourcing capacity to generate revenue.
- 3.9 The End-User acknowledges that the Licensed Materials, related product logos and product names are the trademarks or are otherwise proprietary to the Supplier, and the End-User may not remove any such notices or product identification or attempt to cover or disfigure the same.
- 3.10 You shall not facilitate or aid a third party in any of the activities described in this clause 3.
- 3.11 It is impossible to provide an exhaustive list of exactly what constitutes acceptable and unacceptable Use of your Subscription. In general, Sage will not tolerate any use which damages or is likely to damage Sage's business or reputation, the availability or integrity of the Service or which causes Sage or threatens to cause Sage to incur any legal, tax or regulatory liability.

4. Control of the software and equipment

- 4.1 The End-User shall follow all reasonable instructions given by the Supplier from time to time, in connection with the Use of the Software. The End-User shall permit the Supplier at reasonable times, and at the Supplier's expense, to verify that the Use of the Licensed Materials is within the terms of this Agreement.
- 4.2 The End-User will be responsible for providing and maintaining its own compatible equipment, software and communications lines which are required to connect you to the Internet and access the Software and for your compliance with any third-party terms or other third-party agreements in relation to your use of your equipment, software and communications lines.
- 4.3 The total number of users must not exceed the number specified in the License File. The additional licensed system must not be used for processing other than for back-up purposes under any circumstances.

5. Inter-group transfers

In certain circumstances, which must be agreed in advance and in writing by the Supplier and on payment of the Supplier's then prevailing fee (which shall not exceed one percent of the then-current standard retail price of the impacted licenses), the End-User may be entitled to assign or otherwise dispose of its rights and obligations under this Agreement to any other Affiliate of the End-User, or if the End-User is disposed of as part of a going concern to another company. For the avoidance of doubt, the End-User shall not be entitled to assign or otherwise dispose of any of its rights and/or obligations under this Agreement if the End-User has a petition presented or passes a resolution for winding up or has a receiver or administrator appointed over its assets or arranges with its creditors to go into liquidation or, if the End-User being an individual, becomes bankrupt or commits any act of bankruptcy with its creditors

6. Intellectual property rights

Unless agreed otherwise between the Supplier and the End-User and recorded in writing, the copyright, and all other Intellectual Property Rights of whatever nature in the Licensed Materials and any modifications or changes thereto and all patents, trademarks and copyrights relating thereto are and shall remain the property of the Supplier and/or its Affiliates, and any rights in any other work prepared or carried out by the Supplier hereunder shall vest in the Supplier on creation thereof. The End-User shall notify the Supplier immediately if the End-User becomes aware of any unauthorised Use of the Licensed Materials in whole or in part by any third party.

7. Intellectual property rights indemnity

- 7.1 Supplier hereby indemnifies the End-User against any claim that the normal Use or possession of the Licensed Materials (including but not limited to any new updates and/or improved versions thereof) infringes intellectual property rights of any third party, provided that Supplier is given immediate and complete control of any such claim, and that the End-User gives Supplier such assistance as Supplier may reasonably require to settle or oppose any such claim, provided that Supplier shall meet the End-User's reasonable costs of so doing.
- 7.2 If any Licensed Materials are held or alleged to infringe any intellectual property rights, Supplier shall have the option, at its own expense, to (i) obtain for the End-User the right under the relevant intellectual property right to continue using the affected Licensed Materials; (ii) replace the relevant part of the Licensed Materials with a non-infringing replacement; (iii) modify the relevant part of the Licensed Materials to make it non-infringing; or (iv) refund the depreciated value of the relevant part of the Licensed Materials, and accept return of the same. Supplier shall, however, at all times use reasonable endeavours to ensure that the End-User is left with fully operational and functionally equivalent Licensed Materials.
- 7.3 Supplier shall not indemnify or be liable for any costs or damages if a claim of infringement of intellectual property rights arises out of: (i) compliance with the End-User's requests; (ii) incorporation of the End-User's or a third party's product or products in or with any Licensed Materials; (iii) modification of any Licensed Materials after delivery by Supplier; (iv) the End-User's Use of other than the latest supported releases of any Licensed Materials (if such release has been made available to the End-User); (v) the End-User's Use of any Licensed Materials after receiving notice that the relevant Licensed Materials infringe any intellectual property rights; or (vi) any other fault, action or inaction of the End-User.
- 7.4 The End-User shall inform Supplier of any claim or action brought against the End-User on the issue of infringement of any copyright and other intellectual property rights in the Licensed Materials.
- 7.5 The foregoing states the entire liability of Supplier to the End-User in respect of infringement or alleged infringement by the Licensed Materials of the intellectual property rights of any third-party.
- 7.6 The foregoing obligations as to intellectual property rights indemnity shall survive any termination under this Agreement, howsoever caused.

8. Confidentiality

- 8.1 The End-User acknowledges that the Licensed Materials contain intellectual property rights and know-how, system design and proprietary information which is the exclusive and valuable property of Sage and/or its Affiliates. Subject to clauses 8.2 and 8.3 the End-User undertakes to treat as confidential all information contained or embodied in the Licensed Materials and in any specifications thereof made available to the End-User and shall not save as provided in clauses 8.2 and 8.3 disclose the same in whole or in part to any third party, other than the Personnel of the End-User as described in clause 8.2 below, without the prior written consent of the Supplier.
- 8.2 The End-User shall be permitted to disclose aspects of the Licensed Materials to its Personnel to the extent necessary and to those Personnel having a legitimate need to know. The End-User is responsible for ensuring that such Personnel are made aware, prior to such disclosure, that the Licensed Materials are the confidential material of the Supplier, and that such Personnel may not disclose such material to third parties but keep the information confidential.
- 8.3 The provisions of clause 8.1 shall not apply to:
- 8.3.1 information in the public domain otherwise than by breach of this Agreement; and/or
 - 8.3.2 information already in the possession of the receiving party prior to disclosure with right to use;
 - 8.3.3 information received from a bona fide third party without breach of obligation to other party hereto; and/or
 - 8.3.4 information which is required to be publicly disclosed by law or by any statutory, governmental or regulatory body having jurisdiction over such party.
- 8.4 The End-User shall affect and maintain reasonable security measures to safeguard the Licensed Materials from theft, or access by any person other than the Personnel of the End-User in the normal course of their employment or other appropriate contractual arrangement with the End-User.
- 8.5 Both parties shall treat as confidential all information obtained from each other which is designated as confidential, or which either party may be told is confidential by the other party, or which either party might reasonably expect the other to regard as confidential and shall not, save as provided in Clauses 8.2 and 8.3, disclose the same to any third party without the prior written consent of the other.
- 8.6 The foregoing obligations as to confidentiality shall survive any termination under this Agreement, howsoever caused.

9. Upgrade system overlap

- 9.1 Where an End-User has purchased an upgrade from one licensed product to another then, save for a permitted period of dual processing, the End-User's licence for the product being replaced shall terminate on the first Use of the upgrade. The maximum period allowed for such dual processing is three (3) months from the date in the month in which the upgrade was purchased.
- 9.2 At the end of the dual processing period, the End-User must confirm to the Supplier in writing that they have read-only access to the product purchased or licensed subsequent to the upgrade from one licensed product to the other. Failure to do so on request from the Supplier, will result in a fee payable by the End-User for the Use of the non-current Licensed Materials for a period of at least six (6) months.
- 9.3 The Supplier reserves the right to require the End-User to remove unlicensed versions of the Licensed Materials from the computer hardware of the End-User, at any time after the end of the dual processing period.

10. Fees and payments

- 10.1 The End-User shall pay the Supplier the Subscription Fee upfront upon placing the Order with the Supplier for annual purchases.
- 10.2 The End-User shall pay the Supplier in the month following the receipt of the invoice for End-Users who have agreed to monthly payment terms for the 12 (twelve) month period.
- 10.3 The Subscription Fee for each subsequent year shall be determined, in part, by considering the number of Users as well as the modules purchased by the End-User. Module purchases are not refundable.
- 10.4 In the event that End-User elects a monthly payment option, the End-User shall be required to sign a monthly debit order form for the amount stipulated in the Order.
- 10.5 No right to Use the Licensed Materials shall be granted until the Supplier or Reseller (in the event the Software has been purchased through a Reseller) has received full payment of the Subscription Fee due, regardless of implementation status.

- 10.6 Sage shall be entitled to increase the Fees at the start of each Renewal Term upon giving you reasonable prior written notice.
- 10.7 In the event of non-payment of the Subscription Fee the Supplier will:
 - 10.7.1 Have the right to terminate this Agreement with immediate effect;
 - 10.7.2 Suspend End-User or User access to the Software and Software Maintenance Services;
 - 10.7.3 Terminate access to the Software and Software Maintenance Services set out in clause 14; and/or
 - 10.7.4 Withhold the license renewal code.
- 10.8 Should the End-User wish to re-instate access to the Software and the Software Maintenance Services, a re-instatement fee will apply and will be calculated at the time of re-instatement.
- 10.9 Any maintenance and support fees for third party software procured through Sage or Reseller will be collected by, and payable directly to, Sage or Reseller, as applicable.
- 10.10 If the Software is purchased by the End-User via a Reseller, the End-User shall abide by the Reseller's payment terms as applicable.
- 10.11 Payment of Subscription Fees to Sage by either you or your Reseller is not dependent on implementation services and /or successful implementation.

11. Warranty

- 11.1 The Supplier warrants that it has the right to grant the licences to Use the Software as set out in this Agreement.
- 11.2 The Supplier warrants that for a period of ninety (90) days from the date of supply, when properly used, the Software will perform generally in accordance with the Documentation for such Software in force at the date of supply, except that some deviation therefrom may occur due to a policy of continual upgrades to both the Software and the Documentation.
- 11.3 The End-User acknowledges that the Software consists of standard modules which have not been prepared to meet the End-User's particular requirements and it is, therefore, the End-User's responsibility to ensure that the Software meets its requirements.
- 11.4 Sage:
 - 11.4.1 does not warrant that your Use of the Service will be uninterrupted or error-free, or that the Service, Documentation and/or the information obtained by you through the Service will meet your requirements or produce particular outcomes or results (irrespective of whether you informed Sage or a Reseller about how you intend to use the Service at the point of purchase);
 - 11.4.2 is not responsible for any delays, delivery failures, or any other loss or damage resulting from the transfer of data over communications networks and facilities, including the internet, and you acknowledge that the Service may be subject to limitations, delays and other problems inherent in the use of such communications facilities; and
 - 11.4.3 does not warrant and/or indemnify you against cyber-attacks, fraud, phishing, data breaches, data loss, data infringement or any other attack on your system or account that occurs as a result of your negligence or unauthorised access to your account by your user/s or (a) third party/s in relation to the Service and/or Use thereof. You agree to apply all reasonable security controls and measures when using the Service.
- 11.5 THE EXPRESS TERMS OF CLAUSES 11.1 AND 11.2 ARE IN LIEU OF ALL WARRANTIES, CONDITIONS, TERMS, GUARANTEES AND REPRESENTATIONS (OTHER THAN FRAUDULENT MISREPRESENTATIONS) IMPLIED BY STATUTE, COMMON LAW OR OTHERWISE, INCLUDING WITHOUT LIMITATION ANY EXPRESS OR IMPLIED WARRANTIES OF SATISFACTORY QUALITY OR FITNESS FOR A PARTICULAR PURPOSE WHICH ARE HEREBY EXCLUDED TO THE FULLEST EXTENT PERMITTED BY LAW.

12. Liability

- 12.1 The Software is not fault tolerant and is not designed or intended for use in hazardous environments or in relation to high-risk activities requiring fail-safe performance, where the failure of the Software could lead directly to death, personal injury or severe physical or property damage. Sage expressly excludes any liability relating to the use of the Software for such purposes.
- 12.2 The Supplier shall indemnify the End-User in respect of personal injury or death to any person or loss or damage to

any property caused directly by the negligent acts or omissions of the Supplier, its servants, agents or sub-contractors. Except in respect of personal injury or death caused by negligence for which by law no limit applies, the liability of the Supplier for loss or damage to tangible property in respect of any one event or series of connected events whether under this clause or otherwise, each party's liability is capped at the fees actually paid by the End-User in the twelve (12) months preceding the claim.

- 12.3 In any event (including, without limitation, if any exclusion or other provision in clause 12.4 is held ineffective or is disallowed for any reason), except for those events governed by clause 12.2, the maximum aggregate liability of either party whether arising from negligence, breach of contract, misrepresentation (excluding fraudulent misrepresentation) or otherwise shall not in any circumstances exceed the purchase value of the Software.
- 12.4 Notwithstanding any other provision of this Agreement in no event shall either party be liable to the other for:
- 12.4.1 loss of profits, loss of business, loss of revenue, loss of goodwill, loss of anticipated savings;
 - 12.4.2 loss of or spoiling of data; and/or
 - 12.4.3 any indirect or consequential loss or damage; howsoever caused, whether arising from breach of contract, negligence, misrepresentation or otherwise, even if either party knew or should have known of the possibility of such loss.
- 12.5 The foregoing obligations as to liability shall survive any termination under this Agreement, howsoever caused.

13. Release of software

- 13.1 The End-User acknowledges and accepts that the Licensed Materials may require passwords for their proper Use and any necessary passwords will not be released until the Supplier has received a signed Order. Receipt by the Supplier of incomplete Order/s shall mean that the Order will not be processed.
- 13.2 When an End-User changes its trading name this may require a change in the passwords, and such a change must be communicated, in writing, by the End-User to the Supplier, and accompanied by a copy of the Certificate of Incorporation on Change of Name.

14. Software maintenance services provided by Sage only

- 14.1 ANY ADDITIONAL SOFTWARE AND MAINTENANCE SERVICES REQUESTED VIA A RESELLER IS PAYABLE BY THE END-USER DIRECTLY TO THE RESELLER.
- 14.2 In consideration for the payment of the Subscription Fee, either Sage or your Reseller (in the event that the Software is purchased through a Reseller) will provide Software and Maintenance Services to the End-User:
- 14.2.1 In accordance with the Documentation;
 - 14.2.2 Support via online knowledge portal (self - service);
 - 14.2.3 Telephonic and email support (during normal office hours);
 - 14.2.4 Chat support during normal office hours (as applicable);
 - 14.2.5 Periodic updates in relation to new statutory requirements which either Sage or your Reseller (in the event that the Software is purchased through a Reseller) will endeavour to make available prior to the date of coming into operation of the legislation in question;
 - 14.2.6 New releases of the Software with system improvements; and
 - 14.2.7 Release notes on statutory changes and new system features.
- 14.3 Neither Sage nor your Reseller (in the event of the Software or Software and Maintenance Services have been purchased through a Reseller) will be required to provide Software and Maintenance Services to the End-User where any errors arise from: (i) End-User's failure to fulfil or comply with its obligations under this Agreement; or (ii) any other circumstance where it is stated in the Documentation that such Software and Maintenance Services will not be provided. If Sage or your Reseller (in the event of the Software and Software Maintenance and Support Services have been purchased through a Reseller) offer enhanced support, then you may purchase these services separately in accordance with the then-current price list.
- 14.4 The End-User agrees that the Subscription Fee entitles the End-User to the Software and Maintenance Services limited to the plan outlined above in this clause 14 and does not provide for any assurances on implementation, support or other services not envisaged in this clause 14.
- 14.5 The End-User is required to maintain a matching level of software maintenance for Users of the same Software.

15. Non-solicitation

It is acknowledged that the Agreement will enable the End-User to become intimately concerned with the business affairs and employees of Sage. End-User acknowledges that Sage is likely to suffer economic or other prejudice should it solicit and/or employ Sage's employees. In light of this, the End-User agrees that it will not for the duration of the Agreement and for a period of one year following solicit in any way whatsoever, whether directly or indirectly and/or employ (or attempt to do so) any person who is in the employment of Sage. To the extent that End-User breaches the provisions of this clause 15, End-User shall pay Sage a finder's fee equal to the annual gross remuneration payable to the employee by Sage during the year preceding the resignation of the employee. The finder's fee shall be payable within 30 (thirty) calendar days of receipt of an invoice from Sage and shall be without prejudice.

16. Termination

- 16.1 Subject to clause 10 (Fees and Payment), this Agreement shall terminate automatically if either party fails to comply with any of the provisions of this Licence Agreement and does not rectify such non-compliance within fifteen (15) days of written notice thereof.
- 16.2 Either Party may, without prejudice to any other rights or remedies, and without being liable to the End-User for any loss or damage which may result, give written notice to other party terminating this Agreement with immediate effect in the event of the other party becoming insolvent or committing any act of insolvency; or being wound up, whether provisionally or finally and whether compulsorily or voluntarily or being placed under business rescue proceedings; or being wound up, whether provisionally or finally and whether compulsorily or voluntarily or being placed under business rescue proceedings; or entering into any arrangement or compromise with any of its creditors; or being the subject of any resolution passed for its winding up or dissolution; or having a judgment given against it in any court of law which, if appealable, is not appealed against within the period allowed for the lodging of such an appeal or, if not subject to an appeal, remains unsatisfied for a period of ten (10) days.
- 16.3 Upon termination from any cause whatsoever, the End-User shall lose all rights to Use the Licensed Materials and shall forthwith destroy the same and all copies made in whole or in part for any purpose, and shall complete a purge certificate, which shall be provided to the End-User by the Supplier and return it to the Supplier confirming that all such copies have been destroyed.
- 16.4 Your licence to use Microsoft SQL with the Service shall automatically terminate upon the termination or expiry of this Agreement, and you shall not be entitled to a refund of any prepaid fees in respect of Microsoft SQL.

17. Data protection and privacy

The Parties agree that to the extent that Sage Processes Personal Information on your behalf in accordance with this Agreement, the Data Processing Agreement found at <https://www.sage.com/en-za/legal/terms-and-conditions/product-and-service-terms-and-conditions/> and Sage's Privacy Notice and Privacy Policy as amended and updated from time to time found at <https://www.sage.com/en-za/legal/privacy-and-cookies/protection-of-personal-information/> forms part of this Agreement.

18. Anti-bribery and conflict of interest

- 18.1 The Parties shall ensure that persons affiliated with them:
- 18.1.1 comply with all applicable laws, statutes, regulations, and codes relating to anti-bribery and anti-corruption (the “Relevant Requirements”);
 - 18.1.2 not engage in any activity, practice, or conduct which would constitute an offence of any of the Relevant Requirements;
 - 18.1.3 not do, or omit to do, any act that may lead to the breach of any of the Relevant Requirements;
 - 18.1.4 promptly report any request or demand for any undue financial or other advantage received in connection with this Agreement;
 - 18.1.5 have and maintains in place throughout the term of this Agreement, their own policies and procedures to ensure compliance with the Relevant Requirements and will enforce them where appropriate; and
 - 18.1.6 if requested, provide reasonable assistance, to enable Sage to perform any activity required by any relevant government or agency in any relevant jurisdiction for the purpose of compliance with any of the Relevant Requirements.
- 18.2 Each Party agrees to indemnify the other against any losses, liabilities, damages, costs (including legal fees) and expenses incurred by or awarded as a result of the breach of this Clause 18.
- 18.3 Each Party shall promptly notify the other Party if, at any time during the term of this Agreement, its circumstances, knowledge, or awareness changes such that it would not be able to repeat the warranties set out in this clause 18 at the relevant time.
- 18.4 The End-User shall ensure that no Conflict of Interest arises between the interests of Sage and the interests of the End-User. The End-User shall notify Sage in writing as soon as is practically possible of any potential Conflict of Interest and shall follow Sage's reasonable instructions to avoid, or end, any Conflict of Interest. For the purpose of this Agreement, “Conflict of Interest” means a situation in which the End-User has competing interests or loyalties which could impact their ability to act objectively and fairly in their capacity as the End-User.
- 18.5 In the event that either party becomes aware of the other party or, its Personnel and Affiliates breaching the obligations under this clause 18, the relevant party shall notify the other immediately and provide all relevant information to allow that party to take any and all actions as it deems appropriate including but not limited to refusing to allow the relevant party to deal with Software.
- 18.6 Breach of this clause 18 shall be deemed a material breach incapable of being remedied under this Agreement and Sage shall, at its sole discretion, have the right to terminate the Agreement with immediate effect in the event of breach of this clause 18 by the End-User.

19. Export and sanctions compliance

- 19.1 The End-User hereby confirms that: (i) it shall comply with AML CTF, sanctions laws, regulations and regimes imposed by relevant authorities being the FIC who takes into account sanctions lists of the OFAC, UN and the UK and EU, including but not limited to, the Office of Foreign Assets Control (OFAC), the UN, the UK and EU; (ii) neither it nor any of its Affiliates are named on any “denied persons list” (or equivalent targeted sanctions list) in violation of any such sanctions restrictions, laws, regulations or regimes, nor is it or any of its Affiliates owned or controlled by a politically exposed person; and (iii) it has and shall maintain throughout the term of this Agreement appropriate procedures and controls to ensure and be able to demonstrate its compliance with this clause 19.1. End-User shall not permit any of its Personnel to access and/or use the Software in violation of any export restrictions in any jurisdiction or any sanctions law or regulation or in any Restricted Territories. Such access and/or use is not permitted by Sage and shall constitute a material breach of this Agreement. End-User will promptly notify Sage if either End-User or any of its Affiliates has violated, or if a third party has a reasonable basis for alleging that End-User or any of its Affiliates has violated, this clause 19.1. End-user shall indemnify (and keep indemnified) Sage, its Affiliates and their officers, directors, employees, attorneys and agents against any claims, costs, damages, losses, liabilities and expenses (including attorneys’ fees and costs) arising out of or in connection with End User’s (or End-User’s Personnel) breach of this clause 19.1.
- 19.2 Sage reserves the right to carry out an audit of the End-User’s locations and Personnel and Affiliates to assess its compliance with this clause 19.

- 19.3 Breach of this clause 19 shall be deemed a material breach incapable of being remedied under this Agreement and Sage shall, at its sole discretion, have the right to terminate the Agreement with immediate effect in the event of breach of this clause 19 by the End-User.

20. General

- 20.1 The End-User may not assign, transfer or otherwise dispose of its rights and obligations under this Agreement without the prior written consent of the Supplier, subject to clause 5.
- 20.2 This Agreement is only valid when an Order has been signed by authorised representatives of the End-User, whose appointment or authority it shall not be necessary to prove.
- 20.3 This Agreement sets forth the entire agreement and understanding between the parties hereto relating to the subject matter contained herein and supersedes all previous communications, representations, proposals or prior agreements between them. This clause shall not exclude liability for fraudulent misrepresentation.
- 20.4 All notices required to be given under this Agreement by one party to the other shall be sufficiently given if in writing and delivered or sent by electronic mail or courier to the address specified at the beginning of this Agreement, or such other address as the appropriate parties may designate in writing with a reasonable notice period, from time to time. Notices shall be deemed to have been received on delivery if delivered by hand, or on the second day after posting if sent by pre-paid letter or, if given by facsimile transmission, upon transmission.
- 20.5 The headings of the clauses of this Agreement are provided for convenience only and shall not contribute to or affect the meaning or construction of the said clauses.
- 20.6 This Agreement may only be amended by written agreement between the Supplier and End-User.
- 20.7 Force Majeure. Save for payment obligations due to Sage, neither party will be liable to the other for any failure to perform or for any delay in performance under this Agreement to the extent such non-performance or delay is caused by any circumstances beyond a party's reasonable control including: fire, war, civil commotion, any act of central or local government, any industrial disputes, any act of terrorism, an act of God, lockouts, pandemics, epidemics (as declared by the government of the Republic of South Africa or the World Health Organisation), and strikes of any third party.
- 20.8 If any term, part or provision of this Agreement is held by a court of competent jurisdiction to be invalid, void or otherwise unenforceable as being contrary to applicable law or public policy, such provision shall to the extent reasonably possible be construed in a manner so as to be enforceable and the remaining provisions thereof shall remain in full force and effect and in no way be affected, impaired or invalidated, except by reason thereof the fundamental nature of this Agreement is thereby frustrated.
- 20.9 This Agreement and any dispute or claim arising out of or in connection with them or their subject matter or formation (including non-contractual disputes or claims) will be governed by and construed in accordance with the laws of the Republic of South Africa. Each party irrevocably agrees to submit to the exclusive jurisdiction of the High Court of South Africa, Gauteng Local Division, Johannesburg over any claim or matter arising out of or in connection with this Agreement or the legal relationships established by it.

21. Purchasing through a reseller

- 21.1 The following supplemental terms apply if the End-User purchases the Software and/or Software Maintenance Services through a Reseller:
- 21.1.1 (i) such document shall constitute an Order; and (ii) End-User acceptance of such Order shall be an acceptance of this Agreement provided that any transactions solely between End-User and the Reseller shall not form part of this Agreement. First line technical support for the Software will be provided by the Reseller, unless otherwise expressly stated in your Order or End-User agreement with the Reseller. For the avoidance of doubt, Sage shall not be responsible for first line technical support if not provided by the Reseller. Any non-payment of fees owed to a Reseller under an Order shall amount to a material breach of this Agreement. If End-User grants Reseller access to your Customer Data or to End-User Software account, such access shall constitute consent to the disclosure of Customer Data to the Reseller pursuant to clause 17 and End-User will be responsible for terminating such access. If End-User purchased the Software and/or Software Maintenance Services from a Reseller, End-User should investigate and satisfy itself regarding the experience, skills and qualifications of that Reseller. Any Reseller is an independent contractor and is neither appointed nor authorised by Sage as our consultant, subcontractor or agent. Sage does not endorse, and does not make any representation, warranty or promise regarding any Reseller and shall have no liability whatsoever for any damage, liabilities or losses caused by any Reseller.

22. Installation and implementation services

Either Sage or your Reseller (in the event of the Software being purchased through a Reseller) may provide the End-User with other services, such as consulting, training or development services. Any such services or requirements are outside the scope of this Agreement and shall only be provided subject to the terms of a separate written agreement between the parties involved.

23. Employment verification functionality

- 23.1 The End-User confirms that it is aware of and has informed its employees regarding their Personal data being copied and/or transferred to Sage where it will be stored securely.
- 23.2 The End-User is instructing Sage to process Personal Data to provide the Services and any related support to the Customer, as well as to inform improvements to Sage's products and services, carry out research, and further develop Sage's products.
- 23.3 Personal Data is submitted for the Services, or otherwise shared with Sage, as determined by the End-User or an Affiliate in its discretion. This may include contact information, technical information, business and financial information, identification information, and profile information such as feedback, preferences, bank or transaction history, or data captured through any integrations/specific additional functionality required.
- 23.4 In the event the End-User opts to subscribe to, or interact with, any particular additional services or features (as described in the Agreement), Sage may upload, copy and/or transfer End-User Personal Data to facilitate these options. If the End-User chooses to connect the Services to third-party products or Services, Sage will use the End-User's Personal Data to make that connection. Where Sage receives Personal Data because of that connection, Sage will use that Personal Data in line with this Agreement and the data privacy agreement stated in clause 17 above.

