

AVANTI TERMS AND CONDITIONS
Formulation, Product Development and Analytical Services

1. AGREEMENT AND ACCEPTANCE: These Terms and Conditions govern the performance of Services (as defined below) and sale of Deliverables (as defined below) by Supplier to Customer. For purposes of this Agreement, “**Supplier**” refers to Avanti Polar Lipids, LLC and/or any of its direct or indirect affiliates who are performing Services and providing Deliverables hereunder, and “**Customer**” refers to the entity contracting for such Services and Deliverables. These Terms and Conditions, along with the Supplier Quote to which these Terms and Conditions are incorporated by reference, constitute a binding contract between Customer and Supplier and are referred to herein as the “**Agreement**.” The terms and conditions of the performance of Services and sale of Deliverables are limited to those contained in this Agreement and any additional or different terms or conditions in any form delivered by Customer are hereby deemed to be material alterations and notice of objection to them and rejection of them is hereby given. By engaging Supplier to perform Services and provide Deliverables, Customer agrees to be bound by and accepts these Terms and Conditions unless Customer and Supplier have entered into a separate Services Agreement, in which case the Services Agreement will govern over these Terms and Conditions. For purposes of this Agreement “**Services**” shall mean the actual work to be provided by Avanti to Customer as described specifically in the mutually agreed upon Supplier Quote to which these Terms and Conditions are incorporated by reference. For purposes of this Agreement, “**Deliverable**” shall mean the documentation, report, product, compound, process, material or good generated in the performance of Services and required to be provided to Customer as a deliverable in the Supplier Quote to which these Terms and Conditions are incorporated by reference. Services may include synthetic and natural product chemical research and analysis, lipidomics, chemical process research and development, technology transfer, liposome development, process scale-up, manufacturing of Phase I through III materials, enzymatic reactions, pre-formulation and formulation, custom synthesis of compounds, contract manufacturing of cGMP compounds, analytical testing, cGMP testing, and/or other services as may be mutually agreed upon.

Customer may issue a purchase order for administrative purposes only. Additional or different terms and conditions contained in any such purchase order will be null and void. No course of prior dealings between the parties and no usage of trade will be relevant to determine the meaning of these Terms and Conditions. This Agreement contains the entire understanding of the parties with respect to the matters contained herein and supersedes and replaces in its entirety any and all prior communications and contemporaneous agreements and understandings, whether oral, written, electronic or implied, if any, between the parties with respect to the subject matter hereof.

2. PERFORMANCE OF SERVICES: (I) Time is not of the

essence with respect to Supplier’s performance of Services. (II) Customer acknowledges and agrees that the Services, including without limitation, the manufacture of compounds prior to the establishment of a validated manufacturing process, are of an experimental nature, specific results are unable to be guaranteed, and until a manufacturing process is optimized and validated under cGMP conditions, there is no assurance that the results, specifications or yield of a given batch of material (collectively, “**Specifications**”) will be exactly as set forth in the Agreement. Supplier will use reasonable efforts to notify Customer if the compounds will not, or are anticipated not to, meet Specifications, and to discuss options for resolution with Customer. Notwithstanding the foregoing, Customer is obligated to pay for, and Supplier shall have no liability for, all Services even if the compound produced does not conform to Specifications, unless such failure to conform is caused by Supplier’s gross negligence or willful misconduct. In the event of such a failure due to Supplier’s gross negligence or willful misconduct, Supplier shall have, in its sole discretion, the right to either re-perform the relevant Services at no further cost to Customer or to refund/credit to Customer the amount paid by Customer for such Services. The foregoing remedy shall be Customer’s sole and exclusive remedy for any failure of Services to conform to Specifications. (III) Supplier’s standard quality practices will govern the performance of Services unless the parties have entered into a specific quality agreement, in which case that quality agreement will apply. If the parties have entered into a specific quality agreement for the performance of Services, the terms of this Agreement shall govern in the event of a conflict between the provisions hereof and any provision in the quality agreement, except to the extent that such provision relates to compliance with cGMP requirements and/or applicable regulatory laws and regulations, in which case the quality agreement’s provision shall govern.

3. DELIVERY; STORAGE: Title to and risk of loss of each tangible Deliverable shall transfer from Supplier to Customer upon delivery of the Deliverable EXW Supplier’s facility (Incoterms 2020) (“**Delivery**”). For manufactured batch materials, evidence of Delivery will be through the issuance of the completed certificate of analysis to Customer. Customer is responsible for transportation of the Deliverable to Customer’s final destination, at the sole risk and expense of Customer. For avoidance of doubt, Customer is responsible for all shipping costs and risks. Should Customer request Supplier to assist with any arrangements with the carrier, such arrangements will be made by Supplier on behalf of Customer in accordance with Customer’s applicable instructions and at the sole risk and expense of Customer. If Customer does not pick up a Deliverable upon Delivery by Supplier, Supplier may, at Supplier’s sole discretion, store such Deliverable at Supplier’s facilities or third-party storage location at a monthly storage charge to Customer for the duration of storage, billed at Supplier’s (or third party’s as applicable) then current standard monthly

storage fees and minimums. For all Deliverables stored by Supplier, Customer agrees that: (i) Customer has title and risk of ownership; (ii) Customer has made a fixed commitment to purchase such Deliverable; (iii) Customer is responsible for any decrease in market value of such Deliverable; (iv) Customer is responsible for obtaining insurance of such Deliverable during the storage period, if desired; and (v) Customer is responsible for transportation of the Deliverable to the Customer's final destination, at the sole risk and expense of Customer.

4. **RESCHEDULING AND CANCELLATION FEES:** Customer may not cancel any Service without Supplier's prior approval. If, upon Supplier's prior approval, Customer cancels any Service for any reason, then Customer shall, in addition to paying Supplier for all Services performed up to and including the date on which Supplier receives written notice of such cancellation ("**Notice**"), also pay to Supplier the cancellation fees set forth below. With respect to the cancellation of all Services other than the manufacturing of batch materials ("**Development Services**"), Customer shall pay to Supplier 100% of the fees for all Development Services having a scheduled start date within thirty (30) days after the date of Supplier's receipt of the Notice. With respect to the cancellation of Services for the manufacturing of batch materials ("**Manufacturing Services**"), Customer shall pay to Supplier the following cancellation fees (expressed as a percentage of the price for the applicable batch of material). In addition to any such cancellation fee, Customer shall also reimburse Supplier for all nonrefundable costs actually incurred by Supplier.

Number of days before scheduled manufacturing date when Notice received *	Cancellation Fee
> 120 days	No Charge
91 - 120 days	25%
61 - 90 days	50%
31 - 60 days	75%
≤ 30 days	100%

*in the event any cancellation by Customer occurs after commencement of manufacturing but prior to completion, it shall be deemed to have occurred with zero days' notice. Further, Services rescheduled, delayed or put on hold more than once or rescheduled, delayed or put on hold beyond 90 days of the initial scheduled manufacturing date shall be deemed to have been cancelled, unless otherwise mutually agreed upon in writing.

5. **ANCILLARY SERVICES:** The pricing set forth in this Agreement applies only to the Services expressly identified herein. Any increase or change to the scope of these Services, including, without limitation, analytical testing beyond regulatory requirements, supply of reference standards, technology transfer to third parties, regulatory consulting and support, re-drafting/re-formatting of reports, and out-of-specifications investigations, will require a price change and must be memorialized in a written change order executed by both

parties ("**Change Order**"). Notwithstanding anything to the contrary herein, Supplier shall not be in breach of this Agreement in the event Supplier stops performance pending approval and signature of such Change Order by Customer. Supplier shall invoice Customer, and Customer shall pay Supplier, as such charges are incurred for any ancillary services at Supplier's then-current rates for such services.

6. **PRICING/ PAYMENT:** Customer shall pay to Supplier the price for the Services and Deliverables as set forth in the Supplier Quote to which these Terms and Conditions are incorporated by reference. Unless stated otherwise in the Supplier Quote, Supplier shall invoice Customer (i) for Services, as such work is completed, and (ii) for Deliverables, upon Delivery thereof. Customer shall pay all undisputed invoices in full, or the portion of any invoice not in dispute, within thirty (30) days of the date of such invoice. In the event payment is not received by Supplier within five (5) days after the due date for such payment, then such unpaid amount shall accrue interest at the rate of one percent (1%) per month (or the maximum amount allowed by applicable law if less than 1% per month) compounded monthly until paid in full. Any taxes, duties or fees applicable to the sale, export or import of Customer Materials or Deliverables or otherwise related to the performance of work under this Agreement (other than taxes based upon Supplier's income) shall be borne solely by Customer, and Customer shall reimburse Supplier for any such taxes, duties or other fees paid by Supplier.

7. **CONFIDENTIAL INFORMATION:** Supplier and Customer agree that they will not disclose the other party's confidential information to any third party without the prior written consent of the other party except as required by law, regulation or court or administrative order; provided, however, that prior to making any such legally required disclosure, the party making such disclosure shall give the other party as much prior notice of the requirement for and contents of such disclosure as is practicable under the circumstances. Notwithstanding the foregoing, each party may disclose the other party's confidential information to any of its employees, representatives or affiliates under this Agreement that (A) need to know such confidential information for the purpose of performing under this Agreement, and (B) agree to be bound by written confidentiality obligations no less stringent than those set forth in this Agreement. Each party agrees that it shall not use the other party's confidential information except for purposes of fulfilling its obligations under this Agreement. Notwithstanding anything to the contrary herein, the obligations of confidentiality and non-use under this Agreement will not apply to confidential information that (i) is or becomes generally available to the public or within the industry to which such information relates other than as a result of a breach of this Agreement, or (ii) is already known by the receiving party at the time of disclosure as evidenced by the receiving party's written records, or (iii) becomes available to the receiving party on a non-confidential basis from a source that is entitled to disclose it on a non-confidential basis, or (iv) was or is independently developed by or for the receiving party without use of the

disclosing party's confidential information. Upon termination of this Agreement, the receiving party shall, upon request, promptly return, within 30 days, all confidential information, received or accessed, including any copies thereof, and cease its use or, promptly destroy the same and certify such destruction to the disclosing party; except for a single copy thereof, which may be retained for the sole purpose of determining the scope of the obligations incurred under this Agreement. The obligations of this Section 7 will terminate five (5) years from the expiration of this Agreement; provided that Customer's confidentiality obligations under this Agreement with respect to Supplier IP (as defined below) shall survive for an indefinite term.

8. **INTELLECTUAL PROPERTY (IP)** means patents, utility models, rights to inventions, know-how, copyright and related rights, moral rights, trademarks and service marks, business names and domain names, rights in get-up, goodwill and the right to sue for passing off or unfair competition, registered designs, rights in designs, database rights, rights to use, and protect the confidentiality of, confidential information (including know-how and trade secrets), and all other intellectual property rights, in each case whether registered or unregistered and including all applications and rights to apply for and be granted, renewals or extensions of, and rights to claim priority from, such rights and all similar or equivalent rights or forms of protection which subsist or will subsist now or in the future in any part of the world.

9. **Background IP:** All Background IP belonging to Supplier shall remain the exclusive property of Supplier, and all Background IP belonging to Customer shall remain the exclusive property of Customer; if Supplier requires use of or access to Customers Background IP in order to exercise its rights and comply with its obligations under this Agreement, Customer hereby grants to Supplier a non-exclusive, royalty-free license for the use of Customers Background IP for that purpose, valid for duration of the contractual relationship established under this Agreement. "**Supplier IP**" means (i) all intellectual property owned or licensed by Supplier as of the date of commencement of Services or developed by Supplier thereafter independently from the performance of Services ("**Supplier Background IP**") and (ii) all improvements made to Supplier Background IP during the course of performing the Services that are of general applicability to Supplier's service offerings as a contract research, development and manufacturing organization, including any arising manufacturing IP. Supplier has, and shall retain, sole and exclusive rights of ownership in and to Supplier IP, and Customer does not acquire any license or other right to Supplier IP except to the extent necessary for the limited purpose of using Deliverables provided under this Agreement.

10. **CUSTOMER MATERIALS:** products, materials, material specifications and processes supplied by or on behalf of Customer to Supplier in connection with this Agreement are referred to as "**Customer Materials**" and are deemed to be Customer Background IP. Provided Customer satisfies in full its payment obligations under the

Agreement, all Deliverables that are specific and exclusive to, and have been specifically derived from, Customer Materials and are not Supplier IP, shall be the sole and exclusive property of Customer. Customer shall at all times retain all right, title and risk of loss to any and all Customer Materials.

11. **Foreground IP:** For the avoidance of doubt, any IP that is created or arises or is obtained or developed by Supplier in respect of performance of its obligations under this Agreement shall be owned as follows: any Foreground IP derived from, or incorporating, Customer Materials shall be the sole and exclusive property of Customer. Any Foreground IP which is not derived from, or incorporating, Customer Materials shall be the sole and exclusive property of Supplier. Where the Deliverables relate to Supplier design and manufacture of a material (Supplier Material) to address a need in use of Customer, Supplier grants to Customer a non-exclusive, royalty-free license for the use of the Supplier Material Foreground IP for the use of the Supplier Material as defined in the Deliverables. Supplier shall own solely all Foreground IP arising under this agreement related to Supplier Materials for use outside of that defined in the Deliverables, including the materials per se, manufacture of the materials and use and/or application of the materials outside of the scope of this agreement.

12. In relation to the filing of any patent applications directed to any Foreground IP arising under this agreement, Customer agrees that in the event that they plan to file a patent application for the protection of its Foreground IP, they shall, at least three (3) months before the date of filing of the application, provide a copy of the application to the Supplier for review and comment prior to the application being filed; where Supplier objects to the content of the application, the objection will be communicated to the Customer in writing within one (1) month of receiving a copy of the application and the parties will discuss within a further period of one (1) month from notification of the objection, or within an alternative time frame as mutually agreed between both parties, in order to resolve the issue(s) leading to the objection; in the event that patent applications are to be filed by both parties, and whereby disclosure in one party's application may invalidate the other party's application, the parties shall file all relevant applications on the same day; each party shall bear its own costs in relation to patent filings made under its direction.

13. **EQUIPMENT:** In the event any Customer-owned or Customer-dedicated equipment is required to be utilized in the performance of Services, Customer shall bear the costs of any maintenance and/or repair of such equipment.

14. **WARRANTIES; DISCLAIMER:** Customer represents and warrants that (I) any and all Customer Materials will not infringe on any third party's intellectual property rights; and (II) Customer will comply with all applicable laws in relation to its use of the Deliverables. **SUPPLIER MAKES NO REPRESENTATIONS, WARRANTIES OR GUARANTEES OF ANY KIND**

WHATSOEVER, EXPRESS OR IMPLIED, INCLUDING WITHOUT LIMITATION ANY IMPLIED WARRANTIES OF MERCHANTABILITY, QUALITY, NON-INFRINGEMENT OF INTELLECTUAL PROPERTY RIGHTS OF THIRD PARTIES OR FITNESS FOR A PARTICULAR PURPOSE.

15. LIMITATION OF LIABILITY: IN NO EVENT SHALL EITHER PARTY BE LIABLE TO THE OTHER PARTY FOR LOST PROFITS OR ANY SPECIAL, CONSEQUENTIAL, PUNITIVE OR INDIRECT OR INCIDENTAL DAMAGES OF THE OTHER PARTY OR ITS RELATED INDEMNIFIED PARTIES, INCLUDING ANY LOST PROFITS OR ANY LOST REVENUES RELATING TO THE PERFORMANCE OF THIS AGREEMENT WHETHER SUCH LIABILITY IS IN CONTRACT, TORT (INCLUDING NEGLIGENCE OR BREACH OF STATUTORY DUTY) OR OTHERWISE. THE FOREGOING WAIVER SHALL IN NO EVENT LIMIT CUSTOMER'S INDEMNITY OBLIGATIONS HEREUNDER. SUPPLIER'S AGGREGATE LIABILITY UNDER THIS AGREEMENT SHALL IN NO EVENT EXCEED THE TOTAL FEES PAID BY CUSTOMER TO SUPPLIER FOR THE SERVICES OR DELIVERABLE AT ISSUE GIVING RISE TO SUCH LIABILITIES, CLAIMS OR OBLIGATIONS.

16. INDEMNIFICATION: Customer shall indemnify, defend and hold harmless Supplier and its affiliates and their respective directors, officers and employees from and against any and all losses, liabilities, damages, costs and expenses (including reasonable attorneys' fees) resulting from or arising out of any suit, demand, claim or action by any third party ("**Losses**") to the extent arising out of (i) the marketing, sale, distribution, further development of or use of the Services and/or Deliverables, including, but not limited to, use in human subjects, or any side effects, contraindications, illness, and/or death resulting from use of the Services and/or Deliverable (whether based on strict liability, inherent design defect, negligence, failure to warn, breach of contracts or any other theory of liability); (ii) infringement of third party intellectual property by Customer's intellectual property, Services, Deliverables or Customer Materials; or (iii) Customer's negligence or willful misconduct.

17. LITIGATION SUPPORT: In the event a subpoena or other court order requiring personal appearance or production of documents is received by Supplier in respect of litigation that Customer is involved in and to which Supplier is not a party, Customer agrees that Supplier shall obtain its own counsel and Customer agrees to indemnify Supplier from and against any and all costs and expenses (including reasonable legal fees and expenses) reasonably relating to responding to such subpoena and any required internal investigations. In the event Customer requests Supplier's assistance in any litigation that Customer is involved in and to which Supplier is not a party (which assistance may include, without limitation, production of documents), Customer shall pay Supplier for any agreed-to assistance at Supplier's then-current rates as determined based on timing of the request, resource demand, and any business

disruption that may be caused by such request.

18. RECALLS: In the event any regulatory authority issues, or Customer voluntarily undertakes, a recall of any Deliverable or product containing any Deliverable, Customer will notify Supplier promptly of any such recall and Supplier will provide such assistance with the recall as Customer may reasonably request, at Customer's expense. Customer shall bear the expenses of any recall of any Deliverable or any product containing Deliverable, and in no event shall Supplier or its affiliates be financially responsible for the costs of, or associated with, any such recall.

19. INSURANCE: Each party shall procure and maintain at its own expense appropriate product and commercial liability insurance with respect to the conduct and performance of the work under this Agreement and use or sale of the Deliverables, as each party customarily maintains with respect to similar activities. Customer is responsible for maintaining insurance on all materials that it has, or retains, title to, if insurance coverage of such materials is desired by Customer.

20. SUCCESSORS AND ASSIGNS: This Agreement shall be binding upon and inure to the benefit of the parties and their successors and permitted assigns, and any entity that acquires rights to the Services and/or Deliverables that are the subject hereof. Customer may not transfer or assign, by operation of law or otherwise, its rights or obligations under this Agreement, in whole or in part, without Supplier's written consent, which consent shall not be unreasonably withheld. Supplier may transfer or assign its rights or obligations under this Agreement, in whole or in part, without Customer's written consent in the event of (i) a merger or consolidation of Supplier, (ii) a transaction or series of related transactions in which a third party becomes the beneficial owner of 50% or more of the combined voting power of the outstanding securities of Supplier, or (iii) the sale of all or substantially all of the assets of Supplier.

21. TERMINATION BY SUPPLIER: Each of the following shall constitute a default by Customer for purposes of this Agreement (a) the insolvency of Customer, (b) any assignment for the benefit of creditors of Customer, (c) the voluntary or involuntary filing of a petition or other decree in bankruptcy by or against Customer, (d) the commencement of any proceeding, under court supervision or otherwise, for liquidation of, reorganization of, or the composition, extension, arrangement or readjustment of the obligations of Customer, and (e) failure by Customer to comply with any of the provisions of this Agreement. In the event of a default by Customer which is not cured within 30 days of receiving a notice thereof, Supplier may terminate this Agreement immediately upon written notice. Notwithstanding the foregoing, Supplier may, at any time upon 30 days' prior written notice, terminate this Agreement in whole or in part regardless of whether there is a default by Customer.

22. EFFECT OF TERMINATION: Upon termination of this

Agreement as set forth in Section 20, Supplier shall invoice Customer for, and Customer shall pay (a) the price for Deliverables previously Delivered and not yet paid, (b) the price of completed or in-process Services and Deliverables not yet delivered, and (c) other actual costs and expenses, including, without limitation, labor, incurred by Supplier and relating to decommissioning activities or otherwise attributable to the Services and/or Deliverables. Without limiting the foregoing, upon termination of this Agreement, Supplier shall, in its sole discretion, either dispose of or ship to Customer all Customer Materials and Deliverables in Supplier's possession and Customer shall pay all costs associated therewith.

23. **WAIVER; SEVERABILITY:** Failure by Supplier to insist upon strict compliance with any terms of this Agreement in any one or more instances will not be deemed to be a waiver of its rights to insist upon strict compliance with respect to any subsequent failure. If any term of this Agreement is declared invalid or unenforceable by a court or other body of competent jurisdiction, the remaining terms of this Agreement will continue in full force and effect.

24. **BRIBERY AND CORRUPT PRACTICES:** Supplier is committed to complying with all applicable anti-corruption laws, regulations and policies worldwide. Supplier expects its customers, suppliers and business partners to comply with all such laws that prohibit the making, offering or promise of any payment or anything of value, directly or indirectly, to a government official or a government agency ("**Officials**"), when the payment is intended to influence an act or decision or the retention of business. Accordingly, Customer represents, warrants and covenants that it shall comply with all applicable anti-corruption laws, rules and regulations, including but not limited to the United States Foreign Corrupt Practices Act, and that it shall not make any payment of money, gifts, services or anything of value either directly or indirectly, to an Official, when the payment is intended to influence an act or decision or the retention of business.

25. **PERSONAL DATA PROTECTION:** Each party acknowledges and agrees, and hereby expressly consents, as follows: (A) in the performance of this Agreement, and the delivery of any documentation hereunder, Personal Data (as defined below) may be generated, disclosed to a party to this Agreement, and may be incorporated into files processed by either party or by the affiliates of either party; (B) Personal Data will be stored as long as such data is necessary for the performance of this Agreement, as well as for maintaining historical records; (C) it represents and warrants that it has all legal right and authority to disclose any Personal Data of any third party it discloses to the other party to this Agreement, and that it has obtained the necessary consents from the relevant third party data subjects to so disclose such Personal Data; (D) it has been informed of the existence of its right to request access to, removal of or restriction on the processing of its Personal Data, as well as to withdraw consent at any time; and (E) it acknowledges its right to file a complaint with the Personal Data supervisory authority in the relevant

jurisdiction. As used herein, "Personal Data" shall be as defined in Article 4 of Regulation (EU) 2016/679 of the European Parliament and of the Council of 27 April 2016 on the protection of natural persons with regard to the processing of personal data and on the free movement of such data, and repealing Directive 95/46/EC (General Data Protection Regulation) or any other applicable data protection legislation.

26. **FORCE MAJEURE:** Supplier shall not be liable in damages for, nor shall this Agreement be terminable or cancellable by reason of, any delay or default in Supplier's performance hereunder if such default or delay is caused by events beyond Supplier's reasonable control including, but not limited to, acts of God, regulation or law or other action or failure to act of any government or agency thereof, war or insurrection, civil commotion, destruction of production facilities or materials by earthquake, fire, flood or storm, labor disturbances, epidemic, pandemic, or failure of suppliers, public utilities or common carriers; provided, however that Supplier shall promptly notify Customer of such cause(s) beyond its reasonable control, and Supplier shall use all reasonable endeavors to reinstate its ongoing obligations to Customer. If the cause(s) shall continue unabated for 180 days, then both parties shall discuss and negotiate in good faith any required modification to this Agreement.

27. **GOVERNING LAW; ARBITRATION:** This Agreement shall be governed by and construed under the laws of the State of Alabama, without regard to its principles of conflicts of law; provided that if a court or arbitral tribunal of competent jurisdiction that is presiding over a dispute arising from or related to this Agreement rejects said choice of law, then this Agreement shall be governed by, interpreted and construed in accordance with the laws of the jurisdiction where Supplier is incorporated or formed, without regard to its principles of conflicts of law. All disputes arising from or related to this Agreement may be submitted to arbitration in Birmingham, Alabama, the city and country where Supplier is located or at another location agreed to by Supplier under the Commercial Arbitration Rules then prevailing of the American Arbitration Association and judgment may be entered on any award in a court of competent jurisdiction.