UNITED STATES DISTRICT COURT FOR THE DISTRICT OF DELAWARE

CamCara, Inc. d/b/a AST Waterjet, individually,)
and on behalf of all others similarly situated,) Civil Action
·) No
Plaintiff,)
)
v.) CLASS ACTION COMPLAINT
)
Air Products and Chemicals, Inc.,) JURY TRIAL DEMANDED
)
Defendant.) ECF CASE
)
)

- 1. Defendant Air Products and Chemicals, Inc. ("Air Products") produces atmospheric gases such as oxygen, nitrogen, and argon, and process gases such as hydrogen, helium, and carbon dioxide. It sells those gases worldwide, to thousands of customers in a variety of industries, including refining, chemical, manufacturing, and food and beverage.
- 2. In the United States, Air Products generally sells its gases pursuant to standard-form Product Supply Agreements, Microbulk Product Supply Agreements, or similar standard-form documents, such as Air Products General Conditions of Sale (collectively, the "Product Supply Agreements" or "Agreements").
- 3. The Product Supply Agreements typically contain multi-year terms. The pricing terms for the gases are set forth in the body of the Agreements or in standard-form, gas-specific riders attached to the Agreements (the "Riders"). Generally, the price for each gas has two basic components: "Price for Product" and "Other Charges."
- 4. The Price for Product is typically a combination of the Unit Price for the gas, often expressed as \$/1000 SCF (standard cubic foot) and a fixed Monthly Charge, typically expressed as \$/month.

- 5. The Other Charges are charges that Air Products imposes in addition to the Price for Product. These Other Charges include such things as "Hazmat Charges," "Delivery Charges," and customer-specific fees and expenses unique to a particular purchaser. One of the Other Charges is identified as "Surcharges." This litigation concerns Surcharges.
 - 6. The Product Supply Agreements define Surcharges as follows:

Surcharges may be assessed in order for [Air Products] to recover increases in its production or delivery costs (e.g., increases in the cost of diesel fuel, natural gas and/or electric power, or increases arising out of utility deregulation or change in laws.)

Similarly, the Air Products General Conditions of Sale define Surcharges as follows:

[Air Products], in its sole discretion, shall charge and Buyer hereby agrees to pay to [Air Products], surcharges for increases in [Air Product]'s production and delivery costs caused by changes in law or increases in fuel, energy, or feedstock costs (including but not limited to diesel fuel, natural gas and/or electric power affecting [Air Product]'s producing facility(ies) ("Surcharges"). These Surcharges shall be in addition to the Unit Price and Monthly Charge.

7. The purpose of Surcharges, if assessed, is to allow Air Products to pass through specified increases in its production and delivery costs, where those increases occur after the date on which the parties entered into a particular Product Supply Agreement and where those increases directly impacted the Agreement under which the Surcharge was assessed. For example, if Air Products entered into a Product Supply Agreement with a customer and thereafter experienced an increase in its diesel fuel, natural gas, or electric power costs which increased its cost of performance under that Agreement, Air Products could assess a Surcharge "to recover [those] increases." In practice, however, Air Products assessed Surcharges on plaintiff and the other class members without regard to "increases in its production and delivery costs."

- 8. Moreover, Surcharges were not assessed with reference to any particular Product Supply Agreement, but often on an across-the-board basis without regard to when the Agreement may have been entered into, and without regard to whether its production and delivery costs related to a particular Agreement had increased. Rather, Air Products arbitrarily assessed Surcharges on a routine basis simply to generate additional revenue.
- 9. In addition, Air Products would often discriminatorily assess Surcharges on similarly-situated customers, based solely on what it thought it could obtain from different customers.
- 10. The Product Supply Agreements uniformly provide that they "shall be governed by the laws of the Commonwealth of Pennsylvania." The Air Products General Conditions of Sale provide that they "shall be construed and governed by the law of the Commonwealth of Pennsylvania" and that "[t]he terms of the Uniform Commercial Code . . . shall apply."
- 11. Pennsylvania has adopted the Uniform Commercial Code. 13 Pa. Cons. Stat. §§ 1101 *et seq*. The Product Supply Agreements are agreements for the sale of goods and are governed by Article 2 of Pennsylvania's Uniform Commercial Code. 13 Pa. Cons. Stat. §§ 2101-2725.
- 12. Because Air Products may assess Surcharges at a time and in an amount that is unilaterally fixed by Air Products, Surcharges are considered to be open price terms under § 2305(b).
- 13. With respect to open price terms, § 2305(b) provides: "A price to be fixed by the seller or by the buyer means a price for him to fix in good faith." "Good faith" is defined as "honesty in fact and the observance of reasonable commercial standards of fair dealing." 13 Pa. Cons. Stat. § 1201(b)(20). Air Products was required, when it assessed Surcharges, to act in

good faith. As such, it was required to act honestly and to observe reasonable commercial standards of fair dealing.

- 14. Because Air Products assessed Surcharges arbitrarily, discriminatorily, and without regard to increases in its production or delivery costs, Air Products breached the Product Supply Agreements and its good-faith obligations to plaintiff and each of the class members.
- 15. Plaintiff and the other members of the class are entitled to return of all Surcharges that Air Products wrongfully assessed, and interest on each such Surcharge at the statutory rate.

Parties

- 16. Plaintiff CamCara, Inc. d/b/a AST Waterjet ("AST"), is a Texas corporation, organized under the laws of the State of Texas, with a place of business in Grand Prairie, Texas. AST was a customer of Air Products from approximately March 2015 to March 2020, pursuant to a Microbulk Product Supply Agreement, dated March 10, 2015. AST paid Surcharges to Air Products during this timeframe.
- 17. Defendant Air Products is a producer and seller of atmospheric and process gases. It is incorporated in Delaware, and maintains its principal place of business in Allentown, Pennsylvania.

Jurisdiction and Venue

- 18. This Court has subject matter jurisdiction over this action under 28 U.S.C. § 1332(d)(2)(A), because some members of the class are citizens of a state different from defendant Air Products, the amount in controversy exceeds \$5,000,000, exclusive of interest and costs, and there are over 100 members in the proposed class.
- 19. The Court has personal jurisdiction over all parties to this lawsuit, and venue is proper under 28 U.S.C. § 1391(b)(2), because defendant is incorporated in this district.

Factual Allegations

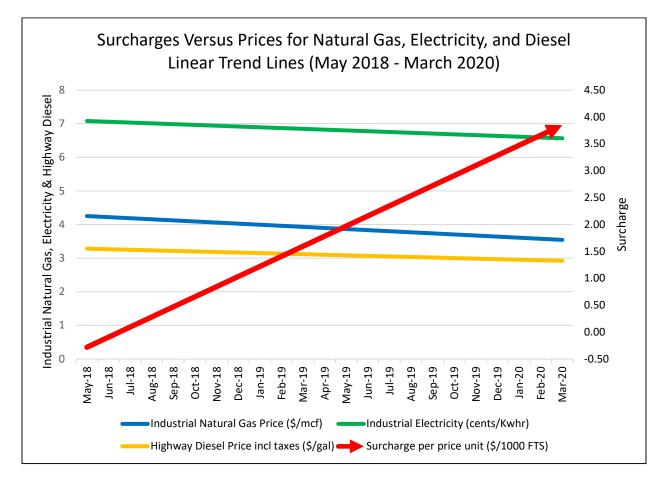
Plaintiff AST

- 20. AST is a manufacturing company which provides sheet metal fabrication solutions, including laser cutting, waterjet cutting, computer numerical control (CNC) routing and machining, and press brake services.
- 21. On March 10, 2015, AST entered into a standard-form (Form 3076) Microbulk Product Supply Agreement with Air Products for the purchase of liquid nitrogen (the "AST Agreement"). (Attached as Exhibit 1.)
- 22. The AST Agreement was amended on April 13, 2015 to establish the Unit Price for the liquid nitrogen at \$9.50/1000 SCF. On March 1, 2017, the Unit Price increased to \$10.45/1000 SCF. The contract was terminated in early 2020.
- 23. The AST Agreement also contained separate pricing for a "Delivery Charge" and a "Hazmat Charge." Those charges were initially \$40 and \$20 respectively per delivery and were raised to \$50 and \$30 in October 2018.
 - 24. Page 2 of the AST Agreement also contained the following provision:

Surcharges. Surcharges may be assessed in order for [Air Products] to recover increases in its production or delivery costs (e.g., increases in the cost of diesel fuel, natural gas and/or electric power, or increases arising out of utility deregulation or change in laws).

- 25. From March 2015 to April 2018, Air Products did not assess any Surcharges pursuant to this provision.
- 26. Beginning in May 2018 and continuing through March 2020, Air Products imposed Surcharges on every one of AST's invoices. Moreover, the amount of the Surcharges steadily increased from 1% of the Unit Price in May 2018 to over 35% of the Unit Price by November of 2019, where it remained for the balance of the AST Agreement.

- 27. AST received no notice or explanation for the Surcharges. The amounts simply appeared on the invoices Air Products sent to AST.
- 28. Air Products' "diesel fuel, natural gas and/or electric power" costs related to performing its obligations under the AST Agreement did not increase 35% between May 2018 and November 2019. Indeed, as the following graph shows, the average price for industrial natural gas, industrial electricity, and highway diesel decreased during this period.



29. Air Products assessed the Surcharges on AST and raised the amount of the Surcharges – ultimately to over 35% of the Unit Price – without regard to any "increases in its production or delivery costs." Rather, Air Products imposed the Surcharges on AST arbitrarily, discriminately, and solely as a way to increase the Unit Price and enhance revenue.

30. Air Products was able to assess these Surcharges because of the small number of competing merchant gas suppliers and the substantial expense, disruption, and inconvenience experienced by customers switching from one supplier to another.

Defendant Air Products

- 31. Air Products' program of assessing and continuously increasing Surcharges was part of a corporate strategy of relentlessly focusing on the company's bottom line without regard for its customers or the Surcharges language in the Product Supply Agreements.
- 32. This can be seen in Air Products' reported financial results. From 2014 to 2019 (the last full year of publicly reported results), Air Products' revenues declined from \$10.4 billion to \$8.9 billion, a decline of over 10%. Yet, from 2014 to 2019, every measure of Air Products' profitability increased:
 - Net income <u>increased</u> from under \$1 billion to over \$1.8 billion.
 - Earnings per share <u>increased</u> from \$3.24 to \$7.94.
 - Adjusted EBITDA margin <u>increased</u> from 25.1% to 41.9%, an increase of almost 1700 basis points.
 - From 2014 to 2019 Air Products compound annual growth rate was 13%.
- 33. The only way a company can sell less and make more is by increasing the margin on existing (declining) sales. This margin enhancement was due, in significant part, to Air Products' Surcharges strategy: assess and collect Surcharges wherever possible without regard to whether those Surcharges were permitted under the Product Supply Agreements or whether there had been any increases in Air Products' "production or delivery costs."
- 34. In the 2019 Annual Report to shareholders, Air Products' Chairman and CEO, Seifi Ghasemi, commented on how Air Products had managed to achieve growing profitability

with declining sales. He noted that Air Products was in the fifth year of its "Five-Point Plan to substantially reposition Air Products and make it the best performing industrial gas company in the world." One of these five points reads as follows:

Change the incentive compensation system to ensure that it is directly related to performance by each unit around the globe, with a focus on cash generation and profitability. (Emphasis added.)

- 35. One of the changes to the incentive compensation system was to pay employees bonuses on assessing and collecting Surcharges. Air Products had a contractual right to assess Surcharges if specified conditions were met i.e., there were "increases in its production or delivery costs." It did not need to provide bonuses to its employees to assess Surcharges. It did so, however, to incentivize employees to assess extra-contractual Surcharges on customers to increase "cash generation and profitability."
- 36. Air Products has concealed its conduct relating to Surcharges, both from its customers and the public at large. If customers like plaintiff AST asked questions or complained about Surcharges, Air Products' sales and customer service personnel were instructed to ignore, deflect, or threaten termination of product deliveries.
- 37. In its public filings, Air Products informs investors that it "mitigate[s] electricity, natural gas, and hydrocarbon price fluctuations contractually through pricing formulas, surcharges, and cost pass-through and tolling arrangements." Air Products & Chemicals, Inc., 2019 Form 10-K Annual Report 5. Similarly, Air Products represents that it "typically contract[s] to pass-through cost increases in energy and raw materials to customers" *Id.* at 11.
- 38. Although it is true that Air Products did, in fact, contract with customers "to passthrough cost increases in energy and raw materials," it did not honor those contracts and imposed

Surcharges to raise revenue and increase margin, irrespective of any "cost increases in energy and raw materials."

Class Action Allegations

- 39. Plaintiff brings this class action under Rule 23(b)(3) of the Federal Rules of Civil Procedure.
 - 40. Plaintiff seeks certification of the following class:

All individuals and entities who, within the four-year period prior to filing this complaint, paid Surcharges to Air Products pursuant to a Product Supply Agreement, Microbulk Product Supply Agreement, Air Products General Conditions of Sale, or other materially similar agreement, containing a Surcharges provision, which provided in substance that "Surcharges may be assessed in order for [Air Products] to recover increases in its production or delivery costs (e.g., increases in the cost of diesel fuel, natural gas and/or electric power, or increases arising out of utility regulation or change in laws.)."

- 41. Excluded from the class are: (i) any person or entity who has previously obtained a judgment or settled a claim against Air Products relating to the claims asserted in this complaint or who has previously executed a release for such claims; or (ii) any person or entity that is a party to an arbitration agreement with Air Products that would apply to the transactions which form the basis of the claims asserted in this complaint.
- 42. The class is so numerous that joinder of all members is impractical. Although the exact number and identity of class members is unknown to the plaintiff at this time and can only be ascertained through discovery, plaintiff believes that the number of class members is in excess of 5,000. The precise number and identification of the class members will be easily ascertainable from Air Products' records.
- 43. There are questions of law and fact common to all members of the class. Those common questions include, but are not limited to:

- (i) Did Air Products breach its Product Supply Agreements with class members by arbitrarily and discriminatorily assessing Surcharges without regard to any "increases in its production and delivery costs"?
- (ii) Did Air Products breach its duty under 13 Pa. Cons. Stat. § 2305(b) to act in good faith when fixing the amount of any Surcharges it assessed upon class members?
- (iii) Are the class members entitled to the return of all improperly-assessed

 Surcharges and interest thereon of the statutory rate?
- 44. Plaintiff's claims are typical of the claims of the class because it, like the class members, paid the Surcharges improperly assessed by Air Products.
- 45. Plaintiff will fairly and adequately protect the interests of the class because it has paid Surcharges during the class period, its interests do not conflict with the interests of the class, and it has retained counsel experienced in litigating class actions and matters involving similar questions of law.
- 46. The questions of law or fact common to the members of the class predominate over any questions affecting only individual members, and a class action is superior to other available methods for fairly and efficiently adjudicating the class members' claims.
 - 47. Joinder of all class members is impracticable.
- 48. Furthermore, because the injury suffered by many of the class members may be relatively small, the expense and burden of individual litigation make it impossible for those members of the class to individually redress the wrongs done to them. There will be no difficulty in the management of this action as a class action.

Cause of Action

- 49. Plaintiff and each member of the class entered into Product Supply Agreements.
- 50. Under the terms of these Agreements, Air Products was permitted to assess Surcharges only "in order for [it] to recover increases in its production or delivery costs (e.g., increases in the cost of diesel fuel, natural gas and/or electric power, or increases arising out of utility deregulation or change in laws.)."
- 51. Air Products arbitrarily and discriminatorily assessed Surcharges on members of the class without regard to "increases in its production and delivery costs."
- 52. The Surcharges provision in the Product Supply Agreements is an open-price term as defined in 13 Pa. Cons. Stat. § 2305(b). This statute applies to the claims of all class members because the Product Supply Agreements uniformly provide that they shall "be governed by the laws of the Commonwealth of Pennsylvania."
- 53. Pursuant to 13 Pa. Cons. Stat. § 2305(b), Air Products was required to act in good faith when assessing and collecting Surcharges. Good faith is defined as "honesty in fact and the observance of reasonable commercial standards of fair dealing." 13 Pa. Cons. Stat. § 1201(b)(20). The drafters of the Uniform Commercial Code intended that the Code's open-price term provisions would prevent arbitrary and discriminatory pricing.
- 54. Air Products breached the Agreements by assessing and collecting Surcharges arbitrarily and discriminatorily and without regard to its "increases in its production and delivery costs." Air Products also breached its duty of good faith imposed by § 2305(b) by not acting honestly and not observing reasonable commercial standards of fair dealing.

- 55. Members of the class have been damaged by Air Products' breaches and are entitled to a return of all improperly-assessed Surcharges and interest thereon at the statutory rate.
- 56. Though not required to do so, prior to bringing suit, plaintiff, pursuit to 13 Pa. Cons. Stat. § 2607(c)(1), on behalf of itself and the class, notified Air Products of its breaches of the Product Supply Agreements and its duty of good faith.

Prayer for Relief

Plaintiff, on behalf of itself and members of the class, requests that this Court grant the following relief:

- 1. An order certifying this action as a class action under Fed. R. Civ. P. 23(b)(3).
- 2. A judgment declaring that Air Products has breached the Product Supply Agreements and its duty of good faith imposed by 13 Pa. Cons. Stat. § 2305(b).
- An award of money damages or restitution to compensate members of the class for Air Products' breaches.
- 4. An award of prejudgment interest.
- 5. An award of attorneys' fees, costs and expenses.
- A judgment enjoining Air Products from continuing its breaches of the Product Supply Agreements and its duty of good faith imposed by 13 Pa. Cons. Stat. § 2305(b).
- 7. Such other relief as the Court deems equitable and just.

Demand For Jury Trial

Plaintiff requests that this matter be tried before a jury.

September 22, 2020

Respectfully Submitted,

BERNSTEIN LITOWITZ BERGER & GROSSMANN LLP

By <u>/s/ Gregory V. Varallo</u>

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bnarwold@motleyrice.com mjasinski@motleyrice.com

Counsel for Plaintiff

Exhibit 1

EXHIBIT 1

MICROBULK PRODUCT SUPPLY AGREEMENT



This Agreement is made as of the 10th day of March 2015, between Air Products and Chemicals, Inc. ("Selfer"), whose address is 7201 Hamilton Boulevard, Allentown, PA 18195-1501, and AST WATERJET ("Buyer"), whose address is 1000 Avenue N Grand Practic, TX.

Product	Designated Location	Equipment Description!	Unit Price \$/10008CF	Monthly Charge \$1 month	Delivery Charge \$ / delivery	Hazmat Charge' \$ I delivery	Estimated Monthly Volume (1000 SCF)
Nirogen	Grand Proine, TX	450L Laser Pak	22	200	40	20	90
6, 2				2 44 7 12		ALC: N	

Subject to adjustment upon not less than 16 days prior written notice

- Designated Locations and Delivery. This Agreement is applicable to all Buyer's activities carried on at the Designated Locations, and if such activities are expended, relocated or consordated to other locations, then, at Seiter's option, this Agreement shall be applicable at such locations. The delivery point for Product delivery behind and the Equipment, and title and risk shall pass from Selter to Buyer at the delivery point.
- 3. Term. The initial Term of this Agreement shall be 60 months beginning as of March 10, 2016, or as of the date of first delivery (written notice of which shall be provided by Seler), whichever is later, and the Term shall combine after the Initial Term from year to premintees and until terminated by either party as of the and of the Initial Term, or as of the end of any such subsequent 12-month partod, by not less than twelve (12) months' prior written notice of termination. If Buyer is party to an existing contract with a flirtd party supplier as, of the date of execution of this Agreement, Buyer represents that its contract with the third party supplier may be properly ferminated as of March 10, 2015, and Buyer agrees that it shall take all steps as are necessary and proper to couse such contract to terminate on or before such date so that supply by Seler of Buyer's requirements may commence hereunder.
- 4. Unlt Price and Monthly Charge Adjustment. The Price for Product, which consists of the Unit Price and the Monthly Charge, is subject to increase by Sellar upon 15 days' prior written notice to Buyer. If within such 15 day period Buyer is able to show Sellar written evidence of a lower total price for line quentity, quality and clarivery method from a responsible supplier, Sellier shall have the option to meet the lower price offered or reinstate its prayous pricing in affect at time of notification. If Sellar does not exercise such option within 15 days of receiving the written evidence, Buyer may, by written notice within 10 days after the end of such 16 day period, terminate this Agreement as to the applicable Product and Designated Location only. If Sellar agreement with respect to the applicable Product and Designated Location to the end of the term provided for in the third party offer. Sellar is not obligated to supply more than the Estimated Monthly Volume in the table above. If Buyer has requirements in excess of the Estimated Monthly Volume, and if Sellar is willing to supply such excess requirements at the Price set forth herein, than Buyer shall be obligated to purchase such excess requirements from Sellar at the Price, plus any additional costs incurred by Sellar. This paragraph does not apply to Delivery or Hazmat Charges or Surcharges or to adjustments in the Unit Price or Monthly Charge due to replacement or addition of Equipment.
- 5. Representation. Buyer represents and warrants that, as of the date of fast delivery of Product to the Designated Location. Buyer will not be obligated under the terms of any other contract to purchase Product for the Designated Location. Buyer shall (f) indemnify, defend and hold hermiass Soller from and against at claims, demands and suits to the contrary that may be asserted by any third party, and (fi) pay Seter for breach of contract damages, including without limitation, costs and expenses incurred by Seter to prepare for and cancel Equipment installation or to install and remove Equipment. Buyer also represents and warrants that Product purchased under this Agreement is solely for Buyer's use and consumption.
- 6. Entirety of Contract. This Agreement, including the additional forms and conditions that follow on the revised angler ettached page(s) contains the entire understanding between the parties, superseding any prior agreements, and cennot be revised or amended unless stated in writing and signed by authorized representatives of each party. This Agreement is subject to acceptance by a duty authorized representative of Seiter. Any purchase orders or acknowledgements used by either party shall be deemed intended for record purposes only and shall not add to or modify this Agreement. Each party shall keep the terms and conditions of this Agreement confidential. Electronic documents and signatures will be permitted in substitution for paper-based documents and signatures.

AST WATER JET	AIR PRODUCTS AND CHEMICALS, INC.					
By: Killian	By: Kuch Dust Ju					
Name: Kitch Wildon Le	Name: Ruch De la France					
Title: COENTER COLL	The Commercial Margin					
Date: 3-10-15	Date: 3-10-2015					

^{1.} Product Requirements. Buyer agrees to purchase its entire requirements of the Products identified above from Seter for the Term hereof, and agrees not to obtain, by any method, or purchase from others, any Products or materials in gaseous or liquid form, triespective of how produced or defivered, in substitution for such Piroducts. If Buyer's requirements cease before Equipment is installed, Buyer shall pay Seter's invoice for all costs and expanses incurred to ready the Equipment for use and prepare for and cencel installation.

ADDITIONAL TERMS AND CONDITIONS

- Warranty. Seller wanters that Product shall conform to Seller's standard specifications. THIS WARRANTY IS IN DEU OF ALL OTHER WARRANTIES, EXPRESS OR IMPUED, IN FACT OR BY LAW, INCLUDING, WITHOUT LIMITING, THE GENERALITY OF THE FOREGOING, ANY WARRANTY OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE. Seller's sole liability for breach of warranty. shall be replacement of Product not meeting specifications at Seller's sole cost.
- 2. Liability. Seter shall not be table in contract or tort (including negligence and strict liability) for any indirect, special incidental, or consequential damages, and Setler's liability to Buyer, whether arising out of performance or nonperformance of the Agreement, negligence or other legal theory, shall in eggregate not exceed the juital price for Product consumed, or foreceated if not consumed, in the first year of the lights! Term.
- a. Hazards. Buyer acknowledges that there are hazards associated with the Product, that it understands such hazards, and that it is the responsibility of Buyer to warn and protect its employees and others exposed to such hazards shough the storage and use of the Product after delivery. Selfer shall provide Buyer with copies of Material Safety Data Sheers relating to the Product for Buyer to make such warnings, and Buyer assumes full responsibility and tisk and releases Selfer from liability for loss, damages or highly to passons or to properly of Buyer or others arising out of the storage or use of the Product after delivery to Buyer.
- 4. Force Mejaure, Neither party harato shall be considered in default in the performance of its obligations hereunder (other than its obligation to make any payment of money hereunder), or be fiable in damages or otherwise for any failure or delay in performance which is due to strike or other industrial disturbance; for explosion or other natural catalyopine, epidemic, terrorism; civil disturbance; curtainment, shortage, rationing or atlication of normal sources of supply of labor, materials, careportation, energy, or utilities; socioent, set of God, delay of subcontradors or veridors act of government accident, set of government regulations (whether or not valid); embargo; machinary or equipment breakdown; or any other similar or dissimilar cause which is beyond the reasonable control of the party claiming, oxcuse hereunder. Notither party shall be required to make any concession or grant any damand to bring to an end any strike or other concerted act of workers.
- 6. Curtaliment of Supply. If Force Mejeure Impacts the facility normally serving the Designated Location, Soiler may prorate any evaluate supply among Buyer and Seller's other customers in a fair and equitable manner, At Buyer's request or authorization, Selfer may use commercially reasonable efforts to obtain Product from another source or take other action to perform, provided Buyer relimburses Seller for any additional costs and expenses incurred by Seller.
- 6. Equipment. Trite, possession, and control of Equipment supplied by Safer shall be all times remain in Soller (unless and to the extent otherwise provided in an Addendum to this Agreement), and Safer shall maintain and repair Equipment in accordance with Safer's standard precises at its expense except for damage caused by Buyer or Infrid parties, which shall be paid for by Buyer. Safer may remove and replace any item of Equipment at its expense, but if respection, replacement or addition of Equipment becomes warranted due to changes in Suyer's requirements, methods or locations of use, or changes in the Buyer's facilities, Safer may charge Buyer for costs and expenses incurred endire change the Monthly Charge and Unit Price, and a new initial Term shall begin from the date of first delivery of Product utilizing the relocated, replaced or additional Equipment. Upon any termination of supristion of this Agreement, Buyer's trail pay Safer's costs to remove the Equipment and shall pay Safer's unarrorized or otherwise unrecovered installation costs and expenses, if any, and upon Safer's receipt of same, Buyer's applicable Monthly Charge shall case.

- 7. Buyer's Obligations. Buyer shall without cost to Saler, (i) lumish Saler an area meeting explicable federal state and local legal requirements and satisfactory to Selfer for the location and installation of Equipment ("Equipment Site"); (ii) comply with all federal, state and local legal notification, reporting and/or parmit requirements which may be associated with the storage or use of Product, including without limitation, all relevant reporting obligations under the Emergency Planning and Community Right-To-Know, Act of 1986, 42 U.S.C. § 11001-11050 (EPCRA, also commonly known as Title III of the Superfund Amendments and Resultionization Act of 1996 (SARA Title III)) resulting from the presence of the Product supplied under the Agreement. (iii) notify Seller of changes in its operation that may impact Buyer's rate of use of Product; and (iv) comply with its obligations under the Scope of Work attached herato or subsequently executed in connection with this Agreement. If Seller determines that the delivery of Product would be unsere or in violation of explicable law due to a condition present at the Designated Location, Seller may refuse to make further deliveries of Product until Buyer removes the condition, and Saller may terminate this Agreement if Buyer does not promptly remove the condition.
- Surcharges. Surcharges may be assessed in order for Selecto recover increases in its production or delivery costs (e.g., increases in the cost of classifue), natural gas and/or electric power, or increases arising out of using deregulation or change in laws).
- 9. Involcing and Payment. Seller may involce Buyer as each delivery of Product is made, monthly for monthly charges, and as incurred or at Seller's discretion for other amounts owed. At involces shall be payable date of involce by cradit part, unless agreed by the parties to be payable by druct debt not 30 days. All blaths of Buyer relating to any involce must be made in writing within 30 days of receipt of involce or shall be deemed welved. Buyer's failure to make timely payments shall entitle Seller, in addition to other rights or remedies, to charge payment farms (e.g., to prepayment), suspend deliveries, or terminate the Agreement.
- 10. Taxus, Seller shall bear end pay all federal, state and local jaxes based upon its net income and corporate existence. Any other tax, however denominated and measured, imposed upon Equipment or its installation or operation, or upon Seller's and its affiliates' producing facilities, or upon the production, storage, inventory, selle, transportation, delivery, use or consumption of Product, shall be paid directly by Buyer, or if paid by Seller shall be involved to Buyer as a separate from and paid by Buyer to Seller.
- 11. Assignment. This Agreement may not be assigned by Buyer without the prior without consent of Seiler. It shall inure to the benefit of end be binding upon the successors and, if property assigned, the assigns of both parties. In the event of the sale, lease, license or pny other transfer of any of Buyer's right, title or interest in applicable assets to a third party. Buyer shall assign to and require assumption of this Agreement by (in whole or in part as applicable) such third party, subject to Seiler's prior written consent.
- 12. Terministion for Breach. Ether party may terminate this Agreement for material breach by the other party that is not outed within 30 days of receipt of written hotice thereof; provided, however, if such breach cannot reasonably be cured within 30 days, and provided the breach is not a taiture to pay, the other party shall be deemed not to be in breach if that party commences remedial action within the 30 days and diligantly prosecutes the remedial action to completion within a reasonable time thereafter.
- 13. Wahrer, A wahrer by either party of shict conformance with any of the terms and conditions of the Agreement shall not be a wahrer of any subsequent failure to comply with such terms and conditions.
- 14. Governing Law. THE AGREEMENT SHALL BE GOVERNED BY THE LAWS OF THE COMMONWEALTH OF PENNSYLVANIA, WITHOUT GIVING EFFECT TO ITS CONFLICTS OF LAWS.

JS 44 (Rev. 09/19) Case 1:20-cv-01271-UNA Document 1-2 Filed 09/22/20 Page 1 of 2 PageID #: 17

The JS 44 civil cover sheet and the information contained herein neither replace nor supplement the filing and service of pleadings or other papers as required by law, except as provided by local rules of court. This form, approved by the Judicial Conference of the United States in September 1974, is required for the use of the Clerk of Court for the purpose of initiating the civil docket sheet. (SEE INSTRUCTIONS ON NEXT PAGE OF THIS FORM.)

purpose of initiating the civil d									
I. (a) PLAINTIFFS Ca		Waterjet, individua	ally and	DEFENDANT	$\mathbf{\hat{S}}$ Air Prod	ucts and Chemi	icals, Inc.		
behalf of all others simila	irly situated								
(b) County of Residence of	(b) County of Residence of First Listed Plaintiff Tarrant, Texas			County of Residen	sted Defendant				
(E.	XCEPT IN U.S. PLAINTIFF CA	SES)		NOTE: IN LAND		PLAINTIFF CASES OF THE CASES OF THE PLAINTIFF CASES, USE TO SEE THE PLAINTIFF CASES OF THE		OF	
				THE TRAC	CT OF LAND	INVOLVED.	THE EGG/THON	<i>J</i> 1	
(c) Attorneys (Firm Name, 2	Address, and Telephone Number)		Attorneys (If Known	n)				
See attached.									
II. BASIS OF JURISDI	ICTION (Place an "X" in Oi	ne Box Only)		TIZENSHIP OF		AL PARTIES			
☐ 1 U.S. Government	☐ 3 Federal Question (U.S. Government Not a Party)			(For Diversity Cases Only	PTF DEF		and One Box fo	or Dejenaa PTF	DEF
Plaintiff			Citizo	en of This State	□ 1 1 1 1 1 1 1	Incorporated or Pr of Business In T		□ 4	□X 4
☐ 2 U.S. Government	■ 4 Diversity		Citize	en of Another State	☆ 2 □ 2	Incorporated and I	Principal Place	□ 5	1 5
Defendant	(Indicate Citizenshi	p of Parties in Item III)				of Business In	Another State		
				en or Subject of a reign Country		3 Foreign Nation		□ 6	□ 6
IV. NATURE OF SUIT				-		k here for: Nature			
CONTRACT		RTS		ORFEITURE/PENALTY		NKRUPTCY		STATUT	ES
☐ 110 Insurance ☐ 120 Marine	PERSONAL INJURY ☐ 310 Airplane	PERSONAL INJURY ☐ 365 Personal Injury -	Y 1 02	25 Drug Related Seizure of Property 21 USC 881		peal 28 USC 158 thdrawal	☐ 375 False Clar ☐ 376 Qui Tam		!
☐ 130 Miller Act ☐ 140 Negotiable Instrument	☐ 315 Airplane Product Liability	Product Liability 367 Health Care/	□ 69	00 Other	28	28 USC 157		3729(a)) ☐ 400 State Reapportionment	
☐ 150 Recovery of Overpayment	□ 320 Assault, Libel &	Pharmaceutical				ERTY RIGHTS	☐ 410 Antitrus	t	
& Enforcement of Judgment 151 Medicare Act	Slander ☐ 330 Federal Employers'	Personal Injury Product Liability			☐ 820 Cop ☐ 830 Pat		 □ 430 Banks at □ 450 Commer 		g
☐ 152 Recovery of Defaulted	Liability	☐ 368 Asbestos Personal				☐ 835 Patent - Abbreviated ☐		tion	
Student Loans (Excludes Veterans)	☐ 340 Marine ☐ 345 Marine Product	Injury Product Liability			Nev □ 840 Tra	w Drug Application demark	☐ 470 Racketee	er Influenc Organizati	
☐ 153 Recovery of Overpayment	Liability	PERSONAL PROPER		LABOR	SOCIA	L SECURITY	☐ 480 Consum	er Credit	
of Veteran's Benefits ☐ 160 Stockholders' Suits	☐ 350 Motor Vehicle ☐ 355 Motor Vehicle	☐ 370 Other Fraud☐ 371 Truth in Lending☐	D 71	0 Fair Labor Standards Act	□ 861 HIA □ 862 Bla	A (1395ff) ck Lung (923)	☐ 485 Telephon	C 1681 or 1 ne Consum	
190 Other Contract	Product Liability	☐ 380 Other Personal	□ 72	20 Labor/Management	□ 863 DIV	WC/DIWW (405(g))	Protection	on Act	
☐ 195 Contract Product Liability ☐ 196 Franchise	☐ 360 Other Personal Injury	Property Damage 385 Property Damage	- 74	Relations 10 Railway Labor Act	☐ 864 SSI	ID Title XVI I (405(g))	☐ 490 Cable/Sa☐ 850 Securitie		dities/
	☐ 362 Personal Injury - Medical Malpractice	Product Liability	□ 75	1 Family and Medical Leave Act			Exchang 890 Other Sta		diama
REAL PROPERTY	CIVIL RIGHTS	PRISONER PETITION	NS □ 79	00 Other Labor Litigation	FEDEI	RAL TAX SUITS	□ 890 Other Sta		HOHS
☐ 210 Land Condemnation	☐ 440 Other Civil Rights	Habeas Corpus:		1 Employee Retirement		xes (U.S. Plaintiff	□ 893 Environ		
☐ 220 Foreclosure ☐ 230 Rent Lease & Ejectment	☐ 441 Voting ☐ 442 Employment	☐ 463 Alien Detainee☐ 510 Motions to Vacate		Income Security Act		Defendant) 5—Third Party	☐ 895 Freedom Act	of Inform	ation
☐ 240 Torts to Land	☐ 443 Housing/	Sentence				USC 7609	☐ 896 Arbitrati ☐ 899 Adminis		
☐ 245 Tort Product Liability ☐ 290 All Other Real Property	Accommodations ☐ 445 Amer. w/Disabilities -	☐ 530 General ☐ 535 Death Penalty		IMMIGRATION		1		iew or App	
	Employment	Other: 540 Mandamus & Other		2 Naturalization Applicati	on		Agency I	Decision	. c
	☐ 446 Amer. w/Disabilities - Other	☐ 550 Civil Rights	ar 13 40	5 Other Immigration Actions			State Sta	-	11
	☐ 448 Education	☐ 555 Prison Condition☐ 560 Civil Detainee -							
		Conditions of							
V. ORIGIN (Place an "X" i.	n One Por Only)	Confinement							
X 1 Original □ 2 Re	moved from 3 1		J 4 Rein	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	sferred from	□ 6 Multidistri		Multidis	
Proceeding Sta		Appellate Court		(speci		Litigation Transfer	1 -	Litigatio Direct Fi	n - ile
THE CANADA AND A CONTA	I 28 U.S.C. § 1332	tute under which you ar (d)(2)(A)	e filing (1	Do not cite jurisdictional s	tatutes unless	diversity):			
VI. CAUSE OF ACTION	Drief description of ca	use: ion for breach of co	ontract a	and duty of good fa	aith in conn	ection with con	tract for Defe	endant's	s goods
VII. REQUESTED IN		IS A CLASS ACTION		EMAND \$		CHECK YES only			
COMPLAINT:	UNDER RULE 23			>\$5,000,000		JURY DEMAND:		□No	
VIII. RELATED CASI									
IF ANY	(See instructions):	JUDGE			DOCK	ET NUMBER			
DATE 09/22/2020		signature of att							
FOR OFFICE USE ONLY		73/ Glegoly V.	v ai aliU						
	MOUNT	APPLYING IFP		JUDGE		MAG. JUD	OGE		
Al Al				, (DOE					

<u>Civil Cover Sheet – Attachment</u>

I(c) Plaintiff's Attorneys (Firm Name, Address, and Telephone Number)

Bernstein Litowitz Berger & Grossman LLP 500 Delaware Ave., Suite 901 Wilmington, DE 19801 (302) 364-3600

Motley Rice LLC One Corporate Center 20 Church St., 17th Fl. Hartford, CT 06103 (860) 882-1681

ClassAction.org

This complaint is part of ClassAction.org's searchable class action lawsuit database and can be found in this post: <u>Class Action Claims Air Products and Chemicals 'Arbitrarily' Assessed Unnecessary Surcharges</u>