# **Commercial Contract**

## TRAINING SERVICES AGREEMENT



Empowered lives. Resilient nations.





## **Small and Medium Enterprises Development Authority**

## Ministry of Industries & Production Government of Pakistan

www.smeda.org.pk

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	Januar	·y 2013	

Pro-Gole (Right to do Business)

Legal Services, B&SDS

#### LEGAL SERVICES, SMEDA

The Legal Services (LS) department is a part of Business & Sector Development Services Division of the Small Medium Enterprises Development Authority and plays a key role in providing an overall facilitation and support to the small businesses. The LS believes that information dissemination among the small businesses on the existing legal & regulatory environment and business to business and business to client contracting is of paramount importance and plays a pivotal role in their sustainable development.

In order to facilitate small businesses, the LS, under the Pro-GOLE (Right to do business) project, a joint SMEDA-UNDP initiative for supporting the small businesses, has developed user-friendly contract templates.

#### Pro-GOLE, (Right to do Business)

The UNDP has partnered with the Small and Medium Enterprises Development Authority to initiate and execute the Pillar 4 (Right to do business) component of the UNDP PRO-GOLE project which seeks to enhance the legal awareness and mobility of marginalized/ informal businesses. Under the project legal services outreach shall be extended to small businesses including home based enterprises, small shopkeepers, growers, women entrepreneurs, hawking vendors etc. In addition, small business shall be mobilized to access legal services.

#### The Need for Commercial Contracts Templates

In an increasingly complex and competitive industry, it is vital that suppliers and purchasers are fully protected against legal and commercial risks. To counter such risks, a viable solution; available as- of the shelf commercial contract templates- will provide the users with first class ready to use support. With obligations properly set out and liabilities accurately defined, the users will be in a far better position to look after their rights and interests and move forward from their marginalized positions to being active players of the economy. The Legal Service Providers can equally take benefit of these templates for their professional and business development.

#### **Disclaimer**

The information contained in this template is meant to facilitate the businesses in documenting transactions with reference to training services for business process outsourcing. However, SMEDA, UNDP or any of their employees or representatives accept no responsibility and expressively disclaim any and all liabilities for any and all losses/shortfalls caused by or motivated by recommendations from the information contained within this document. Although SMEDA's ambition is to provide accurate and reliable information; yet, the document is not an alternative to expert legal advice and should ideally be used in conjunction with the same. Any person using this document and or benefiting from the information contained herein shall do so at his/her own risk and costs and be deemed to have accepted this disclaimer.

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Information contained in this document may be freely used provided that relevant acknowledgement is accurately quoted with each usage.

#### **10. TRAINING SERVICES AGREEMENT**

**THIS TRAINING SERVICES AGREEMENT** (hereinafter referred to as the "Agreement") is made at [insert place] on this \_\_\_\_\_ (insert date) day of \_\_\_\_\_\_ (insert month), 20\_\_\_ (insert year)

#### **BY AND BETWEEN:**

M/s [insert Name], a public/private company incorporated under the Companies Ordinance, 1984, having its registered office at [insert Address] through its [insert Designation], Mr/Mrs/Ms [insert Name];

#### OR

M/s [insert Name], a partnership concern of Mr/Mrs/Ms [insert Name] and Mr/Mrs/Ms [insert Name], having its place of business at [insert Address] through its Partner, Mr/Mrs/Ms [insert Name];

#### OR

M/s [insert Name], a sole proprietorship concern of Mr/Mrs/Ms [insert Name], having its place of business at [insert Address] through Mr/Mrs/Ms [insert Name];

(hereinafter referred to as the "Business", which expression shall, wherever the context so provides, include its assigns, nominees, agents and successors-in-interest)

#### AND

M/s [insert Name], a public/private company incorporated under the Companies Ordinance, 1984, having its registered office at [insert Address] through its [insert Designation], Mr/Mrs/Ms [insert Name];

#### OR

M/s [insert Name], a partnership concern of Mr/Mrs/Ms [insert Name] and Mr/Mrs/Ms [insert Name], having its place of business at [insert Address] through its Partner, Mr/Mrs/Ms [insert Name];

#### OR

M/s [insert Name], a sole proprietorship concern of Mr/Mrs/Ms [insert Name], having its place of business at [insert Address] through Mr/Mrs/Ms [insert Name];

(hereinafter referred to as the "Trainer", which expression shall, wherever the context so provides, include its agents and successors-in-interest).

(The Business and the Trainer are hereinafter collectively referred to as the "Parties" and individually as the "Party".)

**WHEREAS** the Business is engaged in [insert description of the Business].

**AND WHEREAS** the Business is desirous of obtaining training services for its personnel (hereinafter referred to as the "Services", and more particularly described in Clause 2 of this Agreement) with respect to with respect to [insert description of training services].

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**AND WHEREAS** the Trainer is engaged in providing Training Services to its clients.

**AND WHEREAS** the Trainer has represented to the Business that it has the necessary expertise, relevant work experiences, training and skills to perform, satisfactorily, the Training Services.

**NOW THEREFORE** the Parties have entered into this Agreement on the following terms and conditions:

#### **1. APPOINTMENT AND TERM**

- (1) The Business hereby appoints the Trainer, and the Trainer accepts the appointment, for the performance of the Training Services to the Business' personnel.
- (2) The term of this Agreement, and the Training Sessions, shall commence on [insert date], and shall expire on [insert date], unless terminated earlier by either Party under the terms of this Agreement.

#### 2. TRAINING SERVICES

(1) The Trainer shall perform the following Services for the Business:

- i. [insert description of the training services];
- ii. [insert description of the training services];
- iii. [insert description of the training services].
- (2) The Trainer shall carry out the Training Services set out in Clause 2 (1) in accordance with the times set out in Clause 4, unless otherwise agreed in writing with the Business.
- (3) The Trainer shall deliver the Training Services at [insert address], unless otherwise agreed upon in writing between the Parties.
- (4) The Trainer shall consult with the Business throughout the term of this Agreement to ensure that each training deliverable comprising the Training Services is suited to the particular needs and requirements of the Business and shall obtain written clearance from the Business' Project Manager where any instructions are varied from those provided by the Business for any reason.
- (5) The Trainer shall deliver the Training Services promptly, and to a consistently high standard, which standard may be expected from a specialist trainer providing the Training Services.
- (6) If the Business commissions any services over and above those Training Services specified in Clause 2 (1), the Trainer shall provide an estimate of time and costs of such extra work, and shall finalize a quote and specification for the further work which the Business' Project Manager must agree to in writing, and in advance, before these are added as Training Services under this Agreement.
- (7) The Trainer shall perform such other services for the Business as the Business may request, from time to time, and which are incidental to the Trainer's performing the Training Services under the Agreement.

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### 3. COMPENSATION

- (1) In consideration of the Services being provided by the Trainer, the Business shall pay an amount of Rs. \_\_\_\_\_ (Pakistan Rupees\_\_\_\_\_ only) (insert amount) (hereinafter referred to as the "Remuneration") to the Trainer under this Agreement.
- (2) The Business shall make the payment of the Remuneration to the Trainer within [insert number] days of signing of this Agreement.
- (4) The Per Person Remuneration shall be payable by the Business to the Trainer on the day of commencement of the Training Sessions under this Agreement.

#### 4. TRAINING SESSIONS

- (1) Training Sessions under this Agreement shall commence on [insert date], and shall continue for [insert number] working days.
- (2) During the period enumerated in Clause 4 (1), the Training Sessions shall be held every day from Mondays to Fridays, from [insert time] to [insert time].
- (3) At the end of the Training Sessions, the Trainer shall provide a Certificate of Training to each of the Trainees of the Training Sessions, provided that the attendance of the Trainees receiving the Certificate shall not be less than [insert percentage]%.

#### 5. TERMINATION

- (1) Either Party may terminate this Agreement, with or without reason, by giving [insert number] months' notice in writing to the other Party.
- (2) In case the Trainer terminates this Agreement for any reason other than the breach of this Agreement on part of the Business, the Trainer shall promptly return to the Business the Remuneration paid by the Business to the Trainer pursuant to Clause 3 (1) of this Agreement.

#### 6. CONFIDENTIALITY

Except with the prior written approval of the Business, the Trainer shall treat as confidential all information which comes to its knowledge pertaining to the Business (hereinafter referred to as the "Confidential Information") and it shall not disclose such Confidential Information to any third party.

#### 7. INDEMNIFICATION

- (1) The Trainer agrees to comply with all applicable laws in connection with the performance of the Training Services under this Agreement.
- (2) Each Party agrees to defend, indemnify and hold harmless the other Party against any claim, costs, liability, expense, or loss sustained by the other Party due to any reason arising out of the indemnifying Party's negligent performance of this Agreement.

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#### 8. AMENDMENTS

Any modification or amendment in the Agreement shall be made with the written consent of the Parties.

#### 9. FORCE MAJEURE

- (1) Force Majeure shall mean any event that is beyond the reasonable control of a Party, or the effects of which adversely affect the performance by such Party of its obligations under this Agreement, including, but not limited to, acts of God, sabotage, insurrection, terrorism, riots, hostilities or war (whether declared or not), acts of the public enemy, civil disturbances, any kind of fire, explosion, flood or accidental damage, epidemics, landslides, washouts, lightening, storms, earthquakes, lockouts, blockades, shortage of labor or material, major equipment failure, or other causes beyond the control of the Party affected.
- (2) Notwithstanding anything contained hereinabove, neither Party shall be liable to the other if it is unable to perform any of its obligations under this Agreement due to the occurrence of Force Majeure.
- (3) The Party affected by the Force Majeure event shall be entitled to suspend performance of its obligations under the Agreement to the extent that such performance is impeded or made impossible by the events of Force Majeure.
- (4) Each Party shall give a notice within [insert number] days of the occurrence of the event of Force Majeure and shall promptly thereafter consult the other Party for the purpose of finding a mutually acceptable solution to the Force Majeure event.

#### **10.WAIVER**

- (1) Failure of either Party to insist upon the strict and punctual performance of any provision herein shall not constitute a waiver of the right to require such performance, nor shall a waiver in one case constitute a waiver with respect to a later breach whether of similar nature or otherwise.
- (2) Nothing in this Agreement shall prevent a Party from enforcing its rights by such remedies as may be available in addition to termination.

#### **11. SEVERABILITY**

If any provision of this Agreement is held by a Court of competent jurisdiction to be invalid, void or unenforceable, the remaining provisions shall nevertheless continue in full force and effect without being impaired or invalidated in any way.

#### **12.ASSIGNMENT**

Neither Party may transfer or assign any right or obligation under this Agreement to a third party without the prior written consent of the other Party.

#### **13.ENTIRE AGREEMENT**

This written Agreement constitutes the entire agreement between the Parties and no modifications shall be valid or enforceable except by the written amendment to this Agreement.

#### **14.DISPUTE RESOLUTION**

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Any dispute, controversy or claim arising out of or relating to this Agreement or the breach, termination or invalidity thereof, shall be settled by arbitration in accordance with the Pakistan Arbitration Act, 1940, subject to the exclusive jurisdiction of the Courts of [insert place].

#### **15.GOVERNING LAW AND EXCLUIVE JURISDICTION**

- (1) This Agreement shall be governed by and construed in accordance with the laws of Pakistan.
- (2) This Agreement has been executed at [insert place] and the Parties agree that the Courts of [insert place] shall have exclusive jurisdiction in all matters in respect of this Agreement.

**IN WITNESS WHEREOF**, the Parties have caused this Agreement to be signed in duplicate at the place and on the date aforementioned.

for and on behalf of the Business	for and on behalf of the Trainer	
Witnesses:		
1	2	
Name:	Name:	
Address:	Address:	