

UPS Canada Terms and Conditions of Service

Effective December 31, 2007

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All dollar amounts shown in this document are in Canadian dollars unless otherwise indicated.

1. Services

UPS, through its affiliates, is engaged in the transportation of small Packages (including envelopes) in these services:

- UPS Express Early A.M.®
- UPS Worldwide Express Plus™
- UPS Worldwide Express™
- UPS Express®
- UPS Worldwide Express Saver™
- UPS Express Saver[™]
- UPS Worldwide Expedited™
- UPS Expedited®
- UPS 3 Day Select®
- UPS Standard®

UPS is also engaged in the transportation of Packages via UPS Express Critical™.

All Packages covered under a single UPS waybill shall be considered a single Shipment.

2. Terms Used

- Accessorial is an additional UPS service feature, which may have an additional charge associated with it.
- C.O.D. for all purposes means Collect On Delivery.
- Daily pickup customers are customers that have shipping patterns that are regular and frequent and have a scheduled, regular pickup arrangement with UPS.
- Day or Days refers to business days, excluding weekends and public holidays.

- Declared Value for Customs is the value of the contents declared by the Shipper on international Shipments for the assessment of customs, duties and taxes by the destination country.
- refers to the amount for which the Shipper wishes to obtain additional protection against loss or damage during shipping. If no Declared Value is entered, UPS's maximum liability for the Package or Shipment is \$100. For a Declared Value above \$100, an additional charge applies, as listed in the UPS Rates in effect at the time of shipping. See Section 21 for details.
- International refers to all worldwide destinations, including the United States, unless otherwise stated.
- On-call customers are customers that have shipping patterns that are irregular and/or infrequent, and request a pickup only when needed.
- Overnight refers to next-businessday delivery, excluding weekends and public holidays; some services offer optional Saturday Delivery.
- Package refers to any single container or envelope accepted by UPS for delivery.
- Prepaid is when the Shipper pays all shipping and Accessorial charges.
- Receiver or Consignee refers to the person to whom a Shipment is being sent.
- Shipment refers to one or more Packages moving under a single UPS waybill, shipping document or pickup record to one receiver.
- Shipper or Sender refers to the party sending the Shipment.

- Smart Label as defined for this document and described in the UPS Guide to Labelling includes, but is not limited to, MAXICODE, postal code bar code, current UPS Routing Code, appropriate UPS service level icon and a UPS 1Z Tracking Number bar code.
- Timely upload of Package Level
 Detail (PLD) refers to the electronic
 transmission of all applicable PLD
 information at the time Packages
 are tendered to UPS. PLD includes,
 but is not limited to, Consignee's
 full name, complete delivery
 address and Package weight.
- Transportation charges refer to shipping or freight charges assessed for the air and surface movement of a Shipment, not including any other fees or charges such as Declared Value, additional service fees, or customs duties and taxes.
- UPS automated shipping solutions allow the Shipper to produce UPS-scannable shipping labels with the aid of a computer, using UPS Connect® or UPS WorldShip® shipping software, UPS Internet Shipping, UPS CampusShip™ or UPS OnLine® Tools.
- UPS Pickup Record refers to all UPS shipping waybills, manifests or labels, including those generated by shipping software, unless otherwise stated.
- The UPS Account Number is used to bill for Shipments sent within Canada or internationally, international inbound services, as well as customs brokerage services for goods arriving in Canada. UPS Returns™ and UPS Express Critical Shipments are also billed to this number.

3. Commodities Handled and Restrictions upon Service

UPS offers transportation of general commodities subject to the following restrictions:

- **3.1 Maximum Weight and Size**UPS may, in its sole and absolute discretion, not accept or may refuse to provide service in respect to any
- Weighing more than 150 pounds or 68 kilograms, or

Package or article:

- Exceeding 108 inches **or** 270 centimetres in length, or
- Exceeding a total of 165 inches or 419 centimetres in length and girth combined

Length is the longest side of the Package or object. Girth is the distance all the way around the Package or object at its widest point perpendicular to the length. Irregularly shaped Packages or objects are to be treated as if they were in a rectangular box for the purpose of measuring.

Additional charges, including an Over Maximum Limits charge, set forth in the UPS Rates in effect at the time of shipping, may apply to any such Package tendered for transportation.

3.2 Maximum Declared Value

Subject to the limitations set out below, the maximum Declared Value for Carriage that a Shipper may make is:

- \$50,000 for a single Package
- \$50,000 for a C.O.D. Package
- \$50,000 for a UPS Express C.O.D.® Shipment
- \$50,000 for a return Package sent via 3 UPS Pickup Attempts Return Label
- \$999 for a return Package sent via UPS Print Return Label, UPS Print and Mail Return Label, UPS Electronic Return Label, or 1 UPS Pickup Attempt Return Label

- \$500 for a Package shipped via a UPS Drop Box
- \$500 for a Package containing jewelry
- \$100 for a Package containing cheques, phone cards, lottery tickets, gift cards or other items of a similar nature. In no event shall UPS be liable for the face value of these items.

If no Declared Value for Carriage amount is entered by the customer for a Package or Shipment, then UPS's maximum liability for that Package or Shipment is \$100. See Section 21 for details.

Any effort by the Shipper to declare a value in excess of the maximum amounts stated above shall be null and void. The acceptance for carriage by UPS of any Shipment bearing a Declared Value in excess of the maximum amounts does not constitute a waiver of this provision.

Any Declared Value must be declared in Canadian currency.

For international Shipments, the Declared Value for Carriage cannot exceed the Declared Value for Customs.

3.3 Prohibited Articles

The following articles are prohibited by UPS. In the event that any such prohibited article enters the UPS system, this does not constitute a waiver on the part of UPS and UPS shall have no liability whatsoever for delay, loss or damage to any such article, even if the Shipper has entered a Declared Value on the shipping document.

Articles Prohibited by UPS for Shipping within Canada and Internationally Shippers are prohibited from shipping articles of unusual value via UPS. Articles of unusual value shall be deemed to include, but are not limited to:

 Currency, negotiable instruments (except cheques) and money orders

- Human remains in any form
- Any Package having a value of more than \$50,000
- Any Shipment that, in UPS's judgment, could cause damage or delay to equipment, personnel, or other Shipments

Additional Articles Prohibited by UPS for Shipping Internationally

- Animal products, non-domesticated
- Firearms
- Gem stones
- Industrial diamonds
- Ivory
- Unset precious stones
- Personal Effects and Unaccompanied Baggage shipped to any other country except the United States. See Section 3.5 for details.
- Other prohibited items that vary by country. For further information, call 1-800-Pick-UPS[®].

3.4 Articles Requiring Pre-approval for Shipping within Canada, Internationally or Both

- Alcohol (See Section 3.7)
- Artwork
- Antiques
- Biological Substances Category B
- Ceramics
- China
- Collectors' items
- Confectionery products such as potato chips in any form, chocolate in any form, pastries and baked goods in any form
- Dangerous Goods (See Section 3.6)
- Diagnostic specimens
- Dry Ice (Except when shipped via UPS Standard® service)
- Firearms (Prohibited internationally –
 See also Section 3.8)
- Furs (International approval only required)

- Gem stones (Prohibited internationally)
- Glass, crystal
- Industrial diamonds (Prohibited internationally)
- Jewelry Shipments in excess of \$500
- Liquids
- Live animals, birds and insects
- Live plants and cut flowers
- Perishables
- Personal Effects (See Section 3.5)
- Pottery
- Precious metals
- Seeds (International approval only required)
- Tobacco (See Section 3.7)
- Unset precious stones (Prohibited internationally)

Except in the case where the article is prohibited for shipping (as noted), the articles listed in this Section 3.4 require Pre-approval to be shipped with UPS. Pre-approval is defined as UPS's written consent, as evidenced by an agreement setting out the Pre-approval article(s) to be transported, which is signed by authorized representatives of UPS and the Shipper.

Declared Value service is not available in respect of the Shipment of any Pre-approval articles.

Shipments containing Pre-approval articles are transported at the Shipper's risk, including without limitation for delay, loss, theft or damage. For more information, call 1-800-Pick-UPS®.

In the event that any Pre-approval article enters the UPS system without having obtained UPS's Pre-approval, this does not constitute a waiver on the part of UPS and UPS shall have no liability whatsoever for delay, loss, theft or damage to any such article, even if the Shipper has entered

a Declared Value on the shipping document. Also refer to Section 22, Limitation of Liability.

3.5 Personal Effects and Unaccompanied Baggage

These are Shipments containing used items intended for personal use rather than items being shipped for distribution, business maintenance or wholesale/retail sale. Examples of such items include (without limitation) used clothing, previously purchased goods, personal grooming items, a suitcase contained within a carton or box, etc.

- These items may only be shipped within Canada and to the U.S., and only on a Pre-approval basis.
- Specific export documentation is required for shipping Personal Effects and Unaccompanied Baggage to the U.S., including:
- U.S. Customs form 3299
- Proof of Status, such as a copy of a passport, visa, or birth certificate.
- Shipment of Personal Effects and Unaccompanied Baggage to all other destinations is prohibited.

3.6 Dangerous Goods

Goods that fall within the parameters of "Limited Quantities" under the Transportation of Dangerous Goods Regulations may be shipped with UPS but only within Canada and to the United States and only by UPS Standard® service. Some additional restrictions may apply in areas not accessible by ground. Dangerous Goods that do not fall within the parameters of "Limited Quantities" are accepted for transportation only as a pre-arranged, separately contracted service. Call 1-800-Pick-UPS for details.

Dangerous Goods that are regulated by the International Civil Aviation Organization (ICAO) and published in the International Air Transport Association (IATA) Dangerous Goods Regulations and Canadian Transportation of Dangerous Goods Act and Regulations are accepted for transportation only as a pre-arranged, separately contracted service. Restrictions apply on commodities carried, quantities and available transportation services. Call 1-800-Pick-UPS for details.

3.7 Alcoholic Beverages and Tobacco

UPS transports Packages containing alcoholic beverages or tobacco only where permitted by provincial or other country law and under certain conditions. Contact 1-800-Pick-UPS for details.

3.8 Firearms

Shipments containing firearms will be accepted for transportation only within Canada and only under certain conditions. Contact 1-800-Pick-UPS for details.

3.9 Prohibited by Law

No service shall be rendered by UPS in the transportation of any Shipment that is prohibited by law or regulation of any federal, state, provincial, or local government in the origin country or destination country.

4. Right of Inspection

UPS reserves the right to open and inspect any Package tendered to it for transportation, but is not obligated to do so.

5. Reweigh

UPS reserves the right to reweigh Shipments, notwithstanding that a weight has been declared on the shipping document. The corrected weight determined by UPS may be applied for the assessment of rates, and the Shipper agrees to pay same. Reweighing may occur at various transportation points before delivery; therefore, reweighing adjustment charges may not be reflected on the same invoice as the original transportation charges.

UPS reserves the right to administer an Additional Handling Fee (see Section 9.6), as set forth in the UPS Rates at the time of shipping, if the Shipper's originally declared Shipment weight is less than the Shipment weight determined by UPS auditors.

6. Refusal of Packages

UPS reserves the right to refuse any Package that by reason of the dangerous nature or any other character of its contents is liable, in the judgment of UPS, to soil, taint, or otherwise damage other merchandise or equipment, or that is economically or operationally impractical to transport, or that is improperly packaged, wrapped or labelled.

7. Proper Packaging and Labelling

Packaging

- Considering that UPS operates a high-speed, high-volume, highly automated distribution system,
 Shippers must Package their
 Shipments in a manner that properly protects the contents during transportation.
- Packages tendered to UPS must be packed or wrapped as to meet the requirements set forth in International Safe Transit Association (ISTA) Procedure 3A (Procedure for Testing Packaged Products).
- UPS will not be liable for delay, damage to or loss of goods caused or contributed to by defects or inadequacy of the packaging used by the Shipper, or for damage to or loss of the packaging used by the Shipper.

- The use of UPS-provided packaging is not a guarantee that an item is sufficiently packaged for transportation.
- UPS does not provide special handling for Packages bearing "Fragile," Package orientation markings (e.g., "UP" arrows or "This End Up" marking), or any other similar markings.

Labelling

- Every Package tendered to UPS must contain complete From and To details including postal code or Zip code, contact names, telephone numbers and a UPS Tracking Number.
- UPS cannot deliver to a P.O. Box number. Packages require a street address including apartment/ suite/unit numbers and the receiver's telephone number.
- A Rural Route number is acceptable if the receiver's full name and telephone number are clearly marked on all Packages.

8. Rates

Charges set forth in the UPS Rates applicable to the Shipment in effect at the time of shipping will be assessed.

8.1 Multiple-Piece Shipments

All Packages covered under a single UPS Pickup Record are considered a Shipment for the purpose of calculating shipping charges.

8.2 UPS-Supplied Express Packaging

When using UPS-supplied Express packaging (UPS Express Envelopes, UPS Express Paks, UPS Express Boxes, and UPS Express Tubes), each one is considered a single-piece Shipment and may not be combined with other Packages for multiple-piece pricing.

UPS-supplied Express packaging is to be used for Shipments sent via

UPS Express® services, including
UPS Worldwide Express Plus™,
UPS Express Early A.M.®, UPS
Worldwide Express™, UPS Express,
UPS Worldwide Express Saver™, and
UPS Express Saver™. For domestic
Shipments only, UPS Express packaging may also be used for UPS
Expedited® shipping. Shipments sent
in UPS Express packaging but utilizing
non-qualifying service levels will be
subject to an Additional Handling Fee.

The chargeable weight of international Shipments using UPS-supplied Express packaging is the greater of the actual weight and the dimensional weight of the package. See Section 8.4 for details.

8.3 Rounding Measurements

Package weights must be rounded up to the next whole pound or kilogram. Package dimensions must be rounded off to the closest whole inch or centimetre.

8.4 Chargeable Weight for UPS Shipments

Transportation charges are based on the actual weight of the Shipment or the dimensional (volumetric) weight of the Shipment, whichever is greater.

- Actual weight refers to the weight of a Package as measured on a scale.
- Dimensional weight is calculated to reflect the size and space (the volume) a Package occupies. It is based on the current International Air Transport Association (IATA) volumetric standard, which is subject to change without notice. Dimensional weight is calculated by multiplying length x width x height of each Package in inches and dividing by 166* for dimensional weight in pounds. (If multiplied in centimetres, divide by 6,000* for dimensional weight in kilograms.)

^{*} Dimensional weight calculation methodology and divisor values are subject to change without notice.

8.5 Minimum Rates for Heavy Shipments

To determine the rate for a multiplepiece Shipment with a chargeable weight of more than 150 pounds or 68 kilograms, multiply the total chargeable weight (rounded up to the next whole pound or kilogram) by the appropriate price per pound or kilogram shown on the rate chart for the service level selected. The amount billed will be the greater amount of the following:

- The result of the above calculation, or
- The minimum rate shown in the rate chart, or
- A minimum charge calculated on each Package being billed at 10 pounds or 5 kilograms

9. Additional Services

9.1 Declared Value

Each Package or Shipment is automatically protected against loss or damage up to \$100.

If the Shipper wishes to declare a value of more than \$100 for the Shipment, an additional charge, set forth in the UPS Rates in effect at the time of shipping, will be assessed for each \$100 of the Declared Value. Also see Section 3.2 (Maximum Declared Value), Section 3.3 (Prohibited Articles) and Section 21 (Responsibility for Loss or Damage).

9.2 Saturday Delivery

The Shipper may request optional Saturday Delivery for Shipments to certain destinations in Canada, the U.S., Germany and the United Kingdom, by selecting Saturday Delivery on the appropriate UPS Pickup Record and by attaching a Saturday Delivery highlight sticker (provided by UPS) on each Package. For UPS Express Early A.M.® Saturday Delivery Shipments, attach both a UPS Express Early A.M. and a Saturday Delivery sticker on each Package.

Saturday Delivery is only available to certain destinations, which can be verified at UPS.com® or by calling 1-800-Pick-UPS® for details.

For delivery within Canada, Saturday Delivery is only available to certain destinations for:

- UPS Worldwide Express Plus[™] and UPS Express Early A.M. service, by 10:30 a.m.
- UPS Express® service, by 12 noon
- UPS Express Saver[™] service, by
 1:30 p.m.

For delivery to the U.S., Saturday Delivery is only available to certain destinations for:

- UPS Express Early A.M. service, by 9 a.m.
- UPS Express service, by 12 noon

For delivery to Germany and the United Kingdom, Saturday Delivery is only available to specific destinations for:

- UPS Worldwide Express Plus service, which can be verified at UPS.com or by calling 1-800-Pick-UPS for details
- UPS Worldwide Express[™] service, which can be verified at UPS.com or by calling 1-800-Pick-UPS for details

An additional fee, set forth in the UPS Rates applicable to the Shipment in effect at the time of shipping, will be assessed for Saturday Delivery service.

9.3 Delivery Confirmation Services

Delivery Confirmation –
At the time a Shipper tenders a domestic Package to UPS, the Shipper may request Delivery Confirmation Service by indicating Delivery Confirmation in a UPS automated shipping system. Each Delivery Confirmation response will include the date of delivery and either the name of the recipient or the disposition of the domestic Package, or, in the event of a return-to-sender, the response

will indicate the reason for the return and the date processed. An additional fee, set forth in the UPS Rates applicable to an international Shipment or domestic Package in effect at the time of shipping, will be assessed for each such response. All responses will be consolidated and provided to the Shipper in printed format.

Delivery Confirmation Signature Required –

A Shipper may request UPS to obtain the recipient's signature and to include it on the Delivery Confirmation response. In such case, an additional fee, set forth in the UPS Rates applicable to an international Shipment or domestic Package in effect at the time of shipping, will be assessed.

Delivery Confirmation Adult Signature Required –

A Shipper may request UPS to obtain the signature of a recipient who is at least 19 years of age within Canada and 21 years of age for international Shipments and to include it in the Delivery Confirmation response. An additional fee, set forth in the UPS Rates applicable to an international Shipment or domestic Package in effect at the time of shipping, will be assessed. UPS, in its sole discretion, will determine if delivery can be completed when such a request is made, and may request photo identification indicating the recipient's age before completing delivery. The Shipper must use a UPS automated shipping solution to initiate a request for this service.

A Shipper may elect to direct the responses to an address other than the return address specified on the shipping label. In such case, the response will be mailed individually, and an additional fee, set forth in the UPS Rates applicable to the Shipment in effect at the time of shipping, will be assessed.

9.4 Duty and Tax Forwarding Surcharge

Except for Shipments to the U.S. or Mexico, an additional Duty and Tax Forwarding Surcharge set forth in the UPS Rates in effect at time of shipping will apply if the Shipper selects a billing option in which duties and taxes are to be paid outside of the destination country of the Shipment. See Section 16 for available billing options.

9.5 Address Correction

If UPS is unable to deliver any Package or Shipment because of an incomplete or incorrect address, UPS will make a reasonable effort to secure the correct address. If the correct address is secured, the Shipper will be notified of the correction on their delivery service bill. An additional fee, set forth in the UPS Rates applicable to the Shipment in effect at the time of shipping, will be assessed to each Package within the Shipment for this service.

9.6 Additional Handling

Where applicable, an Additional Handling Fee, set forth in the UPS Rates in effect at the time of shipping, will be added to the shipping charge for the following:

- Any article that is not fully encased in an outside shipping container.
- Any article that is encased in an outside shipping container made of metal, wood or plastic (fabric rolls that are wrapped in plastic and are 60 inches or 152 centimetres or less in length are exempt from an additional handling charge).
- Any Package that exceeds 60 inches or 152 centimetres in length.
- Any Package with two sides that exceed 30 inches or 76 centimetres in length each.

- Shipments utilizing UPS-supplied Express packaging for non-Express services (with the exception of UPS Expedited® service within Canada) – see Section 8.2.
- Shipments when the Shipper's original declared Shipment weight is less than the actual audited Shipment weight.

UPS also reserves the right to assess the Additional Handling Fee for any Package that, in UPS's sole discretion, requires special handling.

9.7 Daily Pickup Service

A weekly service fee, set forth in the UPS Rates applicable to the Shipment in effect at the time of shipping, will be assessed to customers who receive daily or other scheduled pickup services from UPS.

10. Additional Charges

10.1 Missing or Invalid Account Number Charge

An additional charge, set forth in the UPS Rates applicable to the Shipment in effect at the time of shipping, will be billed to the Shipper when the account number for the bill-to party is missing or invalid, requiring lookup by UPS.

10.2 UPS Express Early A.M.® and UPS Worldwide Express Plus™ Destinations Outside Service Area Billing Adjustment Charge

When a UPS Express Early A.M. or UPS Worldwide Express Plus Shipment is addressed to a destination outside the UPS Express Early A.M. or UPS Worldwide Express Plus service area, transportation charges may be adjusted, at the customer's request, to the applicable UPS Express® rate. A billing adjustment fee may apply. An adjustment will not be made when UPS completes or attempts delivery by 8:30 a.m. on the scheduled business day, or by 10:30 a.m. on

Saturday within Canada (9 a.m. Saturday to the U.S.).

10.3 Extended Area Surcharge

An additional charge, set forth in the UPS Rates applicable to the Shipment in effect at the time of shipping, may be applied to Shipments picked up from or delivered to certain extended areas. UPS's Extended Area Delivery Surcharge listings may be viewed at UPS.com® or obtained by calling 1-800-Pick-UPS®.

10.4 Refusal of International Freight Collect Charges

If Freight Collect charges are refused or not paid by the Consignee for an international Shipment, an additional charge, set forth in the UPS Rates applicable to the Shipment in effect at the time of shipping, will be billed to the Shipper in addition to the original outbound shipping charges.

10.5 Re-Rating Charge

UPS reserves the right to assess additional charges, set forth in the UPS Rates applicable to the Shipment in effect at the time of shipping, on those Packages that the Shipper does not properly rate, and to re-rate Packages the Shipper fails to rate properly.

10.6 Tracking/Refund Request Charge

UPS reserves the right to assess the Shipper an additional charge for each Package-tracking/tracing request initiated by or requested by the Shipper.

 This charge will not be assessed for the first fifty (50) Packagetracking requests per calendar week, or for a quantity of Packagetracking requests equal to or less than twenty percent (20%) of the Shipper's Package volume for that week, whichever is greater.

- This charge will not be assessed for a quantity of Package-tracking requests equal to or less than two percent (2%) of the Shipper's Package volume for that week.
- UPS also reserves the right to assess the Shipper a charge, as set forth in the UPS Rates applicable to the Shipment in effect at the time of shipping, for guaranteed service refund requests when the subject Shipment was delivered in accordance with the UPS Service Guarantee set out in the applicable UPS Terms and Conditions in effect at the time of shipping.

10.7 Minimum Rate/Weight Charge UPS reserves the right to assess a minimum rate or weight per Package or per Shipment.

10.8 Manual Recording Fee

UPS reserves the right to assess a manual recording charge, set forth in the UPS Rates applicable to the Shipment in effect at the time of shipping, on Shippers who prepare Shipments using manual recording methods. Manual recording methods include, but are not limited to, the following:

- Canadian Services Waybill
- Worldwide Services Waybill
- UPS Express C.O.D.® Waybill
- UPS Shipping Record Book
- Printed manifest
- C.O.D. Tag
- Call Tag
- Adult Signature Required Label

10.9 Residential Delivery Surcharge

A Residential Delivery is defined as delivery to a location that is a home, including a business operating out of a home that does not have an entrance open to the public. If the delivery location could be construed as either residential or commercial, then the delivery will be considered a Residential Delivery. An additional

charge, set forth in the UPS Rates applicable to the Shipment in effect at the time of shipping will be applied to a Residential Delivery.

10.10 Large Package Surcharge

A package is considered a Large Package when its length plus girth $[(2 \times width) + (2 \times height)]$ combined exceeds 130 inches/330 centimetres, but does not exceed the maximum allowable UPS size of 165 inches/419 centimetres. Large Packages shipped domestically and via UPS Standard® to and from the U.S. are subject to a minimum billable weight of 90 pounds/ 41 kilograms. An additional charge, set forth in the UPS Rates applicable to the Shipment in effect at the time of shipping, will also be applied to a Large Package.

An Additional Handling Fee will not be assessed when a Large Package Surcharge is applied.

11. C.O.D. Service

UPS offers two different levels of Collect On Delivery (C.O.D.) service, each with its own policies, procedures, and rates.

Regular C.O.D. service is available within Canada and to the United States.

UPS Express C.O.D. service is available within Canada.

11.1 Regular C.O.D.

Provides return of the Consignee's payment to the Shipper, typically within ten (10) business days after delivery of the Shipment. UPS will collect payment in the form of cheque, bank draft, certified cheque, or money order made payable to the Shipper (not UPS). UPS will not accept a post-dated cheque in payment of a C.O.D. package. If the Shipper requires payment to be made using secured funds, this request must be indicated in the automated shipping system or indicated on the paper C.O.D. Tag

attached to the Package; UPS then reserves the right to accept a bank draft, certified cheque, money order, or other similar instrument issued by or on behalf of the Consignee. The Shipper should notify UPS within thirty (30) days from the date of Shipment if the Shipper has not received payment of the Regular C.O.D. amounts.

The amount to be collected for Regular C.O.D. is limited to a maximum value of \$50,000 per Package.

Note: Regular C.O.D. service to the United States is only available through UPS automated shipping solutions.

11.2 UPS Express C.O.D.

Provides return of the Consignee's payment to the Shipper, typically on the next business day after delivery of the Shipment. UPS will collect payment in the form of cheque, bank draft, certified cheque, or money order made payable to the Shipper (not UPS). Payments will not be accepted in the form of cash, or cheques made out to UPS. The Shipper should notify UPS within ten (10) days from the date of shipment if the Shipper has not received payment of the UPS Express C.O.D. amount.

The amount to be collected for UPS Express C.O.D. is limited to a maximum value of \$50,000 per Shipment.

UPS Express C.O.D. is only available when using a UPS automated shipping solution.

Saturday Delivery for the return of the UPS Express C.O.D. Envelope is not available.

11.3 For All C.O.D. Shipments

 All cheques (including bank drafts and certified cheques) and money orders tendered in payment of

- C.O.D.s will be accepted by UPS at the Shipper's risk, including, but not limited to, risk of non-payment, insufficient funds and forgery, and UPS shall not be liable upon any such instrument.
- It is the Shipper's responsibility to notify the Consignee prior to shipping that the Shipment requires payment upon delivery, and what form(s) of payment will be acceptable (see above).
- An additional C.O.D. fee, set forth in the UPS Rates applicable to the Shipment in effect at the time of shipping, is applicable for each Package (Regular C.O.D.) and each Shipment (UPS Express C.O.D.®) when the UPS C.O.D. service is selected.
- If the Consignee refuses to provide the required payment, UPS will return the Shipment to the Shipper.
- The C.O.D. amount to be collected shall be limited to the actual value of the contents of the Package (Regular C.O.D.) or the Shipment (UPS Express C.O.D.), plus shipping charges.
- UPS's liability in the event of loss, theft, damage, or delay for the remittance of C.O.D. payment collected on behalf of the Shipper, regardless of the manner in which that loss, theft, damage or delay occurs, or for failure to collect payment at the time of delivery, or if the payment collected is incorrect is limited to a refund of the C.O.D. fee paid for the service.
- The entry of a C.O.D. amount is not a declaration of value. If the Shipper wants to protect against failure to deliver, damage, loss or theft regarding the C.O.D. Package for an amount greater than \$100, the greater value must be indicated in the Declared Value area of the shipping document and the Declared Value charges paid.

- C.O.D. Packages with an amount to be collected in excess of \$500 will not be accepted for transportation via UPS Drop Boxes.
- Payment for any C.O.D. Package of \$10,000 or more must be collected in a single cheque or monetary instrument such as a cheque, certified cheque, money order, or bank draft.

11.4 C.O.D. Procedures

Different procedures apply to the preparation and recording of C.O.D. Packages for Regular C.O.D. service and C.O.D. Shipments for UPS Express C.O.D. service:

- Regular C.O.D. Shippers using a
 UPS automated shipping solution
 will generate, and apply to each
 C.O.D. Package, a system-generated
 address label with a C.O.D. bar code
 and the amount to be collected for
 each individual Package.
- Regular C.O.D. Shippers not using a UPS automated shipping system will prepare and attach to each C.O.D. Package a UPS C.O.D. Tag showing the amount to be collected and will enter such amount on the UPS source document in the space provided for that purpose. Each C.O.D. Package in a Shipment should carry a C.O.D. Tag for the goods contained in that Package.

Regular C.O.D. Packages prepared using a manual paper C.O.D. Tag may be subject to a Manual Recording Fee (Section 10.8) set forth in the UPS Rates applicable to the Package in effect at the time of shipping.

Note: Regular C.O.D. service to the United States is only available through UPS automated shipping solutions.

 - UPS Express C.O.D. Shippers must use a UPS automated shipping solution to generate, and apply to each UPS Express C.O.D. Shipment, a system-generated address label with a UPS Express C.O.D. bar code, and a UPS Express C.O.D. Envelope with a Consignee receipt indicating the amount to be collected for each Shipment. Each Package in the Shipment must carry a UPS Express C.O.D. control sticker.

12. UPS Returns[™] Services

- UPS offers the following UPS Returns Services: Print Return Label, Electronic Return Label, Print and Mail Return Label, Returns on the Web Return Label, and Authorized Return Service (ARS). UPS offers the following **UPS Returns Plus services:** 1 UPS Pickup Attempt and 3 UPS Pickup Attempts. UPS Returns, UPS Returns on the Web, and **UPS** Returns Plus are collectively referred to as "UPS Returns Services." ARS and UPS Returns on the Web are not available for international Shipments.
- UPS Returns Services Packages (excluding ARS and Returns on the Web) can be returned from addresses outside Canada, where these services are available, by UPS Worldwide Express Plus[™], UPS Worldwide Express NA1®, UPS Worldwide Express[™], UPS Worldwide Express Saver[™], UPS Worldwide Expedited[™], and UPS Standard®. UPS Returns Services Packages returned from an address outside Canada will be charged the import rate and any applicable customs clearance charges applicable to the Shipment. An additional Accessorial charge, as set forth in the effective UPS Rates, for each such UPS Returns Services Package will be assessed when the service is requested.
- UPS Returns Services Packages can be returned from addresses within Canada, where these services are available, via

- UPS Express Early A.M.®, UPS Express®, UPS Express Saver™, UPS Expedited®, and UPS Standard®. An additional Accessorial charge, as set forth in the effective UPS Rates, for each such UPS Returns™ Services Shipment will be assessed when the service is requested.
- Packages containing certain items are prohibited from being shipped and are not accepted by UPS when tendered for transportation via UPS Returns Services, including, but not limited to, hazardous materials and Dangerous Goods Packages requiring shipping papers, Packages containing firearms, and Packages requiring Delivery Confirmation Adult Signature Required service.
 C.O.D. (Collect On Delivery) service is not available for UPS Returns
 Services Packages.
- UPS Returns Services Packages must meet UPS's packaging guidelines.

12.1 UPS Returns

- a) Authorized Return Service (ARS)
 ARS is a contractual service only
 that allows the Shipper to order
 pre-printed labels to send to its
 customers within Canada. The maximum actual or Declared Value for
 each ARS Package is \$999. ARS is
 not available for international packages. Upon delivery of the package,
 the Shipper is billed the rate based
 upon the contract. There is no
 additional Accessorial charge.
- b) Print Return Label; Electronic Return Label; Print and Mail Return Label

Packages can be returned from addresses in Canada and internationally where these services are available. The maximum actual or Declared Value for each Print Return Label, Electronic Return Label, or Print and Mail Return Label Package is \$999. Upon delivery, a Package returned will be charged

the rate calculated from the pickup location to the destination via the service selected. An additional charge for each Print Return Label, Electronic Return Label, and Print and Mail Return Label international Package or domestic Shipment will be assessed when the service is requested. The applicable charges will be those set forth in the UPS Rates in effect at the time the charge is applied.

12.2 UPS Returns Plus

- a) 1 UPS Pickup Attempt A Shipper can request that UPS make one pickup attempt to retrieve a Package from an address in Canada and internationally with 1 UPS Pickup Attempt service, where this service is available. The maximum actual or Declared Value for each 1 UPS Pickup Attempt service Package is \$999. Upon delivery, a Package returned using 1 UPS Pickup Attempt service will be charged the rate calculated from the pickup location to the destination via the service selected. An additional charge for each 1 UPS Pickup Attempt service international Package or domestic Shipment will be assessed when 1 UPS Pickup Attempt service is requested. The applicable charges will be those set forth in the UPS Rates in effect at the time the charge is applied.
- b) 3 UPS Pickup Attempts
 A Shipper can request that UPS
 make three pickup attempts to
 retrieve a Package from an address
 in Canada and internationally using
 3 UPS Pickup Attempts where this
 service is available. The maximum
 actual or Declared Value for each
 3 UPS Pickup Attempts service
 Package is \$50,000. Upon delivery, a
 Package returned using 3 UPS Pickup
 Attempts service will be charged
 the rate calculated from the pickup
 location to the destination via the
 service selected.

An additional charge for each 3 UPS Pickup Attempts service international Package or domestic Shipment will be assessed when 3 UPS Pickup Attempts service is requested. The applicable charges will be those set forth in the UPS Rates in effect at the time the charge is applied.

12.3 UPS Returns on the Web

UPS Returns on the Web service is a contractual service only that allows a Shipper's customers to initiate a return through the Shipper's website. Upon delivery, the Shipper is billed according to the terms in the contract. UPS Returns on the Web is not available for international Shipments. The maximum actual or Declared Value per Package for the UPS Returns on the Web Return Label, Print and Mail Return Label, and 1 UPS Pickup Attempt services is \$999. The maximum actual or Declared Value per Package for UPS Returns on the Web 3 UPS Pickup Attempts is \$50,000.

13. Return of Undeliverable Packages within Canada

Packages or Shipments for delivery within Canada are paid for by the Shipper and which are refused by the Consignee, or which cannot be delivered for any other reason, will be returned to the Shipper without additional charge. Packages or Shipments which are paid for by the Consignee or Third Party and that are refused by the Consignee, or that for any other reason cannot be delivered, shall be returned to the Shipper with all shipping and additional charges, set forth in the UPS Rates applicable to the Shipment in effect at the time of shipping, billed to and paid for by the Shipper. If the returned Package is refused by the Shipper, or the Package cannot otherwise be returned to the Shipper, UPS will retain the Package for a period of time determined at its sole discretion, but no less than thirty (30) days, and UPS reserves the right to dispose of the Package thereafter. See Section 28 of this document for further details.

14. Special Handling of Undeliverable International Packages

International Packages refused by the Consignee, or that cannot be delivered for any other reason, will be held, and the Shipper will be contacted for further instructions. The Shipper will be responsible for payment of all other charges, including, but not limited to, forwarding, disposal, or return transportation charges, as well as any duty and tax, if applicable.

15. Provisions for Customs Clearance of International Shipments

15.1 Export Documentation

The Shipper must provide the required export documentation for customs clearance, such as Commercial Invoice and certificate of origin. By providing this documentation, the Shipper certifies to UPS that all statements and information relating to exportation and importation are true and correct. There are civil and criminal penalties, including the forfeiture and sale of the Shipment, that may be imposed for making false or fraudulent statements.

15.2 Agent for Customs Clearance

When a Shipment is imported into or exported from Canada, UPS may act as the agent for customs clearance, where allowed by law. In effect, UPS is specified as the nominal Consignee for the purpose of designating a customs broker to perform customs clearance. Local authorities may require documentation confirming that UPS has been designated as the nominal Consignee.

For importing into Canada:

- UPS has a document called "General Agency Agreement" for the Consignee to designate UPS as its customs broker for imported Shipments.
- UPS charges fees for customs clearance service of Shipments arriving from the U.S. via UPS Standard® service.
- UPS charges fees for customs clearance of Shipments arriving in Canada via other transportation companies.

For exporting from Canada to the U.S.:

Customs clearance of UPS Standard Shipments can be performed by UPS Supply Chain Solutions® or by a commercial broker selected by the importer or Shipper. UPS provides brokerage service through UPS Supply Chain Solutions, designated by UPS for handling routine customs clearance of UPS Worldwide Express Plus™, UPS Worldwide Express Saver™, UPS Worldwide Expedited™ and UPS 3 Day Select® Shipments at no additional charge.

For exporting from Canada to other countries:

 Customs clearance services vary by country.

Call 1-800-Pick-UPS® for details.

15.3 No-Charge Routine Customs Clearance

UPS provides routine customs clearance at no additional charge for Shipments imported into Canada via UPS Worldwide Express Plus, UPS Worldwide Express, UPS Worldwide Express Saver and UPS Worldwide Expedited service, or exported from Canada via UPS Express Early A.M.®, UPS Worldwide Express Plus, UPS Worldwide Express, UPS Worldwide Express, UPS Worldwide Express, UPS Worldwide Express Saver, UPS Worldwide Express Saver, UPS Worldwide Express Saver™,

UPS Expedited® and UPS 3 Day Select service. This applies to formal entries for Shipments of up to five (5) classification lines. Additional charges apply for complex customs clearance procedures. Other fees and charges may also apply. See Section 15.4 for more details.

15.4 Charges for Customs Clearance

When importing an International Shipment, UPS may assess the following charges:

- a) Entry Preparation Fee.
- b) Any duties and taxes remitted by UPS on behalf of the Importer of Record to the Canada Border Services Agency (CBSA).
- c) Bond Fee, the fee in connection with the bond UPS posts in order for the shipment to be released prior to the payment of duties and taxes.
- d) Freight charges, if the Shipper has indicated that these charges are to be billed to the importer.
- e) Additional fees for complex customs clearance procedures which include, but are not limited to:
- Clearance procedures involving a government agency
- Customs bonds
- Drawbacks
- Formal entries involving more than five (5) classification lines
- Import permits
- Live entries
- Marking attendance
- Temporary import bonds
- Refunds or duty drawbacks
- f) Any customs penalties, storage charges, or other expenses incurred as a result of an action by customs, or failure by the Shipper or Consignee to provide proper documentation or to obtain a required licence or permit. If the Consignee does not pay these additional expenses, the Shipper is liable for payment.

g) Import C.O.D. Fee for collection of charges for customs clearance upon delivery, if necessary (see Section 15.5 for a list of circumstances that require an Import C.O.D. Fee).

15.5 Import C.O.D. Fee

When importing an international Shipment into Canada, there are a few instances where UPS may require C.O.D. payment of charges for customs clearance upon delivery of the Shipment:

- If the Consignee does not have a UPS Account Number to which import charges can be billed.
- If the Consignee has not signed a Power of Attorney giving UPS power of attorney to act as their customs broker, but wants UPS to provide one-time customs clearance.
- If the Consignee's UPS account is not in good standing.

15.6 Customs Brokerage Guarantee If a UPS Standard® service Shipment from the U.S. is not delivered on-time in Canada (except for the Limits and Restrictions for On-Time Delivery Guarantee outlined in Section 20), and UPS was designated as the customs broker for that Shipment, the UPS Customs Brokerage Guarantee applies. Under the UPS Customs Brokerage Guarantee, UPS will, at UPS's option, either credit or refund the customs brokerage Entry Preparation Fee for such Shipment or Package, to the payer only, upon request. Contact UPS for specific delivery times between the origin and destination.

The Consignee remains responsible for payment of applicable duties, taxes or any additional brokerage services provided for the Shipment.

15.7 UPS Customs Brokerage Billing Options

When a UPS Shipment is imported into Canada or exported from

Canada, the Shipper may choose to pay either the duty and tax or duty only, by showing instructions on both the export documentation and the UPS Pickup Record. These options are available only to Shippers with an active UPS account. These services are not available if any or all of the shipping charges are billed to the Consignee or if a Consignee chooses a customs broker other than UPS for imports or UPS Supply Chain Solutions® for exports.

16. Billing Options

16.1 Billing Options for Domestic Shipments

Unless otherwise indicated in a UPS automated shipping solution or on the UPS Canada Services Waybill, shipping charges will be billed to the Shipper.

UPS also accepts Shipments billed to the receiver or a third party provided the receiver or third party has a valid UPS Canada Account Number and the payer has been notified in advance by the Shipper and agreed to accept the charges.

The receiver or third party's account number must be provided to UPS at the time of shipping via the shipping system or waybill used by the Shipper.

The Shipper is responsible for shipping charges refused by a receiver or third party. Regardless of the billing option selected, some charges, including, but not limited to, address correction charges, will be billed to the Shipper.

16.2 Billing Options for International Shipments

The amount billed includes, but is not limited to, shipping charges, duties and taxes and any other customs clearance charges, if applicable.

Unless otherwise indicated in a UPS automated shipping solution or on

the UPS Worldwide Services Waybill, shipping charges will be billed to the Shipper and duties and taxes will be billed to the receiver.

Unless otherwise restricted in the origin or destination country, Shippers may also select the payer of shipping charges as the receiver or a third party and the payer of duties and taxes as the Shipper or a third party. The receiver (for shipping charges) or third party (for shipping charges or duties and taxes) must have a valid UPS Account Number and must be notified in advance by the Shipper and agree to accept the charges.

The receiver or third party's valid UPS Account Number and country must be provided to UPS at the time of shipping via the shipping system or waybill used by the Shipper. The Shipper is responsible for shipping charges refused by a receiver or third party. Regardless of the billing option selected, some charges, including, but not limited to, address correction charges, will be billed to the Shipper.

In addition to the billing combinations noted above, the following billing option is also available:

Delivered Duty Paid, Value Added Tax (V.A.T.) Unpaid – The Shipper pays all shipping charges and the destination country's duties, if applicable. The Consignee pays the balance, such as the V.A.T. This billing option is only available through an authorized UPS automated shipping solution.

Except for Shipments to the U.S. or Mexico, an additional Duty and Tax Forwarding Surcharge, set forth in the UPS Rates in effect at the time of shipping, will apply if the Shipper selects a billing option in which duties and taxes are to be paid outside of the destination country of the Shipment.

UPS reserves the right in its sole discretion to request advance payment of shipping charges for any Package sent to any international destination.

16.3 Invoice Adjustments

All invoices shall be deemed to be accepted as issued, unless requests for invoice adjustments are received within ninety (90) days from the invoice date by calling 1-800-Pick-UPS®.

17. Three Delivery Attempts

If UPS is unable to complete the delivery of a Shipment, a notice will be left at the Consignee's address stating that a delivery has been attempted. On the second business day and, if necessary, on the third business day, UPS will attempt to deliver the Shipment without additional charge.

18. Driver Release/Indirect Delivery

Driver Release is a UPS residential delivery service in which, at the discretion of the UPS service provider, a Package may be left at a private residence without obtaining a signature. Driver Release is only available in select areas.

If a signature is required on a Package, or the UPS service provider is otherwise unable to Driver Release a Package, it may be delivered to a neighbouring address. The service provider will obtain a signature from the neighbour when completing an indirect delivery.

19. Proof of Delivery

Delivery can be verified by accessing the UPS tracking system via UPS.com®, by using UPS Connect® software, or by calling 1-800-Pick-UPS from anywhere in Canada. Delivery history is maintained in our electronic files

for up to nine (9) months following the Shipment date.

Written Proof of Delivery (P.O.D.)

Upon request, UPS will provide proof of delivery via facsimile or mail transmission. The request must include a facsimile number, including area code, for an operating facsimile machine, or an address deliverable by Canada Post Corporation for mail. UPS reserves the right to assess the Shipper an additional charge, set forth in the UPS Rates applicable to the Shipment in effect at the time of shipping, for each successfully transmitted or mailed P.O.D.

20. Money-Back Guarantees

UPS stands behind its commitments for on-time delivery with a money-back guarantee.

On-Time Delivery Guarantee

In the event UPS fails to complete delivery or attempt delivery within the time commitment, UPS, at its option, will either credit or refund the shipping charges for each such Package, to the payer only, upon request, subject to the following conditions:

- UPS's guaranteed delivery schedule must state that the destination point qualifies for the service commitment from the origin point.
 Call 1-800-Pick-UPS for details.
- The Shipment must be properly documented on a UPS Pickup Record and each Package in the Shipment must bear the appropriate UPS tracking label.
- Each Package in the Shipment must be properly labelled, including From/To address details with the Consignee's correct name, deliverable address, postal or Zip code, and telephone number. UPS cannot deliver to a P.O. Box.

- UPS reserves the right to refuse to honour a request for a credit or refund of shipping charges for a Package when the Package does not have affixed to it a Smart Label and/or when UPS does not receive Package Level Detail (PLD) information at the time the Package is tendered to UPS.
- For UPS Express Early A.M.®,
 UPS Worldwide Express Plus™
 Shipments, and Saturday Deliveries,
 the appropriate routing labels must
 be attached to each Package in the
 Shipment.
- For international Shipments, all applicable documentation required by the origin and/or destination country must be complete and included with the Shipment.
- The Shipment must be tendered to UPS during UPS's published business hours.
- UPS must be notified of a service failure in writing or by telephone within fifteen (15) calendar days from the date of scheduled delivery and be advised of the Consignee's name and address, date of Shipment, Package weight, and the UPS Tracking Number.
- Customs clearance must be performed by UPS or its designee.

Limits and Restrictions

- The on-time delivery guarantee does not apply to Shipments that are delayed due to causes beyond UPS's control, including, but not limited to, the following: the unavailability or refusal of a person to accept delivery of the Shipment, delays caused by the Consignee, acts of God, public authorities acting with actual or apparent authority on the premises, acts or omissions of Customs or similar authorities, riots, circumstances arising before,

- during, or after a strike or other labour disputes, civil commotions, disruptions in the air or ground transportation network (such as weather phenomena), and natural disasters.
- The on-time delivery guarantee does not apply to UPS Expedited® or UPS Standard® Shipments within Canada that are picked up or scheduled to be delivered fourteen (14) calendar days before December 25.
- The on-time delivery guarantee does not apply to UPS Standard Shipments to and from the United States that are picked up or scheduled to be delivered fourteen (14) calendar days before December 25.
- The on-time delivery guarantee for UPS Express® Shipments scheduled for delivery within the United States on November 28, New Year's Eve, and during the seven (7) calendar days before December 25 will be extended by 90 minutes.
- UPS reserves the right to waive the on-time delivery guarantee on Shipments scheduled for delivery the business day following a national or provincial holiday when that holiday is not observed in the U.S. or other parts of Canada.
- The on-time delivery guarantee does not apply to the UPS Combined Shipment Entry service.
- The money-back guarantee does not apply to any company or service provider that is engaged in the re-selling of any UPS services.
- UPS reserves the right to refuse any request for a credit or refund when such request is either
 (a) made by or (b) based on information obtained by a party other than the payer of the shipping charges.

- The UPS Package tracking system accessed via the UPS.com® website (the "Tracking System") and tracking information obtained through the UPS website (the "Information") are the private property of UPS. UPS authorizes you to use the Tracking System solely to track Shipments tendered by or for you to UPS for delivery and for no other purpose. Without limitation, you are not authorized to make the Information available on any website or otherwise reproduce, distribute, copy, store, use or sell the Information for commercial gain without the express written consent of UPS. This is a personal service, thus your right to use the Tracking System or Information is nonassignable. Any access or use that is inconsistent with these terms is unauthorized and strictly prohibited.

21. Responsibility for Loss or Damage

UPS automatically protects against loss or damage of a Package or Shipment up to a value of \$100. If the Shipper wishes to declare a value greater than \$100 for a Package or Shipment, the greater Declared Value must be entered on the UPS shipping documentation, and an additional charge will be applied.

- \$100 of protection automatically applies to the value of the Shipment when using the following pickup records: Canadian Services Waybill, Worldwide Services Waybill, UPS Connect[®] NX domestic Shipments, UPS Connect export Shipments, UPS Internet Shipping or UPS CampusShip™.

- \$100 protection automatically applies to the value of each
 Package when using the following pickup records: Shipping Record Book, UPS Connect CX and EX domestic Shipments.
- Unless a greater value is declared in writing in the Declared Value space provided on the shipping record provided to UPS, the Shipper declares the released value to be no greater than \$100 per Package or Shipment, which is a reasonable value under the circumstances surrounding the transportation.
- See Section 3.2 in this document for the maximum Declared Values that can be made.
- The rules relating to liability established by the Convention for the Unification of Certain Rules Relating to International Carriage by Air signed at Warsaw, Poland, on October 12, 1929, and any amendments thereto, may apply to the carriage of international Shipments.
- In connection with a damaged Shipment, the Shipper must retain the original packaging until an inspection can be completed by UPS or its agent.

22. Limitation of Liability

UPS shall not be liable for any special, indirect, incidental, consequential, or punitive damages (collectively, the "Consequential Damages") including, but not limited to, loss of profit or revenue incurred by the Shipper (or any other person or company) as a result of UPS's (or carrier's or agent's) acts or omissions, including but not limited to, gross negligence, negligence causing damage, failure to deliver, loss or theft of or damage to the Shipment, or late or delayed Shipment.

In any such event, UPS's liability shall be limited to a refund of the shipping charges (if the Shipment has been guaranteed by UPS to arrive on-time). This limitation of liability applies to all Shipments, notwithstanding that the Shipper has completed the Declared Value section on the UPS Pickup Record and paid the additional charge. In no event shall UPS be liable for any Consequential Damages even if UPS or its employees are advised in advance of the possibility of such damages.

UPS will not be liable or responsible for the loss or damage to any Package, the contents of which Shippers are prohibited from shipping, which UPS is not authorized to accept, which UPS states that it will not accept, or which UPS has the right to refuse. UPS will not pay for a claim for the loss or damage to property unless all applicable transportation charges have been paid. UPS shall not be liable for and reserves the right in its sole discretion to deny claims pertaining to a Package for which there are no UPS records reflecting that the Package was tendered to UPS by the Shipper or due to improper packaging.

UPS will not be responsible for the loss or damage to perishable commodities or commodities requiring protection from the heat or cold, to the extent the loss or damage results from exposure to heat or cold or the perishable nature of the items.

23. Claims Procedure

A claim may be filed by the customer when UPS does not meet its on-time delivery commitment, or for loss of or damage to a Shipment. Tracing or tracking a missing Package does not mean that a claim has been filed.

Claims may be submitted to UPS in writing or by electronic communication to:

UPS Customer Service Centre Claims Department 1 Factory Lane, 2nd Floor Moncton, New Brunswick, E1C 9M3

Once a claim has been filed, a claim reference number will be issued by UPS.

All claim notifications must include Shipment details including address information (From and To), date of Shipment, Package weight, the UPS Tracking Number, and a statement of what is being claimed.

Claims must be filed within the following time periods:

For on-time delivery guarantee claims:

Claims must be filed within fifteen (15) days from the date of scheduled delivery.

For damage claims:

UPS must be notified as soon as possible after discovery of the damage and no later than twenty-one (21) days after the date of delivery.

For loss or damage claims on Shipments sent within Canada or to the U.S.:

Claims not made within nine (9) months after delivery of the Package or, in the case of non-delivery, within nine (9) months after a reasonable time for delivery has elapsed shall be deemed waived.

For loss or damage claims on Shipments sent to international destinations other than to the U.S.: Claims not made within six (6) months after delivery of the Package or, in the case of non-delivery, within six (6) months after a reasonable time for delivery has elapsed shall be deemed waived.

UPS, after receiving a claim for loss or damage to property transported, may pay, decline, or make a firm compromise settlement in writing to the claimant.

In order to settle a claim, UPS requires the following:

- A copy of the original UPS shipping document
- A copy of the original invoice for the goods being claimed to substantiate value
- An invoice to UPS indicating the replacement cost of the loss or damage being claimed

All correspondence should include the UPS Account Number and the Loss Damage Investigation (LDI) Number issued by UPS.

24. Interruption of Service

Without limiting the generality of the limitations of liability herein, UPS shall not be liable for any interruption of delivery service due to a cause beyond UPS's control, or due to strikes, lockouts, or labour disputes.

25. Delay

UPS is not financially responsible for the consequences of failure to deliver a Shipment by a stipulated time.

26. Sales Tax

All applicable federal and provincial sales taxes required by law will be charged on all charges and any surcharges.

27. Payment for Services

27.1 Payment Options

UPS offers the following payment options:

- Debit: Electronic Funds Transfer Plan (EFT): With your prior authorization, UPS electronically seeks payment of your UPS bill directly from your bank account on a weekly basis. Your weekly bill from UPS will be marked "Paid by bank."
- Consolidated Payment Plan: Your company provides UPS with an initial payment equal to four (4) weeks of average billing. This payment remains on account to cover one (1) month's anticipated delivery charges. You receive a UPS bill once a week. Payment for all accumulated charges is due upon receipt of your fourth (4th) bill, or if you exceed your prepayment, before you receive your fourth bill.
- Credit Card: With your prior authorization, UPS seeks payment of your UPS bill directly from your credit card account on a weekly basis. Your weekly bill from UPS will be marked "Paid by credit card."

- Weekly Payment Plan: You receive a bill weekly and payment is due by the date specified on the bill.
- Monthly Payment Plan: You receive a bill monthly and payment is due by the date specified on the bill.

27.2 Late Payment Charge

In the event that an invoice is overdue, UPS will apply a late payment charge in the amount of five percent (5%) on the total balance outstanding of that invoice. This charge will appear on your next UPS bill. This is in addition to any legal rights and remedies available to UPS.

27.3 Estimated Charges

UPS reserves the right to assess the Shipper's shipping and or Accessorial charges based on estimated Package characteristics on all Shipments tendered to UPS if the Shipment's billing information is unavailable.

28. Packages Which Have Been Refused or Are Unidentifiable

If for any reason a Package or Shipment in the possession or control of UPS cannot be either delivered to the Consignee or returned to the Shipper, including without limitation because the Package or Shipment has been refused or abandoned by the Consignee and/or the Shipper or because the Shipper and/or Consignee cannot be ascertained for any reason, UPS will retain the Package or Shipment for a minimum period of 30 days or such longer period of time as in its sole discretion it determines ("Holding Period").

At the expiration of the Holding Period, UPS is deemed to have fulfilled all obligations that it may have as a common carrier; the Shipper and Consignee will be deemed to have relinquished any and all proprietary rights in Packages and Shipments and/or their contents which remain unidentified and/or undeliverable ("Unclaimed Goods"); and to the fullest extent permitted by law, full and clear title to the Unclaimed Goods will pass to UPS. Following the Holding Period, UPS may dispose of Unclaimed Goods in any manner it elects, including without limitation by sale or consignment to a third party, and the sole recourse of the Shipper and/ or Consignee shall be in accordance with and subject to Sections 21, 22 and 23 of this document.

29. Service

Some Shipments may be shipped by surface transport and/or handled by a UPS independent contractor.

30. Fuel Surcharge

UPS reserves the right to apply a fuel surcharge on Shipments. The surcharge will be applied for such periods as UPS may determine necessary. Current details on the fuel surcharge will be posted on the UPS website at UPS.com[®].

31. Security Surcharge

UPS reserves the right to institute a security surcharge on all Shipments without prior notice. The surcharge will be applied for such periods as UPS may determine necessary.

32. Currency Conversion Rate

Charges to the payer's account in a foreign currency will be converted to the payer's currency using a weekly exchange rate secured through major banks, plus an exchange fee percentage of the amount converted, as set forth in the UPS Rates applicable at the time of shipping.

33. Names, Trademarks and Registered Trademarks of UPS

UPS.com®, 1-800-Pick-UPS®, UPS Connect®, UPS WorldShip®, UPS On-Call Pickup®, UPS Express Critical™, UPS Express Early A.M.®, UPS Express®, UPS Worldwide Express™, UPS Worldwide Express Plus™, UPS Worldwide Express NA1®, UPS Worldwide Express Saver[™], UPS Express Saver[™], UPS 3 Day Select[®], UPS Expedited®, UPS Worldwide Expedited[™], UPS Standard[®], UPS Returns[™], UPS Returns[™] Plus, UPS Signature Tracking[™], UPS Express C.O.D.®, UPS OnLine® Tools, UPS OnLine®, UPS CampusShip™, UPS World Ease®, Quantum View® Manage, Quantum View® Manage for Importers, Quantum View® Data, Quantum View Notify®, UPS Trade Direct[®], UPS Supply Chain Solutions[®], UPS Capital®, The UPS Store®, UPS Authorized Shipping Outlet, Full Visibility Tracking, UPS TradeAbility®, UPS Billing Data and What Can Brown Do For You?®

34. Future Changes

Rates, charges, terms and conditions and services are subject to change without notice. The most current rates, charges, terms and conditions and services may be obtained online at UPS.com or by calling 1-800-Pick-UPS.

本公司備有國/粵語客戶服務,垂詢請電華語熱線: 1-800-233-8133 Si vous désirez obtenir un exemplaire de ce guide en français, appelez UPS au 1-800-742-5877.



Contact UPS

UPS.com®

For online shipping, tracking and other information

1-800-Pick-UPS®

For personal service in English or French

1-800-233-8133

For personal service in Cantonese or Mandarin

www.ups-scs.ca

For information on UPS Supply Chain Solutions®

1-800-714-8779

For UPS Express Critical[™] service

UPS Canada

6285 Northam Drive, Suite 400 Mississauga, Ontario L4V 1X5

UPS.com

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