

MIDLAND

Transport Standard Terms and Conditions

1. Rate Application: Rates apply only when billed to the named account(s). In rate agreements that contain per UNIT rates and per Hundredweight (CWT) rates for the same lane and same commodity, the per UNIT rates will take precedence.

2. Tariff Rate Application: The “MDL Rate Schedule” rates, Terms and Conditions, including cube application, will apply to lanes and commodities not published in this rate agreement. The “MDL Rate Schedule” is subject to a general annual increase effective January 1st of each year.

3. Cube Application: Rates within Ontario/Quebec, OR rates to or from Western Canada, are based on a cube factor of: 10 lbs per cubic foot or 1000 lbs per linear foot when 10 feet or more of trailer space is occupied.

All other rates are based on a cube factor of:

15 lbs per cubic foot or 1000 lbs per linear foot when 10 feet or more of trailer space is occupied.

Skids exceeding 72” in height will be cubed to full height of 96” (see Cubing Guidelines on www.midlandtransport.com for details)

4. Shipment Restrictions: Maximum truckload gross shipping weight to or from the United States is 42,560 pounds.

5. Pallet Service: Rates do not include the supply or return of pallets.

6. Schedule of Additional Services and Charges: Services and charges as per “Schedule C – Value Added Services”, as updated from time to time may apply (check www.midlandtransport.com for details).

7. Payment Terms & Invoice Requirements:

- Charges are payable in Canadian dollars unless otherwise stated.

- Invoices are payable within thirty (30) days of the shipment date. Invoices exceeding thirty (30) days are subject to an interest charge of 1.5% per month. Disputed invoices must be brought to the attention of Midland in writing and in no event more than ninety (90) days after the shipment date.

- All special billing requirements must be documented with Midland Transport prior to signing this agreement.

- Failure to comply with the credit terms will result in the immediate cancellation of your preferred rates. The notice period in section 15 will not apply under these circumstances. Any shipments tendered following such default will be rated at the general tariff rate.

8. Fuel Surcharge: Rates and accessorials will be subject to a fuel surcharge. Updates are provided on our invoice statements and our website at www.midlandtransport.com.

9. Reweigh and Recube of Shipments: Midland Transport reserves the right to verify the weight and or the cubic dimensions of all shipments. Freight charges will be calculated on the verified weight and or verified cubic dimensions.

10. Taxes: Shipments are subject to applicable federal and provincial taxes.

11. a) Liability: The amount of any loss or damage shall not exceed \$2.00 per pound (computed on the actual weight of the shipment) unless a higher value is declared on the face of the bill of lading by the consignor and accepted by Midland. Midland will have no liability where on an individual shipment basis, the claim amount is \$50.00 or less. Products consisting of ceramics, glass, liquids, perishables, personal goods, porcelain or otherwise of fragile nature are carried at the sole risk of the consignor. All claims for loss, damage or delay shall be made by customer in writing within sixty (60) days after delivery of the goods or, in the case of failure to make delivery, within nine (9) months from the date of shipment.



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b) Delay: Midland is not bound to transport the goods by any particular vehicle or in time for any particular market other than with due dispatch, unless specifically provided otherwise herein.

c) Proof of Delivery: Notwithstanding any other term or condition of this Rate and Service Agreement to the contrary, in no event shall Midland be liable to the consignor, consignee, owner or any third party for any loss, damage or destruction of the goods where the consignee/owner has signed a Proof of Delivery indicating that the goods have been received in good order.

d) Force Majeure: Midland shall not be liable for loss, damage or delay to any of the goods caused by an act of God, war, terrorism, riots, internet disturbances, strikes, a defect or inherent vice in the goods, the act or default of the consignor, owner or consignee, authority of law, quarantine or differences in weights of grain, seed or other commodities caused by natural shrinkage.

e) Terms Incorporated into Carrier's Bill of Lading: In the event that the customer's bill of lading is used, the terms and conditions contained in this Rate and Service Agreement are incorporated by reference into the customer's bill of lading and in the event of any conflict or ambiguity between the terms and conditions of this Rate and Service Agreement and the terms and conditions of the customer's bill of lading, the terms and conditions of this Rate and Service Agreement shall take priority and govern. Without limiting the generality of the foregoing, the limitation of liability provisions contained in Sections 11 and 12 of this Rate and Service Agreement shall apply to all contracts of carriage between Midland and customer irrespective of which party's bill of lading is used and even if a bill of lading is used and even if a bill of lading is not used.

f) Exclusion of Consequential Damages: Notwithstanding any term or condition of the customer's Bill of Lading, if any or any other provision to the contrary, in no event shall Midland be liable to the customer, owner, consignor, consignee or any third party interested in the goods for any special, indirect, incidental or consequential losses or damages including, but not limited to, loss of profits, downtime costs, delay costs and costs of substitute equipment arising out of or relating in any way to the non-delivery, mis-delivery, delay in delivery or late delivery of the goods or the loss, damage or destruction of the goods, howsoever caused, including, without limitation, the negligence, gross negligence or the fundamental breach of this contract by Midland, its servants or agents, whether or not Midland had knowledge that such losses or damages may be incurred.

g) Personal Goods: Midland Transport accepts no liability for damages or shortages reports in transit at time of delivery or beyond. The shipper will hold Midland Transport, any of its employees or agents harmless and further agrees to defend it from any claims filed by the shipper or any other party who wishes to submit a claim against the said shipment.

12. Valuation Fee: When the bill of lading indicates the consignor requires Midland Transport to a stated declared value, an excess valuation charges of 6% (six percent) of the total declared value in excess of \$2.00 per pound on the actual weight of the shipment will be assessed, subject to a minimum charge of \$10.00 per shipment.

13. Effective Date of Preferred rates (Rate and Service Agreement): Upon Midland's receipt of this Rate and Service Agreement signed and dated by customer, a contract shall be constituted between Midland and the Customer for the provision of carrier services described in this Rate and Service Agreement. Customer's tendering of a shipment to Midland without signing this Rate and Service Agreement shall be deemed to be acceptance of these terms and conditions and standard rates shall apply. This offer will not be backdated to accommodate shipments tendered prior to receipt of signed copy.

14. Effective Date of Value Added Services (Schedule C): Customer's tendering of a shipment to Midland requiring value added services shall be deemed to be its acceptance of the charges contained in Schedule C. Schedule C charges are effective from January 1 to December 31 and are subject to change without notice. Please check www.midlandtransport.com for our most up to date version.

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15. Termination of Contract: This agreement may be terminated by either party upon thirty (30) days prior written notification.

16. Amendment of Contract: Midland reserves the rights to change these terms and conditions based on (i) amendments to applicable laws, or new laws becoming effective by legislation, decree, regulation, or request of any governmental or public authority, or (ii) an additional tax fee, duty, charge, assessment or other financial burden imposed on Midland, or (iii) a material change in market conditions. Customer shall be notified in writing of any changes. Any changes made pursuant to this section will only be to the extent necessary to address (i), (ii), or (iii), if and as applicable.

17. Governing Law: This agreement will be interpreted and governed by the laws of the Province of New Brunswick and the parties agree to submit to the exclusive jurisdiction of the courts of such province.

18. Geographical Surcharge: Due to an uncontrollable cost to Midland and to maintain our high level of service a cost recovery surcharge will be applied to all shipments destined to Newfoundland & Labrador.

19. NL Fuel Tax Recovery Program: Shipments moving to and intra-Newfoundland & Labrador will be subject to a fuel tax recovery charge.

20. Carbon Surcharge: Due to an uncontrollable cost to Midland by the Federal Government, a carbon surcharge will be applied to all shipments.