

Standard Contract Terms and Conditions for Merchandise Warehousemen

Definitions – Section 1

In these Terms and Conditions, the word “warehouseman” means the issuer of the Logistica International Non-Negotiable Warehouse Receipt, his employees, servants, successors and assigns, and the word “owner”, “storer” or “depositor” mean the party for whose account the goods are stored.

Contract – Section 2

Subject always to legislation in force governing warehouse receipts in the province of Ontario, the terms and conditions hereinafter set out, shall constitute the contract between the owner or depositor and the warehouseman. This contract may be cancelled by either party upon 30 days written notice.

Tender for Storage – Section 3

All goods for storage shall be delivered at the warehouse properly marked and packaged for handling. The storer shall furnish at or prior to such delivery, a manifest showing marks, brands or sizes to be kept and accounted for separately, and the class of storage and other services desired.

Warehouseman’s Lien – Section 4

All advances and charges are due and payable prior to delivery or transfer of the stored goods. The warehouseman shall have a lien upon, right of retention and security interest in all goods of storer at any time heretofore and hereafter deposited by storer in any warehouse owned or operated by the warehouseman. Such lien, right of retention and security interest shall be for all charges, advances and expenses in relation to such goods of storer, whether or not heretofore released from the warehouse. In the event of non-payment of any such amounts, the warehouseman had the right, after every reasonable notice; to sell or otherwise dispose of the goods in any manner he may reasonably think fit to satisfy his lien.

Basis of Charges – Section 5

Any charge made with respect to the goods covered by this receipt shall conform to the warehouseman’s quotation and/or tariff in effect at the time the service is preformed.

Minimum Charges – Section 6

A minimum handling charge per lot and a minimum storage charge per lot per month will be made. When a Warehouse Receipt covers more than one lot or when a lot is in assortment, a minimum charge per mark, brand or variety will be made. A minimum monthly charge to one account for storage and/or handling will be made. This charge will apply to each account when one customer has several accounts, each requiring separate records and billing.

Access and Inspection – Section 7

The storer may, subject to warehouseman’s security and insurance regulations and other reasonable limitations, have access to the goods at any reasonable time, provided the storer or his authorized representative is accompanied by an employee of the warehouseman whose time shall be an additional charge to the storer.

Removal of Goods – Section 8

No explosive or any other dangerous article that may, in the opinion of the warehouseman create a condition hazardous to any personnel or goods in the warehouse, shall be delivered to the warehouse and any such article may, upon being discovered, be destroyed, dumped, sold, or otherwise disposed of as the warehouseman reasonably sees fit, the whole at the risk and expense of the owner and/or depositor. The warehouseman shall have the right to require the removal of its premises of any other goods of any kind or description, at any time, without stated reasons, upon written notice of not less than thirty (30) days from the end of the current storage month.

Liability of Warehouseman – Section 9

- a) The responsibility of the warehouseman is the reasonable care and diligence required by the laws of the province.
- b) The quality, condition and value of the goods stored are not known to the warehouseman except as declared by the storer and described on the face of the warehouse receipt.
- c) Goods covered by this receipt are not insured by the warehouseman.
- d) Without limiting the generality of the foregoing, it is specifically declared that:(i) All goods are stored at the owner’s risk of loss, damage or delay in the delivery caused by or through inaccuracies, obliteration or absences of marks, numbers, address or description, act of God, irresistible force, enemies of the Queen, civil or military authorities, insurrection, riot, strikes, picketing or any other labour trouble, water, steam, sprinkler, leakage, floods, rain, wind, storm, fire, frost, vermin, heating or corruption, deterioration, drainage, dampness, rust, decay, collapse of the building, inevitable accident, depreciation or perishing by elapse of time, changes in temperature, contact with odors from other goods, inhere defects, lack of any special care or precaution, injury to articles insufficiently protected or arising from the nature of the goods, loss in weight, insufficient cooperage, boxing, crating and packing, ordinary wear and tear in handling, leakage, concealed damage or any cause beyond the control of the company, or failure to detect any of the foregoing. All storage and other applicable charges must be paid on goods stored for an additional time, or lost or damaged by any of the above cases.
(ii) The legal liability of the warehouseman shall be strickly limited to the lesser of the monetary amount of the damage incurred or 10 times the monthly storage rate on any one handling unit with the contents (or in cases where the warehouseman’s charges are calculated for other than actual storage, maximum \$50.00 per unit)unless the owner specially requests a higher limit in writing and declares an excess value, in which case the warehouseman may, at this option, accept liability and assess an additional charge to the monthly storage or other applicable rate.
- e) The warehouseman shall not, in any event, be liable for any claim of any type whatsoever with respect to the stored goods unless such claim is presented in writing within a reasonable time, not exceeding 30 days after the storer learns of, or in the exercise of reasonable care, should have learned of the loss, damage or destruction of said goods.

General – Section 10

- a) All incoming shipments should be considered to the storer, c/o the warehouseman, freight prepaid. The warehouseman reserves the right to refuse acceptance of any goods improperly consigned or shipped freight collect and shall not be liable for responsible for any loss, injury or damage of any nature to or related to such goods.
- b) The warehouseman’s load or unload count shall be conclusively deemed to be correct. The storer may request to send a representative to witness the loading and unloading of goods.
- c) It is the store’s responsibility to provide the warehouseman in advance with the detailed, written information and instruction of any of it’s products that may be considered hazardous, whether or not they are regulated under the Transportation of Dangerous Goods Act or other applicable legislation and the storer assumes all liability for costs incurred and/or damages resulting from his failure to do so.
- d) The warehouseman shall have no responsibility for errors resulting from the corruption of electronically transmitted data, or from verbal or telephoned shipping instructions, unless written confirmation of such instructions is received not less than twenty four hours prior to the shipment of the goods.
- e) When errors in the shipmen occur, any liability of the warehouseman shall be strictly limited to the transportation costs involved to rectify any such error, and shall not, under any

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circumstances, include liability for damaged due to the acceptance or use of said goods.

- f) The warehouseman shall not be responsible for delays in loading nor unloading railway cars, trailers, or other containers, nor for demurrage charges or other time penalties arising from any delay which cannot be reasonably avoided by the company in the normal course of its business.
- g) A charge, in addition to regular rates, will be made for merchandise in bond pursuant to the Customs and Sufferance regulations of the Government of Canada.
- h) Warehouseman shall not be liable for the loss of goods due to inventory shortage or unexplained or mysterious disappearance of goods unless storer establishes such loss occurred because of warehouseman failure to exercise the care required of warehouseman in section 9 above.
- i) Storer represents and warrants that depositor is lawfully possessed of the goods and has the right and authority to store them with the warehouseman. Storer agrees to indemnify and hold harmless the warehouseman from all loss, cost and expense (including reasonable attorney's fees) which warehouseman pays or incurs as a result of any dispute or litigation whether instituted by warehouseman or others, respecting store's right, title or interest in the goods. Such amounts shall be charges in relation to the goods and subject to warehouseman lien.
- j) Warehouseman shall not be liable for any loss of profit or special, indirect, or consequential damages of any kind.
- k) If any provision of these terms and conditions, or any application thereof, should be construed or held to be void, invalid or unenforceable, by order, decree or judgment of a court or competent jurisdiction, the remaining provisions shall not be affected thereby but shall remain in full force and effect. Warehouseman's failure to require strict compliance with any provision shall not constitute a waiver or estoppels later demand strict compliance with that or any other provisions of these terms and conditions. These provisions shall be binding upon the storer's heirs, executors, and cannot be modified except by a writing signed by warehouseman.