



Contract Carrier Agreement

July 8th, 2010

When transporting international border crossing shipments for Erb International Inc, the contracted carrier “WILL NOT” sub contract the shipment to another carrier. The contracted carrier agrees it will meet, inform and train its employees on the required minimum security requirements of the following Canadian and American homeland security initiatives. (PIP) “Partners In Protection” & (C-TPAT) “Customs-Trade Partnership Against Terrorism.

At the last point of loading or pick-up before heading to the border the contracted carrier driver must conduct a documented (10) point tractor security inspection and a (7) point trailer security inspection. **(See attached copy of inspection sheet & all points indicated to be completed as part of the inspection procedure).**

The trailer must be sealed with an ISO 17712 approved high security seal. When inspecting seals, or after applying **any** seals the seal integrity and number must be checked using the (VVTT) View, Verify, Tug, Twist procedure. **(See attached copy of seal inspection procedure).** Seal numbers must be noted on shipping bills and sent into contracted carrier dispatch immediately via the companies preferred method of communication with the driver.

If for any reason the driver stops when en route to the border and is out of view of the tractor or trailer for **ANY** length of time, the security inspection must be repeated and documented on the inspection sheet provided.

If a seal has been changed by any government agent or inspector, the driver must ask the agent/inspector to annotate the bills by printing their name & badge number next to the new seal number on the bills. The driver must send the new seal number into their dispatch immediately.

The contracted carrier agrees to send the Erb International Inc the trailer seal number before departing the point of loading or pick-up, and immediately send any seal changes that may be sent in by their driver when they are over the road.

The attached inspection sheet confirming dates and times that security checks were complete, will be filled out in full and sent to the Erb point of contact with the back up shipping documents for the load.

If at any time a security breach is found and reported by the driver to the contracted carrier dispatch, the contracted carrier will immediately notify the Erb International Inc contact. Depending on the nature of the occurrence and based on risk; local and international law enforcement agencies may be contacted.

In accordance with The Erb Group of Companies initiative requirements, Erb will audit the security information from the contracted carrier to confirm the proper checks and balances have been completed.

For additional information on the PIP & C-TPAT minimum carrier security requirements go to the following links.

<http://www.cbsa-asfc.gc.ca/security-securite/pip-peg/menu-eng.html>

http://www.cbp.gov/xp/cgov/trade/cargo_security/ctpat/

Failure to comply with the Erb contract carrier agreement will result in the termination of continued business transactions with the contract carrier.

The contracted carrier understands and agrees to meet the security requirements set out in this agreement, and will comply with meeting the minimum security requirements of the PIP & C-TPAT programs.

This agreement must be filled out and signed by a company officer and returned before a non-PIP/C-TPAT certified carrier can transport a shipment on behalf of Erb International Inc. A copy of this agreement will be sent out semi-annually and must be returned to the Erb International Inc contact, upon completion in order to continue to broker international shipments for Erb International. Once a carrier company becomes PIP & C-TPAT certified this agreement will no longer be required.

Date: _____

Company Name _____

Address _____

Phone# _____

Fax# _____

Title _____

Company Officer (Print) _____

Signature: _____