

Special Handling Peak Surcharge

Due to continued high volumes and the ongoing need to expand our service network Canpar Express will be introducing peak fees which will be added to the current surcharges associated with packages requiring special handling. Beginning July 19, Canpar Express will apply the following peak surcharges in addition to the surcharges applicable to such packages. For invoicing purposes, the Peak Surcharge will be combined with customer's current charge for the applicable accessorial.

| Accessorial | Current Tariff rate | Peak Surcharge | Total Charge including Peak |
|-------------------------|--|-------------------|-----------------------------|
| Extra Care | <p>Applicable to any article or item absent of proper packaging due to their nature (e.g. size, shape, contents) including pails, containers, tires, ball bearings, nuts, bolts and fasteners, liquids, wooden or metal crates and non-conveyable items.</p> <p>Applicable to any package where a single dimension exceeds 60 inches (152 cm) in length.</p> <p>\$15 per package</p> | \$5 per package | \$20 per package |
| Overweight | <p>Applicable to any package or article greater than 70 lbs (32 kgs) in actual weight.</p> <p>\$20 per package</p> | \$5 per package | \$25 per package |
| Large Package Surcharge | <p>Applicable to any package where the length and girth exceeds 130 inches (330cm). Length is defined as the longest side of the package. Girth is the distance around the two smallest sides of a package or object. $Girth = 2(W+H)$</p> <p>\$60 per package</p> | \$40 per package | \$100 per package |
| Overmax | <p>Applicable to any package that exceeds any one of the following size limitations;</p> <ul style="list-style-type: none"> • Any single side that is over 108" (274cm) in length • Actual weight is over 150 lbs (68 kgs) • The length and girth exceeds 165" (419 cm) Length is defined as the longest side of the package. Girth is the distance around the two smallest sides of a package or object. $Girth = 2(W+H)$. <p>\$125.00 per package</p> | \$775 per package | \$900 per package |

Residential Peak Surcharge

Effective July 19, 2021 customers who meet either of the following two conditions will be charged a Peak Residential Delivery Fee beginning July 19. The Peak Residential Fee will be assessed in addition to the customers current residential surcharge on all residential shipments. For invoicing, the peak fees are combined with customer’s current charges.

The following table outlines the Peak Residential Surcharge that will be applied to residential volume effective July 19 where a customer meets the condition to become eligible for the peak fee.

| Charge | Baseline Period | Peak Index | Charge Per Shipment |
|----------------------------|-----------------|------------|---------------------|
| Peak Residential Surcharge | March 2021 | 110 to 199 | \$0.30 |
| | | 200 to 300 | \$0.60 |
| | | Over 300 | \$0.90 |

Condition 1:

- Customers that shipped more than 7,000* weekly average packages from March 1, 2021 – July 16, 2021 or any week thereafter while peak period remains effective and weekly volume exceeds the peak index values listed in the table above. Residential Peak Surcharge will apply to all residential shipments based on the Peak Index achieved as determined by Canpar Express in its sole discretion.

Condition 2:

- Customers with growth in volume at a Peak Index value of 300 or more compared to the Baseline Period from July 19, 2021 onward while the Residential Peak Surcharge remains effective. Residential Peak Surcharge will apply to all residential shipments based on the Peak Index achieved as determined by Canpar Express in its sole discretion.

Peak Index is calculated by the following formula:

$$\text{Peak Index} = (\text{Measured Weekly Volume} / \text{Baseline Period Weekly Volume}) * 100$$

*For weeks with holidays, weekly average value will be prorated based on the Canpar Express normal operating days during non-holiday weeks.