# **Carrier Agreement**



This Agreement ("Agreement") is made and entered into by and between Wallquest ("Customer") and United Parcel Service Inc., an Ohio Company ("UPS").

**Pricing.** UPS will provide the pickup and delivery services ("Services") as set forth below subject to the terms of this Agreement. These Services will be provided with the incentives ("Incentives") as also set forth below. These Incentives shall only be available to the locations and account numbers approved and identified in **Addendum A**. Account numbers of Customer and its affiliates, each of which is more than fifty percent (50.0%) owned by Customer, may be added or deleted only by mutual written agreement of Customer and UPS and require seven (7) business days' notice to UPS to become effective. Customer is prohibited from reselling or offering Incentives to any other party without the prior written consent of UPS and failure to comply with this prohibition may result in immediate cancellation of this Agreement.

Customer acknowledges and agrees that the Incentives and the minimum rates in **Addendum B** are based on and derived from the most recently published UPS Daily Rates available at www.ups.com and are subject to change based on changes to such list rates. Each eligible package (or shipment) and accessorial will receive its applicable Incentive for the term of this Agreement. Incentives are applied on a weekly basis unless otherwise specified. Incentives shall be applied to prepaid outbound shipments unless otherwise noted. This Agreement will be subject to periodic review by UPS for Customer compliance.

Automation. Customer agrees to supply the UPS Service Provider with a hard copy summary manifest at the time that the packages are tendered to UPS for shipment and provide UPS with Timely Upload of electronic Package Level Detail ("PLD") in a form acceptable to UPS. PLD includes, but is not limited to, consignee's full name, complete delivery address, package weight and zone. Timely Upload is defined as the electronic transmission of PLD to UPS at the time the packages are tendered to UPS. Customer agrees to provide smart labels on all packages tendered to UPS. A smart label, as defined herein and described in the current UPS Guide to Labeling, which may be updated from time to time by UPS, includes, but is not limited to, a MaxiCode, Postal Bar Code, current UPS Routing Code, appropriate UPS Service Icon and a UPS 1Z Tracking Number Bar Code. Customer further agrees that all shipping locations will use a UPS OnLine or OnLine compatible shipping solution that is approved and authorized by UPS as such.

SurePost. Rates applicable to UPS SurePost Service are set forth at www.ups.com/content/us/en/preferred/lws\_index.html.

<u>Custom Payment Terms.</u> Customer agrees to pay for all shipments in full within the time period required by UPS. Refer to Addendum A for payment terms applicable to specified accounts for this agreement. Where included these payment terms supersede any previous payment terms for the specified accounts and represent the number of days from the time the invoice is generated until payment is due. Payment terms contained within this agreement will be applicable for the period in which accounts are part of this agreement after which accounts will revert to the payment terms contained in the UPS Rate and Service Guide and UPS Tariff/Terms and Conditions of Service.

Customer agrees that all invoices will be paid by Electronic Funds Transfer or by check prior to the agreed upon due date. If the payment method changes during the life of this agreement, UPS reserves the right to reevaluate these incentives and adjust accordingly.

Service. All Services provided by UPS shall be pursuant to the UPS Rate and Service Guide and UPS Tariff/Terms and Conditions of Service in effect at the time of shipping, each of which are incorporated herein by reference and which may be subject to change without prior notice and which, together with this Agreement, are the entire agreement and understanding between Customer and UPS relating to the relationship under this Agreement, superseding all prior or contemporaneous agreements or understandings. UPS Sure Post Service is provided pursuant to the UPS Sure Post Terms of Service, located at www.ups.com/content/us/en/preferred/lws\_index.html, which are also incorporated herein by this reference.

<u>Confidentiality.</u> Customer and UPS agree to maintain the confidentiality of this Agreement including its rates, terms and Incentives as well as any discussions during the Term concerning the meaning or application of such terms or any changes to them, or concerning a renewal of this Agreement or the negotiation of a new agreement including any new proposals provided by UPS to Customer ("Confidential Information") unless disclosure is required by law. Neither party shall post or publically display Confidential Information or share with any third party without written consent of the other party.

Offer Expiration and Prior Agreements. This offer is void if not accepted by December 3, 2020 ("Deadline"). Customer may accept Agreement by providing a duly signed copy of this Agreement to UPS by the Deadline. This Agreement supersedes all other agreements between the Customer and UPS regarding these Services. This Agreement is hereby signed and executed by authorized representatives of both parties.

Term. The Incentives contained in this Agreement take effect on the Monday following the signing of this Agreement or the Effective Date, whichever is later and continue until terminated by either party. Either party may terminate this Agreement at any time upon 30 days prior written notice to the other. In addition to these termination rights, UPS shall have the right to terminate the UPS SurePost Service Incentive Program set forth herein immediately (i) if Customer fails to comply with any term of the UPS SurePost , or (ii) if the US Postal Service eliminates or changes the terms under which it provides the Lightweight Parcel Select Service for packages tendered pursuant to UPS SurePost.

UPS	Customer	
United Parcel Service Inc.	Wallquest	
Ву:	Ву:	
Title:	Title:	
Address:	Address:	-
Telephone:	Telephone:	
Date Signed:	Date Signed:	
Effective Date:		

# Addendum A List of Account Numbers



Wallquest's UPS accounts identified below shall be included in the Agreement.

The following accounts shall have their activity committed and are eligible for Incentives as specified in the Addendum B:

ACCOUNT Section 1:	NAME AND ADDRESS	Payment Terms (Days)	Commodity Tier **
0000225Y8F <sup>1</sup>	WALLQUEST 465 DEVON PARK DR WAYNE, PA 19087	14	
00002535021	WALLQUEST 465 DEVON PARK DR WAYNE, PA 19087	14	04
0000A43185 <sup>1</sup>	WALLQUEST - KOP 741 1ST AVE KING OF PRUSSIA, PA 19406		
0000Y7953R <sup>1</sup>	ETTEN WALLCOVERING 465 DEVON PARK DR WAYNE, PA 19087		

The following accounts shall have their activity committed as specified in Addendum B:

ACCOUNT NAME AND ADDRESS Section 2:

09585822 WALLQUEST INC WAYNE, PA 19087

Note: If there is an account number for the same service included in another UPS agreement, such account number will be deemed deleted from such other agreement as of the effective date.

\*\* The commodity tier displayed is for Hundredweight outbound prepaid. For other Hundredweight Billing Options (third party, freight collect and consignee billing) please refer to the Hundredweight Service Contract Agreement. UPS Hundredweight rates and incentives will only apply to UPS accounts with an active Hundredweight Tier (01-07). The stated commodity tier set forth in this Addendum supersedes the commodity tier set forth in any existing Hundredweight Service Contract Agreement between the parties.

UPS Hundredweight rates and incentives will only apply to UPS accounts with an active Hundredweight Tier (01-07).

1. Incentives require payment by Electronic Funds Transfer or check.

# Addendum B Incentives



All incentives contained in this Addendum B apply to the UPS rates in effect at the time of shipment and shall be applied on a weekly basis unless otherwise specified. 1

UPS® Ground - Commercial Package - Prepaid FC TP UP RS RTP - Incentives Off Effective Rates

Weight		Zones								
(lbs)	2	3	4	5	6	7	8	44	45	46
1 - 20	30.00%	30.00%	30.00%	30.00%	30.00%	30.00%	30.00%	30.00%	30.00%	30.00%
21 - 150	34.00%	34.00%	34.00%	34.00%	34.00%	34.00%	34.00%	34.00%	34.00%	34.00%
151 and up	34.00%	34.00%	34.00%	34.00%	34.00%	34.00%	34.00%	34.00%	34.00%	34.00%

Commitment levels for UPS® Ground - Commercial Package - Prepaid are at least \$4,461.85 in gross List Rates per week.

# UPS® Ground - Residential Package - Prepaid FrtFC TP RS RTP - Incentives Off Effective Rates

Weight		Zones								
(lbs)	2	3	4	5	6	7	8	44	45	46
1 - 5	20.00%	20.00%	20.00%	20.00%	20.00%	20.00%	20.00%	20.00%	20.00%	20.00%
6 - 10	22.00%	22.00%	22.00%	22.00%	22.00%	22.00%	22.00%	22.00%	22.00%	22.00%
11 - 20	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%
21 - 30	27.00%	27.00%	27.00%	27.00%	27.00%	27.00%	27.00%	27.00%	27.00%	27.00%
31 - 150	30.00%	30.00%	30.00%	30.00%	30.00%	30.00%	30.00%	30.00%	30.00%	30.00%
151 and up	30.00%	30.00%	30.00%	30.00%	30.00%	30.00%	30.00%	30.00%	30.00%	30.00%

Commitment levels for UPS® Ground - Residential Package - Prepaid Frt are at least \$715.72 in gross List Rates per week.

### UPS SurePost® - 1lb or greater - Residential Package - Prepaid - Incentives Off Effective Rates

Weight		Zones										
(lbs)	2	3	4	5	6	7	8	9	10	11	12	13
1 - 9	42.00%	42.00%	42.00%	42.00%	42.00%	42.00%	42.00%	42.00%	42.00%	42.00%	42.00%	42.00%
10 - 70	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
71 and up	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Incentives effective from March 9, 2019 to September 8, 2046. Commitment levels for UPS SurePost\* - 1lb or greater - Residential Package - Prepaid are at least \$100.30 in gross List Rates per week.

### UPS SurePost® - 1lb or greater - Residential Package - Prepaid

Each eligible package will receive an incentive per the following schedule based on a 52 week rolling average of eligible package charges invoiced to customer. The band determination is based on the average published charges per week for eligible services (excluding accessorials and surcharges, unless otherwise specified). The incentives will be administered on a weekly basis.

Zone	Bands (\$)								
	0.01 - 19,429.99	19,430.00 -	25,905.00 -	37,780.00 -	43,175.00 -	48,570.00 and up			
		25,904.99	37,779.99	43,174.99	48,569.99				
ALL	0.00%	2.10%	3.00%	3.30%	3.60%	3.90%			

Average weekly published charges per week will be based on the most recent 52 week(s) (once 52 week(s) have been accumulated) excluding the current billing week. Average weekly published charges per week is defined as the published charges per week from all eligible and committed services for the given time period divided by the number of week(s) in the time period.

Incentives effective from March 9, 2019 to September 8, 2046. The following products will be included in determining the appropriate bands of the customer: Service(s) listed in Group(s) All Small Package Freight, All International Import, All UPS Freight, All UPS Ground with Freight Pricing\* of the Committed Services section at the end of the Addendum B.

For the purposes of determining the appropriate band of the customer, UPS will consider activity by the account numbers specified in Addendum A, Section 2.

#### **Minimum Net Charge**

For each shipment, Customer agrees to pay the greater of the (a) net shipment charge based on the above incentives or (b) the minimum net shipment charge.

Incentives effective from March 9, 2019 to September 8, 2046.

Service	Minimum Per	Zone	Base Rate	Adjustment
UPS SurePost® - 11b or greater - Residential	Package	ALL	UPS SurePost® Zone 002 1 lb	-2.12

Service	Minimum Per	Zone	Base Rate	Adjustment
Package - Prepaid				

UPS Worldwide Express® - Export - Letter - PrepaidAll - Incentives Off Effective Rates - 53.00%

UPS Worldwide Express $^{\circ}$  - Export - Document - Prepaid $^{All}$  - Incentives Off Effective Rates UPS Worldwide Express $^{\circ}$  - Export - Pak - Prepaid $^{All}$  - Incentives Off Effective Rates

Zones							
ALL	920	921					
55.00%	53.00%	53.00%					

**UPS Worldwide Express® - Export - Package - Prepaid**All - Incentives Off Effective Rates

Zones							
ALL 920 921							
60.00%	53.00%	53.00%					

UPS Worldwide Saver® - Export - Letter - PrepaidAll - Incentives Off Effective Rates - 53.00%

UPS Worldwide Saver® - Export - Document - Prepaid<sup>All</sup> - Incentives Off Effective Rates UPS Worldwide Saver® - Export - Pak - Prepaid<sup>All</sup> - Incentives Off Effective Rates

Zones							
ALL 420 421							
55.00%	53.00%	53.00%					

UPS Worldwide Saver® - Export - Package - PrepaidAll - Incentives Off Effective Rates

Zones								
ALL 401 420 421								
60.00% 64.80% 53.00% 53.00%								

Destination	Zone	Incentives		
Egypt	ALL	61.00%		

UPS Worldwide Saver® - Export - Package - PrepaidAll

Destination	Zone	Incentives
Saudi Arabia	ALL	64.80%
United Arab Emirates	ALL	69.80%

Incentives effective from August 31, 2019 to September 8, 2046.

UPS Worldwide Export Express Freight<sup>™</sup> Pallet All<sup>All CL</sup> - Incentives Off Effective Rates - 53.00%

UPS Worldwide Export Express Freight<sup>™</sup> Pallet All<sup>All CL</sup> - Incentives Off Effective Rates

Weight	Zones						
(lbs)	481	482	484				
0 - 999	20.00%	24.00%	38.00%				
1,000 and up	14.00%	18.00%	33.00%				

UPS Worldwide Expedited® - Export - Document - Prepaid<sup>All</sup> - Incentives Off Effective Rates

Zones								
ALL	620	621						
55.00%	53.00%	53.00%						

**UPS Worldwide Expedited® - Export - Package - Prepaid**All - **Incentives Off Effective Rates** 

Zones								
ALL	601	620	621					
60.00%	63.20%	53.00%	53.00%					

Destination	Zone	Incentives		
Saudi Arabia	ALL	62.80%		

### UPS Worldwide Expedited® - Export - Package - PrepaidAll

Destination	Zone	Zone Weight In		
		(lbs)		
United Arab Emirates	ALL	1 - 150	65.80%	
		151 - 999	64.00%	
		1,000 and up	65.50%	

### UPS Worldwide Expedited® - Export - Package - PrepaidAll

Destination	Zone	Incentives
United Kingdom	ALL	69.80%

Incentives effective from August 31, 2019 to September 8, 2046.

UPS® Standard to Mexico - Export - Document - PrepaidAll - Incentives Off Effective Rates - 25.00%

UPS® Standard to Mexico - Export - Package - PrepaidAll - Incentives Off Effective Rates - 25.00%

UPS Worldwide Express $^{\$}$  - Import - Letter - Freight Collect $^{All}$  - Incentives Off Effective Rates - 33.00% UPS Worldwide Express $^{\$}$  - Import - Document - Freight Collect $^{All}$  - Incentives Off Effective Rates - 33.00% UPS Worldwide Express $^{\$}$  - Import - Package - Freight Collect $^{All}$  - Incentives Off Effective Rates - 33.00%

UPS Worldwide Saver® - Import - Letter - Freight Collect<sup>All</sup> - Incentives Off Effective Rates - 33.00% UPS Worldwide Saver® - Import - Document - Freight Collect<sup>All</sup> - Incentives Off Effective Rates - 33.00% UPS Worldwide Saver® - Import - Package - Freight Collect<sup>All</sup> - Incentives Off Effective Rates - 33.00%

UPS Worldwide Import Express Freight™ Pallet All<sup>All CL</sup> - Incentives Off Effective Rates - 33.00%

UPS Worldwide Expedited® - Import - Document - Freight Collect<sup>All</sup> - Incentives Off Effective Rates - 33.00% UPS Worldwide Expedited® - Import - Package - Freight Collect<sup>All</sup> - Incentives Off Effective Rates - 33.00%

UPS® Standard from Mexico - Import - Document - Freight Collect<sup>All</sup> - Incentives Off Effective Rates - 25.00%

UPS® Standard from Mexico - Import - Package - Freight Collect<sup>All</sup> - Incentives Off Effective Rates - 25.00%

### **Portfolio Tier Incentive**

Each eligible package will receive an incentive per the following schedule based on a 52 week rolling average of eligible package charges invoiced to customer. The band determination is based on the average published charges per week for eligible services (excluding accessorials and surcharges, unless otherwise specified). The incentives will be administered on a weekly basis.

Service(s)	Lane/Zone	Weekly Charges Bands - (\$)					
		0.01 - 19,429.99	19,430.00 - 25,904.99	25,905.00 - 37,779.99	37,780.00 - 43,174.99	43,175.00 - 48,569.99	48,570.00 and up
UPS Next Day Air® - Letter - Prepaid Frt <sup>FC TP UP RS RTP</sup>	ALL	0.00%	42.00%	60.00%	61.00%	62.00%	63.00%
UPS Next Day Air® - Package - Prepaid FrtFC TP UP RS RTP	ALL	0.00%	42.00%	60.00%	61.00%	62.00%	63.00%
UPS Next Day Air Saver® - Letter - Prepaid Frt FC TP UP	ALL	0.00%	42.00%	60.00%	61.00%	62.00%	63.00%
UPS Next Day Air Saver® - Package - Prepaid Frt <sup>FC TP UP</sup>	ALL	0.00%	42.00%	60.00%	61.00%	62.00%	63.00%
UPS 2nd Day Air A.M.® - Commercial Letter - Prepaid <sup>FC TP UP</sup>	ALL	0.00%	40.60%	58.00%	59.00%	60.00%	61.00%
UPS 2nd Day Air A.M.® - Commercial Package - Prepaid FC TP UP	ALL	0.00%	40.60%	58.00%	59.00%	60.00%	61.00%
UPS 2nd Day Air® - Letter - Prepaid Frtrc TP UP RS RTP	ALL	0.00%	40.60%	58.00%	59.00%	60.00%	61.00%
UPS 2nd Day Air® - Package - Prepaid Frt <sup>FC TP UP RS RTP</sup>	ALL	0.00%	40.60%	58.00%	59.00%	60.00%	61.00%
UPS 3 Day Select® - Package - Prepaid Frt FC TP UP RS RTP	ALL	0.00%	35.00%	50.00%	51.00%	52.00%	53.00%
UPS® Ground - Commercial Package - Prepaid <sup>FC TP UP RS RTP</sup>	ALL	0.00%	7.00%	10.00%	11.00%	12.00%	13.00%

Service(s)	Lane/Zone			Weekly Char			
		0.01 - 19,429.99	19,430.00 - 25,904.99	25,905.00 - 37,779.99	37,780.00 - 43,174.99	43,175.00 - 48,569.99	48,570.00 and up
UPS® Ground - Residential Package - Prepaid Frt FC TP RS RTP	ALL	0.00%	7.00%	10.00%	11.00%	12.00%	13.00%
UPS® Ground - Hundredweight - Package - Regular Pickup <sup>FC TP UP</sup>	ALL	0.00%	14.00%	20.00%	21.00%	22.00%	23.00%
UPS Worldwide Express® - Export - Letter - Prepaid <sup>All</sup>	ALL	0.00%	10.50%	15.00%	15.20%	15.40%	15.60%
UPS Worldwide Express® - Export - Document - Prepaid <sup>All</sup>	ALL	0.00%	10.50%	15.00%	15.20%	15.40%	15.60%
UPS Worldwide Express® - Export - Package - Prepaid <sup>Alf</sup>	ALL	0.00%	10.50%	15.00%	15.20%	15.40%	15.60%
UPS Worldwide Express® - Export - Pak - Prepaid <sup>All</sup>	ALL	0.00%	10.50%	15.00%	15.20%	15.40%	15.60%
UPS Worldwide Saver® - Export - Letter - Prepaid <sup>All</sup>	ALL	0.00%	10.50%	15.00%	15.20%	15.40%	15.60%
UPS Worldwide Saver® - Export - Document - Prepaid <sup>All</sup>	ALL	0.00%	10.50%	15.00%	15.20%	15.40%	15.60%
UPS Worldwide Saver® - Export - Package - Prepaid <sup>All</sup>	ALL	0.00%	10.50%	15.00%	15.20%	15.40%	15.60%
UPS Worldwide Saver® - Export - Pak - Prepaid <sup>All</sup>	. ALL	0.00%	10.50%	15.00%	15.20%	15.40%	15.60%
UPS Worldwide Export Express Freight™ Pallet All <sup>All CL</sup>	ALL	0.00%	10.50%	15.00%	15.20%	15.40%	15.60%
UPS Worldwide Expedited® - Export - Document - Prepaid <sup>All</sup>	ALL	0.00%	10.50%	15.00%	15.20%	15.40%	15.60%
UPS Worldwide Expedited® - Export - Package - Prepaid <sup>All</sup>	ALL	0.00%	10.50%	15.00%	15.20%	15.40%	15.60%
UPS® Standard to Canada - Export - Package - Prepaid <sup>All</sup>	ALL	0.00%	12.60%	18.00%	19.00%	20.00%	21.00%
UPS® Standard to Mexico - Export - Document - Prepaid <sup>All</sup>	ALL	0.00%	10.50%	15.00%	15.20%	15.40%	15.60%
UPS® Standard to Mexico - Export - Package - Prepaid <sup>All</sup>	ALL	0.00%	10.50%	15.00%	15.20%	15.40%	15.60%
UPS Worldwide Express® - Import - Letter - Freight Collect <sup>All</sup>	ALL	0.00%	10.50%	15.00%	16.00%	17.00%	18.00%
UPS Worldwide Express® - Import - Document - Freight Collect <sup>All</sup>	ALL	0.00%	10.50%	15.00%	16.00%	17.00%	18.00%
UPS Worldwide Express® - Import - Package - Freight Collect <sup>All</sup>	ALL	0.00%	10.50%	15.00%	16.00%	17.00%	18.00%
UPS Worldwide Saver® - Import - Letter - Freight Collect <sup>All</sup>	ALL	0.00%	10.50%	15.00%	16.00%	17.00%	18.00%
UPS Worldwide Saver® - Import - Document - Freight Collect <sup>All</sup>	ALL	0.00%	10.50%	15.00%	16.00%	17.00%	18.00%
UPS Worldwide Saver® - Import - Package - Freight Collect <sup>All</sup>	ALL	0.00%	10.50%	15.00%	16.00%	17.00%	18.00%
UPS Worldwide Import Express Freight™ Pallet All <sup>All CL</sup>	ALL	0.00%	10.50%	15.00%	16.00%	17.00%	18.00%
UPS Worldwide Expedited® - Import - Document - Freight Collect <sup>All</sup>	ALL	0.00%	10.50%	15.00%	16.00%	17.00%	18.00%
UPS Worldwide Expedited® - Import - Package - Freight Collect <sup>All</sup>	ALL	0.00%	10.50%	15.00%	16.00%	17.00%	18.00%
UPS® Standard from Canada - Import - Package - Freight Collect <sup>All</sup>	ALL	0.00%	12.60%	18.00%	19.00%	20.00%	21.00%
UPS® Standard from Mexico - Import - Document - Freight Collect <sup>All</sup>	ALL	0.00%	10.50%	15.00%	16.00%	17.00%	18.00%

Service(s)	Lane/Zone		Weekly Charges Bands - (\$)					
		0.01 -	19,430.00 -	25,905.00 -	37,780.00 -	- ,	48,570.00 and	
		19,429.99	25,904.99	37,779.99	43,174.99	48,569.99	up	
UPS® Standard from Mexico - Import - Package - Freight Collect <sup>All</sup>	ALL	0.00%	10.50%	15.00%	16.00%	17.00%	18.00%	

Average weekly published charges per week will be based on the most recent 52 week(s) (once 52 week(s) have been accumulated) excluding the current billing week. Average weekly published charges per week is defined as the published charges per week from all eligible and committed services for the given time period divided by the number of week(s) in the time period.

The following products will be included in determining the appropriate bands of the customer: Service(s) listed in Group(s) All Small Package Freight, All International Import, All UPS Freight, All UPS Ground with Freight Pricing\* of the Committed Services section at the end of the Addendum B.

For the purposes of determining the appropriate band of the customer, UPS will consider activity by the account numbers specified in Addendum A , Section 2.

### **Minimum Net Charge**

For each shipment, Customer agrees to pay the greater of the (a) net shipment charge based on the above incentives or (b) the minimum net shipment charge. When applicable, Minimum net shipment charge is calculated by deducting the applicable percent off (by zone) in the table below from the published list rate for the respective service.

Service: UPS Worldwide Express® - Export - Document - PrepaidAll - Adjustment to the 1 lb Rate Per Shipment Per Zone (\$)														
081	082	084	901	902	903	904	905	906	907	908	909	911	912	913
-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%

(Continu	ed)
920	921
-65.00%	-65.00%

Service:	Service: UPS Worldwide Express® - Export - Package - PrepaidAll - Adjustment to the 1 lb Rate Per Shipment Per Zone (\$)													
081 082 084 901 902 903 904 905 906 907 908 909 911 912 913												913		
-65.00% -65.00%												-65.00%		

(Continu	ed)
920	921
-65.00%	-65.00%

Service:	Service: UPS Worldwide Express® - Export - Pak - PrepaidAll - Adjustment to the 1 lb Rate Per Shipment Per Zone (\$)													
081 082 084 901 902 903 904 905 906 907 908 909 911 912 913											913			
-68.00%	-68.00%	-68.00%	-68.00%	-68.00%	-68.00%	-68.00%	-68.00%	-68.00%	-68.00%	-68.00%	-68.00%	-68.00%	-68.00%	-68.00%

(Continu	ed)
920	921
-68.00%	-68.00%

Service:	Service: UPS Worldwide Saver® - Export - Document - PrepaidAll - Adjustment to the 1 lb Rate Per Shipment Per Zone (\$)													
401 402 403 404 405 406 407 408 409 411 412 413 420 421 481												481		
-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%

(Continu	ed)
482	484
-65.00%	-65.00%

Service:	Service: UPS Worldwide Saver® - Export - Package - Prepaid <sup>All</sup> - Adjustment to the 1 lb Rate Per Shipment Per Zone (\$)													
401 402 403 404 405 406 407 408 409 411 412 413 420 421 481												481		
-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%

(Continu	ed)
482	484
-65.00%	-65.00%

Service:	Service: UPS Worldwide Saver® - Export - Pak - Prepaid <sup>All</sup> - Adjustment to the 1 lb Rate Per Shipment Per Zone (\$)													
401 402 403 404 405 406 407 408 409 411 412 413 420 421 48												481		
-68.00%	-68.00%	-68.00%	-68.00%	-68.00%	-68.00%	-68.00%	-68.00%	-68.00%	-68.00%	-68.00%	-68.00%	-68.00%	-68.00%	-68.00%

(Continu	(Continued)										
482	484										
-68.00%	-68.00%										

Service:	Service: UPS Worldwide Expedited® - Export - Document - PrepaidAll - Adjustment to the 1 lb Rate Per Shipment Per Zone (\$)													
071 072 074 601 602 603 604 605 606 607 608 609 611 612 61												613		
-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%

(Continued)													
620	621	631	632	633	634	635	636	637	638	639	641	642	643
-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%

Service:	Service: UPS Worldwide Expedited® - Export - Package - PrepaidAll - Adjustment to the 1 lb Rate Per Shipment Per Zone (\$)													
071 072 074 601 602 603 604 605 606 607 608 609 611 612 613									613					
-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%

(Continued)													
620	621	631	632	633	634	635	636	637	638	639	641	642	643
-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%	-65.00%

	Standard to Car ment Per Zone (	nada - Export - l \$)	Package - Prepa	id <sup>All</sup> - Adjustmeı	nt to the 1 lb
051	052	053	054	055	056
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Service: UPS® Standard to Mexico - Export - Document - Prepaid <sup>All</sup> - Adjustment to the 1 lb Rate Per Shipment Per Zone (\$)										
032	033 034		035	036	037	038				
-40.00%	-40.00%	-40.00%	-40.00%	-40.00%	-40.00%	-40.00%				

	Service: UPS® Standard to Mexico - Export - Package - Prepaid <sup>All</sup> - Adjustment to the 1 lb Rate Per Shipment Per Zone (\$)										
032	033	034	035	036	037	038					
-40.00%	-40.00%	-40.00%	-40.00%	-40.00%	-40.00%	-40.00%					

Se	Service: UPS Worldwide Express® - Import - Document - Freight Collect <sup>All</sup> - Adjustment to the 1 lb Rate Per Shipment Per Zone (\$)													
	91	94	951	952	953	954	955	956	957	958	959	961	962	963
-50	0.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%

(Continued)									
970	971								
-50.00%	-50.00%								

S	Service: UPS Worldwide Express® - Import - Package - Freight Collect <sup>All</sup> - Adjustment to the 1 lb Rate Per Shipment Per Zone (\$)													
	91	94	951	952	953	954	955	956	957	958	959	961	962	963
-5	50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%

(Continu	(Continued)							
970	971							
-50.00%	-50.00%							

Service:	Service: UPS Worldwide Saver® - Import - Document - Freight Collect <sup>All</sup> - Adjustment to the 1 lb Rate Per Shipment Per Zone (\$)												
451	452	453	454	455	456	457	458	459	461	462	463	470	471
-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%

(Continued)							
491	494						
-50.00%	-50.00%						

Serv	Service: UPS Worldwide Saver® - Import - Package - Freight Collect <sup>All</sup> - Adjustment to the 1 lb Rate Per Shipment Per Zone (\$)													
45	1	452	453	454	455	456	457	458	459	461	462	463	470	471
-50.0	0%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%

(Continued)							
491	494						
-50.00%	-50.00%						

Service:	Service: UPS Worldwide Expedited® - Import - Document - Freight Collect <sup>All</sup> - Adjustment to the 1 lb Rate Per Shipment Per Zone (\$)													
61	64	651	652	653	654	655	656	657	658	659	661	662	663	670
-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%

(Continu	ied)											
671	681	682	683	684	685	686	687	688	689	691	692	693
-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%

Service:	Service: UPS Worldwide Expedited® - Import - Package - Freight Collect <sup>All</sup> - Adjustment to the 1 lb Rate Per Shipment Per Zone (\$)													
61	64	651	652	653	654	655	656	657	658	659	661	662	663	670
-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%

(Continu	ed)											
671	681	682	683	684	685	686	687	688	689	691	692	693
-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%	-50.00%

Service: UPS® Standard from Canada - Import - Package - Freight Collect <sup>All</sup> - Adjustment to the 1 lb Rate Per Shipment Per Zone (\$)								
376	378	380						
0.00%	0.00%	0.00%						

Service	Minimum Per	Zone	Base Rate	Adjustment
UPS Next Day Air® - Letter - Prepaid Frt <sup>FC TP UP RS RTP</sup>	Letter	ALL	UPS Next Day Air® Zone 102	-10.27
UPS Next Day Air® - Package - Prepaid Frt <sup>FC TP UP RS RTP</sup>	Package	ALL	UPS Next Day Air <sup>®</sup> Zone 102 1 lb	-14.59
UPS Next Day Air Saver® - Letter - Prepaid Frt <sup>FC TP UP</sup>	Letter	ALL	UPS Next Day Air Saver® Zone 132	-10.27
UPS Next Day Air Saver® - Package - Prepaid Frt <sup>FC TP UP</sup>	Package	ALL	UPS Next Day Air Saver® Zone 132 1 lb	-12.83
UPS 2nd Day Air A.M.® - Commercial Letter - Prepaid FC TP UP	Letter	ALL	UPS 2nd Day Air A.M.® Zone 242	-8.26
UPS 2nd Day Air A.M.® - Commercial Package - Prepaid FC TP UP	Package	ALL	UPS 2nd Day Air A.M.® Zone 242 1 lb	-9.04
UPS 2nd Day Air® - Letter - Prepaid Frt <sup>FC TP UP RS RTP</sup>	Letter	ALL	UPS 2nd Day Air® Zone 202	-6.93
UPS 2nd Day Air® - Package - Prepaid Frt FC TP UP RS RTP	Package	ALL	UPS 2nd Day Air® Zone 202 1 lb	-7.19
UPS 3 Day Select® - Package - Prepaid FrtFC TP UP RS RTP	Package	ALL	UPS 3 Day Select <sup>®</sup> Zone 302 1 lb	-1.50
UPS® Ground - Commercial Package - Prepaid FC TP UP RS RTP	Package	ALL	UPS Ground Zone 002 1 lb	
UPS® Ground - Residential Package - Prepaid Frt <sup>FC TP RS RTP</sup>	Package	ALL	UPS Ground Zone 002 1 lb	

Accessorials	Incentives					
Export - Duty and Tax Forwarding Surcharge	100.00% Off Effective Rates					
Export - Additional Handling Charge	25.00% Off Effective Rates					

The incentives stated above apply for the period August 31, 2019 through August 20, 2022.

Additional Handling Charge (\$) - Incentives per Unit								
Service(s)	Lane/Zone	Incentives						
National - Additional Handling Charge - ALL	ALL	25.00% Off						

The incentives stated above apply for the period August 31, 2019 through August 20, 2022.

#### Additional Committed Services & Surcharges:

All Small Package Freight: Domestic and Export transportation charges from the following: Letter, Document, Package, Pallet, or Hundredweight prepaid, Freight Collect, Third Party, Consignee Billing, World Ease, Consolidated Clearance, Return Services or ARS will be used to determine the customer's incentive levels: Next Day Air Early; Next Day Air; Next Day Air Saver, 2nd Day Air A.M.; 2nd Day Air; 3 Day Select; US Ground; UPS SurePost; US Export Worldwide Express / Express Plus (Excluding 10 kg and 25 kg box); US Export Worldwide Saver (Excluding 10 kg and 25 kg box); Export Worldwide Express Freight, US Export Worldwide Expedited; UPS Standard, UPS WorldWide Economy DDP, UPS WorldWide Economy DDU, Simple Rate.

All International Import: Import transportation charges from the following: Letter, Document, Package or Pallet, Single-Piece or Multi-Piece, Freight Collect, Third Party, Consignee Billing, World Ease, Consolidated Clearance or Return Services will be used to determine the customer's incentive levels: US Import Worldwide Express Plus; US Import Worldwide Express NA1 (Excluding 10 kg and 25 kg box); US Import Worldwide Express Freight, US Import Worldwide Saver (Excluding 10 kg and 25 kg box); US Import Worldwide Saver (Excluding 10 kg and 25 kg box); US Import Worldwide Standard; US Import 3 Day Select from Canada; US Import Standard.

All UPS Freight<sup>3</sup>: The following prepaid, freight collect, third party net transportation charges will be used to determine the customer's incentive levels: UPS Freight LTL, UPS Freight LTL Guaranteed A.M., UPS Freight LTL Guaranteed, UPS Freight LTL Urgent.

All UPS Ground with Freight Pricing: The following service(s) will be used to determine the band of the customer: UPS Ground with Freight Pricing.

## **Electronic PLD Bonus**

The incentives detailed earlier in this Agreement include an Electronic PLD bonus up to the amount defined in the table below. Shipments tendered via non-Electronic PLD will not receive this bonus. At no point will non-application of the bonus result in net rates that exceed the published rates in effect at the time of shipment. The bonus will be applicable to all shipments paid for by accounts in this agreement.

Service(s)	<b>Electronic PLD Bonus</b>
UPS Next Day Air® - Letter - Prepaid Frt	10.00%
UPS Next Day Air® - Package - Prepaid Frt	10.00%
UPS Next Day Air Saver® - Letter - Prepaid Frt	10.00%
UPS Next Day Air Saver® - Package - Prepaid Frt	10.00%
UPS 2nd Day Air A.M.® - Commercial Letter - Prepaid	10.00%
UPS 2nd Day Air A.M.® - Commercial Package - Prepaid	10.00%
UPS 2nd Day Air® - Letter - Prepaid Frt	10.00%
UPS 2nd Day Air® - Package - Prepaid Frt	10.00%
UPS 3 Day Select® - Package - Prepaid Frt	10.00%
UPS® Ground - Commercial Package - Prepaid	5.00%
UPS® Ground - Residential Package - Prepaid Frt	5.00%
UPS® Ground - Hundredweight - Package - Regular Pickup	5.00%
UPS Worldwide Express® - Export - Letter - Prepaid	10.00%
UPS Worldwide Express® - Export - Document - Prepaid	10.00%
UPS Worldwide Express® - Export - Package - Prepaid	10.00%
UPS Worldwide Express® - Export - Pak - Prepaid	10.00%
UPS Worldwide Saver® - Export - Letter - Prepaid	10.00%
UPS Worldwide Saver® - Export - Document - Prepaid	10.00%
UPS Worldwide Saver® - Export - Package - Prepaid	10.00%

Service(s)	Electronic PLD Bonus
UPS Worldwide Saver® - Export - Pak - Prepaid	10.00%
UPS Worldwide Expedited® - Export - Document - Prepaid	10.00%
UPS Worldwide Expedited® - Export - Package - Prepaid	10.00%
UPS® Standard to Canada - Export - Package - Prepaid	10.00%
UPS® Standard to Mexico - Export - Document - Prepaid	10.00%
UPS® Standard to Mexico - Export - Package - Prepaid	10.00%
UPS Worldwide Export Express Freight <sup>™</sup> Pallet All	10.00%

The following methods of providing UPS shipment information will be considered non-electronic for this agreement: Manifest Key Entered, Manifest Summary, Hundredweight Shipping Document, Paper Waybill, Air Shipping Document, Shipping Record (SRB/SRM), Consignee Billing Paper Books. All other shipment information will be considered electronic PLD.

### **Notes:**

- 1. Incentives are based on and derived from the most recently published Daily Rates and adjusted periodically pursuant to the terms and conditions of the Carrier Agreement. Updated rate charts will be made available to Customer by contacting your UPS account executive. Rates applicable to UPS SurePost Service are set forth at www.ups.com/content/us/en/preferred/lws\_index.html and are not applicable to shipments originating from account numbers that are not included in this agreement. Transportation charges for UPS SurePost packages will be included in any applicable Small Package Freight commitments.
- 3. For UPS Freight services, the rolling average used to calculate the tier band will be based on net transportation charges that will be one week behind the small package net transportation charges used to calculate the tier.
- All Includes all available billing options and return services with the exception of WorldEase, Consolidated Clearance and ARS services. Please refer to the UPS Tariff/Terms and Conditions for additional information on available billing options.
- FC The incentives will be extended to Freight Collect Shipments and Undeliverable Packages Freight Collect where applicable for the zones listed.
- TP The incentives will be extended to Third Party Shipments and Undeliverable Packages Third Party where applicable for the zones listed.
- UP Undeliverable Packages will be returned as specified in the UPS Terms and Conditions. Any incentives in effect at the time of shipment for the service in which an undeliverable package is shipped will be applied to the undeliverable package.
- RS The incentives will be extended to Return Services where applicable for the zones listed.
- RTP The incentives will be extended to Third Party Return Services where applicable for the zones listed.
- \* UPS Ground with Freight Pricing is committed based on net transportation charges.
- CL Worldwide Express Freight service and Worldwide Express Freight Midday service are not available to all countries. For a current list of available countries, visit http://www.ups.com/media/en/gb/wwef\_country\_list.pdf