

January 11, 2016

Transport Inner Circle Inc.  
3435, rue Bergerac  
Brossard, Québec,  
J4Z 2M4

Attention: Mr. Claudio Earl Clarke

Re: Intact A93-2545 & DAS

Please find enclosed herewith your new Insurance Certificates for the period of January 18, 2016 to January 18, 2017.

In order to complete your file, we would kindly request you to sign and return by fax (450-672-4647) the following documents:

- Cover note
- Q.P.F. No. 1 Application and Transport Analysis
- Tax Certification
- Authorization or pre-approved payment
- Certificate list

The annual premium for your insurance policy renewal is 24 273.78 \$ (including Insurance tax and issuing fees) and our invoice for said amount is attached herein.

**PAYMENTS SCHEDULE:**

- Financed by Intact (schedule of payment will follow with policy)
- 1 (one) pre-authorized payment in the amount of 827.00 \$ dated January 18, 2016.

Should you require any additional information, please do not hesitate to contact the undersigned, at your convenience.

We wish to thank you for your kind cooperation with this matter and we remain,

Sincerely,



Benoît Tessier  
Commercial-Lines Damage Insurance Broker

/ka

encl

## COVER NOTE

Name of the insured: Transport Inner Circle Inc.  
Term of policy : January 18, 2016 to January 18, 2017  
Insurer : Intact  
Policy no : A93-2545 & DAS

Nature and Activities: Non-Owned Goods Carrier

### Summary of Offered Coverages :

#### AUTO SECTION

Québec Automobile Insurance Policy (QPF 1)

##### Section A – Civil Liability

Coverage Amount : 3 000 000 \$

##### Section B – Loss of or damage to insured automobile

Vehicle Description	Deductible (\$)	Coverage
2016 Freightliner 3ALXFB005GDHH8419	5 000 \$	All Perils
2002 Freightliner 1FUYAWCG02LJ66591	5 000 \$	All Perils
1999 Freightliner 1FUYSSSEB7XLA78279 (Parked)	5 000 \$	All Perils
2015 Manac 5MC145310F3151289	5 000 \$	All Perils
2003 Manac 2M514146131092708	5 000 \$	All Perils
2001 Manac 2M514146111071323	5 000 \$	All Perils
1998 Manac 2M5141466W1856128	5 000 \$	All Perils

##### Endorsements included in the Present Quote :

QEF 20z – Extension of Travel expenses coverage (business interruption) limit : 6 000 \$ per occurrence, 200 \$ per day,  
applicable to heavy vehicles only  
QEF 27i – Civil Liability from damage caused to vehicles of which named insured is not owner (including vehicle  
provided by an employer) (section A), applicable to trailers limit : 100 000 \$ Deductible : 5 000 \$ All perils  
QEF 40 – Fire deductible (section B), applicable to all vehicle

##### Carriers' Legal Liability (Cargo) – All risks - intact form 045.0

The liability of the insurer shall not exceed the following

Limit : 250 000 \$ on all vehicles carrying the property insured  
Deductible : 5 000 \$

Limit : 250 000 \$ property in transit while temporarily unloaded from the vehicles, 30 day maximum  
Deductible : 5 000 \$

Read and Accepted on:

28-1-2016

By the Insured:

  
**SIGN AND RETURN**



## COVER NOTE

### Commercial General Liability Policy – CIVICA Standard - intact form 091.0

Description of business: Transportation of cargo only

Coverage A – Bodily Injury and property damage liability

Coverage B – Personal and advertising injury liability

Coverage C – Medical payments – Medical expense limit 25 000 \$ per person/per occurrence

Coverage D – Tenants' legal liability – Limit of 100 000 \$ for any one premises

Each occurrence limit (coverage A and C) : 3 000 000 \$

Products – complete operations aggregate limit (coverage A) : 3 000 000 \$ / policy period

Personal and advertising injury limit : 3 000 000 \$ per person

General aggregate limit (coverage A, B and C) : 5 000 000 \$

Deductible (coverage A and D) : 5 000 \$ for property damage

### QPF no 6 Québec Automobile Insurance policy – non owned form – intact form 094.9

Limit : 3 000 000 \$

### Bail Bond – intact 495.1

Maximum guaranteed amount: 100 000 \$ per individual and 300 000 \$ per accident

### Carriers' Legal Liability Freight Charges – intact 045.1

Limit : 10 000 \$

TR6 : The deductible applicable to Carriers' Legal Liability (Cargo) is increased to 10 000 \$ for all theft claims involving any of the following freight:

- Aluminium, copper, stainless steel and recreational vehicles.

**Important:** In case of a claim, a single deductible will apply – the highest from among those sections of the policy that respond to the claim.

### DAS Transport (Premium: 300 \$ included in total)

#### LEGAL EXPENSE INSURANCE COVERAGE

Legal Defence (Canada)

#### LIMIT OF INDEMNITY PER CLAIM

100 000 \$

Legal Defence (USA & Mexico)  
hour)

10 000 \$ (reimbursement basis, max. hourly rate 350 \$ per

Contract Disputes

100 000 \$

Driver's Licence Protection

100 000 \$

Statutory Licence Protection

100 000 \$

Telephone Legal Advice Service

Unlimited

#### AGGREGATE LIMIT PER ANNUAL PERIOD

500 000 \$

#### COVERAGE FORM:

#### OCCURRENCE BASIS

#### INSURER:

DAS LEGAL PROTECTION INSURANCE COMPANY LIMITED

#### INTEREST

100%

ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED.

Read and Accepted on:

28-1-2016

By the Insured:

  
**SIGN AND RETURN**

## COVER NOTE

\*\*\*please note that the Synchro Coverage is included. This coverage offers with 1.75 % financing in addition to a single deductible in case of accident (applicable to the highest deductible implicated)

Premium Total:	23 720.00 \$
Insurance tax :	426.40 \$
Issuing fees :	<u>500.00 \$</u> (Non reimbursable in case of cancellation or modification of the policy)
Total :	<u>24 626.40 \$</u>

This cover note binds the responsibility of the Insurer and is subject to the terms, conditions, limitations and exclusions of the insurance policies to be issued. The acceptance of the issued policies by the insured will render this cover note void and without effect.

\*\* It is understood and agreed upon that in case of cancellation of any of the policies, the Insured accepts that Transport Expert holds an amount of 100, \$ over for each policies concerned and above the administration fee, to cover costs related to the cancellation transaction.

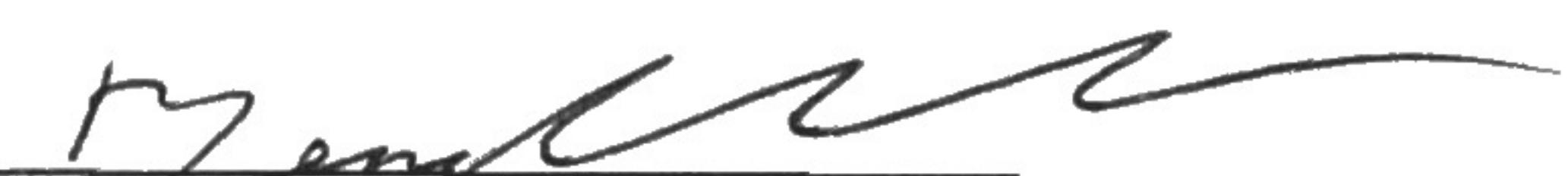
Prepared this January 25, 2016

Insured:

Representative:

Transport Inner Circle Inc.

**SIGN AND RETURN**

  
Assuraction Transport Expert Inc.

**QUEBEC AUTOMOBILE INSURANCE APPLICATION Q.P.F. NO. 1 OWNERS' FORM**

INSURER : Intact		BROKER: Assuraction Transport Expert Inc				REF. NO.	
<b>Item 1</b> Applicant's full Name and Address: Transport Inner Circle Inc. 3435, rue Bergerac Brossard, QC, J4Z 2M4		EACH DESCRIBED VEHICLE IS AND WILL BE CHIEFLY GARAGED IN THE VICINITY OF THE APPLICANT'S ADDRESS STATED HEREIN.					
		<b>Item 2</b> Contract Period: From .. January 18 <sup>th</sup> , 2016... * To ....January 18 <sup>th</sup> , 2017 * exclusively At 12:01 A.M., Standard Time at the Applicant's Address.					
<b>Item 3</b> Particulars of the described automobile(s)		<b>See Transport Survey attached to and forming part of the present application</b>					
<b>Item 4</b> Proposed Coverages							
Insuring Agreements		Section A Civil Liability	Section B Loss or Damage to the Insured Automobile				Endorsement(s)  Q.E.F.
Perils		Bodily injury to or death of others or damage to their property	Subsection 1 All Perils	Subsection 2 Collision or Upset	Subsection 3 Comprehensive	Subsection 4 Specified Risks	
		(Exclusive of interests, expenses and costs) for loss or damage resulting from bodily injury to or the death, and for loss or damage to property of others regardless of the number of claims arising from any one accident.				Deductible per occurrence except loss or damage by fire or lightning.	
Amounts		<b>The proposed coverages are stipulated in the <i>Transport Survey</i> attached to and forming part of the present application</b>					
<b>Endorsements :</b> Q.E.F. No. 40 - Fire deductible endorsement							
<b>Item 5</b> The applicant is both the registered and actual owner of the described automobile. If not, state the name of: A) The registered owner: ..Insured..... B) The actual owner: ....Insured.....							
<b>Item 6</b> The information declared herein and in the annexed document entitled <i>Transport Survey</i> constitute a declaration of utmost importance for the appraisal of the risk.							
<b>Item 7a</b> Breach of warranty (see Q.P.F. No. 1 Conditions, Paragraph 4)							
i) All drivers will be at least 25 years of age and have a three-year experience in the class of the vehicle in question; without any responsible accident nor suspension and have at the most seven (7) demerit points in the SAAQ file and no criminal offence. Any and all exceptions will have to be accepted by the Insurer beforehand.							
<b>Item 7b</b> Any misrepresentation or deceitful concealment on the part of the applicant in connection with facts known to it and likely to materially influence a reasonable insurer in the setting of the premium and the appraisal of the risk or the decision to cover it, nullifies the contract at the instance of the Insurer, even for losses not connected with the risks so misrepresented.							
DATED IN <u>Brossard PQ</u> , this <u>28</u> day of <u>JANUARY 2016</u> Signature <small>of Insured</small> 							

**THIS APPLICATION MUST INCLUDE THE TRANSPORTATION SURVEY FORM  
DULY COMPLETED AND SIGNED.**

**SIGN AND RETURN**

**TRANSPORT SURVEY**

Policy No. A93-2545

Broker: Assuraction Transport Expert Inc

1. Name applicant (including all subsidiaries): Transport Inner Circle Inc.

2. Main address:  
3435, rue Bergerac  
Brossard, Qc  
J4Z 2M4Tel.: 450-678-3550  
Fax: 450-678-3550  
Owner: Claudio Earl Clarke

3. Address of all terminals, offices, etc.

- a) 435 rue Normand, Lachine - Parking  
b)

4. Type of business:  Common Carrier  Contract Carrier  Private Carrier  Subcontractor5. SAAQ Identification Number: R-545213-2 as operator  solely as owner 

6. If subcontractor (owner only), name of employer(s):

7. Number of years in business: Since 1998

8. Does the applicant have any activities other than those of motor carrier? Yes  No 

If yes, please explain :

9. Has the applicant any other insurance for other commercial vehicles not included in this proposal?

Yes  No 

If yes, please explain:

10. Are all vehicles registered under the name of the applicant and in the province of said applicant? Yes  No 

If no, please explain:

11. Does the applicant operate non-owned trailers? (ex.: short-term lease, interchange, etc.)

Type	Frequency	Maximum Value
Trailers	10 %	60 000 \$

12. Are any vehicles rented, leased or loaned to others? Yes  No 

If yes, please explain:

13. Are any vehicles used to carry the following products? If yes, please give a description of the product and whether in full or partial loads:

Dangerous goods: NO	Recreational vehicles, boats: NO
Dangerous waste: NO	Refrigerated products: NO
Tobacco, fur: NO	Aluminium, copper, zinc, stainless steel: YES
Computers, electronics: NO	Drugs: NO
Alcohol, beer: NO	Oversize: YES, 2 - 3 loads per year

Read and accepted on 28-1-2016 by the Insured:

**SIGN AND RETURN**  
page 2 of 5  
Proposition camionnage anglais 2003-05

14. Provinces and States requiring filings:

I.C.C. No.: MC \_\_\_\_\_

BASE STATE : \_\_\_\_\_

15. Radius of operation: Please write down the percentage of the total mileage for each area or radius and enclose a fuel tax report.

Area	1-80 kilometers %	81-160 kilometers %	161-500 kilometers %	501-800 kilometers %	801- 1600 kilometers + %	Total %
Quebec						18 %
Ontario						82 %
Others – Canada						0 %
United States						0 %
Total						100 %

16. Please list major cities (Canada and U.S., as well as the States and Provinces where the vehicles are operating : Montreal & Surroundings  
Ontario -700 km17. Safety program? Yes  No 

18. Transported goods – Please declare average and maximum values:

Description	%	Average	Maximum	Description	%	Average	Maximum
Stainless Steel / aluminium (including electrical wires)	5%	80 000 \$	200 000 \$	Steel	10%	30 000 \$	45 000 \$
Construction material	45%	80 000 \$	200 000 \$	Machinery	15%	100 000 \$	175 000 \$
General	20%	50 000 \$	75 000 \$	Lumber	5%	2 500 \$	5 000 \$

19. Any forestry operation or on public roads other than those maintained by government authorities or under their jurisdiction?

Yes  No 

If yes, please explain: \_\_\_\_\_

20. Does the Insured carry any merchandise belonging to him? Yes  No 

If yes, please explain: \_\_\_\_\_

21. Are any goods kept at the terminal more than 30 days? No

All drivers are declared at the time of proposal and, afterwards, the new drivers who have an experience of less than three (3) years with the type of vehicles insured or with any accident at fault or having committed more than three infringements to the *Road Safety Code* or having been found guilty of criminal acts or being under 25 years of age will have to be submitted to the Insurer beforehand, in order to avoid the cancellation of this insurance or an indemnity decrease, in case of loss [see *Conditions*, articles 1, 2, 3 and 4 of the *Quebec Automobile Insurance Policy* (Q.P.F. No. 1)]

Read and accepted on 28-1-2016 by the Insured: **SIGN AND RETURN**page 3 of 5  
Proposition camionnage anglais 2003-05

**22. List of drivers:**

Name	Start Date	Licence Number	Demerit Points	Years of Experience in Class 1	Suspension or Revocation
Claudius Clarke Earl	owner	C4622-280261-06	1	22 years	None
Samuel German	May 2009	G6558-080161-09	0	16 years	None

**23. List of vehicles : (actual value and address of mortgagee or lessor)**

Year	Make	Serial Number	Actual Value	Mortgagee ( M ) Lessor ( L )	Address of Mortgagee or Lessor
2016	FREIGHTLINER	3ALXFB005GDHH8419	148 000 \$	(L) Daimler Truck financial	2680 Matheson Blvd. East #500, Mississauga, ON L4W 0A5
2002	FREIGHTLINER	1FUYAWCG02LJ66591	25 000 \$		
1999	FREIGHTLINER (Parked)	1FUYSSSEB7XLA78279	20 000 \$		
2015	MANAC	5MC145310F3151289	76 000 \$	(L) Finloc 2000 Inc	11505 1 <sup>ere</sup> Avenue, # 500 St-Georges, QC G5Y 7X3
2003	MANAC	2M514146131092708	30 000 \$		
2001	MANAC	2M514146111071323	20 000 \$		
1998	MANAC	2M5141466W1856128	18 000 \$		

**\*\*THE DECLARED VALUES FOR THE VEHICLES ARE THOSE FURNISHED BY THE INSURED**

**24. Loss experience:** (auto/cargo/general liability) having involved the applicant in Canada in the past four (4) years with a brief description of each occurrence:

Date	Type	Payment	Reserve	Brief description of each occurrence
	See loss report attached			

**25.** Has any insurer, to the knowledge of the applicant, cancelled, declined or refused to renew an automobile, cargo insurance or civil liability? If so, please state the name of the Insurer(s).

No

**26.** Please give particulars of all convictions or suspension of permit under the *Highway Code* or *Criminal Code* issued against the applicant or, to his knowledge, his representatives, his employees during the past four (4) years.

None

Read and accepted on 28-1-2016 by the Insured: \_\_\_\_\_

27. Coverage required:

Civil Liability:

Automobile Civil Liability:	3 000 000 \$	Deductible: N/A	PROPERTY DAMAGE
Truckmen's Cargo Liability:	250 000 \$	Deductible: 5 000 \$ / 10 000 \$ in case of theft of aluminum, copper, stainless steel, nickel, recreational vehicle.	
Comprehensive General Liability:	3 000 000 \$	Deductible: 5 000 \$	PROPERTY DAMAGE
Non-owned Trailer Liability (Q.E.F. No. 27)	100 000 \$	Deductible: 5 000 \$	(ALL PERILS)
Tenants' Legal Liability:	100 000 \$	Deductible: 5 000 \$	

28. Damages to owned vehicles:

Section B1 All Perils:

Truck & Tractors	Yes <input checked="" type="checkbox"/>	No <input type="checkbox"/>	Light Trucks	Yes <input type="checkbox"/>	No <input checked="" type="checkbox"/>	Trailers	Yes <input checked="" type="checkbox"/>	No <input type="checkbox"/>
Deductible: 5 000 \$			Deductible:			Deductible: 5 000 \$		

The coverage under Section B3 Comprehensive and B4 Specified Perils are not available.

- Other coverages:  QEF 20z (applicable to : limit per day: 200 per event: 6 000 \$)  
 QPF 6 Limit : 3 000 000 \$  
 Earned freight charges (limit : 10 000 \$)

Maximum deductible per occurrence: 5 000 \$ / 10 000 \$ in case of theft of aluminum, copper, stainless steel, nickel, recreational vehicle.

Bond of Release on Parole: Yes  No

If cargo insurance has to be extended to terminals, or if a Warehousemen's Legal Liability is required, please attach details such as: address, construction, occupation, protection, average and maximum values for each terminal.

29. Please declare former insurers and/or employers (if insured under his policy): Last four (4) years.

(Please enclose loss report)

Markel # 2003017 (2004-2008)

Zurich # TPS9952608 (2008-2013)

Intact # A93-2545 (2013-2016)

30. Remarks:

Additional insured: C.H. Express Inc, 743 Avenue Thomas, St-Jean-sur-Richelieu, QC J2X 5A9

Additional insured: TransForce inc., 6600 Saint-Francois, Saint-Laurent, QC H4S 1B7

\*\* Increased deductibles and special conditions are applicable for the transportation of certain products.

Any misrepresentation or deceitful concealment on the part of the applicant in connection with facts known to it and likely to materially influence a reasonable insurer in the setting of the premium and the appraisal of the risk or the decision to cover it, nullifies the contract at the instance of the Insurer, even for losses not connected with the risks so misrepresented.

Date : 07/01/2016

Broker's Signature

Applicant's Signature

N.B.: The Insurer does not undertake to give the above-requested coverages.

SIGN AND RETURN

Date: January 7, 2016

**CERTIFICATION**  
**For Insurance taxes**

I, hereby, declare that I am doing business in the Province of Quebec where the taxable percentage of my insurance premium has been established at 18 % which agrees with the total mileage percentage of the vehicle affected to the Province of Quebec.

I free ASSURATION TRANSPORT EXPERT INC. of all responsibilities regarding the accuracy of this calculation.

SIGNATURE:

Transport Inner Circle Inc.

**SIGN AND RETURN**

# **AUTHORIZATION OF PRE-APPROVED PAYMENT**

*Assuraction Transport Expert Inc*  
6300, Avenue Auteuil, suite 420  
Brossard, QC  
J4Z 3P2  
Télécopieur : (450-672-4647)

NAME : Transport Inner Circle Inc.	Client No: 00445
Address : 3435, rue Bergerac, Brossard, Québec,	Policy : A932545 & DAS
Postal code : J4Z 2M4	Tel. (office) : . Tel. (res.) : 450-678-3550

I (WE) HEREBY REQUEST THAT ASSURACTION TRANSPORT EXPERT INC WITHDRAW FROM MY BANK ACCOUNT AN AMOUNT OF 827.00 \$ ON JANUARY 18, 2016 FOR MY (OUR) INSURANCE PREMIUM.

Name of financial institution : Royal Bank of Canada
Address : 7250 Tashereau Blvd., suite 02, Brossard, QC J4W 1M9
Account number : 00541 003 103 542 7
Name(s) of account holder(s) : Transport Inner Circle Inc.

PLEASE ATTACH A BLANK CHEQUE MARKED « VOID »

I (WE) UNDERSTAND THAT IF ASSURACTION TRANSPORT EXPERT INC CANNOT WITHDRAW THIS AMOUNT FROM MY (OUR) BANK ACCOUNT FOR ANY REASON, THIS WILL BE TAKEN AS A FORMAL REQUEST TO CANCEL MY (OUR) INSURANCE POLICY (IES).

I (WE) HEREBY GIVE ASSURACTION TRANSPORT EXPERT INC FULL AND COMPLETE AUTHORIZATION TO CANCEL THE INSURANCE POLICY (IES) AT ANY TIME IF THE OUTSTANDING BALANCE IS NOT PAID OR IF MY (OUR) FINANCIAL INSTITUTION DOES NOT HONOUR A PAYMENT.

I (we) agree to pay an amount of 30, 00 \$ per deferral and 60, 00 \$ for all cheques which are not honored upon the due date by the financial institution.

Authorised release will be given by the undersigned.

Signed at Brossard PQ the 28 day of JANUARY 20 16

Signature 1 : Kenneth Signature 2 : \_\_\_\_\_  
(as appearing on your cheques) (if required)

FIRST PAYMENT

**SIGN AND RETURN**

OUTSTANDING BALANCE

OTHER (describe) Issuing fee & DAS 2016/2017

**ASSURACTION  
TRANSPORT EXPERT INC.**



Cabinet en assurance de dommages  
*Firm in damage insurance*

**Invoice**

<b>ACCOUNT</b>	00445
<b>POLICY</b>	A93-2545 & DAS
<b>DATE</b>	January 7, 2016

Transport Inner Circle Inc.  
3435, rue Bergerac,  
Brossard, Québec,  
J4Z 2M4

**Account Manager**  
Benoît Tessier

**Consultant**  
Benoît Tessier

**POLICY PERIOD**  
January 18, 2016 to January 18, 2017

**POLICY #**  
A93-2545 & DAS

TYPE OF TRANSACTION	COMPANY	DATE OF EFFECT	DESCRIPTION	DEBIT	CREDIT
Renewal	Intact	18/01/2016	Trucker's Insurance (Automobile, Comprehensive General Liability and Truckman's cargo liability)	23 073.00 \$	
	DAS	18/01/2016	Legal protection Insurance	300.00 \$	
			Insurance Tax	400.78 \$	
			Issuing fee (Non reimbursable in case of cancellation or modification of the policy)	500.00 \$	
					<b>TOTAL</b>
				24 273.78 \$	
					<b>Thank You</b>
Our remuneration is based on commission and is included in the premium					

INVOICE #	DATE
	January 7, 2016

Assuraction Transport Expert Inc.  
420-6300, Ave Auteuil, Brossard, Qc J4Z 3P2  
Tél.:(450) 672-4646 Fax: (450)672-4647