



# Response made easy



# INTRODUCTION

Canada Post is in the business of providing mail and other related delivery products and services. The parties wish to set out the terms by which Canada Post will provide and the Customer will use such products and services.

# 1 Information Sources

Information on Canada Post products and services is available on the Canada Post website at:

- Addressed Admail™ www.canadapost.ca/aasupportdocuments
- Business Reply Mail™ www.canadapost.ca/brmsupportdocuments
- Catalogue Mail™ www.canadapost.ca/catsupportdocuments
- Incentive Lettermail™ www.canadapost.ca/ilmsupportdocuments
- Publications Mail<sup>TM</sup> www.canadapost.ca/pmsupportdocuments
- Unaddressed Admail™ www.canadapost.ca/uasupportdocuments

**Table 1: Quick Reference Chart** 

Information Sources	ADDRESSED ADMAIL	BUSINESS REPLY MAIL	CATALOGUE MAIL	INCENTIVE LETTERMAIL	PUBLICATIONS MAIL	UNADDRESSED ADMAIL
AdCard <sup>TM</sup> Services	Х					Х
www.canadapost.ca/adcard						
Address Accuracy Program Customer Guide	Х		Х	Х	Х	
www.canadapost.ca/am						
Canada Postal Guide www.canadapost.ca/postalguide	Х	Х	Х	Х	X	Х
Canadian Postal Standards www.canadapost.ca/postalstandards	Х			Х	Х	
Customer Guide (including all amendments)	Х	Х	Х	Х	Х	Х
www.canadapost.ca/customer_guides						
Electronic Shipping Tools (EST) User Guide	Х		Х	Х	Х	Х
www.canadapost.ca/obc						
FSA and Letter Carrier Walk Maps www.canadapost.ca/ uasupportdocuments						Х
GeoPost <sup>TM</sup> Plus						X
www.canadapost.ca/ uasupportdocuments						

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Information Sources	ADDRESSED ADMAIL	BUSINESS REPLY MAIL	CATALOGUE MAIL	INCENTIVE LETTERMAIL	PUBLICATIONS MAIL	UNADDRESSED ADMAIL
Householder Counts for Urban and Rural Delivery						Х
www.canadapost.ca/ uasupportdocuments						
Lettermail National Presortation Schematic (LNPS) www.canadapost.ca/nps				Х		
List of Recognized Presortation Software Vendors www.canadapost.ca/am_list	Х		Х	Х	Х	
Mail Preparation and Presortation Guides www.canadapost.ca/mailpreparation	Х		Х	X	Х	Х
National Presortation Schematic (NPS) www.canadapost.ca/nps	X		Х		X	Х
Small Publisher's Guide to Mailing Your Publication www.canadapost.ca/ pmsupportdocuments					X	
When to say YES – That's Addressed Admail www.canadapost.ca/ aasupportdocuments	Х					
Your Guide to Preparing Unaddressed Admail www.canadapost.ca/ uasupportdocuments						Х

# 1.1 Information Sources Definitions

**AdCard™ Services** – Provides information on Canada Post's advertising solution that combines convenience with the power of direct mail.

**Address Accuracy Program Customer Guide** – This Guide identifies the various requirements of the Address Accuracy Program. An address is the information required to identify the specific location of a residence/business and/or the destination where a recipient receives mail.

**Canada Postal Guide** – This Guide is the single source document containing detailed information on products and services offered by Canada Post.

**Canadian Postal Standards** – These manuals are primarily intended to assist mailers and their suppliers in properly preparing items that will have the physical characteristics necessary for effective processing by Canada Post's automated mail processing equipment.

**Customer Guide** (including all amendments) – An electronic version of these Guides can be found on the Canada Post website.

**Electronic Shipping Tools (EST) User Guide** – This Guide provides a step-by-step walk-through of the Electronic Shipping Tools (EST) software.

**FSA and Letter Carrier Walk Maps** – These maps will provide Direct Marketers with information on how to target their audiences by providing data associated with the Forward Sortation Area (FSA) and Letter Carrier Walk (LCW) maps.

**GeoPost™ Plus** – GeoPost Plus is a program that uses geographic, demographic and lifestyle data so that Customers can target their Unaddressed Admail to reach only the neighbourhoods that match their customer profiles.

**Householder Counts for Urban and Rural Delivery** – Provides information on the number of houses, apartments, farms and business points of call. Customers can use this information to determine the number of items to prepare their Unaddressed Admail mailing.

**Lettermail National Presortation Schematic (LNPS)** – This schematic will assist mailers and their suppliers in preparing their Lettermail mailings by defining how mail is consolidated to move across Canada.

**List of Recognized Presortation Software Vendors** – This list is the result of a program that evaluates and recognizes presortation and bar code recognition software products that are deemed acceptable by Canada Post standards.

**Mail Preparation and Presortation Guides** – These Guides have been developed to provide Customers with a thorough understanding of Canada Post's mail preparation and presortation requirements.

**National Presortation Schematic (NPS)** – This schematic will assist mailers and their suppliers in preparing their mailings by defining how mail is consolidated to move across Canada.

**Small Publisher's Guide to Mailing Your Publication** – This Guide is intended for people who work on small magazines. Created and published as a collaborative effort of the Canadian Magazine Publishers Association, Canadian Business Press, Canada Post and the Department of Canadian Heritage.

**When to say YES – That's Addressed Admail** – Provides detailed information about the Addressed Admail definition, gives examples of the various items that qualify and those that do not qualify as Addressed Admail.

**Your Guide to Preparing Unaddressed Admail** – Provides information required to help Customers understand and use Unaddressed Admail effectively, including but not limited to unaddressed flyers, brochures, catalogues, samples and coupons.

# 2 COMMUNICATING WITH CANADA POST

Table 2: How to Reach Us

FOR ENQUIRIES REGARDING	WEBSITE	CALL
General Information on Products and Services	www.canadapost.ca	Commercial Service Network 1-800-260-7678
Electronic Shipping Tools (EST)	www.canadapost.ca/obc	Technical Help Line 1-800-277-4799
Payment and Account Information	email cmg@canadapost.ca	Credit Management Group 1-800-267-7651

# 3 POSTAL CODE AND OTHER DATA PRODUCTS

Customers may enter into a licence agreement with Canada Post to obtain Postal Code Address data, Delivery Mode data, Householder Counts data, and Householder Counts-Plus data. These products assist Customers in address validation and correction, Mail Preparation and Presortation, as well as Unaddressed Admail targeting.

For information on subscribing to these data products, Customers can contact a Canada Post Representative, visit the Canada Post Address Management Tools web page at www.canadapost.ca/am or send an email to data.product@canadapost.ca

Customers can also write to the following address:

DATA LICENSING
CANADA POST
2701 RIVERSIDE DR SUITE B216
OTTAWA ON K1A 0B1

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# BUSINESS REPLY MAIL<sup>TM</sup> – DOMESTIC AND INTERNATIONAL

# 1 SERVICE OVERVIEW

# 1.1 The Purpose of This Business Reply Mail Customer Guide

This *Customer Guide* has been designed to give Customers detailed information needed to get the most from Canada Post's Business Reply Mail (BRM) service.

This *Customer Guide* forms part of the Agreement between the Customer and Canada Post. It explains the qualifications and other terms and conditions under which this service is provided.

Customers should ensure they are using the most current version of the *Customer Guide*, which is posted at www.canadapost.ca/customer\_guides and includes all amendments. It is the Customer's obligation to meet all the requirements outlined in this *Business Reply Mail Customer Guide*.

# 1.2 What is Business Reply Mail?

Business Reply Mail is a direct response vehicle that is used by businesses, publishers, government departments, fundraisers and other organizations to seek responses from recipients within Canada (Domestic Business Reply Mail) and from recipients around the world (International Business Reply Mail).

Business Reply Mail is available in both envelope and card format. Customers only pay for items that are returned to them.

Applications include:

- receiving payments
- generating sales leads
- initiating customer service
- identifying customer needs
- building databases
- raising funds
- voting
- researching the marketplace
- developing retail trade
- requesting information
- renewing magazine subscriptions
- returning qualified items.

To use Business Reply Mail, Customers must have an active Business Reply Mail Agreement and access to the Business Reply Mail Artwork Online tool located within Canada Post's Online Business Centre.

To register for and use the Business Reply Mail Artwork Online tool, which is available to Customers at no charge, visit www.canadapost.ca/obc or contact a Canada Post Representative.

Visit www.canadapost.ca/brmsupportdocuments for a list of support documents detailing Business Reply Mail requirements and to access the BRM Artwork Online tool "DEMO".

#### 1.3 Service Standards

Standards for the delivery of the Business Reply Mail service are based on delivery from the time the item is placed into the mail stream by the recipient or when the item enters the Canada Post mail stream from other postal administrations. These service standards are not guaranteed.

A general overview of the Business Reply Mail service standards is as follows:

LOCAL 3 business days WITHIN A PROVINCE 4 business days

NATIONAL 5 business days or more

Once in the Canada Post mail stream:

**NOTE 1:** The number of days excludes the day of mailing, weekends and statutory holidays.

2: Weekend and statutory holiday deposits are considered deposited on the following business day.

- **3:** These service standards do not apply to redirected or returned items.
- **4:** Service standards are subject to change without notice.

For more information on Service Standards, visit the *Canada Postal Guide* at www.canadapost.ca/postalguide under Service Standards > Direct Marketing and Transaction Mail Service Standards.

# 1.4 Service Features and Options

#### 1.4.1 FEATURES

A feature is provided as part of the basic service.

#### 1.4.1.1 Redirected Items

If the Customer moves and files for a *Change of Address Notification* (COAN) with Canada Post, there is no extra charge for redirecting Business Reply Mail items sent back by the recipient as long as the *Change of Address Notification* (COAN) is in effect. Customers must provide a copy of their *Change of Address Notification* (COAN) to their Canada Post Representative.

#### 1.4.2 OPTIONS

#### 1.4.2.1 Plastic Commercial Envelope

Customers may use plastic commercial envelopes, which meet the manufacturing specifications for Domestic Business Reply Mail approved by Canada Post, to receive paper content or other qualified items (e.g., Ink Jet cartridges, film, etc.) as part of the response from the recipient.

How the process works:

- 1. Obtain a copy of the Canada Post-approved BRM plastic commercial envelop manufacturing specifications at www.canadapost.ca/brmsupportdocuments
- 2. Select a supplier, who can produce the plastic commercial envelopes that meet the Canada Post approved manufacturing specifications.
- 3. Submit physical samples to Canada Post's Mail Standards and Testing Group to ensure the plastic commercial envelopes and intended contents qualify for the Domestic Business Reply Mail service.

For more information, see section 3 "Preparing Business Reply Mail" on page 11.

#### 1.4.2.2 Labels

Business Reply Mail (BRM) offers two (2) labels that can be used by Customers for both domestic and international Business Reply Mail services:

#### 1. Electronic Business Reply Mail label (BRM elabel)

Provides Customers with an opportunity to use an electronic channel (i.e. website, email) to facilitate a hardcopy response (i.e. BRM envelope).

#### 2. BRM overlay label

Provides Customers with an opportunity to efficiently recycle outdated Business Reply Mail envelopes and cards.

**NOTE:** Both labels include the 4-state barcode. This barcode was introduced in 2004 and will become mandatory in July 2007.

Visit www.canadapost.ca/brmsupportdocuments for details on Business Reply Mail labels.

#### 1.4.3 UNDELIVERABLE BUSINESS REPLY MAIL

A Business Reply Mail item will not be provided to the Customer and will be treated as undeliverable if:

- the item does not bear a complete and valid Business Reply Mail address
- the addressee has moved and the *Change of Address Notification* (COAN) has not been filed or has expired for the Business Reply Mail address
- delivery is prohibited by law
- the item cannot otherwise be delivered to the Business Reply Mail address
- a Customer has chosen to cancel their Business Reply Mail Agreement
- a Customer does not pay their annual Business Reply Mail fee and/or pay for their Business Reply Mail items.

Undeliverable Business Reply Mail items will be disposed of or recycled as determined by Canada Post.

# 2 CONTENT, FORMAT AND PHYSICAL CHARACTERISTICS

To be eligible as Business Reply Mail, the items mailed must meet the criteria specified for Business Reply Mail and must be prepared for mailing in such a manner as to prevent loss or damage to any item and permit easy examination of each item.

Items submitted as Business Reply Mail that do not meet the content, format and physical characteristics specified for Business Reply Mail and other requirements outlined in this Agreement, may be subject to price adjustments and/or surcharges or may not qualify for Business Reply Mail service and prices.

See Section 5 "Criteria for Qualification" and Section 6 "Surcharges" in the General Terms and Conditions at the end of this *Customer Guide*. Visit www.canadapost.ca/customer\_guides for information on surcharges.

#### 2.1 Content

If Customers are preparing a Domestic Business Reply Mail item that will include content other than paper documents (e.g., Ink Jet cartridges, film, etc.) as part of the response from the recipient, the Customer must submit physical samples for testing to Canada Post's Mail Standards and Testing group (see section 3.1.1 "Confirmation of Artwork Placement and Certification of Machineability" on page 11).

If Customers are preparing an International Business Reply Mail item, only paper documents are accepted as part of the response from the recipient.

#### 2.1.1 ENCLOSURES

#### 2.1.1.1 Film

Domestic Business Reply Mail may be used as a vehicle to accept films, negatives and pictures by film processors, providing the envelope meets the requirements and specifications. Items will be charged the "Other Business Reply Mail" price depending on the size and weight of the envelope.

#### 2.1.1.2 Coin

If the recipient of a Domestic Business Reply Mail is expected to include a coin as part of the response, the Business Reply Mail item, including the coin enclosed by the recipient, must meet the following requirements:

- the coin must be secured (e.g., by means of a glue spot) in the top left- hand corner of the envelope insert
- the coin must be within 40 mm from the top edge and 60 mm from the left edge.

#### 2.1.2 Non-Mailable Matter

Generally, non-mailable matter means any item that:

- is prohibited by law (e.g., illegal, obscene, fraudulent)
- is non-mailable due to the fact that it fails to meet certain physical characteristics or marking requirements
- contains products or substances that could:
  - cause injury to those handling the mail
  - cause damage to postal equipment or other items
  - cause entrapment of other items.

Any item bearing a modified postage stamp in contravention of section 52, or bearing a word or mark in contravention of section 58, of the *Canada Post Corporation Act* is also non-mailable matter.

**NOTE :** Solicitations that have the general appearance of a bill or statement of account must clearly indicate that there is no obligation to make a payment in relation to the offer unless it is accepted. Specific wording and format requirements are detailed in the *Solicitations by Mail Regulations* made under the *Canada Post Corporation Act*.

For further information respecting non-mailable matter restrictions, visit the *Canada Postal Guide* at www.canadapost.ca/postalguide under Non-mailable Matter.

It is the Customer's obligation to ensure an item does not constitute non-mailable matter and is otherwise acceptable for mailing.

#### 2.2 Format

Canada Post provides artwork for Business Reply Mail items through the Business Reply Mail Artwork Online tool.

Artwork created within the online tool contains all the essential elements (see section 2.4 "Illustrations" on page 7), in the desired format and bearing the appropriate design and physical characteristics of the requested service type (Domestic or International).

To register for and use the Business Reply Mail Artwork Online tool, which is available to Customers at no charge, visit www.canadapost.ca/obc or contact a Canada Post Representative.

Visit www.canadapost.ca/brmsupportdocuments for a list of support documents detailing Business Reply Mail requirements and to access the BRM Artwork Online tool "DEMO".

#### 2.2.1 ADDRESSING

The Business Reply Mail address and postal code should adhere to the Canadian Addressing Guide.

Customers may only modify the first line (title) and, depending on the size of the envelope or card, a second line (title) may be available for customization. When customizing the first line (title) or second line (title), Customers are not permitted to include addressing information.

**NOTE:** One Business Reply Mail address is provided per Agreement. For additional Business Reply Mail addresses, please contact a Canada Post Representative.

For more information on Addressing, visit the *Canada Postal Guide* at www.canadapost.ca/postalguide under Addressing Guidelines.

#### 2.2.2 MARKINGS

Customers may only use Canada Post postal indicia, logos, trademarks or markings if the Customer has obtained the written consent of Canada Post. Any use by the Customer must then be only in strict accordance with the consent granted. Any unauthorized use is an offence under the *Canada Post Corporation Act*.

Note that an item will be non-mailable matter if, on the outside, it is marked or labelled with any of the following that were not provided or authorized by Canada Post:

- any design likely to be mistaken for a postage stamp, meter impression, service label or any other mark suggesting that postage has been paid
- any label or endorsement implying that it will be given special handling, delivered faster or be provided with any service that has not been purchased by the Customer. (However, Customers may include labels on items that are directed to the addressee as an instruction that is clearly related only to the enclosure and would not otherwise result in the item being non-mailable matter.)
- any facsimile of any label, endorsement or marking used by Canada Post that might cause confusion so as to affect its handling, e.g., confusion as to the service the Customer has paid for.

It is the Customer's obligation to obtain approval for any proposed endorsement or other markings from Canada Post prior to printing.

**NOTE:** In no event may third parties use or replicate the tagline "From anywhere... to anyone™". This tagline is Canada Post's corporate tagline and is reserved for the exclusive use of Canada Post. No third parties will be granted permission to use or replicate this tagline or permitted to create a "spin-off" of this tagline.

# 2.3 Physical Characteristics

To qualify as Business Reply Mail, every item must meet the size and weight requirements for its type of format (envelope or card) and type of service (Domestic or International).

#### 2.3.1 DOMESTIC BUSINESS REPLY MAIL

For your convenience, the following table provides size and weight specifications in both metric and imperial dimensions. All Canada Post transactions are in metric units.

**Table 1: Size and Weight** 

CATEGORY		LENGTH		WIDTH		THICKNESS		WEIGHT	
		METRIC	IMPERIAL	METRIC	IMPERIAL	METRIC	IMPERIAL	METRIC	IMPERIAL
Envelopes	max.	245 mm	9 <sup>5/8</sup> in	156 mm	6 <sup>1/8</sup> in	5 mm	0.2 in	50 g	1.77 oz
(Machineable)	min.	140 mm	5 <sup>1/2</sup> in	90 mm	3 <sup>9/16</sup> in	0.18 mm	0.007 in	3 g	0.11 oz
Cards (Machineable)	max.	235 mm	9 <sup>1/4</sup> in	120 mm	4 <sup>3/4</sup> in	5 mm	0.2 in	50 g	1.77 oz
	min.	140 mm	5 <sup>1/2</sup> in	90 mm	3 <sup>9/16</sup> in	0.18 mm	0.007 in	N/A	N/A
Other Business Reply	max.	380 mm	15 in	270 mm	10 <sup>5/8</sup> in	20 mm	0.787 in	500 g	17.65 oz
Mail	min.	140 mm	5 <sup>1/2</sup> in	90 mm	3 <sup>9/16</sup> in	0.18 mm	0.007 in	10 g	0.35 oz

To be considered Domestic Business Reply Mail, the item must be rectangular with the length being greater than the width. The maximum length-to-width ratio must be 2.6:1 and the minimum length-to-width ratio must be 1.3:1.

**NOTE:** Any Domestic Business Reply Mail item weighing more than 500 g will not qualify for Business Reply Mail service. Such items will be treated as parcels and will be subject to the applicable parcel service.

#### 2.3.2 International Business Reply Mail

For your convenience, the following table provides size and weight specifications in both metric and imperial dimensions. All Canada Post transactions are in metric units.

**Table 2: Size and Weight** 

CATEGORY		LENGTH		WIDTH		THICKNESS		WEIGHT	
		METRIC	IMPERIAL	METRIC	IMPERIAL	METRIC	IMPERIAL	METRIC	IMPERIAL
<b>Envelopes or Cards</b> (Machineable)	max.	235 mm	9 <sup>1/4</sup> in	120 mm	4 <sup>3/4</sup> in	5 mm	0.2 in	50 g	1.77 oz
	min.	140 mm	5 <sup>1/2</sup> in	90 mm	3 <sup>9/16</sup> in	0.18 mm	0.007 in	3 g	0.11 oz

To be considered International Business Reply Mail, the item must be rectangular with the length being greater than the width. The maximum length-to-width ratio must be 2.6:1 and the minimum length-to-width ratio must be 1.4:1.

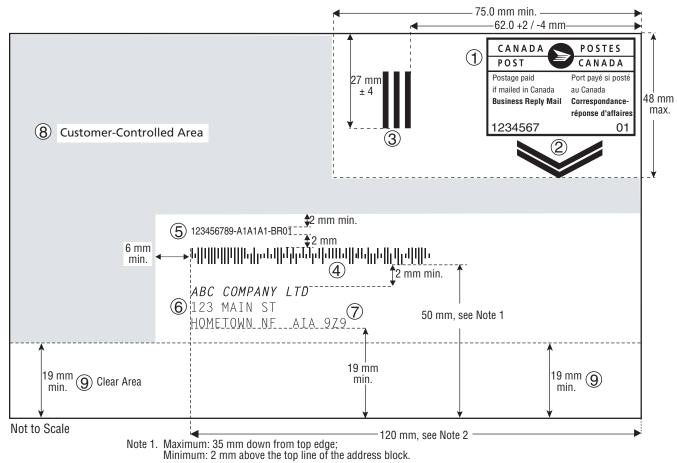
Any International Business Reply Mail item weighing more than 50 g or exceeding the size specifications of International Business Reply Mail may not be returned as International Business Reply Mail from other postal administrations, as per *Universal Postal Union Regulations*. Where items weighing over 50 g are returned, they will be considered as Letter-post – U.S.A. and International and, will be subject to the applicable weight category and the Other Letter-post price.

### 2.4 Illustrations

These illustrations are provided as a visual aid to help ensure Customers produce Business Reply Mail items that meet all the applicable specifications and requirements, while leveraging the areas available for customization (i.e., Customer-Controlled Area, first line [title], etc.).

### 2.4.1 Domestic Business Reply Mail Artwork (Responses Within Canada)

Figure 1: Machineable Domestic Business Reply Mail



Note 2. Maximum: left edge of bar code or address block up to 15 mm from the left edge of the mail item; Minimum: right edge of bar code or address block up to 15 mm from the right edge of the mail item.

**NOTE:** Artwork is not to scale. See section 2.4.3 "Legend" on page 10 for details.

74.0 mm min. 62.0 ±4 mm CANADA POSTES (1) POST CANADA Postage paid Port payé si post if mailed in Canada au Canada 48'mm **Business Reply Mail** Correspondanceréponse d'affaires Customer-Controlled Area 6 mm (min.) \$\frac{6 mm}{2 \times mm} \text{ (min.)}\$ 10 mm ABC COMPANY LTD 6 123 MAIN ST →ḤQMETOWN NF A1A 9Z9 ⑦ 10 mm 62 mm +60 mm/-4 mm 35 mm Clear Area (9) Not to Scale 150 mm min. -132 mm +70 mm, -4 mm

Figure 2: Other Domestic Business Reply Mail (Oversize)

# 2.4.2 International Business Reply Mail Artwork (Responses From International Destinations)

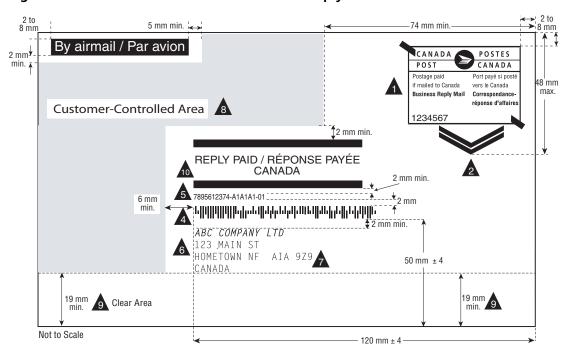


Figure 3: Machineable International Business Reply Mail

**NOTE:** Artwork is not to scale. See section 2.4.3 "Legend" on page 10 for details.

#### **2.4.3 LEGEND**

Elements indicated by a circle are applicable to Domestic Business Reply Mail. Elements indicated by a triangle are applicable to International Business Reply Mail.



**Business Reply Mail Indicia** – The Domestic Business Reply Mail indicia is the "postage stamp". It contains the Customer number and Customer Sortation Code. Do not alter. The International Business Reply Mail indicia is the "postage stamp". It contains the Customer number and has bars in both top/left and bottom/right corners. Do not alter.



**Chevrons** – The chevrons shown below the indicia are the Business Reply Mail service identifier. These chevrons are not to be used on any other Canada Post service. Do not alter.

3 Three Extraction Bars – The three vertical bars to the left of the indicia on the Domestic Business Reply Mail card or envelope prompt Canada Post's mail processing to extract items for special handling. Do not alter.

**NOTE:** These three vertical bars are not to be used on International Business Reply Mail. Do not alter.



**Business Reply Mail Bar Code and Human-Readable Line** – The bar code and the human-readable line directly above it contain Customer identification information. These elements must be placed together on the Business Reply Mail item. Do not alter.



**Business Reply Mail Address** – This area is for the Customer's company name and the Business Reply Mail address. Customers can request the address block to be provided in a single or bilingual (swiss style) format. Do not alter either the address or postal code provided by Canada Post for Business Reply Mail mailings. Customers may only modify the first line (title). Depending on the size of the envelope or card, a second line (title) may be available for customization.

**NOTE:** When customizing the first line (title) or second line (title), Customers are not permitted to include addressing information.



**Business Reply Mail Postal Code** – The Business Reply Mail postal code may differ from the Customer's regular postal code. Do not alter the postal code provided to Customers for Business Reply Mail mailings. For Customers who have a rural address [e.g., postal code with a "0" (zero)] as the second character, the postal code will remain the same.



**Customer-Controlled Area** – The Customer-Controlled Area is available for Customers to customize the item by adding their corporate logo or a special message. Fluorescent inks must not be used. International Business Reply Mail items must include the "By Airmail/Par avion" indicator at the top/left corner.



**Clear Area** – This area must remain blank.



**"REPLY PAID / RÉPONSE PAYÉE"** and **"CANADA"** – This designation is printed directly above the human-readable line. This designation is required to meet international mailing requirements. Do not alter.

# 3 Preparing Business Reply Mail

# 3.1 Preparing Business Reply Mail Items

If the Customer or the Customer's Representative (e.g., graphics department, printing agency) alters any of the Business Reply Mail artwork (indicia, extraction bars, bar code, address, font, "By Airmail" designation, etc.) or alters the physical characteristics, rendering the item out of specification, or places content or graphics (e.g., logos) outside of the designated Customer Controlled Area, then surcharges for Machineable and Other Business Reply Mail may apply or the item(s) may not qualify as Business Reply Mail and/or the Customer's Agreement may be cancelled.

# 3.1.1 CONFIRMATION OF ARTWORK PLACEMENT AND CERTIFICATION OF MACHINEABILITY

Prior to printing Business Reply Mail items, Canada Post provides two processes to help ensure Business Reply Mail items qualify for the lowest applicable published Business Reply Mail price:

- 1. The **Confirmation of Artwork Placement** process is the first recommended step Customers should take to ensure Business Reply Mail elements are positioned correctly on the items.
- 2. The **Certification of Machineability** process is the final recommended step Customers should take to ensure Business Reply Mail items are certified as machineable.

Canada Post's Mail Standards and Testing group handles these processes. Send samples to:

CANADA POST
MAIL STANDARDS AND TESTING
PROCESS INNOVATION AND EQUIPMENT
2701 RIVERSIDE DR SUITE N0550
OTTAWA ON K1A 0B1

Send electronic artwork to: mailstandardsandtesting@canadapost.ca

#### 3.1.1.1 Confirmation of Artwork Placement

Canada Post recommends Customers submit an electronic sample of their Business Reply Mail artwork to the Mail Standards and Testing group or alternatively to a Business Reply Mail Coordinator. Customers must send the electronic sample in PDF format at 1:1, capable of being read in Adobe®¹ Acrobat version 5 or as otherwise required by Canada Post. Customers are to include the size of the envelope or card as well as the Customer's crop marks in the electronic file.

The artwork will be reviewed (using the Size/Rating Template) to determine if the Business Reply Mail elements are positioned correctly on the item. The results are provided to the Customer. If issues with placement are identified, the Customer should correct the artwork and re-submit another electronic sample.

Customers remain responsible for any errors or omissions.

<sup>1.</sup> Adobe® Acrobat is a trademark of Adobe Systems Incorporated.

#### 3.1.1.2 Certification of Machineability

Canada Post recommends Customers submit a minimum of 50 physical samples of the items to Canada Post's Mail Standards and Testing group.

The samples will be tested and Customers will be provided with the results. A result of "Pass" certifies the items, as submitted, are machineable and should qualify for the lowest applicable published Machineable Business Reply Mail price.

A result of "Fail" indicates the items, as submitted, cannot be certified as machineable. If this occurs, a list of deficiencies will be provided to the Customer. The Customer should correct the deficiencies and re-submit the items for testing. Otherwise, surcharges for Machineable and Other Business Reply Mail may apply or the item(s) may not qualify as Business Reply Mail and/or the Customer's Agreement may be cancelled.

#### 3.1.2 SIZE/RATING TEMPLATES

The Domestic and International Size/Rating Templates\* can be used to verify whether an envelope or card is an acceptable size (length and width) for the Business Reply Mail service.

To use the template, follow these steps:

1. Line up the bottom lower right corner of the template's indicated target marker with the bottom lower right corner of the item (envelope or card). The top left corner of the item must fall within the top left-hand corner of the shaded area on the domestic or international template. The Business Reply Mail bar code must touch or fall within the Bar Code area.

**NOTE:** If the corner of an item or the bar code touches the boundary lines of its designated areas, the item is still acceptable.

- 2. Line up the top right corner of the template's indicated target marker with the top right corner of the item (envelope or card). The extraction bars must fall within the designated box. For International items, place "Reply Paid" designator box over the "Reply Paid" designation on the item; the designation and its horizontal bars must fit within the designator box.
- 3. For International items, line up the top left corner of the template's indicated target marker with the left corner of the item (envelope or card). The "By Airmail" designation must fall within the designated box.

Customers must ensure all the Business Reply Mail elements are positioned in the appropriate locations. Otherwise, surcharges for Machineable and Other Business Reply Mail may apply or the item(s) may not qualify as Business Reply Mail and/or the Customer's Agreement may be cancelled.

\* To obtain the Business Reply Mail Size/Rating Templates, Domestic (Part # CPO31094) and International (Part # CPO34297), call the Commercial Service Network at 1-800-260-7678.

# 3.2 Printing Business Reply Mail

The Business Reply Mail Artwork Online tool provides artwork in encapsulated postscript file (eps, vector outline format) and portable document format (pdf). The artwork is designed to work with Adobe® Creative Suite<sup>2</sup> and QuarkXpress®<sup>3</sup> version 4.1 (and upward).

To enquire about using alternate software, contact Canada Post's Mail Standards and Testing group.

Using QuarkXpress®\*, Adobe® Indesign<sup>2</sup> and Adobe® Photoshop\*\*<sup>2</sup>

- the artwork for Business Reply Mail should be printed using the eps file. The pdf file should only be used for reviewing artwork
- the artwork should be printed at 100%
- positives or negatives should be printed using the highest quality printer settings. Ensuring that there are adequate levels of toner or ink before printing positive or negatives. Without adequate levels, the extraction bars, bar code, and address block may be unreadable
- machineable Business Reply Mail envelopes and cards must be produced using only the Courier New or Letter Gothic font.
  - \* When printing from QuarkXpress (PC version) to a non-postscript printer, select Full Resolution Preview Resolution.
  - \*\* When opening the eps file using Photoshop, ensure the "Resolution" is set to 600 dpi (dots per inch), the "Mode" is set to Grey Scale, the "Orientation" is set to portrait and the Constrain Proportions box is checked.

#### **3.2.1** FONTS

Within the Business Reply Mail Artwork Online tool, Customers have the option to create artwork in the following fonts:

- Letter Gothic
- Courier New
- Courier New Bold\*.

The address provided in the Business Reply Mail artwork is created with a fixed pitch font. Fixed pitch fonts provide the best results with Canada Post's sortation/address recognition equipment. Do not alter.

\* The Courier New Bold font is not recommended for Machineable Business Reply Mail envelopes.

#### 3.2.1.1 Canadian Standards for Acceptable Fonts and Maximum Address Lengths

**Table 3: Acceptable Fonts and Maximum Address Lengths (Canadian Standards)** 

FONT	FONT	MAXIMUM ADDRESS LENGTH				
	SIZE	ENVELOPE SIZE #8	ENVELOPE SIZE #8.5			
Letter Gothic	10	26 characters	29 characters			
Courier New	12	22 characters	24 characters			
Courier New Bold	10	26 characters	29 characters			

<sup>2.</sup> Adobe@Creative Suite, Adobe@ Indesign and Adobe@ Photoshop are trademarks of Adobe Systems Incorporated.

<sup>3.</sup> QuarkXPress® is a trademark of ©2005 Quark, Inc. and Quark Media House Sarl, Switzerland.

#### 3.2.2 INKS

The most suitable colour for printing Business Reply Mail items is black. Fluorescent inks may not be used on Domestic or International Business Reply Mail items.

To inquire about using an ink other than black, contact Canada Post's Mail Standards and Testing group.

#### 3.2.3 Crop Marks

The Business Reply Mail artwork contains several crop marks. The crops marks identified by TL, BL, TR and BR represent the corners of the artwork.

TL = Top Left

BL = Bottom Left

TR = Top Right

BR = Bottom Right

#### **3.2.4** BAR CODE

The Business Reply Mail artwork contains a 4-state bar code with the human-readable line located above the bar code. There should be 52 bars in the bar code, consistent in width and spacing. The bars on the bar code should be crisp (no ghost images or blurring). Do not alter.

#### 3.2.5 PAPER STOCK

Customers must choose a paper stock (i.e., envelope and card) that has low levels of luminescence.

- envelope must be uncoated (non-glossy), and have a weight that is at least 75 g/m<sup>2</sup>
- card stock must be uncoated (non-glossy), have a weight that is at least 120 g/m<sup>2</sup> and must be at least 0.18 mm (0.007 in.) thick.

#### 3.2.5.1 Canadian and U.S. Envelope Standards

The Business Reply Mail Artwork Online tool produces artwork in accordance with the *Canadian Addressing Guide* and Canada Post's mail processing equipment thresholds.

Standards vary between countries. For convenience, this table provides a comparison of the Canadian and U.S. envelope standards in both metric and imperial dimensions. All Canada Post transactions are in metric units.

Table 4: Canadian and U.S. Envelope Standards

ENVELOPE #	Cana (Width X		U.S.A. (WIDTH X LENGTH)		
	METRIC	IMPERIAL	METRIC	IMPERIAL	
10	105 mm x 241 mm	4 <sup>1/8</sup> x 9 <sup>1/2</sup> in	105 mm x 241 mm	4 <sup>1/8</sup> x 9 <sup>1/2</sup> in	
9	102 mm x 229 mm	4 x 9 in	98 mm x 225 mm	3 <sup>7/8</sup> x 8 <sup>7/8</sup> in	
8	92 mm x 165 mm	3 <sup>5/8</sup> x 6 <sup>1/2</sup> in	92 mm x 219 mm	3 <sup>5/8</sup> x 8 <sup>5/8</sup> in	
8.5	95 mm x 171 mm	3 <sup>3/4</sup> x 6 <sup>3/4</sup> in	N/A	7	

#### 3.2.6 SEALING

- 1. All Business Reply Mail envelopes must be fully sealed.
- 2. Self-mailers must weigh a minimum of 3 g and be sealed with no more than a 1 mm gap. If multi-web Self-mailers are used, they must be closed on all four edges.
- 3. Customers are responsible for providing sealing instructions on Self-mailers.

#### 3.2.7 FLEXURAL STRENGTH AND FLEXIBILITY

Machineable Business Reply Mail items must have sufficient flexural strength and flexibility so they sag no more than 10 mm when freely supported between two level supports that are located 10 mm from their left and right edges and can bend around 140 mm radius without being damaged.

"Other Business Reply Mail" items (i.e., Oversize):

- must have sufficient strength to remain horizontal when the edge of the item is held in one hand
- may be packaged in either flexible or rigid materials, such as paperboard or corrugated cardboard.

# 4 DISTRIBUTING BUSINESS REPLY MAIL

# 4.1 Various Methods to Distribute Business Reply Mail Items

Customers may distribute Business Reply Mail envelopes and cards through free-standing handouts or may use Canada Post's services. For example, in Canada, Customers may send Business Reply Mail items as part of a Publications Mail™, Addressed Admail™, Unaddressed Admail™, AdCard™, Lettermail™, Priority Courier™ and Xpresspost™ item or service.

International Business Reply Mail items are distributed through international services: Letter-post – U.S.A. and International, International Incentive Letter-post, and U.S.A. and International Parcel Services.

When Business Reply Mail cards are included as part of another type of mailing (e.g., either loose or as an attached piece of an AdCard or Unaddressed Admail item), the card must be folded inside or inserted in the mail piece in order to cover the Business Reply Mail design elements and specific Business Reply Mail address. This will avoid confusion for the recipient and Canada Post at the time of processing.

# 5 PRICING

# 5.1 Business Reply Mail Annual Fee and Prices

In order to take advantage of these prices, the Customer must meet all applicable requirements, including specifications for Business Reply Mail, as outlined in this Agreement.

Customers will be billed an annual, non-refundable fee plus applicable taxes upon signing the *Business Reply Mail Agreement Activation Form* and upon renewal of their Agreement on each anniversary date.

Business Reply Mail Customers are responsible for payment of each returned Business Reply Mail item even if the Business Reply Mail item is blank, incomplete or empty.

In addition, items that fail to meet the applicable specifications and requirements for Machineable and Other Business Reply Mail will be subject to surcharges.

Payment, pickup, delivery and invoicing vary depending on whether the Customer's delivery address, specified on the Business Reply Mail envelope or card, is handled by an automated or non-automated Canada Post site. To obtain detailed information, please contact a Canada Post Representative.

Please refer to the *Business Reply Mail Price Sheet* at www.canadapost.ca/customer\_guides for the applicable published prices.

# 6 BUSINESS REPLY MAIL SPECIFIC TERMS AND CONDITIONS

# 6.1 Payment for Business Reply Mail

The payment procedures for Business Reply Mail services depends on the Business Reply Mail item address and if such address is processed by an automated Canada Post site or a non-automated Canada Post site. Please contact your Account Representative for further details.

# 6.2 Automated Canada Post Sites – Payment for Business Reply Mail

#### 6.2.1 USE OF ACCOUNT

Customers must use an Account to access and pay for Business Reply Mail services when an automated Canada Post site processes Business Reply Mail items.

If Canada Post determines that the Customer is credit worthy, credit terms of net fifteen days from date of invoice will apply. Canada Post is not obliged to extend credit to the Customer. If the Customer does not qualify for credit, the Customer must have sufficient funds in the Account before the annual fee is charged. No interest will be paid by Canada Post on any funds held in the Customer's Account.

#### 6.2.1.1 Account Payment Methods

Accounts must be settled using one of the following:

- pre-authorized bank payment
- online payment
- pre-authorized credit card payment, upon Canada Post approval
- payment by cheque or money order.

#### **6.2.2 Accessing Payment Methods**

Customers wishing to sign up for pre-authorized bank payment, online payment or pre-authorized credit card payment need to complete and submit the applicable form, which can be obtained at www.canadapost.ca/caf or from a Canada Post Representative.

If the Customer pays by cheque or money order, they must be made payable to "Canada Post Corporation", and should include the Canada Post Customer number and be accompanied by the remittance information. Cheques must be sent to the following address:

PAYMENT PROCESSING
CANADA POST CORPORATION
2701 RIVERSIDE DR STATION 0680A
OTTAWA ON K1A 1L7

Customers paying by cheque or money order should allow up to three (3) business days for payment processing.

#### 6.2.3 ANNUAL FEE INVOICE

Customers who have their Business Reply Mail processed at an automated Canada Post site will receive an invoice for their annual fee plus applicable taxes.

# 6.2.4 Invoice and Statement of Account of Business Reply Mail Items Returned

Canada Post will process Business Reply Mail items returned to Canada Post and provide batches of Business Reply Mail items to the Customer along with a *Packing Slip* itemizing the transactions (number of items and price).

Typically on a monthly basis, Canada Post will provide the Customer an invoice that summarizes the charges applicable for Business Reply Mail items processed.

On a monthly basis a *Statement of Account* (SOA) will be sent to the Customer. This *Statement of Account* (SOA) will summarize the Business Reply Mail and other invoices which were processed against the Account, any related adjustments and payments made during the month, as well as any balance owing at the end of the month.

The Customer should advise the Credit Management group at 1-800-267-7651 of any discrepancies within fifteen days of the invoice date.

#### 6.2.5 MANAGE MY ACCOUNTS

Customers may view the status of their Accounts online by visiting www.canadapost.ca/obc through the "Manage My Accounts" page.

This secure website requires a user ID and password. Visit www.canadapost.ca/obc to enroll.

#### **6.2.6 LATE PAYMENT FEES**

Past due amounts will be subject to a late payment fee. The late payment fee will be calculated at a rate of 1.5% per month (18% per annum). Canada Post may amend the late payment fee rate at any time upon Notice to the Customer.

An administrative fee of \$25 will be applied on any payment that is dishonoured for any reason, including a payment returned due to Not Sufficient Funds (NSF). Canada Post may amend the amount of this fee at any time upon Notice to the Customer. The Customer agrees to reimburse Canada Post for all costs, including legal fees and bank charges, incurred as a result of late or dishonoured payments.

If an amount becomes past due, Canada Post may elect to apply any money otherwise received from the Customer or any money due to the Customer by Canada Post towards bad debts first. Such right of set off shall be without prejudice and in addition to any other rights Canada Post may have.

#### 6.2.7 Use of Business Reply Mail Postal Indicia

Business Reply Mail items must bear the appropriate postal indicia on the addressed side of each item. Visit www.canadapost.ca/obc to obtain Business Reply Mail Artwork, which includes the postal indicia, through the Business Reply Mail Artwork Online tool.

# 6.3 Non-automated Canada Post Sites – Business Reply Mail Payment

The Customer must set up both a "General Commercial Account" as well as a "Local Ledger Account" to access and pay for Business Reply Mail services when processing of Business Reply Mail items is handled by a non-automated Canada Post site.

#### 6.3.1 Use of Account

#### 6.3.1.1 General Commercial Account

Customers must use a Canada Post General Commercial Account to pay for the Business Reply Mail annual fee, plus applicable taxes.

If Canada Post determines that the Customer is credit worthy, credit terms of net fifteen days from date of invoice will apply. Canada Post is not obliged to extend credit to the Customer. If the Customer does not qualify for credit, the Customer must have sufficient funds in the Account before the annual fee is charged.

#### 6.3.1.2 Local Ledger Account

Customers must set up a Local Ledger Account at a local Canada Post location and ensure sufficient funds are in their Local Ledger Account to cover payment for anticipated Business Reply Mail items. Canada Post will automatically deduct amounts due for returned items from the Local Ledger Account and will provide a Postage Due Receipt to the Customer as proof of payment.

No interest will be paid by Canada Post on any funds held in the Customer's Account (whether Local or General Commercial).

#### 6.3.1.3 Account Payment Methods

**General Commercial Accounts** must be settled using one of the following:

- pre-authorized bank payment
- online payment
- pre-authorized credit card payment, upon Canada Post approval
- payment by cheque or money order.

Local Ledger Accounts can be settled using:

• cheque or money order.

#### 6.3.2 Accessing Payment Methods

Customers wishing to sign up for pre-authorized bank payment, online payment or pre-authorized credit card payment must complete and submit the applicable form, which can be obtained at <a href="https://www.canadapost.ca/caf">www.canadapost.ca/caf</a> or from a Canada Post Representative.

If the Customer pays by cheque or money order, they must be made payable to "Canada Post Corporation", and should include the Canada Post Customer number and be accompanied by the remittance information. Cheques must be sent to the following address:

PAYMENT PROCESSING CANADA POST CORPORATION 2701 RIVERSIDE DR STATION 0680A OTTAWA ON K1A 1L7

Customers paying by cheque or money order should allow up to three (3) business days for payment processing.

#### 6.3.3 ANNUAL FEE INVOICE

Canada Post will provide the Customer an invoice for the annual fee plus applicable taxes. Payment for fees at Canada Post Retail Outlets will not be accepted.

The Customer should advise the Credit Management group at 1-800-267-7651 of any discrepancies within fifteen days of the invoice date.

#### 6.3.4 HANDLING OF BUSINESS REPLY MAIL ITEMS RETURNED

Business Reply Mail items processed at non-automated sites will be provided to the Customer if there are sufficient funds in the Local Ledger Account to cover the applicable charges. No invoice will be sent. If there are insufficient funds, the Customer will be notified to arrange for payment to the local ledger.

For more details, please contact a Canada Post Representative.

#### 6.3.5 MANAGE MY ACCOUNTS

Customers may view the status of their Accounts online by visiting www.canadapost.ca/obc through the "Manage My Accounts" page.

This secure website requires a user ID and password. Visit www.canadapost.ca/obc to enroll.

#### **6.3.6 LATE PAYMENT FEES**

Past due amounts will be subject to a late payment fee. The late payment fee will be calculated at a rate of 1.5% per month (18% per annum). Canada Post may amend the late payment fee rate at any time upon Notice to the Customer.

An administrative fee of \$25 will be applied on any payment that is dishonoured for any reason, including a payment returned due to Not Sufficient Funds (NSF). Canada Post may amend the amount of this fee at any time upon Notice to the Customer. The Customer agrees to reimburse Canada Post for all costs, including legal fees and bank charges, incurred as a result of late or dishonoured payments.

If an amount becomes past due, Canada Post may elect to apply any money otherwise received from the Customer or any money due to the Customer by Canada Post towards bad debts first. Such right of set off shall be without prejudice and in addition to any other rights Canada Post may have.

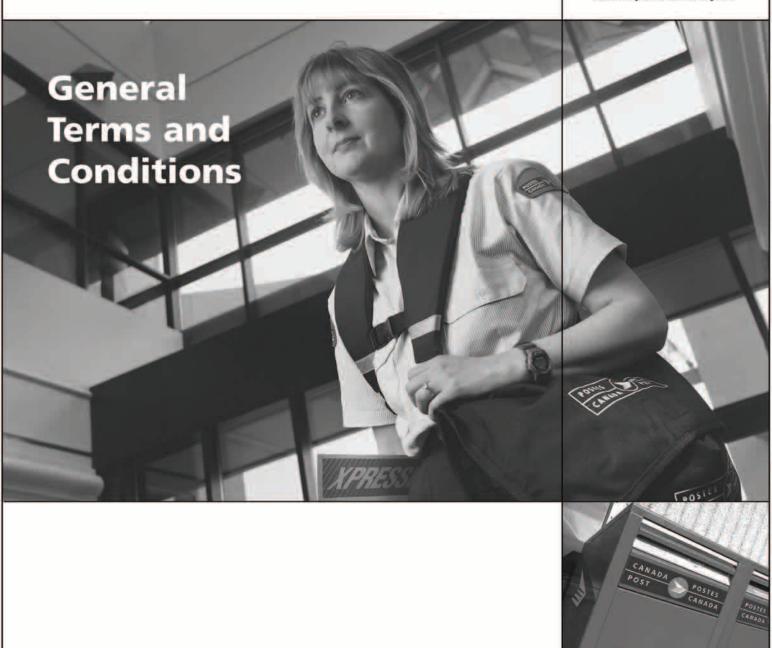
#### 6.3.7 Use of Business Reply Mail Postal Indicia

Business Reply Mail items must bear the appropriate postal indicia on the addressed side of each item. Visit www.canadapost.ca/obc to obtain Business Reply Mail Artwork, which includes the postal indicia, through the Business Reply Mail Artwork Online tool.

#### 6.4 General Terms and Conditions

For general terms and conditions, see "General Terms and Conditions" at the end of this Customer Guide.







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# GENERAL TERMS AND CONDITIONS

Also see the Specific Terms and Conditions for each product or service in each Customer Guide.

Canada Post is in the business of providing mail and other related delivery products and services. The parties wish to set out the terms by which Canada Post will provide and the Customer will use such products and services. In consideration of the mutual obligations specified in this Agreement, the parties agree to the following:

# 1 **DEFINITIONS**

#### 1.1

"**Affiliate**" means an affiliated body corporate as defined by the *Canada Business Corporations Act* as amended from time to time.

#### 1.2

"Agreement" has the meaning set out in section 13 "Entire Agreement and Alterations" on page 7.

### 1.3

"Agreement Year" means twelve (12) consecutive calendar months falling between two (2) anniversary dates.

# **1.4**

"Applicable Published Prices" means, with respect to each Product and Service, the applicable prices, including any applicable fees, charges or surcharges, and less any applicable rebates, set by Canada Post and in effect at the time of mailing, as published and/or made available by Canada Post for general application to its customers, as amended from time to time.

# 1.5

"Authorized User" means a party designated by the Customer and who is approved by Canada Post to have access to the Products and Services offered under this Agreement. Unless otherwise specified in this Agreement, an Authorized User has full access to the Products and Services offered under this Agreement.

# 1.6

"Business Day" means a day other than Saturday, Sunday, a statutory holiday and any day normally observed as a holiday by Canada Post.

#### 1.7

"**Customer Guide**" means the document of the same name issued by Canada Post for each of the Products and Services, as amended from time to time.

#### 1.8

"Electronic Shipping Tools (EST)" means the software system made available under license by Canada Post or a third party shipping system approved by Canada Post, which allows for automated preparation of shipping documentation including labels and contains other features to facilitate shipping with Canada Post, and which is further described on the www.canadapost.ca website.

#### 1.9

"Item" means a single item or mail piece prepared and mailed using one of the Products and Services in accordance with this Agreement.

#### 1.10

"**Products and Services**" means any of the products and services offered for sale as described in the *Canada Postal Guide* or other Canada Post publication of application to commercial Customers generally, including the applicable *Customer Guide*.

#### 1.11

"**Subsidiary**" means a subsidiary body corporate as defined by the *Canada Business Corporations Act* as amended from time to time.

# 1.12

"Term" means the period set out in the Customer Guide for each Product or Service.

# 1.13

Other terms not specifically defined in this Agreement have the meanings defined in the applicable *Customer Guide*, the *Canada Postal Guide* or other Canada Post publication of application to customers generally.

# 2 CANADA POST'S OBLIGATIONS

#### 2.1

Canada Post agrees to deliver Items of each Product and Service mailed under this Agreement according to the applicable service standards set out in the *Canada Postal Guide*, or other material published by Canada Post and of general application to Canada Post's customers, as amended from time to time. Unless expressly stated in this Agreement, service standards established by Canada Post for its Products and Services are not performance guarantees.

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#### 2.2

Canada Post agrees to provide or make available to the Customer upon execution of this Agreement the *Canada Postal Guide* or other material published by Canada Post, including the *Customer Guide* corresponding to a particular Product and Service, of general application to customers and any subsequent amendment thereto.

# 3 CUSTOMER'S OBLIGATIONS

#### 3.1

The Customer agrees to prepare and mail Items in accordance with this Agreement.

#### 3.2

The Customer agrees to purchase and pay for the Products and Services at the Applicable Published Prices specified in the *Price Sheet*, subject to any applicable rebates and including all applicable fees, charges, surcharges and taxes. The Applicable Published Prices charged are subject to verification, correction and adjustment for any applicable fees, charges, surcharges and taxes.

#### 3.3

The Customer agrees to pay for the Products and Services purchased using the payment method(s) specified in the applicable *Customer Guide*.

# 3.4

The Customer agrees to meet the minimum volume of Items required per deposit or per annual commitment for each Product and Service as specified in the applicable *Customer Guide*.

# 3.5

If so specified in the *Customer Guide* for a Product or Service and if Canada Post determines that the Customer's pattern of business is not consistent with any agreed volume commitment, then Canada Post may amend the applicable prices on thirty (30) calendar days' written Notice.

# 3.6

If so specified in the *Customer Guide* for a Product or Service, the Customer shall include an electronic order, in such form as approved or stipulated by Canada Post, with each mailing. Only volumes captured through an electronic order will count toward the Customer's minimum volume commitment for the Product or Service.

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# 4 EXCLUSIVE PRIVILEGE

#### 4.1

The Customer acknowledges that Canada Post has, pursuant to and in accordance with the Canada Post Corporation Act and Regulations, the sole and exclusive privilege of collecting, transmitting and delivering letters within Canada. Without prejudicing any other rights or remedies Canada Post may otherwise have, the Customer agrees that Canada Post may terminate the Agreement if the Customer, or any Authorized User of the Customer, directly or indirectly contravenes this privilege. If the Agreement is terminated for contravention of this privilege, then, in addition to any amounts otherwise due, the Customer shall pay to Canada Post an amount equal to the difference between the amount paid or payable for all Items mailed up to the date of termination and the amount that would have been payable for that volume, at current prices, had the Agreement not been signed.

# 5 CRITERIA FOR QUALIFICATION

#### 5.1

All Items must comply with the requirements set out in this Agreement and, except for Purolator International Services, the *Canada Post Corporation Act* and *Regulations*; and, for international Items, the *Universal Postal Union* (UPU) requirements and any receiving Postal Administration requirements and the laws of the country of destination; all as may be amended from time to time. Items not complying with these requirements may not be mailed under this Agreement. Each of Canada Post and Purolator retains the right to refuse to accept any Item that either Canada Post or Purolator, in its sole discretion, deems unacceptable.

# **5.2**

Mailings not previously approved by Canada Post and assessed by the Customer, or on behalf of the Customer, are subject to pricing verification and correction by Canada Post.

# **5.3**

Items presented for mailing to Canada Post may be verified to determine compliance with applicable terms and conditions. Items determined not to be compliant may, at the discretion of Canada Post, be:

- a) Returned at the Customer's expense, to be made compliant by the Customer, where possible
- b) Processed and charged at the next or most appropriate Product or Service category, where available
- c) Subject to a surcharge
- d) Refused for mailing.

#### 5.4

Canada Post may correct the Customer's order documentation for incomplete or incorrect information.

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#### 5.5

Canada Post shall not be responsible for meeting any service standard or delivery commitment, where applicable, for delays arising from the mailing of non-compliant Items.

# **6** SURCHARGES

# **6.1 Oversize and Volumetric Weight (Density)**

Items mailed under this Agreement may be subject to Oversize and/or Volumetric Weight (Density) surcharges established by Canada Post from time to time, applicable generally to its commercial customers and as set out in the *Customer Guide*. Canada Post may amend the Oversize and/or Volumetric Weight (Density) surcharges at any time immediately upon Notice to the Customer.

# 6.2 Fuel Surcharge

Items mailed under this Agreement may be subject to a fuel surcharge, established by Canada Post from time to time, applicable generally to its commercial customers and as set out in the *Customer Guide*. Canada Post may amend the fuel surcharge at any time immediately upon Notice to the Customer.

# 6.3 Non-compliance Surcharge

If so specified in the applicable *Customer Guide*, Items mailed under this Agreement may be subject to surcharges for non-compliance with mail specification or preparation requirements. Canada Post may amend the non-compliance surcharge at any time immediately upon Notice to the Customer.

# 7 CURRENCY

# **7.1**

Unless expressly noted to the contrary, all monetary amounts are stated and shall be paid in Canadian currency.

# 8 AUDITS

#### 8.1

On request, the Customer shall permit Canada Post and its authorized representatives access to its premises, and if applicable those of Authorized Users and the Mailer, On Behalf Of the Customer, during the Term, and for a reasonable period of time after the expiry or earlier termination of this Agreement. The Customer agrees to facilitate Canada Post's access, examination and audit of the records, databases and information relating to the Items mailed under this Agreement and the Customer's obligations including if applicable those of Authorized Users and Mailer, On Behalf of the Customer, under this Agreement.

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# 9 AUTHORIZED USERS

#### 9.1

All references to the Customer include the Customer's Authorized Users and any actions taken by an Authorized User are deemed to be the actions of the Customer. The List of Authorized Users is set out in an appendix to this Agreement.

#### 9.2

The Customer may amend the List of Authorized Users upon consent of Canada Post.

#### 9.3

An Authorized User who ceases to be an Affiliate, Subsidiary or a franchisee of the Customer will no longer be entitled to mail Items under this Agreement as of the date upon which it ceases to be the Affiliate, Subsidiary or franchisee of the Customer. In the event that an Authorized User ceases to be an Affiliate, Subsidiary or a franchisee of the Customer, the Customer shall give notice to Canada Post within thirty (30) calendar days of such change in relationship.

#### 9.4

The Customer is responsible for the compliance by each Authorized User with this Agreement. In the event that an Authorized User fails to pay for Products or Services provided under this Agreement, the Customer shall pay the amount owing.

# 10 Mailers, On Behalf Of

# 10.1

Canada Post will accept Items mailed by another party on behalf of the Customer provided that the mailing of such Items complies with the terms and conditions of this Agreement. The Customer shall require a Mailer, On Behalf Of, to abide by the Agreement. The actions taken by the Mailer, On Behalf Of, are deemed to be the actions of the Customer.

# 11 Resale or Interlining

# 11.1

The Customer agrees that any Products and Services purchased under this Agreement are for its own use as an end user or for the use of an Authorized User and that it will not sell or permit the resale of any services, nor use the Products and Services offered under this Agreement for the purposes of interlining. Interlining is the process in which a carrier uses another carrier's transportation service in the course of a continuous freight movement.

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# **12 ASSIGNMENT**

#### 12.1

The Customer shall not assign this Agreement without the prior written consent of Canada Post and any purported assignment without prior consent is void. Canada Post may assign the benefits of this Agreement or make any arrangements that would result in the performance, in whole or in part, of the obligations of Canada Post under this Agreement by a person other than Canada Post.

#### 12.2

If the Customer amalgamates, merges or enters into a similar business combination with any other entity, including without limitation by means of (a) acquisition of all or substantially all of the assets of another entity; or (b) the sale of all or substantially all of the assets to another party, then, for the purpose of this Agreement, such amalgamation, merger or combination will be deemed to be an assignment requiring the prior written consent of Canada Post.

# 13 Entire Agreement and Alterations

#### 13.1

All references to this Agreement shall be deemed to include:

- a) the applicable Agreement Activation Form(s);
- b) these General Terms and Conditions:
- c) the applicable Customer Guide(s);
- d) the applicable *Price Sheet*(s);
- e) the Credit Application Form, if applicable;
- f) the Canada Postal Guide: and
- g) any appendices and any documents referenced therein, as all may be amended from time to time.

#### 13.2

Without limiting the generality of the above, in the event of any inconsistency between this Agreement, and any document other than the *Canada Post Corporation Act* or its *Regulations* referred to herein, the terms of this Agreement shall prevail and be interpreted in the order of priority listed above.

# 13.3

No representations, negotiations, or conditions either verbal or written will bind the parties except as expressly set out in this Agreement. Except as set out in section 14 "Waiver" on page 8, no agent or representative of either party to this Agreement has authority to alter the provisions of this Agreement, and any such purported alteration shall not be binding.

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# 14 WAIVER

#### 14.1

Except as specifically stated in this Agreement, no waiver or amendment of this Agreement shall be binding unless executed in writing by the appropriate party's authorized representative. No waiver of any provision of this Agreement shall constitute a continuing waiver unless otherwise expressly provided. Acceptance of Items for mailing shall not constitute a waiver by Canada Post of the Customer's obligations under this Agreement.

# 15 AMENDMENTS

#### 15.1

Canada Post reserves the right to modify, discontinue Products or Services or otherwise amend this Agreement, including prices, by giving the Customer thirty (30) calendar days' written Notice as specified in this Agreement.

#### **15.2**

Canada Post reserves the right to amend the Canada Postal Guide without Notice to the Customer.

# 16 SURVIVAL

## 16.1

The termination or expiry of this Agreement will not affect the survival and enforceability of any provision of this Agreement that is expressly or implicitly intended to remain in force after such termination or expiry.

# 17 GOVERNING LAW

# 17.1

This Agreement is made subject to and in accordance with the *Canada Post Corporation Act* (the "Act"), R.S.C. 1985, c. C-10, as amended from time to time and any of the *Regulations*, which are or may be from time to time made under the *Act*.

# **17.2**

If the Customer's address is not in a Canadian province or territory, this Agreement shall be governed by, and interpreted under, the laws in force in the province of Ontario, Canada.

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# **18 LANGUAGE**

#### 18.1

It is the express wish of the parties that this Agreement, as well as all related documents, be written in the English language. Les parties ont demandé expressément que la présente ainsi que tout document afférent soient rédigés en anglais.

# 19 EXCUSABLE DELAY

#### 19.1

Except for the Customer's payment obligations, neither party shall be liable to the other for any failure to perform, or delay in the performance of, any obligation under the Agreement due to causes beyond its reasonable control, including but not limited to, acts of God, labour disruptions or, if applicable, delays caused by customs authorities, provided that the party experiencing such circumstances immediately notifies the other party in writing of the circumstances and minimizes, to the extent reasonably practicable, the impact of such circumstances on the performance of the obligations under the Agreement.

# **20** LIMITATION OF LIABILITY

#### 20.1

Canada Post reserves the right to independently review and verify any and all claims made by the Customer arising from missed delivery and/or service commitments.

# 20.2

Except as specified in the *Customer Guide* for the Product or Service, Canada Post shall not be responsible for any direct, indirect, general, special or consequential damages arising out of the Agreement regardless of whether such damages result from loss, mishandling or delay in delivery of any Item.

# 21 TERMINATION

# 21.1

Either party may terminate this Agreement at any time, without cause, by giving thirty (30) calendar days' written Notice to the other.

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#### 21.2

Either party may immediately terminate this Agreement upon written Notice to the other party if at any time during the Term:

- a) either party ceases to carry on business or makes a sale in bulk of all or substantially all of its assets; or
- b) either party becomes insolvent or bankrupt, or files any proposal or makes any assignment for the benefit of creditors; or
- c) a receiver, trustee or other person with like powers is appointed to handle the affairs or property of either party; or
- d) an order is made for the winding up or liquidation of either party; or
- e) either party continues to be in default of any of its obligations after being provided thirty (30) calendar days' Notice of the default.

#### 21.3

Should the Customer fail to purchase Product and Services under this Agreement for a period of more than twenty-four (24) consecutive months, Canada Post may terminate the Agreement or amend the List of Authorized Users without notice.

#### 21.4

Termination of this Agreement shall be without prejudice to any rights of the Customer or Canada Post that have accrued prior to the date of termination.

#### 21.5

Neither party shall have a right to damages as a result of termination of this Agreement.

# 22 Notices

#### 22.1

Any Notice given by either party shall be in writing and delivered personally, by Registered Mail, by Priority Courier<sup>TM</sup> with signature or by Xpresspost<sup>TM</sup> with signature. Alternatively Notices regarding Amendments to this Agreement by Canada Post may be sent to the Customer via e-mail or by Canada Post posting such changes on the Canada Post website (www.canadapost.ca) which will be deemed received upon posting.

Notices to Canada Post shall be sent to:

AGREEMENT MONITORING CANADA POST CORPORATION 2710 RIVERSIDE DR SUITE CO157 OTTAWA ON K1A 0B1

Notices to the Customer shall be sent to the Customer's general contact at the mailing or e-mail address set out in the *Agreement Activation Form*.

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#### 22.2

Notices delivered personally shall be deemed received at the time of delivery, Notices sent by Registered Mail shall be deemed received on the fourth Business Day following the date of mailing, and Notices sent by Priority Courier<sup>TM</sup> or Xpresspost<sup>TM</sup> with signature shall be deemed received on the second Business Day following the date of mailing. Weekends and statutory holiday mailings will count as originating on the following Business Day.

#### 22.3

Either party may change its address by giving Notice to the other party.

#### 22.4

The Customer agrees that Canada Post may update the Customer's address information obtained from any source, including any Change of Address Notification form submitted to Canada Post, for the purpose of contacting the Customer with respect to this Agreement.

# 23 CONFIDENTIALITY

#### 23.1

Except as may be required by law or for those terms and conditions that have been made publicly available by Canada Post, neither party nor their employees (including directors and officers) or agents shall disclose to any third-party, with the exception of Authorized Users, prices or any other terms or conditions contained in this Agreement.

#### 23.2

Canada Post has policies and procedures in place to protect the confidential information that it handles. Canada Post is subject to the federal *Privacy Act* and the *Canada Post Corporation Act*. Any third parties who are involved in handling confidential information on behalf of Canada Post are required to agree to appropriate contractual provisions.

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