

New policy for used vehicle shipments from Canadian load ports

Dear Customer,

Over recent months, we have seen an increased amount of used vehicle export shipments being seized by Canada Border Service Agency (CBSA) before they leave Canada. There has also been an increase in the number of used vehicle export shipments being stopped and cargo seized at transshipment ports.

In order to mitigate the possibility of export used vehicle shipments being seized in Canada or abroad, with effect from shipments booked after April 03, 2023, in compliance with a new directive issued by the CBSA, the following documents will be required, in advance of inland or port cut-off (whichever is first), for all export used vehicle shipments from Canada:

- Signed copy of these presents and of the accompanying Compliance Declaration and Letter of Undertaking (also reproduced below for your convenience), confirming that your shippers have been vetted and that you will, together with the "Merchant" as defined in Hapag-Lloyd Aktiengesellschaft, Hamburg's (HLAG) standard Bill of Lading or Sea Waybill, be jointly and severally responsible for all costs, which include but are not limited to legal fees, court costs, fines / penalties, freight, demurrage, detention, storage, etc., resulting from non-compliance with any CBSA requirement. This Compliance Declaration and Letter of Undertaking is required only once and will be kept on file for application to all future used vehicle shipments from that forwarder/booked-by party:
- Copy of the title (ownership) of the vehicle(s) to be shipped;
- If sold by private sale, a copy of the seller's driver license;
- Copy of the Bill of Sale showing the addresses and phone numbers of the seller and vendor; each vehicle's VIN number; description of the vehicle(s) and sale price; and
- Customs submissions as provided to CBSA for these exports (this should include the Canadian Business Number)

All documents should be sent to <u>canada@service.hlag.com</u> with the Subject: **Doc for Used Vehicle shipment 123456789 (shipment #).** Please ensure these are sent at least **7 days** prior to the inland or port cut-off to ensure ample time to review the documents. If these documents are not received before the cut-off, the shipment will be cancelled. For bookings with container activity, the shipment will be rolled to the next available vessel. Any resulting changes in freight rates will be recoverable, as will any resulting additional charges, fees and expenses for such items which include, but are not limited to, storage, export detention, demurrage, *etc.*

In addition to the above new requirements, it is to be acknowledged that we will no longer accept any diversion / COD requests for any used vehicle shipment booked after April 03, 2023. Lastly, we highlight the fact that in compliance with local regulations, we do not accept used vehicle shipments where the booked-by party or the shipper on the booking is not a Canadian business entity.

Sincerely,

Remy Saque

Director Customer Service Hapag-Lloyd (Canada) Inc. as agents of HLAG

Keep in touch

















<u>IMPRINT</u> <u>PRIVACY TERMS</u> <u>WEBSITE</u>

Compliance Declaration and Letter of Undertaking

As regards any shipments of used vehicles which we accept from our shippers and in turn move with Hapag-Lloyd Aktiengesellschaft, Hamburg (HLAG), by these present, we, (insert name of entity), confirm the following:

- We have thoroughly vetted each shipper to ensure that the shipper is authorized to export the vehicle(s) in question in full compliance with all applicable CBSA requirements;
- We will provide HLAG's agent, Hapag Lloyd (Canada) Inc., with the required documentation enumerated in HLAG's New Policy for Used Vehicle Shipments from Canadian Load Ports, the receipt of which we acknowledge undertake to be bound by; and
- We undertake to be jointly and severally responsible with the "Merchant", as defined in the
 contract as evidenced by HLAG's standard Bill of Lading / Sea Waybill, as applicable, for each
 shipment in question as regards all costs resulting from non-compliance with any applicable
 CBSA requirement, which costs include, but are not limited to, legal fees, court costs, fines /
 penalties, freight, demurrage, detention, storage, etc.

I (insert name), (insert title) of (insert name of entity), confirm that I have read HLAG's new
policy for used car shipments from Canadian load ports and acknowledge and agree to be bound
by same.

Signed this	of	, 2023 in	, Canada
		(signature)	
I confirm that I ha	eve authority t	o sign this acknowled	gement.
(Corporate Seal)			