

CONTRACT TERMS AND CONDITIONS

1. DEFINITIONS: On this NONNEGOTIABLE straight bill of lading, “carrier”, “we”, “our” and “us” refer to ANX Shipping, LLC, and its respective employees, agents, independent contractors and anyone performing any service with respect to the Goods. “You” and “your” refer to the consignor, shipper, consignee, merchant, person entitled to delivery of the Goods, receiver of the Goods, owner of the Goods and its/their employees, principals and agents. The word “Goods” shall include articles of every kind and description, including their packaging, containers or other shipping units or materials, tendered to us for transportation under this straight bill of lading and described or identified on the face of this straight bill of lading.

2. AGREEMENT TO TERMS: By giving us your shipment, you agree, regardless of whether you sign the front of this straight bill of lading for yourself and/or as agent for and on behalf of any other person having an interest in this shipment to all terms on this straight bill of lading and our Tariffs, Rules and Regulations which are expressly incorporated by reference and, are available to you upon written request to us. If there is a conflict between this straight bill of lading and our Tariffs, Rules and Regulations, this straight bill of lading shall govern.

3. WARRANTIES: (a) You warrant that the Goods are packaged adequately to protect them and to ensure safe transportation with ordinary care and handling and that each package is appropriately labeled and is in good order and condition (except as noted) for the carriage specified in this straight bill of lading and that the Goods are in compliance with all applicable governmental regulations. We shall have no liability for damage to or loss of uncrated, unprotected or improperly packaged Goods and, by tendering such Goods, you agree to hold harmless and indemnify us for any damage to or loss of such Goods. (b) You certify that the particulars on the face of this straight bill of lading are correct and that insofar as any part of the Goods contains hazardous cargo, such part is properly classified and described by name and is in proper condition for carriage according to the applicable hazardous cargo regulations. (c) You represent and warrant that each shall timely submit all documentation and information required for the transportation, import and export of the Goods. (d) You, jointly and severally, agree to indemnify us and to hold us harmless in respect of any injury or death of any person, or any loss or damage to the Goods, including cargo or any other property or to the motor carrier or any other mechanism of transportation, and for all fines, duties, payments or liabilities of any kind, or any other loss or expense, including, but not limited to, lost profits and attorneys’ fees, caused by breach of any of your representations or warranties, or incurred or levied upon us by reason of the Goods being or having been in our possession.

4. LIMITATIONS: We are not liable for any loss, damage, delay, mis-delivery, non-delivery or other results caused by (a) the act, default or omission of Shipper, Consignee or any other party who claims interest in the Goods, including any breach of the warranties set forth in paragraph 3 above; (b) the nature of the Goods or any defect, characteristic or inherent vice thereof; (c) violation by you of any of these Terms and Conditions of this straight bill of lading; (d) acts of God, public enemies, public authorities acting with actual or apparent authority, authority of law, quarantine, riots,

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strikes, labor disputes and commotions or hazards or dangers incident to a state of war; (e) compliance or non-compliance with delivery or special instructions; (f) a stop or hold of the transit at your request (g) highway obstruction, by faulty or impassable highway or by lack of capacity of any highway, bridge or ferry; (g) weather conditions or mechanical delay of motor carrier or other equipment or (h) assailing thieves or hijacking. We shall not be liable in any event for any special, incidental or consequential damages including, but not limited to, loss of profits, income, utility, interest or loss of market, whether or not we had knowledge that such damage might be incurred.

5. HIJACKING CLAUSE: You agree to accept and assume the risk of loss for cargoes stolen at by armed thieves or hijacking.

6. RIGHT OF INSPECTION OF SHIPMENT: We have the right, but not the obligation, to inspect any shipment, including, without limitation, opening the shipment.

7. SUBSTITUTION OF MODE OR EQUIPMENT: You hereby authorize us to choose a carrier or other company to transport this shipment, and our obligation is limited to delivery of your shipment to any such company. Transportation of the shipment is subject to availability of equipment and the space therein. We shall have the right to (a) substitute alternative carriers or other means of transportation and (b) select the routing or deviate from that shown on the face hereof. We are not bound to transport said Goods by any particular schedule, train, vehicle or vessel, or in time for any particular market, or in any manner other than with reasonable dispatch. We shall have the right, in case of physical necessity; to forward said Goods by any carrier or route between the point of shipment and the point of destination.

8. RELEASE VALUE / LIMITATIONS ON LIABILITY: In consideration of the level or rates offered, you agree to a WAIVER OF CARMACK AMENDMENT LIABILITY as defined under 49 U.S.C. 14101(b) and 49 U.S.C. 14706. You agree that the following limit of liability is reasonable under the circumstance surrounding the transportation. You agree that we will only be liable for loss or damage resulting from our negligence or fault. You agree that in consideration of our rate for the transportation of any Goods, which rate is, in part, dependent upon the value of the Goods, that our liability for any loss, damage, expense or delay to the Goods shall be limited to \$.50 per pound multiplied by the weight of the Goods actually lost, damaged, or delayed or \$50 per shipment of Goods, whichever is greater, unless a higher value is declared on the face of this straight bill of lading and the applicable charges are paid. You also agree to pay the amount of our transportation charges applicable to that part of the Goods lost, damaged or delayed.

9. ADDITIONAL CHARGE FOR DECLARED VALUE: You agree that there will be an additional charge of U.S.\$0.60 for each \$100 or fraction thereof for value declared in excess of applicable release value set forth in paragraph 8. RELEASE VALUE / LIMITATIONS ON LIABILITY above.

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10. TIME FOR CLAIM AND SUIT: As a condition precedent to recovery, a claim must be filed in writing with ANX Shipping, LLC within seven days after the date of delivery of the property or date that delivery of the property should have occurred, unless a compulsory law requires a longer period of time for filing a claim. All lawsuits related to this straight bill of lading shall be instituted against us no later than one year from the date of delivery or the date that delivery should have occurred. If a compulsory law requires a period or time for filing a lawsuit longer than one year, you agree that all lawsuits must be filed two years and one day from the date of delivery of the property or date that delivery of the property should have occurred. Where claims are not filed or lawsuits are not instituted in accordance with the foregoing provisions, we shall not be liable, and you agree that no claim will be paid by us.

11. GENERAL LIEN AND RIGHT TO SELL YOUR GOODS: (a) We shall have a general and continuing lien on any and all Goods coming into our actual or constructive possession or control for monies owed to us with regard to the shipment on which the lien is claimed, a prior shipment(s) and/or both. (b) We shall provide written notice to you of our intent to exercise such lien, the exact amount of monies due and owing, as well as any ongoing storage or other charges; you shall notify all parties having an interest in the shipment(s) of our rights and/or the exercise of such lien. (c) Unless, within thirty days of receiving notice of lien, you post cash or letter of credit at sight, or, if the amount due is in dispute, an acceptable bond equal to 110% of the value of the total amount we claim is due, in our favor, guaranteeing payment of the monies owed, plus all storage charges accrued or to be accrued, we shall have the right to sell such shipment(s) at public or private sale or auction and any net proceeds remaining thereafter shall be refunded to you.

12. GOODS NOT ACCEPTABLE FOR TRANSPORT: Unless otherwise agreed to by us in writing for any shipment, we will not carry the following cargo: Accounts, bills, deeds, evidences of debt, notes, securities, currency, money, coins or stamps, jewelry, precious stones, fine arts, bullion, specie, or other precious metals, furs, garments trimmed with furs, weapons, ammunition, explosives, live animals and plants, Christmas trees, batteries, used household goods and personal effects, used machinery and used automobiles, used aircraft/used boats, temperature controlled commodities, cigarettes and tobacco products, hazardous materials, human remains, antiques, plants, live animals, pharmaceuticals, lewd, obscene or pornographic materials, DOT restricted articles, including dangerous Goods and hazardous or combustible materials, any material prohibited from transport by any law, regulation, or statute of any country in which the shipment may be carried. If you tender any material not acceptable for transport without previous full written disclosure to the carrier of their nature, you shall be liable for and indemnify the carrier against all loss or damage caused by such Goods. Such Goods may be warehoused at your risk and expense or destroyed without compensation.

13. DANGEROUS OR HAZARDOUS GOODS: If you ship dangerous or hazardous goods, without previous full written disclosure to us of their nature and a written agreement to carry pursuant to paragraph 12 above, you shall be liable for and

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indemnify and hold us harmless against all loss or damage caused by such Goods, including costs of defense and attorney's fees. Such Goods may be warehoused at owner's risk and expense or destroyed without compensation.

14. C.O.D. AMOUNTS: We shall use reasonable care regarding written instructions relating to C.O.D. shipments. (C.O.D means "Collect on Delivery"), bank drafts, cashier's and/or certified checks, letter(s) of credit and other similar payment documents and/or instructions regarding collection of monies, but we shall not have liability if the bank or consignee refuses to pay for the shipment. We shall not be liable in any event for collecting cash.

15. RIGHT OF REJECTION: We reserve the right to reject a shipment (a) when such shipment would be likely to cause delay or damage to other shipments, equipment or personnel; (b) or the shipment is prohibited by law; (c) or the shipment would violate any terms on this straight bill of lading, Tariffs, Rules and Regulations that are expressly incorporated by reference herein and have been established by us, which are available to you upon written request to us.

16. LIABILITY FOR CHARGES, DEMURRAGE and INTERCHANGE: You shall be liable, jointly and severally, (i) for all unpaid charges on account of a shipment pursuant to this contract, including, but not limited to, the cost of collection, court costs and attorney fees: and (ii) to pay or indemnify us for all claims, fines, penalties, damages, costs or other sums which may be incurred by us by reason of any violation of this contract or any other default or as a result of drayage performed by us, including but not limited to, damage to, theft of, demurrage on and detention charges to equipment interchanged by us for you.

17. FINAL DISPOSITION: (a) If you refuse any shipment tendered to you for delivery or if we are unable to deliver the shipment to you, because of your fault or mistake, our liability shall then become that of a warehouseman. Storage charges, based on our tariff, shall start the next business day. Storage may be, at our option, in any location that provides reasonable protection against loss or damage. We may place the shipment in public storage at the owner's expense and without liability to the carrier; (b) If we do not receive disposition instructions within 10 days of our attempted first notification we will dispose of your Goods pursuant to paragraph 10. GENERAL LIEN AND RIGHT TO SELL YOUR GOODS, above.

18. INVALID PROVISIONS: If any provision of this contract, and any other terms and conditions incorporated by reference, are determined to be invalid or unenforceable, the remainder of this contract shall not be affected thereby.

19. CONSTRUCTION OF TERMS AND VENUE: The foregoing terms and conditions shall be construed according to the laws of the United States of America, except when a convention, treaty or other law is compulsory applicable. Unless otherwise consented to, in writing, by us, no legal proceeding against us may be instituted by you or your assigns or subrogee, except in the United States District Courts of Southern California.