

(On Company Letterhead)

IMPORTER DIRECT SECURITY OPTION AGREEMENT

Date:

_____ has posted security for the release of goods prior to the payment of duties and taxes, and has been given an account security number.

The business number of _____ is _____

Frontier Supply Chain Solutions Inc. will release and account for imports by _____ under the broker's account security number.

Frontier Supply Chain Solutions Inc. and _____ agree that:

_____ will pay the Canada Border Services Agency (CBSA) directly, by the last business day of the month, the full amount of duties and taxes owing for imported goods on their statement of account for all transactions submitted by Frontier Supply Chain Solutions Inc. during the billing period.

_____ will make payments in accordance with the payment procedures outlined in CBSA Memorandum D17-5-1, Payment of Duties and Taxes on Imported Commercial Goods. In most cases, payment is to be made electronically. For instances where Memorandum D17-5-1 still allows importers to pay by cheque, it is to be made payable to the Receiver General for Canada and provided to the CBSA or to their broker for remittance to the CBSA by the payment due date.

_____ accepts responsibility and liability for the payment of penalties and interest applied by the CBSA resulting from any late payment of duties and taxes. Failure to provide payment to the CBSA by the due date will result in the application of penalties and interest to Frontier Supply Chain Solutions Inc. on any amounts owing.

Importers who are late paying 3 times in a one-year period may be removed from this option. may benefit once again from the option program after one year from the date of suspension;

_____ is reminded that although they may choose to use the services of a licensed customs broker to transact business with the CBSA on their behalf, the importer is ultimately responsible for the accounting documentation, payment of all duties and taxes, and subsequent corrections;

_____ authorizes Frontier Supply Chain Solutions Inc. to communicate with the Canada Revenue Agency (CRA) regarding collections activity related to amounts owing on imported goods released under this agreement, and to release information on these transactions to the CRA;

_____ authorizes the disclosure of information pertaining to their account security profile by officers of the CBSA, to Frontier Supply Chain Solutions Inc. for transactions submitted by the broker.

All queries regarding this letter and the payment of duties and taxes on imported goods by _____ should be directed to:

Contact name	
Title	
Address	
Telephone	
Fax number	

Signed (Importer)

Signed (Broker)