


KINGSWAY GENERAL INSURANCE COMPANY

MISSISSAUGA, ONTARIO, CANADA

CANADA CUSTOMS BOND

 Bond No.
CC 203689

grant to the Acct. Regulations and other authorities governing the Customs activity identified below, we the "Principal" and "Co-principal" and "Surety" jointly and severally bind ourselves, our respective heirs, executors, administrators, successors and assigns in the amount stated below unto Her Majesty, in right of Canada, her heirs and successors as prescribed by the Minister of National Revenue of Canada. We the Principal and Co-principal** further acknowledge that we are required to furnish and maintain security in the amount noted.

1. ACTIVITY TO BE SECURED - Bonded Carrier bonds for the transportation of goods for Highway
RELEVANT LEGISLATIVE AUTHORITY - TRANSPORTATION OF GOODS REGULATIONS

 BOND/AMOUNT... **TWENTY FIVE THOUSAND** **XX/30** dollars \$ **25,000.00**
 (in words)

2. LEGISLATIVE AUTHORITIES

 Customs Brokers Licensing Regulations
 Transportation of Goods Regulations
 Customs Bonded Warehouse Regulations
 Customs Sufferance Warehouse Regulations
 Duty Free Shop Regulations

 Temporary Importation Regulations
 Display Goods Temporary Importation Regulations
 Commercial Samples Remission Order
 Accounting for Imported Goods and Payment of Duties Regulations
 Other authorities may be accepted

New condition of the above written obligation is such that if the obligation imposed by these Legislative Authorities is well and truly performed then this obligation shall be void and of no effect but otherwise shall be and remain in full force, virtue and effect. Notwithstanding the foregoing, it is understood and agreed that the liability of the Surety under this bond shall be limited to the amount stated herein and shall not be cumulative during the existence of this bond.

3. Specify the period of validity of this bond as determined by the relevant Regulations (check one box only)

- a) Continuous Bond - Effective Date: **JUNE 16, 2010**
Sold to Cash June 16, 2010
- b) Bond for a Specified Period - Commencing on the _____ day of _____ 19____ and terminating on the _____ day of _____ 19____

4. It is understood that the above-written obligation shall apply to activities conducted at all customs offices in Canada

5. a) Provided that the Surety gives the Customs office holding the security thirty days notice by registered mail of its intention to terminate the obligation undertaken, then the obligation and all liability shall cease insofar as any act or dealing by the Principal and Co-principal** subsequent to the termination date is concerned, but otherwise shall remain in full force and effect.

The liability of the Principal and Co-principal** and of the Surety hereunder, shall arise upon receipt by the Surety of a written demand from the Department of National Revenue containing relevant documentation to substantiate the claim. However, if the Principal or Co-principal** or the Surety provides, within 60 days of the date of such demand, evidence to disprove the claim, then such liability, if any, arises on the date of the notice confirming that the demand is valid. All such demands shall be given to the Surety within one year following the date of termination of this bond.

6. Notwithstanding this bond, it is understood that the Customs and Excise Division of the Department of National Revenue may, at any time, as it sees fit, refuse the privileges associated with this bond.

7. In witness whereof the Principal and Co-principal** has hereunto set his hand and seal and the Surety has caused these presents to be sealed with its corporate seal, attested to by the signatures of its duly authorized officers, this day and year written below. We the Principal and Co-principal** further testify that we have read and understand the relevant Acts, Regulations and other Authorities indicated herein, and hereby undertake to be strictly governed by the provisions thereof.

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|---|---|
| PRINCIPAL (Name and address) LINE DRIVE TRANSPORTATION INC. | Signature and Seal |
| 2293 Second Ave. | Name and Title John Garrie, Secty Treasurer |
| Kingston, Ontario | Signature |
| N9B 1T3 | Name and Title |
| CO-PRINCIPAL (Name and address) | Signature and Seal |
| KINGSWAY GENERAL INSURANCE COMPANY | Name and Title I. HOYE, Attorney-In-Fact |
| 5310 EXPLORER DRIVE | Signature |
| SUITE 200, MISSISSAUGA | Name and Title |
| ONTARIO L4W 5H8 | Signature and Seal |
| SURETY (Name and address) | Name and Title |
| KINGSWAY GENERAL INSURANCE COMPANY | Signature and Seal |
| 5310 EXPLORER DRIVE | Name and Title |
| SUITE 200, MISSISSAUGA | Signature |
| ONTARIO L4W 5H8 | Name and Title |

8. Signed, sealed and delivered in the presence of _____ (not required when sealed)

9. DATED THIS **16th** DAY OF **JUNE** **2010** **ONE THOUSAND, NINE HUNDRES AND TWO THOUSAND**

** where applicable

K-52 White - REVENUE CANADA • Canary - PRINCIPAL • Pink - SURETY • Goldenrod - INS. BROKER