

COLLECTIVE AGREEMENT

between

CCL CONTAINER,

and

**SHEET METAL WORKERS
INTERNATIONAL ASSOCIATION**

Expiry date June 30, 2016

TABLE OF CONTENTS

ARTICLE 1- RECOGNITION

ARTICLE 2 - MANAGEMENT RIGHTS

ARTICLE 3 - HOURS OF WORK

ARTICLE 4 – OVERTIME

ARTICLE 5 - UNION REPRESENTATION

ARTICLE 6 - UNION SECURITY

ARTICLE 7 – WAGES

ARTICLE 8 – MISCELLANEOUS

ARTICLE 9 – SENIORITY

ARTICLE 10 - GRIEVANCE PROCEDURE

ARTICLE 11 – ARBITRATION

ARTICLE 12 - NO STRIKES OR LOCK-OUTS

ARTICLE 13 - LEAVE OF ABSENCE

ARTICLE 14 HOLIDAYS

ARTICLE 15 - VACATIONS

ARTICLE 16 - BEREAVEMENT LEAVE, JURY DUTY AND CROWN
WITNESS

ARTICLE 17 - SAFETY AND HEALTH

ARTICLE 18 - GROUP INSURANCE PLAN

ARTICLE 19 - GROUP REGISTERED RETIREMENT SAVINGS PLAN

ARTICLE 20 - TEMPORARY TRANSFERS

ARTICLE 21- WAGES UPON PROMOTION

Article 22 - AREA CO-ORDINATORS

ARTICLE 23 - COST OF LIVING (C.O.L.A.)

ARTICLE 24 - WAGE RATES FOR APPRENTICES

ARTICLE 25 - PAY DAY

ARTICLE 26 - PERMANENT DISCONTINUANCE OF ALL OR PART OF
THE PLANT OPERATIONS

ARTICLE 27 – DURATION

SCHEDULE "A" JOB CLASSIFICATION AND HOURLY WAGE
RATES

LETTER OF UNDERSTANDING 1

HOURLY RATE ABOVE CLASSIFICATION

LETTER OF UNDERSTANDING 2

JOB POSTING ANNOUNCEMENT

LETTER OF UNDERSTANDING 3

SAFTY SHOE REIMBURSEMENT

LETTER OF UNDERSTANDING 4

PROGRESSIVE DISCIPLINARY WARNINGS – TIME FRAME

LETTER OF UNDERSTANDING 5

THREE DAYS TIMELINE — PRIOR TO GRIEVANCE PROCESS

LETTER OF UNDERSTANDING 6

COMPANY ANNUAL INVENTORY

LETTER OF UNDERSTANDING 7

PERMANENT LONG-TERM TRANSFERS FROM ONE JOB TO
ANOTHER JOB IN THE SAME JOB CLASSIFICATION

LETTER OF UNDERSTANDING 8

PLANT WIDE ROTATION

LETTER OF UNDERSTANDING 9

SEVEN (7) DAY CONTINUOUS SHIFT OPERATION

LETTER OF UNDERSTANDING 10

PRODUCTION LINES

LETTER OF UNDERSTANDING 11

JOB POSTING INTERVIEW POLICY

LETTER OF UNDERSTANDING 12

CHRISTMAS SHUTDOWN

LETTER OF UNDERSTANDING 13

POLICIES AGREEMENT

LETTER OF UNDERSTANDING 14

SUB CONTRACTING-OF WORK

LETTER OF UNDERSTANDING 15

BENEFIT POLICY MANUAL

LETTER OF UNDERSTANDING 16

AGENCY WORKERS

LETTER OF UNDERSTANDING 17

BACK TO WORK PROGRAM

ARTICLE 1- RECOGNITION

- 1.01 The Company recognizes the Union as the sole bargaining agent for all employees of CCL Container at Penetanguishene, Ontario, save and except Supervisor, persons above the rank of Supervisor, Team Leaders, office, sales staff, Agency Workers and students employed during the school vacation period, and persons regularly employed for not more than twenty-four (24) hours per week..
- 1.02 The Company and the Union agree that there will be no intimidation, discrimination, interference, restraint or coercion exercised or practiced by either of them or their representatives or members against any of the employees of the Company. The Union further agrees that there will be no Union activity or meetings on the Company's premises, except as provided for in this agreement.

ARTICLE 2 - MANAGEMENT RIGHTS

2.01 The Union recognizes that the management of the Company and the direction of the working force are fixed exclusively with the Company and shall remain solely with the Company, subject to the terms of this agreement, and, without limiting the generality of the foregoing, the Union acknowledges that it is the exclusive function of the Company to:

- (a) maintain order, discipline and efficiency, and in connection therewith to make, alter and uphold, from time to time, reasonable rules and regulations, policies and practices to be observed by its employees, discipline or discharge employees for just cause, provided that a claim for unjust discipline or discharge by an employee who has completed his/her probationary period may be the subject of a grievance and dealt with as hereinafter provided;
- (b) select, hire, transfer, assign, retire, direct, promote, demote, classify, lay off or recall employees, and select employees for positions excluded from the bargaining unit;
- (c) determine in the interest of the efficient operation and highest standard of service, the number of personnel required at any time, the hours of work, starting and quitting times, work assignments, working schedules, methods of doing the work, the location of work, the subcontracting of work, the number of shifts, the functions to be performed and the methods, procedures and equipment to be used, job content, quality and quantity standards, hygiene standards, the qualifications of an employee to perform any particular job, use improved methods and equipment, and require medical examinations for justifiable reasons;
- (d) have the sole and exclusive jurisdiction over all operations, buildings, machinery, equipment and employees.

2.02 The Company agrees that it will not exercise its functions in a manner inconsistent with the provisions of this agreement. It is understood by the Union that the express provisions of this agreement constitute the only limitations upon the Company's rights.

ARTICLE 3 - HOURS OF WORK

3.01 The normal hours of work will be eight (8) hours per day, exclusive of minimum half-hour meal periods, Monday to Friday. However, at the Company's discretion, some employees or all employees may be scheduled to work eight (8) hours per day, inclusive of a half-hour meal period Monday to Friday. It is understood, however, that this shall not be, nor construed to be, a guarantee as to the hours of work per day, or as to the hours of work per week, nor as a guarantee of working schedules, and some employees may be scheduled to work less than eight (8) hours per day and/or five (5) days per week.

3.02 Reporting Pay

An employee who reports for work at the starting time of his/her regular scheduled full shift, not having been previously advised not to so report, shall be given a minimum of four (4) hours' work in any area or four (4) hours' pay in lieu of no work available at the employee's regular straight time hourly rate of pay. The Company will not be subject to this obligation in the case of an employee who fails to keep the Company informed of a current telephone number which may be used by the Company to give notice, and in cases of fire, flood, power failure, or other conditions beyond the control of the Company.

3.03 Call-in Pay

An employee who has left the premises of the Company and who is requested to and reports for work outside his/her regular scheduled working hours shall be paid a minimum of four (4) hours' pay AT 'STRAIGHT' TIME or the rate of time and one-half (1-1/2) for the hours worked, whichever is greater, provided the hours so worked do not overlap and extend into his/her regular shift. If the hours so worked under this call-in provision overlap and extend into his/her regular shift, he/she shall receive pay only for the hours actually worked prior to the commencement of his/her regular shift at the rate of time and one-half (1-1/2) of his/her regular rate of pay.

3.04 Rest Period

A rest period of fifteen (15) minutes shall be provided during the first half of each regularly scheduled shift and another fifteen (15) minutes shall be provided during the second half of each regularly scheduled shift.

3.05 Overtime Rest. Period

When an overtime period in excess of two (2) hours is required to be worked, a fifteen (15) minute paid rest period shall be granted at the end of the regular shift.

Another fifteen (15) minutes shall be granted during the first four (4) hours of overtime. If the overtime is five (5) hours or more, a paid half-hour (1/2) meal period will be provided.

ARTICLE 4 - OVERTIME

4.01 (a) Hours worked in excess of a normal work week (36, 37.5, 40, and 48 hours) will be paid at a rate of time and one half (1 1/2) the base hourly rate.

The Company agrees to recognize Statutory Holidays, Vacation time, Jury Duty, Crown Witness, WS1B, Union Leaves, Bereavement and, Volunteer Fire Fighters, as hours worked towards a normal work week before overtime is paid.

- (b) The rate of two (2) times the regular rate of pay shall be paid for the hours worked on Saturday in excess of eight (8) hours provided the hours are not part of the employee's normal work week and provided the employee has worked his/her normal week
- (c) The rate of two (2) times the regular rate of pay shall be paid for the hours worked on Sunday provided the hours worked on Sunday are not part of the employee's normal work week, and provided the employee has worked his/her normal week.

Where an employee is scheduled to work on a holiday, recognized under Article 14, he/she shall be paid at the rate of two (2) times his/her regular straight time hourly rate for all hours so worked, in addition to his/her holiday pay entitlement as outlined in. Article 14.03.

4.02 An employee shall not be entitled to an overtime premium more than once with respect to hours worked, and there shall be no pyramiding or duplication of overtime.

4.03 It is understood that the Company may require employees to perform work in excess of their regular scheduled hours with the understanding that overtime is voluntary.

The Company and the employees are expected to use discretion when overtime is necessary. Reasonable notice that overtime work is required shall be given in all cases.

However, in the case of employees who would seriously affect the Company's ability to continue production, the Company could not accept repeated refusals to work a reasonable amount of overtime, especially if no person is willing to replace him/her, in which case some disciplinary action and a complaint to the Union might be considered.

In addition, in an emergency situation, when the appropriate employee cannot be located, then another employee, even a salaried employee or outside technician with sufficient skill,

might be required to perform some emergency repair or run the line.

4.04 The Overtime policy will be agreed upon by both parties. The Overtime Policy will be placed in the Company Handbook.

ARTICLE 5 - UNION REPRESENTATION

5.01 (a) The Company acknowledges the right of the Union to appoint or otherwise select a committee up to a maximum of five (5) employees, one of whom shall be the Chairman of the Committee, in connection with the negotiation of amendments or renewal of this agreement.

(b) The Company agrees to recognize four (4) stewards, one for each shift, the Chief Steward and one of the following: the Business Manager or his alternate, for a total of five (5) employees, to assist the employees in the presentation of any grievance that properly arises under the provisions of the collective agreement.

(c) The Chief Steward of the Union shall be scheduled to work steady day shift for the length of term held in office.

5.02 The Union shall advise the Company, in writing, the names of the five (5) people outlined in 5.01(b) above who shall assist the employees in the presentation of any grievance that properly arises under the first step of the grievance procedure. The Company shall not be obliged to recognize any one of the above mentioned five (5) people until such time as written notice has been received. The Union has the right to replace, by writing, any sick representative, and will name a second person for each shift to replace a representative when absent. Union representation at the second step of the grievance procedure will be as outlined in the Letter of Understanding which forms part of the collective agreement.

5.03 (I) Leave of absence without pay shall be granted upon written request to the Company to employees elected or appointed

to represent the Union at conventions and/or seminars provided:

- (a) the total of such time shall not exceed sixty (60) days;
 - (b) not more than five (5) employees are involved in each request;
and
 - (c) such leave does not interfere with the efficient operation of the Company.
- II The Company will not pay employees for Union business, which is to be reimbursed by the Union, unless the Union gives prior written consent.

ARTICLE 6 - UNION SECURITY

6.01 Union Dues

The Company agrees to deduct the regular monthly Union dues from the pay due to any employee. The Company further agrees to forward the amount so deducted by the 20^m of the month following the month the deduction is made to a designated officer of the Union together with a list of employees from whom such deductions have been made. The Union agrees to save the Company harmless from all and any claims which may arise as a result of such deduction and payment.

In addition, the Company will on a monthly basis bill the Union for any monies that have to be reimbursed by the Union to the Company at the same time it remits the union dues to the Union.

ARTICLE 7 - WAGES

- 7.01 (a) Employees shall be classified and paid in accordance with Schedule "A" which forms part of this collective agreement. The rate progression for any employee in any job classification may be waived at the discretion of the Company, if it is to the benefit of the employee.

(b) Premium for Journeyman Status

Skilled trade's personnel who have obtained journeyman status (certificate) shall be paid thirty-five cents (0.35) above their rate for all hours worked in the skilled trade classification. It is understood that the skilled trades classifications which are entitled to this premium are:

Electrician, Toolmaker/CNC Operator,
Machinist No. 1, Industrial Mechanics (Millwrights) No. 1,
No. 2A or No. 2 and Machinist No. 2.

It is understood that the Company has the right to ask for journeyman status on any job posting for the above-mentioned job classifications. Likewise, the Company can post for apprenticeship positions in the above-mentioned job classifications if it so desires. Apprenticeship positions do not have a journeyman status.

- 7.02 (a) All employees who are assigned to work a full shift on the second (afternoon) shift shall receive sixty-five cents (65 cents) per hour in addition to their regular earnings for all hours worked on the second shift.
- (b) All employees who are assigned to work a full shift on the third (midnight) shift shall receive seventy cents (70 cents) per hour in addition to their regular earnings for all hours worked on the third shift.

ARTICLE 8 - MISCELLANEOUS

- 8.01 Employees at Penetanguishene, Ontario, excluded from the bargaining unit, shall not perform bargaining unit work where such work, in itself, would result in a lay-off of bargaining unit employees or would result in the reduction of normal working hours for bargaining unit employees.

ARTICLE 9 - SENIORITY

9.01 Definition of Seniority

Seniority as referred to in this agreement shall mean length of continuous service in the employ of the Company in the bargaining unit.

9.02 Probationary Period/New Employees

- (a) An employee will be considered to be on probation and will not have seniority standing until he/she has actually performed nine hundred and sixty (960) hours of work for the Company.
- (b) Termination of employment of an employee by the Company during the probationary period or an extended probationary period shall not become subject to the grievance or arbitration procedure of this agreement. Upon satisfactory completion of the probationary period an employee will then acquire seniority standing dating from the date he/she commenced his/her current period of employment.
- (c) The Company will notify the union in writing of an employee's completion of his/her probationary period, with a copy to the employee within two (2) weeks following the completion of the probationary period.
- (d) In the event that the Company finds it necessary to extend the employee's probationary period the Company will meet with the employee in question and the Union, stating the reasons for the extension in writing. The probationary period will only be extended for up to an additional 960 hours. In the event of an extension of the probationary period Article 9.02 (b) applies during the extended probationary period.

9.03 Seniority Lists

Seniority lists will be supplied to the Union quarterly and posted on the bulletin board quarterly.

9.04 Lay-offs and Recalls from Lay-offs

The Company will consider the requirements and efficiency of operations, the knowledge, training, physical fitness, experience, skill, and present ability of the individual to perform the required work in determining which employee is to be laid off or recalled from lay-off. Where these are, in the justifiable opinion of the Company relatively equal, the employee with the greatest seniority will be the last to be laid off and conversely, the first to be recalled from lay-off. For the purpose of this Article, a lay-off means a lay-off for more than ten. (10) Working days.

Note: Definition: A number 1 is a number 1

Where there is a temporary lay-off of ten (10) calendar days or less, due to the line being down for no work, the employee on the affected line will be required to either:

1. Take vacation,
2. Take a Leave of Absence,
3. Or transfer with another employee who wishes to take vacation, providing they are on the same shift and qualified to perform the job.

The employee will also be offered to cover open positions where otherwise overtime would have been posted. In the event where the above does not occur then the company has the right to lay-off the lower senior person on shift.

Note: The lower seniority employee on the shift where the layoff occurs has the right to bump the lower employee on any shift. In order to implement in a timely manner the five (5) day timeline will not be applicable. Therefore, based on the schedule, and the bumping process it may result in a loss of one shift.

When there is a lay-off as defined in this Article, the Company will endeavor to advise the employees to be laid-off five (5) working days prior to the lay-off. Failure to post such list will not result in delaying the lay-off or in the financial compensation to any employee. For the purpose of this Article, a lay-off means a lay-off for more than ten (10) working days.

In the event of a lay-off it is understood that probationary employees in the job classification(s) where the lay-off took place shall be laid off first. Employees who are to be laid off will only be able to exercise their seniority in the Oiler, Building Maintenance, Production Handler, Material Handler, Custodian, or Viewer Packer/Tester job classification or previous classification he/she has experience in provided it is a lower classification and their seniority will allow. An employee who exercises his/her right to move as listed above, will be paid at the year-end rate of that classification. It is understood that an employee cannot exercise his/her seniority rights to move to a higher paid job classification.

Note: Where transferring into the previous classification only years in that classification will be considered.

The Union will receive a report of employees on lay-off including any changes which may occur in the status of such employees, as requested.

It is understood and agreed that if the lay-off results in an employee's hourly wages being decreased by more than twenty-five percent (25%), from the job classification hourly rate he/she has the option of taking the lay-off.

9.05 Promotions

- (a) When job vacancies occur in the bargaining unit, other than entry level positions, and the Company desires to fill such a job vacancy, such fact will be posted on the bulletin board for five (5) working days. Employees on the active payroll making written application during this five (5) day period will be considered as follows:

The Company will consider the requirements and efficiency of operations, the knowledge, training, physical fitness, experience, skill and present ability of the individual to perform the normal required work in determining which employee is to be promoted to higher paid jobs within the bargaining unit and where these are, in the justifiable opinion of the Company, relatively equal, the employee with the greatest seniority will: receive the promotion provided the employee meets the standards required of the position, verified through a testing process. For the purpose of the article, promotions do not include temporary promotions.

- (b) An employee selected on this basis will be given an opportunity of fulfilling the duties of the new position during a probationary period which may not exceed three (3) months. If an employee fails to meet the requirements for the job at any time during the probationary period, or if the employee wishes to relinquish the position at any time during the probationary period, he/she will be returned to his/her former position once a replacement has been selected.
- (c) His/her previous posting plus one additional posting will be posted and governed by this article, but further vacancies created by the selection of an employee on this basis are not covered by this article.
- (d) Where no employee meets the qualifying factors under this article, the Company shall be free to fill the job at its discretion.

- (e) The Company will notify the Chief Steward of the Union of the name of the successful applicant to the job posting. In addition, the Company will post on the bulletin board the name of the successful applicant. The successful applicant will receive the wage rate of the new classification once they commence working in that classification.

9.06 Seniority and Employment Termination

An employee shall lose his/her seniority and shall be deemed to have terminated his/her employment when:

- (a) he/she voluntarily quits his/her employment;
- (b) he/she is discharged and is not reinstated through the grievance procedure;
- (c) he/she does no work for the Company for a period of nine (9) months or more, unless he/She is off work due to accident or sickness which is verified by a duly recognized medical doctor. It is clearly understood that the above does in no way preclude the Company from terminating an employee for "innocent absenteeism". In the case of an employee off work on long term disability, benefits under Article 18.01 (1) and (2) with the exception of weekly indemnity are provided based on the following:
- Less than 5 years of service — 1 year
 - 5 to 10 years of service — 3 years
 - 10 to 20 years of service 5 years
 - 20 + years of service — until age 65

For employees off work on long term disability as of the date of ratification, the above maximum shall apply effective on May 1, 2009.

For other employees, the maximums are effective on ratification. In the case of the Benefit Plan(s), the employee must continue to pay his/her share of the premiums on a timely monthly basis. Failure to do so will result in the cancellation of the Benefit Plan(s) for the employee and His/her dependants.

NOTE: All benefits under Article 18.01 (1) and (2) cease when an employee on long term disability dies or is retired. In the event of a layoff the Company will notify the employee, by registered mail, of discontinuance of benefits in the month that the benefits will be discontinued, as outlined in Article 18.03.

- (d) He/she, upon being recalled from a lay-off, fails to report to work within five (5) days from the date of notification by the Company. The notification will be by registered mail, or courier;
- (e) he/she fails to return to work upon termination of an authorized leave of absence unless he/she provides reasons which are acceptable to the Company;
- (f) he/she accepts gainful employment while on a leave of absence unless agreed to by the Company;
- (g) he/she is absent from work without providing a reason satisfactory to the Company for such absence;
- (h) he/she has been laid-off due to lack of work for a period exceeding nine (9) months, without being recalled to work from the lay-off.

NOTE: This nine 9 months provision is not applicable if an employee accepts pay in lieu of notice and/or severance pay as is required by the *Employment Standards Act*, as may be amended from time to time, in the event of termination as defined by the *Employment Standards Act*. In such case, he/she shall be deemed to have abandoned recall rights and terminated his/her employment.

9.07 Seniority and Employment Termination for being absent from work without notifying the Company

An employee who is unable to report for work will be expected to notify the Company within one half (1/2) hour before the scheduled shift. Two (2) work days without notifying shall be considered cause for dismissal, unless he/she provides reasons which are acceptable to the Company.

9.08 Transfer Outside of the Bargaining Unit

The selection or appointment of an employee to a supervisory position or any other type of position not subject to this agreement, is not governed by this agreement, but if an employee who has been transferred back to a position in the bargaining unit, then the service accumulated during the transfer shall be counted as service for the purpose of determining seniority, provided he/she has not been transferred out of the bargaining unit for a period exceeding three (3) months.

In the event the Company at its sole discretion elects to transfer a non-bargaining unit employee to the bargaining unit, such employee will be classified in an entry level position without seniority and will be deemed to be a new employee who is required to serve the probationary period under Article 9.02, notwithstanding anything that may be to the contrary in the collective agreement.

9.09 Seniority Preference

The Company and the Union agree that the use of seniority for a selection of jobs within a job classification on a seniority basis will not be permitted. This article does not apply in the event of a lay-off.

9.10 Application of Seniority

Seniority shall have no application except as herein specifically provided.

ARTICLE 10 - GRIEVANCE PROCEDURE

10.01 Purpose of this Article

The purpose of this article is to establish a procedure for the settlement of grievances.

10.02 Definition of a Grievance

A grievance is defined and limited to a complaint or dispute concerning the interpretation, application, administration or alleged violation of this agreement.

10.03 Procedure for Filing Employee Non-Discharge and Non-Suspension Grievances

(a) First Step:

(i) Any employee having a grievance will make known to his/her immediate Supervisor the fact that he/she has a grievance within seven (7) work days after the incident giving rise to the grievance.

(ii) Within seven (7) work days of this notification, the immediate Supervisor will arrange to have a meeting with the employee for the purpose of discussing the grievance. The employee may be accompanied by his/her union representative, if the employee so desires.

(iii) The immediate Supervisor shall state his/her decision verbally to the employee within seven (7) work days from the date of this discussion.

(b) Second Step:

(1) If the employee is dissatisfied with the decision of his/her immediate Supervisor, the employee must discuss the matter with his/her union representative.

- (ii) After this discussion with the union representative, if the employee is still dissatisfied, the grievance shall be placed in writing and shall state the nature of the grievance, the section or sections of the contract alleged to have been violated and the redress sought.
- (iii) This written grievance, signed by the employee, must be presented to the Human Resources Manager and/or his/her nominee(s) by the union representative within seven (7) work days from the date of the immediate Supervisor's reply in the first step of the grievance procedure.
- (iv) Within seven (7) work days of the receipt of the grievance, the Human Resources Manager and/or his/her nominee(s) will arrange to meet with the Union Chief Steward. If desired, the Company will be represented by a member or members of the Management Committee and/or his/her nominee(s). If desired, the Union will be represented by the Union Chief Steward and/or the two (2) other grievance committee members, plus a representative for the Union.
- (v) Within seven (7) work days of this meeting, a member of the Management Committee or his/her nominee(s) shall render his/her decision in writing.

10.04 Procedure for Filing Employee Discharge and Suspension Grievances

- (a) A claim by an employee, who has completed his/her probationary period, that he/she has been unjustly suspended or discharged, shall be treated as a grievance if a written statement of such grievance is lodged with the Company within five (5) work days after the suspension or discharge is effected. Such grievance shall commence at Step 2 of the grievance procedure.
- (b) When a grievance which is filed under this article is not settled and duly comes before the arbitration board, the Board may make a ruling:

- (i) confirming the Company's action;
- (ii) reinstating the employee with compensation for regular time lost (except for the amount of any remuneration or compensation the employee has received from any other source pending the disposition of his/her case); or
- (iii) disposing of the grievance in any other manner which may be just and equitable.

10.05 Procedure for Filing Union or Company Policy Grievances

A grievance of general application by either the Company or the Union affecting either of the parties directly arising out of the interpretation or administration of the collective agreement, may be submitted at Step 2 of the grievance procedure. Such grievance must be submitted within ten (10) work days after the incident giving rise to the grievance.

10.06 Time Limits Imposed on Grievances

- (a) Any grievance which is not made known within the time specified in this agreement or which is not processed through to the next step of the grievance procedure or carried through to arbitration within the time specified in the agreement shall be deemed to have been dropped by the party initiating the grievance, and therefore, can no longer be processed through the grievance procedure or carried through to arbitration.
- (b) Time limits referred to in the grievance procedure and arbitration procedure may be extended by mutual agreement, if specified in writing.
- (c) The settlement of a grievance in any of the steps of the grievance procedure shall prevent the grievance from being processed further.

- (d) All reference made to the number of work days or time limit in the different steps of the grievance procedure shall exclude Saturdays, Sundays, and holidays recognized in this agreement, and during plant shutdowns as identified in Article 15.03.

10.07 Grievance Time for Stewards

- (a) It is understood, where possible, that the writing up and investigating of grievances shall be performed outside of regular working hours.
- (b) A steward or committeeman, after first obtaining permission from his/her Supervisor, will be permitted at reasonable times during working hours, to leave his/her regular duties for short intervals to perform such functions as are properly provided under Article 10. When returning to his/her regular duties, such employee shall so notify his/her Supervisor. Such employee will be compensated for the time so taken when it is during the employee's working hours on the premises of the Company.
- (c) No discrimination shall be shown against the Union Grievance Committee for carrying out their duties according to this agreement.

10.08 Disciplinary Action

The Employer, if it is going to take disciplinary action against an employee, shall inform the Union of such fact within five (5) normal working days from the time the Company becomes aware of the incident warranting the discipline.

ARTICLE 11 - ARBITRATION

11.01 Procedure for Proceeding to Arbitration

When either party requests that a grievance be submitted to arbitration, the request shall be made within ten (10) days from the date of the reply of the member of the Management Committee or his/her nominee(s) in the second step of the grievance procedure. Such a request shall be made by registered mail, addressed to the other party of the agreement, indicating the name and address of its nominee to the arbitration board or proposing the names of sole arbitrators to hear the grievance. Within ten (10) days thereafter, the other party shall answer by mail indicating the name and address of its nominee. If no written request for arbitration is received within the time limit specified above, the grievance in question shall be deemed to have been dropped by the party initiating the arbitration proceedings and, therefore, cannot be processed to arbitration.

11.02 Procedure for Selecting the Chairman of the Arbitration Board

- (a) If the parties have agreed that a tripartite Board of Arbitration will hear the matter the two (2) nominees shall, within ten (10) working days of the appointment of the second of them, or at a time mutually agreed upon, appoint a third person who shall be the Chairman. If the two nominees fail to agree upon a Chairman within the time limit, the Minister of Labour of the Province of Ontario, upon request of either party, shall appoint an impartial Chairman.
- (b) No person may be appointed as an arbitrator who has been involved in an attempt to negotiate or settle the grievance.

11.03 Functions of the Board of Arbitration

- (a) In the event that arbitration proceedings are invoked, the matter before the Board shall be the written grievance Identified in 10.03(b), Second Step, of the Grievance Procedure.

- (b) The board of arbitration shall not be authorized to make any decision inconsistent with the provisions of this agreement, nor to alter, modify or amend any part thereof

11.04 Arbitration Expenses

- (a) The Company and the Union shall each bear its own separate cost of arbitration, and the expense of its own nominee mentioned in Article 11.01.
- (b) The expense and fee of the Chairman shall be borne equally by the Company and the Union.

11.05 Expedited Arbitration

If either party wants to consider expedited arbitration by way of the Labour Relations Act, the party will discuss the matter with the other party.

ARTICLE 12 - NO STRIKES OR LOCK-OUTS

12.01 It is understood and agreed that there shall be no strike, concerted work stoppage, slowdown or other activity either complete or partial by the Union, nor by any of its members during the term of this agreement. It is further understood and agreed that should there be any strike, concerted work stoppage, slowdown or other such activity, either complete or partial, by any of the said members that the Union shall make and continue to make every effort to prevent or stop such action. Any employee who violates this article shall be subject to discipline, which may include discharge. It is understood and agreed that there shall be no lockout by the Company during the term of this agreement.

ARTICLE 13 - LEAVE OF ABSENCE

13.01 The Company may grant leave of absence without pay at its discretion. Such leaves shall be for stated periods and shall not exceed three (3) months, unless both the Union and the Company mutually agree otherwise. A request for leave of absence without pay will be answered in five (5) working days.

13.02 The Company's payment towards all group insurance benefits shall be suspended after the first month of any leave of absence granted under Article 13.01, for employees with less than three (3) years of service, for employees with three (3) to five (5) years of service, payment will be suspended after two (2) months, and for employees with five (5) years' service or over, after three (3) months. They will be reinstated upon the return of the employee to full-time duty. If the employee wishes continuation of these benefits during such a leave, it will be his/her responsibility to pay the total cost of these group insurance benefits prior to starting the leave of absence.

13.03 Pregnancy leave shall be granted in accordance with the *Employment Standards Act*, Part XI and Article 13.02 shall apply. Entitlement to benefits under the collective agreement will be in accordance with the *Employment Standards Act of Ontario*, as may be amended from time to time.

13.04 Notwithstanding Article 13.03 above, if an employee is entitled to pregnancy leave under Section 35(1) of the *Employment Standards Act*, as may be amended from time to time, she will be treated for the purpose of calculating vacation pay credits only as if she worked her normal regular weekly hours for a period of seventeen (17) weeks or for the actual duration of her pregnancy leave, whichever is the shorter period of time. The employee's vacation pay credits for the above time period will be based on the percentage rate she is entitled to under Article 15. The parties further agree that under no circumstances is it to be construed that an employee *is* to be entitled to any pay, other than vacation pay credits as is provided under this Article, while off on pregnancy leave. Finally, the parties agree that this Article is not applicable to an employee on Parental Leave under Section 38(1) of the *Employment Standards Act*, as may be amended from time to time

ARTICLE 14 HOLIDAYS

14.01 Full-time employees who have completed their probationary period will be entitled to the following holidays:

New Year's Day	Labour Day
Good Friday	Thanksgiving Day
Victoria Day	Christmas Day
Dominion Day	Boxing Day
Civic Holiday	Three (3) Floaters

It is understood that the "Floater" days will be decided by mutual agreement between the Company and the Union.

14.02 If a holiday falls on a day that would ordinarily be a working day for an employee the company will be deemed to observe the holiday. Therefore, the employee will be required to take the holiday as described in Article 14 – Holidays. Where the employee is not scheduled to work he/she may be required to observe the holiday before or after the holiday is provided as scheduled by the company.

In addition, when any of the above noted holidays fall on a Saturday, Sunday or mid-week the company will determine when the holiday will be observed.

The company will endeavor to provide two (2) weeks' notice to all employees of when the holiday(s) will be observed.

14.03 Holiday pay will be computed on the basis of the regular hours the employee would otherwise work had there been no holiday, up to a maximum of eight (8) hours at his/her regular hourly rate of pay, exclusive of shift premium.

14.04 In order to qualify for holiday pay, the employee must work the last full scheduled shift immediately preceding and the first full scheduled shift immediately following the holiday. However, an employee shall not lose the holiday pay if absent on either or both qualifying days provided he/she is absent due to a leave of absence granted under Article 13.01 or lay-off, or verified non-occupational accident or hospitalization, and provided he/she has

been actively at work within three (3) days of the holiday, either before or after such holiday.

14.05 An employee who is scheduled to work on a recognized holiday, and who fails to do so, shall lose his/her entitlement for the holiday pay, unless he/she provides reasons which are acceptable to the Company.

14.06 It is understood that if an employee- is entitled to receive pay on any day recognized as a paid holiday under any other provision of this agreement or, as the result of government legislation, there will be no pyramiding or duplicating of benefits.

ARTICLE 15 - VACATIONS

15.01 The following vacation schedules shall apply to all full-time employees:

- (a) An employee who has completed less than one (1) year of continuous employment as of and including June 30th, in any current year, shall receive eight (8) hours of vacation time off for each month of service, to a maximum of eighty (80) hours, and shall receive vacation pay according to the *Employment Standards Act*, as may be amended from time to time.
- (b) An employee who has completed one (1) or more years, but less than five (5) years of continuous employment, as of and including June 30th, in any current year, shall receive eighty (80) hours of vacation time off and four percent (4%) of his/her gross earnings from July 1st of the previous year, to and including June 30th of the current year.
- (c) An employee who has completed five (5) or more years, but less than ten (10) years of continuous employment, as of and including June 30th, in any current year, shall receive one hundred and twenty (120) hours of vacation time off and six percent (6%) of his/her gross earnings from July 1st of the previous year, to and including June 30th of the current year.

- (d) An employee who has completed ten (10) or more years, but less than twenty (20) years of continuous employment, as of and including June 30th, in any current year, shall receive one hundred and sixty (160) hours of vacation time off and eight percent (8%) of his/her gross earnings from July 1st of the previous year, to and including June 30th of the current year.
- (e) An employee who has completed twenty (20) years but less than twenty-five (25) years or more of continuous employment, as of and including June 30th, in any current year, shall receive two hundred (200) hours of vacation time off and ten percent (10%) of his/her gross earnings from July 1st of the previous year to and including June 30th of the current year.
- (f) An employee who has completed twenty-five (25) years or more of continuous employment, as of and including June 30th, in any current year, shall receive two hundred (200) hours of vacation time off and twelve percent (12%) of his/her gross earnings from July 1st of the previous year to and including June 30th of the current year.

15.01 II The following vacation schedules shall apply to all full-time twelve hours (12) continuous operation employees

- a. An employee who has completed less than one (1) year of continuous employment as of and including June 30th, in any current year, shall receive 12 hours of vacation time for each seven (7) weeks of service to a maximum of eighty four (84) hours, and shall receive vacation pay according to the *Employment Standards Act*, as may be amended from time to time.
- b. An employee who has completed one (1) or more years, but less than five (5) years of continuous employment, as of and including June 30th, in any current year, shall receive eighty four (84) hours of vacation time off and four percent (4%) of his/her gross earnings from July 1st of the previous year, to and including June 30th of the current year.

- c. An employee who has completed five (5) or more years, but less than ten (10) years of continuous employment, as of and including June 30th, in any current year, shall receive one hundred and thirty two (132) hours and six percent (6%) of his/her gross earnings from July 1st of the previous year, to and including June 30th of the current year.
- d. An employee who has completed ten (10) or more years, but less than twenty (20) years of continuous employment, as of and including June 30th, in any current year, shall receive One and sixty eight (168) hours of time off and eight percent (8%) of his/her gross earnings from July 1st of the previous year, to and including June 30th of the current year.
- e. An employee who has completed twenty (20) years but less than twenty-five (25) years or more of continuous employment, as of and including June 30th, in any current year, shall receive two hundred and sixteen (216) hours off and ten percent (10%) of his/her gross earnings from July 1st of the previous year to and including June 30th of the current year.
- f. An employee who has completed twenty-five (25) years or more of continuous employment, as of and including June 30th, in any current year, shall receive two hundred and sixteen (216) hours of vacation time off and twelve percent (12%) of his/her gross earnings from July 1st of the previous year to and including June 30th of the current year.

15.02 Vacations will, so far as possible, be granted at times desired by the employees, but the final right to allotment of vacation periods is reserved to the Company so as to ensure the orderly operation of the business.

If vacation time off requests for the same vacation time frame are made on the same day, seniority will be the governing factor in determining which employee will be allowed to take his/her vacation, provided the Company does not require the senior employee during the vacation time frame requested. If vacation

time off requests for the same vacation time frame are not made on the same day, the date of the first request will be the governing factor, provided the Company does not require that employee during the vacation time frame requested.

An employee cannot book weekly blocks of vacation time off more than nine (9) months ahead of the request date. If an employee wants two (2) to four (4) consecutive days of vacation time off he/she cannot book these days more than three (3) months ahead of the request date and not less than fifteen (15) days before the request date. If an employee wants one (1) day of vacation time off, he/she cannot book this day more than thirty (30) days ahead of the request date and not less than seven (7) days before the request date.

Note: Vacation day(s) request will be granted at a minimum of half a shift.

15.03 The Company will notify the Union by May 1st preceding the vacation year, whether or not any area or all areas will be shut down for vacations. Should an area be shut down for vacation, employees not eligible for a vacation will be transferred to another area, if work is available, that they are willing and able to perform. If such work is not available, they will be laid off and, in such case, Article 9.04 will not apply. The Company will endeavor to shut down during the last two (2) weeks, prior to the first Monday in August.

15.04 Vacations shall be taken between July 1st of the current year, and June 30th of the following year. Vacations not used in the current year shall not be accumulated or carried over.

15.05 All employees entitled to vacation time off shall be paid their vacation pay upon starting their vacation.

Employees with less than 1 year of service, up to and including June 30th, are entitled to one (1) withdrawal.

Employees with more than one year, but less than five years of service, up to and including June 30th, are entitled to two (2) withdrawals.

Employees with more than five years, but less than ten years of service, up to and including June 30th, are entitled to three (3) withdrawals.

Employees with more than ten years, but less than twenty years of service, up to and including June 30th, are entitled to four (4) withdrawals.

Employees with more than twenty years of service, up to and including June 30th, are entitled to five (5) withdrawals.

15.06 If a paid holiday falls or is observed during an employee's vacation period, he/she shall be granted an additional day of vacation with pay for each holiday in addition to his/her regular vacation time, provided he/she worked the last scheduled full shift immediately before going on vacation and he/she worked the first regular scheduled full shift immediately following the vacation period. However, an employee shall not lose the holiday pay if absent on either the last regular scheduled full shift immediately before going on vacation and/or the first regular scheduled full shift immediately following the vacation period, provided he/she is absent due to a leave of absence granted under Article 13.01 and provided he/she has been at work within three (3) days of the vacation period, either before or after such vacation period.

15.07 Extra days of holiday shall be paid at the time those days are taken, with the next payroll.

15.08 Reference to "gross earnings" in Article 15 - Vacations shall include any vacation pay paid in the period between July 1st of the previous year, to and including June 30th of the current year.

15.09 The company will enforce the Employment Standards Act (ESA) as per vacation entitlement.

ARTICLE 16 - BEREAVEMENT LEAVE, JURY DUTY AND CROWN WITNESS

16.01 Bereavement Leave

- (a) The Company shall pay an employee up to three (3) days' pay at the employee's regular hourly rate of pay for all regular time lost in the event of the death of the employee's mother, father, brother, sister, wife, husband, children, step-children, mother-in-law, father-in-law, son-in-law, daughter-in-law, grandparents or grandchildren. Such leave of absence shall be granted provided:

Note: If suspicious arise to the legitimacy of the bereavement; the company may request supporting documentation to substantiate the claim.

- (i) the employee has completed his/her probationary period;
 - (ii) that the employee concerned attends the funeral of the deceased;
 - (iii) such leave of absence occurred during the regular working days of the employee concerned;
 - (iv) the leave of absence shall be for the days of the funeral and other days necessary for the employee concerned to attend or arrange the funeral, but shall in no event be for a period of more than three (3) working days;
 - (v) employees will not be paid for Saturday or Sunday under this article.
- (b) The Company shall pay an employee one (1) day's pay at the employee's regular hourly rate of pay for all regular time lost in the event of the death of the employee's sister-in-law or brother-in-law. Payment shall be made on the same conditions as stated in Article 16.01 (a).

16.02 It is understood that if the employee is entitled to receive pay under any other provisions of this agreement or, as the result of government legislation, there will be no pyramiding or duplicating of benefits.

16.03 Jury Duty and Crown Witness

An employee who is selected for service as a juror or who is subpoenaed as a Crown witness to appear in court will be compensated for loss of pay from his/her regularly scheduled shift due to such jury or Crown witness service for a period up to a maximum of two (2) weeks. Such compensation will be based on his/her regular scheduled hours at his/her regular hourly rate less the fee received for his/her services as a juror or Crown witness. However, should the employee present himself/herself for selection as a juror and not be selected then he/she is required to return to the Company's premises to complete his/her remaining normally scheduled work day.

Note: Above also includes legal guardian.

In order for an employee to qualify for payment under this section, he/she must:

- (a) inform his/her Supervisor as soon as possible or at least within twenty-four (24) hours of his/her selection for service as a juror or the requirement to be a Crown witness;
- (b) if released from service as a juror or Crown witness, and four (4) hours or more remain in the employee's regularly scheduled work hours, he/she must return to the Company's premises to complete his/her remaining normally scheduled work day;
- (c) provide a written statement to the Company indicating the date of his/her service as a juror or Crown witness, the time so spent and the fee received for his/her services as a juror or Crown witness;

-and-

- (d) It is understood that if the employee is entitled to receive pay under any other provisions of this agreement or, as the result of government legislation, there will be no pyramiding or duplicating of benefits.

The parties agree that an employee who is required to act as a juror or required to be a Crown witness will be deemed to be assigned to the day shift when performing such service for the entire week.

ARTICLE 17 - SAFETY AND HEALTH

17.01 The Company agrees that it is its desire to maintain high standards of safety and health in order to prevent industrial injury or illness.

17.02 The Union will assist the Company in carrying out any reasonable health and accident prevention program.

17.03 The plant shall be kept clean underfoot, it being the responsibility of each employee to keep his/her immediate work area clean.

17.04 The Union shall have three (3) members, one of which must be a certified member, on the joint Union and Management Health and Safety Committee, which will meet every three (3) months. Should the certified elected union member resign his/her replacement shall be subject to election by the Union membership and to be trained by the company, and voted on by the membership every three (3) years.

17.05 The Company agrees that before any machinery is put into production all appropriate Acts and Codes will be followed.

ARTICLE 18 - GROUP INSURANCE PLAN

18:01 The Company will assume the full premium cost of the following plans for all employees working on a full-time basis on the first of the month following the completion of their probationary period:

(1) Benefits for Employees Only

(i) Life Insurance - \$40,000.00 for all employees.

(ii) Dependent Life Insurance

Spouse Life Insurance \$10,000.00

Child – Life Insurance - \$5,000.00

(iii) Accidental Death and Dismemberment - \$40,000.00 for all employees.

(iv) Weekly Indemnity – payable 1st day of accident or hospitalization; payable after seven (7) days of sickness, 66 2/3% of regular wages up to a maximum payable under the *Employment Insurance Act* as may be amended from time to time, for twenty-six (26) weeks.

Surgery currently performed in a hospital on an outpatient basis which previously required at least one (1) overnight stay in hospital shall be deemed to be hospitalization under the weekly indemnity plan.

An employee entitled to weekly indemnity and requiring outpatient surgery will be allowed once each contract year to treat the outpatient surgery as hospitalization, provided the employee's medical doctor confirms in writing that the employee was unable to perform his/her regular duties and such conclusion is verified by the insurance carrier as being reasonable.

As long as the insuring company will accept faxed transmissions of the weekly indemnity claim forms, the Company will send the claim forms by fax.

NOTE: Weekly Indemnity is payable for non-occupational accident, hospitalization or sickness only.

When payments cease from Weekly Indemnity, Sickness benefits, available through Employment Insurance, will be collected. The last two (2) weeks of payment received from Weekly Indemnity will serve the two (2) week waiting period for EI Sickness Benefits. The basic benefit rate is fifty-five percent (55%) of the employee's average insured earnings up to a maximum based on the Employment Insurance Guidelines. This benefit is payable for a maximum of fifteen (15) weeks. Fees that are requested by the doctor, for forms/notes regarding your application for EI Benefits, will be reimbursed by the Company. A paid receipt will need to be provided for reimbursement.

If required bridge financing will be provided to the employee if there is a delay in receiving EI benefits. The employee is responsible for reimbursing the Company for any bridge financing. This pertains to the fifteen (15) week payable after the Short Term Disability claim has been exhausted.

NOTE: The Company's payments towards all group insurance benefits shall continue during the period that the employee is collecting EI Sickness Benefits. In the case of the Benefit Plan, the employee must continue to pay his/her share of the premiums on a timely monthly basis. Failure to do so, will result in the cancellation of the Benefit Plan for the employee and his/her dependents.

- (vi) Long Term Disability – payable immediately after an elimination period of twenty-six (26) weeks of weekly indemnity and fifteen (15) weeks of EI Sickness Benefits, in the amount of sixty percent (60%) of regular monthly wages, just prior to the disability covered by the long term disability plan, to a maximum monthly benefit of five thousand dollars (\$5000) and subject to such other terms of the CCL Long Term Disability Plan which may be applicable. This benefit is payable until recovery as outlined by the Plan, age sixty-five (65), or death, whichever occurs first.

NOTE: Long Term Disability is payable for non-occupational accident, sickness and/or disability only.

(2) Benefits for Employees and Dependents

(i) Prescription Drug Plan

The Company pays \$67.53 per month for single coverage and \$173.10 per month for family coverage per employee for prescription drug premiums. Any increases in the single and family premiums will be shared equally by the Company and the employees.

Effective May 3, 2007, there shall be an eight dollar and fifty cents (\$8.50) cap on dispensing fees to be paid by the Company. The employee will pay the excess amounts above the dispensing fee.

In addition, upon ratification ninety (90%) percent of the ingredient cost will be paid by the Company. The employee will be responsible for the remaining ten percent (10%).

The drug plan only provides for generic drugs, unless otherwise specified by the doctor

- (ii) Prescription Eye Glasses – The Plan pays up to one hundred dollars (\$100.00) every twenty-four (24) months for each family member.

- (iii) Dental Plan - The Company will pay fifty percent (50%) of the premium cost of the Blue Cross Dental Plan, or a similar plan, for all employees and their dependents commencing on the first day after completion of six (6) months' employment. The coverage shall be based on the current O.D.A. Schedule of Fees and updated annually. The Company will pay fifty percent (50%) of the premium cost of the Blue Cross Dental Plan, or similar plan, for all employees and their dependents commencing on the first day after completion of six (6) months' employment. Reimbursement for Rider Number 1 is one hundred percent (100%) of Insured Charges with an unlimited maximum.

The Company will pay fifty percent (50%) of the premium cost of the Blue Cross Dental Plan BL7 - Rider Number 2 or a similar plan, for all employees and their dependants commencing on the first (1st) day after completion of six (6) months' employment.

Reimbursement under Rider Number 2 is eighty percent (80%) of Insured Charges with a total maximum pay-out for the total number of members in each family (not each member of the family) of One Thousand Five Hundred Dollars (\$1,500.00) per benefit year. Once an employee and/or his/her dependants have accumulated the total maximum pay-out for the family of One Thousand Five Hundred Dollars (\$1,500.00) per benefit year, no further reimbursement will be made on behalf of the employee and/or his/her dependants for that benefit year. In other words, the maximum pay-out for all family members (not each member of the family) per benefit year, is limited to a total of One Thousand Five Hundred Dollars (\$1,500.00)

The Company will pay fifty percent (50%) of the premium cost of the Blue Cross Dental Plan - Rider Number 4, or a similar plan, for all employees and their dependents commencing on the first (1st) day after completion of six (6) months' employment.

Reimbursement under Rider Number 4 is eighty percent (80%) of Insured Charges with a total maximum payout for the total number of members in each family (not each member of the family) of One Thousand Five Hundred Dollars (\$1,500.00) per benefit year. Once an employee and/or his/her dependents have accumulated the total maximum payout for the family of One Thousand Five Hundred Dollars (\$1,500.00) per benefit year, no further reimbursement will be made on behalf of the employee and/or his/her dependents for that benefit year. In other words, the maximum payout for all family members (not each member of the family) per benefit year is limited to a total of One Thousand Five Hundred Dollars (\$1,500.00).

- (iv) Physiotherapist
Annual maximum of one thousand dollars (\$1,000.00) per family member

- (v) Orthodontic
The company will pay fifty (50%) of the premium cost for Orthodontic coverage for all employees and their dependents commencing on the first day after the completion of six months of employment

Reimbursement under Orthodontic coverage is fifty (50%) of insured charges with a total maximum pay for any eligible member of one thousand five hundred dollars (\$1,500.00) per life time.

18.02 The above 18.01(1) and (2) outline the principal features included in the insurance program, but it is not to be considered the Contract of Insurance. The complete terms and conditions of these protections are set forth in the policies, certificates and/or plan of each of the insuring companies.

18.03 In the event of a lay-off, the Company's payments towards all

group insurance benefits shall cease after the first month of the lay-off for employees with less than three (3) years of service, for employees with three (3) to five (5) years' service payment will cease after two (2) months following the lay-off and for employees with five (5) years' service or over, payments will cease after three (3) months following the lay-off.

For the purpose of determining benefit continuation due to the plant closure, (Amendment to Article 18.03) the following will apply:

All group insurance benefits, (including Group Health, Group Dental and the employee and Family Assistance Program) with the exception of Weekly Indemnity, Long Term Disability, Life Insurance/AD&D and Out of Province/Country Travel, will continue for a period equal to the duration of severance, with a minimum continuance of 1 month and a maximum continuance of 9 months

All claims must be submitted within 30 days immediately following the end of the benefit continuation period. The Company agrees to absorb the employee portion of any future group benefit premium increases.

ARTICLE 19 - GROUP REGISTERED RETIREMENT SAVINGS PLAN

19.01 Employees in the employ of the Company who have completed their probationary period plus nine (9) months of service will have the option to join and participate in the Group Registered Retirement Savings Plan on the first (1st) of the month following the completion of their probationary period plus nine (9) months of service.

The employees' contributions, net of any gains or losses, may be invested in any vehicle provided by the Trustee as the employee so desires.

19.02 (a) Effective May 3, 2001 an employee's minimum contribution which will be deducted off each pay cheque will be:

1. two percent (2%) of regular earnings; or
2. two point four percent (2.4%) of regular earnings; or
3. two point (2.8%) of regular earnings; or
4. three point two (3.2%) of regular earnings.

The Company's contribution to the Group Registered Retirement Savings Plan, effective May 3, 2001 will be:

1. two point five percent (2.5%) of the employee's regular earnings, if the employee's minimum contribution is two percent (2%) of regular earnings; or
2. three percent (3%) of the employee's regular earnings, if the employee's minimum contribution is two point four percent (2.4%) of regular earnings.
3. three point five (3.5%) of the employee's regular earnings, if the employee's minimum contribution is two point eight percent (2.8%) of regular earnings; or
4. four percent (4%) of the employee's regular earnings, if the employee's minimum contribution is three point two percent (3.2%) of regular earnings.

Employee's contributions may exceed the minimum contribution on regular earnings, up to the maximum allowed by law.

19.03 Employee contributions in excess of the minimum two percent (2%) may be revised twice each calendar year. Likewise, an employee will only be able to cease contributions in excess of the minimum of two percent (2%) twice each calendar year.

19.04 An employee shall not be allowed to withdraw any money contributed on his or her behalf by the Company. Employees shall be allowed to withdraw all or part of their normal contributions, from the Group Registered Retirement Savings Plan in the event of any such withdrawal, the employee shall for a period of two (2) years thereafter, be prohibited from making any further contributions to the Group Registered Retirement Savings Plan.

Upon termination of employment, an employee's rights to all monies contributed under the Plan, whether such monies have been contributed by the employee or by the Company on the employee's behalf, together with all income earned thereon, will be governed by the law(s) applicable to group registered retirement savings plans. Notwithstanding anything herein, the terms of the Group Registered Retirement Savings Plan shall at all times be subject to Provincial and Federal law(s) and regulations governing group registered retirement savings plans, as amended from time to time.

If the employee withdraws his/her contributions, from the Group Registered Retirement Savings Plan for the purpose of participating in a government approved and sponsored savings plan, such as Home Buyers Plan (HBP), etc., notwithstanding anything to the contrary in the collective agreement the employee shall not be prohibited from making any further contributions to the Group Registered Retirement Savings Plan for any period of time. Under no circumstances can the Company contribution be withdrawn

19.05 Monies deducted from employees and contributed by the Company to the Group Registered Retirement Savings Plan will be remitted to the Trustee of the Group Registered Retirement Savings Plan by the fifteenth (15th) of the month following the month in which the deduction and contribution was made.

19.06 It is understood that regular hours worked and regular hours paid and regular earnings shall be deemed not to include overtime. However, it can include vacation pay and it can include shift premium as specified in Article 7.02 and shift premium specified under point 3 of the Letter of Understanding on Continuous Shift Operation. This is the only circumstance that vacation pay and shift premium earned will be deemed to be regular earnings.

19.07 The Company's and the Union's obligations under the Group Registered Retirement Savings Plan are limited solely to their respective obligations contained herein.

19.08 Any employee who does not take the option to join and participate in the Group Registered Retirement Savings Plan, as specified in Article 19.01 above, will only be able to opt into the Group Registered Retirement Savings Plan at the beginning of the first payroll period following July 1 and January 1 of any calendar year.

19.09 An employee eligible to participate in the Group Registered Retirement Savings Plan will be allowed to catch up missed contributions on regular earnings, by December 31 of any current year, notwithstanding the fact that he/she did not earn wages on missed days. Failure to make catch up contributions by December 31 of any current year prohibits the employee from catching up for that year.

ARTICLE 20 - TEMPORARY TRANSFERS

20.01 When an employee is temporarily transferred to a higher paying job classification than his/her own, he/she shall continue to receive the pay for his/her own job classification unless the specific transfer continues for one full shift. If the specific transfer continues for one full shift the employee will be paid at least the minimum rate of the job classification he/she is transferred to, as of the beginning of such transfer. When an

employee is temporarily transferred to a lower paying position, his/her rate shall not be thereby reduced. For the purpose of this article, temporary means a transfer that is not expected to exceed sixty (60) working days.

ARTICLE 21- WAGES UPON PROMOTION

21.01 Employees who are promoted as per Article 9.05 will be paid the first rate of pay of the new job classification to which they are promoted which is higher than their present rate of pay. Once they are established at this new rate of pay, they will progress through the rate structure as set out in Schedule "A", until the maximum rate for their job classification is obtained. **ARTICLE**

Article 22 - AREA CO-ORDINATORS

22.01 Area Co-ordinators which are appointed at the sole discretion of the Company will be compensated per the "Schedule A" Job Classification and Hourly Wages Rates" while acting as Area Coordinators. An Area Coordinator will not have the power to discipline. His/her functions shall include but are not limited to such things such as: supervise tooling and other equipment, training and trouble shooting.

In other words, the responsibility of an Area Coordinator is exclusively confined to work involved in his/her area. As a general concept, his/her responsibility is recognized as assisting in the organizing of the flow of production to help maximize efficiencies.

The Company agrees that it will not use the evidence of an Area Coordinator to support any disciplinary action that may be taken against an employee.

In the event of reverse seniority an area coordinator title does not give the employee protection.

ARTICLE 23 - COST OF LIVING (C.O.L.A.)

23.01 During the first year of this agreement (July 1, 2011 to June 30, 2012) the 1992 Consumer Price Index ("C.P.I.") for April 2011 plus 3.0% will be the base of comparison for the first year (the "Year 1 Base"). In any month during the first year of this agreement if the 1992 C.P.I. has increased over the Year 1 Base, the increase divided by the Year 1 Base will be the percentage applied to the wages for the purpose of the cost of living allowance.

NOTE: Cost of living adjustments are not cumulative, (e.g. do not add .66% + .70% to get 1.36%).

This formula will continue until June 30, 2012, at which time the cost of living adjustment is no longer payable.

During the second year of this agreement (July 1, 2012 to June 30, 2013), the 1992 Consumers Price Index (C.P.I.) for April 2012 is 3.0% will be the base of comparison for the second year ("the Year 2 Base").

In any month during the second year of this agreement if the 1992 C.P.I. has increased over the Year 2 Base, the increase divided by the Year 2 Base will be the percentage applied to the wages for the purpose of the cost of living allowance.

Note: Cost of living adjustments are not cumulative. (e.g. do not add .92% + .09% to get 1.01%).

This formula will continue until June 30, 2013 at which time the cost of living adjustment is no longer payable.

During the third year of this agreement (July 1, 2013 to June 30, 2014), the 1992 Consumer Price Index ("C.P.I.") for April 2013 plus 3.0% will be the base of the comparison for the third year ("Year 3 Base"). In any month during the third year of this agreement if the 1992 C.P.I. has increased over the Year 3 Base, the increase divided by the Year 3 base will be the percentage applied to the wages for the purpose of the cost of living allowance.

The formula will continue until June 30, 2014, at which time the cost of living adjustment is no longer payable.

The consumer Price Index (CPI) will be posted on a monthly basis in the Plant, by the end of the following month. The Cost of Living Allowance (C.O.L.A.) shall be calculated on a quarterly basis and if the monies are due and payable to employees, a separate cheque will be issued within thirty (30) days after the end of the quarter.

ARTICLE 24 - WAGE RATES FOR APPRENTICES

- 24.01 As a minimum, apprentices will be paid in accordance with the relevant legislation.
- 24.02 Apprentice positions are subject to the job posting provisions of this agreement.

ARTICLE 25 - PAY DAY

- 25.01 The Company agrees to continue to pay the employees on a weekly basis. If the Company makes an error in an employee's paycheque, the Company will issue a manual cheque for the difference. If the employees makes an error with regard to his/her paycheque, for example, failure to swipe his/her time card, the error will be corrected on the next scheduled payroll run, following the authorization of the direct supervisor.

ARTICLE 26 - PERMANENT DISCONTINUANCE OF ALL OR PART OF THE PLANT OPERATIONS

- 26.01 In the event of the permanent discontinuance of all or part of the plant operations, the Company shall provide notice to the Union. Upon the request of the Union, the Company shall meet with the Union to discuss the reasons for the discontinuance or possible other options.

26.02 - Employees will be laid off based on seniority within their job classification

When notice of layoff is given by the Company, it will be given in writing to the affected employees. From the date of that notice, employees shall have a maximum of one (1) week to exercise bumping rights, if any, pursuant to the terms of the Collective Agreement. Employees bumped shall have a maximum of one (1) week to exercise further bumping rights, if any. This shall continue to a maximum of three (3) resulting bumps. The third person bumped shall be deemed to have no bumping rights and subject to layoff.

26.03- Employees may submit a written request to the Company for consideration for early layoff. Based on seniority and operational requirements, the employee will be eligible, only if the affected employee to be laid off voluntarily waives their lay off rights. If more than one employee in the same job classification makes such a request at the same time, then approvals will be given based on the reverse order of seniority, subject to operational requirements. Employees who make such a request and are approved for early layoff will have, by making the request, waived their rights to layoff in order of seniority and to any recall or future employment with the Company. Employees who make such a request and are approved for early layoff but decline the layoff, will be deemed to have forfeited their request for early layoff and will not be eligible to reapply.

26.04- If an employee bumps to a lower paid classification, the employee will be deemed to have moved permanently and will be paid at the lower rate. For the purpose of calculating

the enhanced severance (article 26.01) at the conclusion of the employee's employment, the Company agrees to calculate the enhanced severance based on the employee's rate of pay immediately prior to exercising their initial right to bump. Employees will only be eligible for enhanced severance if they satisfy the requirements stipulated below for enhanced severance eligibility.

26.05- Employees must work their entire notice period, to the last day scheduled to work **OR** the approved date for early layoff as provided above, in order to be eligible for the enhanced severance (Article 26.01) and must not have engaged in conduct that would constitute just cause for termination. If the employee exercises their right to give 2 weeks' notice in writing of resignation to take effect no earlier than the first day of their Statutory Notice Period (as defined in the Employment Standards Act, 2000), the employee will receive Statutory Severance Pay, if any, to which they may be entitled in accordance with the Employment Standards Act 2000. If the employee leaves prior to the Statutory Notice Period or fails to provide the required notice, then unless the Company has agreed to permit the employee to leave at that time, the employee will be deemed to have resigned, and will therefore not be eligible for Statutory or enhanced severance pay.

26.06- All enhanced severance (article 26.01) calculations will be based on the employee's date of layoff provided by the Company. Enhanced severance will be calculated based on 2 weeks per completed year of service, capped at 52 weeks.

26.07- Employees who are paid their severance pay (whether enhanced or statutory) when laid off will have all seniority and

recall rights terminated effective at that time.

Employees will be paid their severance pay, whether enhanced or statutory, as follows:

- (a) when the employee is laid off, if a request for early layoff has been approved and implemented as per above; or
- (b) when the employee is laid off, so long as the employee acknowledges in writing that they have elected to receive their severance pay and are thereby waiving any claim to recall and/or to continued employment with the Company; or
- (c) at such later date, but prior to the expiry of recall rights in accordance with the terms of the Collective Agreement, so long as the employee has indicated in writing that they are electing to receive their severance pay and are thereby waiving any claim to recall and/or to continued employment with the Company; or
- (d) at the time that recall rights, if any, as provided in accordance with the terms of the Collective Agreement expire, at which point the employee shall have no further claim to recall and/or to continued employment with the Company.

In the event that an employee is recalled to work and exercises their right of recall, they shall be deemed to have waived any claim to severance pay, whether enhanced or statutory.

ARTICLE 27 - DURATION

27.01 This agreement shall become effective on the 1st day of July, 2014 and remain in full force and effect until midnight on the 30th day of June, 2016 and shall renew itself from year to year thereafter unless written notice to terminate or amend this agreement is given by either party within three (3) months prior to the expiration day of any annual renewal thereof.

27.02 In the event of such notification being given to amend this agreement, negotiations between the parties shall begin within fifteen (15) days following such notification.

This agreement signed this 21st day of May, 2014.

FOR THE COMPANY:

Eric Frantz

Sheila McKimmie

Mike Radey

Catherine Hillier

Michelle Glover

FOR THE UNION:

Derek Evans

Guy Forget

Shawn Beaudoin

David Bromley

Jeremy Juneau

Schedule "A" Job Classification and Hourly Wage Rates

Effective

Building Maintenance/Oiler				\$	19.23
----------------------------	--	--	--	----	-------

Maint. Mechanic Helier

*Probation period is expected to be 6 months (960 hours), however , this period may be extended for up to one (1) year.

*All probationary employees shall make one dollar and fifty cents (\$1.50) less than the classification rate shown above. On the successful completion of the probationary period the employee will receive an increase of \$0.75/hr based on the probationary rate. Employees will receive the full rate nine (9) months after completion of the probationary period.

*Trainers will receive additional fifty cents (.50) per the above rates per the classification.

*Area co-ordinators will receive additional one dollar (\$1.00) per the above rates per the classification.

Schedule "A" Job Classification and Hourly Wage Rates

Effective

Building Maintenance/Oiler Jul 1, 2012 \$ 19.42 |

*Probation period is expected to be 6 months (960 hours), however , this period may be extended for up to one (1) year. |

*All probationary employees shall make one dollar and fifty cents (\$1.50) less than the classification rate shown above. On the successful completion of the probationary period the employee will receive an increase of \$0.75/hr. based on the probationary rate. Employees will receive the full rate nine (9) months after completion of the probationary period.

*Trainers will receive additional fifty cents (.50) per the above rates per the classification.

*Area Co-ordinators will receive additional one dollar (\$1.00) per the above rates per the classification. |

Schedule "A" Job Classification and Hourly Wage Rates

Effective

Jul 1 2013

Building Maintenance/Oiler  \$ 19.61 |

*Probation period is expected to be 6 months (960 hours), however , this period may be extended for up to one (1) year. |

*All probationary employees shall make one dollar and fifty cents (\$1.50) less than the classification rate shown above. On the successful completion of the probationary period the employee will receive an increase of \$0.75/hr based on the probationary rate. Employees will receive the full rate nine(9) months after completion of the probationary period.

*Area Co-ordinators will receive additional one dollar (\$1.00) per the above rates per the classification. |

LETTER OF UNDERSTANDING

Number 1

BETWEEN:

CCL CONTAINER

(hereinafter called the "Company")

-and-

SHEET METAL WORKERS
INTERNATIONAL ASSOCIATION

(hereinafter called the "Union")

RE: HOURLY RATE ABOVE CLASSIFICATION

Notwithstanding Article 7.01, those employees 'who are presently being paid above the classified rates will continue to be paid at the same cents per hour above the classified rates until such time that they no longer hold their present job classification. This provision does not apply to Viewer Packer/Testers.

This agreement forms part of the collective agreement between the parties.
DATED at Penetanguishene, Ontario this 21st day of May, 2014.

FOR THE COMPAMY:

FOR THE UNION:

Eric Frantz

Derek Evans

Sheila McKimmie

Guy Forget

Mike Radey

Shawn Beaudoin

Catherine Hillier

David Bromley

Michelle Glover

Jeremy Juneau

LETTER OF UNDERSTANDING

Number 2
BETWEEN:
CCL CONTAINER

(hereinafter called the "Company")
-and

SHEET METAL WORKERS
INTERNATIONAL ASSOCIATION

RE: JOB POSTING ANNOUNCEMENT

It is understood that on any job posting under Article 9.05, the President of the Union will be given a list of all applicants to the posting. Also, the President of the Union will be notified in writing of the name of the successful applicant to the job posting and the name of the successful applicant shall be posted.

Any job posting under Article 9.05 which is not filled within three (3) months from the time the posting is taken down will be reposted if the Company still desires to fill the position.

DATED at Penetanguishene, Ontario this 21st day of May, 2014

FOR THE COMPAMY:

FOR THE UNION:

Eric Frantz

Derek Evans

Sheila McKimmie

Guy Forget

Mike Radey

Shawn Beaudoin

Catherine Hillier

David Bromley

Michelle Glover

Jeremy Juneau

LETTER OF UNDERSTANDING

Number 3

BETWEEN:

CCL CONTAINER

(hereinafter called the "Company")

-and-

SHEET METAL WORKERS
INTERNATIONAL ASSOCIATION

RE: SAFTY SHOE REIMBURSEMENT

The company shall contribute toward the purchase of safety shoes up to a maximum of one hundred and ten dollars (\$110.00) per contract year for each non-probationary employee who is required to wear safety shoes in the plant. In order to be eligible for such payment the employee shall first furnish to the company receipts evidencing purchase of such safety shoes.

DATED at Penetanguishene, Ontario this 21st day of May, 2014.

FOR THE COMPAMY:

FOR THE UNION:

Eric Frantz

Derek Evans

Sheila McKimmie

Guy Forget

Mike Radey

Shawn Beaudoin

Catherine Hillier

David Bromley

Michelle Glover

Jeremy Juneau

LETTER OF UNDERSTANDING

Number 4
BETWEEN:
CCL CONTAINER

(hereinafter called the "Company")
-and-
SHEET METAL WORKERS
INTERNATIONAL ASSOCIATION

RE: PROGRESSIVE DISCIPLINARY WARNINGS – TIME
FRAME

Where an employee receives any type of disciplinary warning (excluding attendance) and receives no farther discipline of any type for a period of 18 clear months from the date of the disciplinary warning, such disciplinary warnings shall be removed from the employee's record and shall not be used to justify any subsequent disciplinary action. Attendance policy will remain on a 12 month period.

This agreement forms part of the collective agreement between the parties.

DATED at Penetanguishene, Ontario this 21st day of May, 2014.

FOR THE COMPAMY:

FOR THE UNION:

Eric Frantz

Derek Evans

Sheila McKimmie

Guy Forget

Mike Radey

Shawn Beaudoin

Catherine Hillier

David Bromley

Michelle Glover

Jeremy Juneau

LETTER OF UNDERSTANDING

Number 5
BETWEEN:
CCL CONTAINER

(hereinafter called the "Company")

-and-

**SHEET METAL WORKERS
INTERNATIONAL ASSOCIATION**

**RE: THREE DAYS TIMELINE — PRIOR TO GRIEVANCE
PROCESS**

This letter of understanding forms part of the collective agreement.

As discussed during contract negotiations, the Chief Steward of the Union or his/her designate if he/she so desires, will be entitled to meet with the Plant Manager of the Company or his designate within three (3) days from the alleged incident with the view of resolving the matter, if possible, before commencing the formal grievance procedure.

If the Chief Steward of the Union or his designate opts for this procedure, the seven (7) work days required for the filing of the grievance under the first step of the grievance procedure shall commence on the day following the meeting with the Plant Manager and/or his/her designate if he/she so desires.

DATED at Penetanguishene, Ontario this 21st day of May, 2014.

FOR THE COMPAMY:

FOR THE UNION:

Eric Frantz

Derek Evans

Sheila McKimmie

Guy Forget

Mike Radey

Shawn Beaudoin

Catherine Hillier

David Bromley

Michelle Glover

Jeremy Juneau

LETTER OF UNDERSTANDING

Number 6
BETWEEN:
CCL CONTAINER

(hereinafter called the "Company")
-and-
SHEET METAL WORKERS
INTERNATIONAL ASSOCIATION

RE: COMPANY ANNUAL INVENTORY

This letter of understanding forms part of the collective agreement. Permanent Accounting and / or other office staff will continue to be used for the annual inventory taking. Employees in shipping/receiving and tool crib classifications will not be allowed to schedule vacation during the annual inventory taking. If additional assistance is required beyond permanent accounting, office staff, shipping/receiving and/or tool crib, the Company will choose qualified volunteer members by seniority, on a Plant wide basis. If sufficient volunteers are not received the Company will assign the duties to qualified employees at its discretion

DATED at Penetanguishene, Ontario this 21st day of May, 2014.

FOR THE COMPAMY:

FOR THE UNION:

Eric Frantz

Derek Evans

Sheila McKimmie

Guy Forget

Mike Radey

Shawn Beaudoin

Catherine Hillier

David Bromley

Michelle Glover

Jeremy Juneau

LETTER OF UNDERSTANDING

Number 7

BETWEEN:

CCL CONTAINER

(hereinafter called the "Company")

-and-

SHEET METAL WORKERS
INTERNATIONAL ASSOCIATION

**RE: PERMANENT LONG-TERM TRANSFERS FROM ONE JOB TO
ANOTHER JOB IN THE SAME JOB CLASSIFICATION**

This letter of understanding forms part of the collective agreement.

Notwithstanding Article 9.09, in the case of an employee desiring a long-term transfer to another job within his/her job classification, he/she will notify the Company of such fact. When a permanent vacancy occurs in the job he/she wishes to be transferred to, the senior employee wishing the transfer will be transferred provided he/she has the present qualifications, skills and ability to meet the standards for the job he/she wishes to transfer to must remain a minimum of one (1) year.

Notwithstanding Article 9.09 and the above, a senior employee can, once per contract year, make a request to transfer into a job within his/her job classification. He/she will be allowed to transfer such an employee provided the employee agrees to be transferred, and provided the Company in its opinion, concludes that such transferring will not interfere with the efficient operation of the Company. This right is limited to a total of two (2) employees per shift, to a maximum of six (6) employees, being transferred in any specific job classification, per contract year, for the entire bargaining unit.

In the case where the Company wants to make a long-term transfer, the Company will state its reasons for the transfer and discuss with the Union if there are other alternatives, before finalizing the transfer.

DATED at Penetanguishene, Ontario this 21st day of May, 2014.

FOR THE COMPAMY:

FOR THE UNION:

Eric Frantz

Derek Evans

Sheila McKimmie

Guy Forget

Mike Radey

Shawn Beaudoin

Catherine Hillier

David Bromley

Michelle Glover

Jeremy Juneau

Number 8
BETWEEN:
CCL CONTAINER

(hereinafter called the "Company")
-and-
SHEET METAL WORKERS
INTERNATIONAL ASSOCIATION

RE: PLANT WIDE ROTATION

This letter of understanding forms part of the collective agreement.
With regard to the Viewer Packer Tester job classification, the Company will accommodate a maximum of three (3) senior Viewer Packer Testers per present shift, which would not be subject to the rotation. It is understood, that when one (1) of these designated non-rotating Viewer Packer Testers is no longer in the Viewer Packer Tester job classification, the vacancy will be replaced as rotating.

DATED at Penetanguishene, Ontario this 21st day of May, 2014.

FOR THE COMPANY:

FOR THE UNION:

Eric Frantz

Derek Evans

Sheila McKimmie

Guy Forget

Mike Radey

Shawn Beaudoin

Catherine Hillier

David Bromley

Michelle Glover

Jeremy Juneau

LETTER OF UNDERSTANDING

Number 9
BETWEEN:
CCL CONTAINER

(hereinafter called the "Company")
-and-

SHEET METAL WORKERS
INTERNATIONAL ASSOCIATION

RE: SEVEN (7) DAY CONTINUOUS SHIFT OPERATION

This letter of understanding forms part of the collective agreement.

Both the Union and the Company agree that notwithstanding anything to the contrary in the collective agreement the Company has the absolute right to establish a seven (7) day continuous shift operation.

This seven (7) day continuous shift operation will be based on the following:

I. Work Schedules

(a) Twelve Hour Shifts

First Shift	7:00 am to 7:00 pm
Second Shift	7:00 pm to 7:00 am

(b) Number of Shifts Per Week

Employees will be scheduled to work three (3) twelve (12) hour shifts one week and four (4) twelve (12) hour shifts the next week with the individual employee work schedules repeating themselves every two (2) weeks.

(c) Breaks*

(i) First Break	Fifteen (15) minutes
(ii) Meal Period	Half (1/2) hour paid meal period
(ii) Second Break	- Fifteen (15) minutes
(iii) Meal Period	Half (1/2) hour paid meal period

If for any reason the time scheduled above for taking the breaks or meal periods, as the case may be, conflicts with the Employment Standards Act, the Company has the absolute right to change such times as to comply.

*The parties to this letter agree that this section complies with the requirements under the Employment Standards Act with regard to eating periods.

It is understood, however, that this shall not be, nor construed to be, a guarantee as to the hours of work per day, or as to the hours of work per week, nor as a guarantee of working schedules but merely provides a basis for the calculation of overtime.

2. Continuous Operation Premiums

Article 7.02(a) and (b) of the collective agreement have no application with regard to employees who are scheduled to work on the seven (7) day continuous shift operation.

Employees scheduled to work a full scheduled shift on the seven (7) day continuous shift operation shall receive two dollars (\$2.00) per hour in addition to their regular earnings for all hours worked.

3. Shift premium is not deemed to be earnings when calculating overtime payments. As such, they are not subject to the time and one-half (1 ¹/₂) factor or the two (2) times factor when calculating overtime payments.
4. Notwithstanding anything to the contrary, overtime will not be paid for additional hours worked during a twenty-four (24) hour period as a result of change-over to daylight saving from standard time and vice versa.
5. Payment for Holidays under Article 14, Bereavement Leave and Jury Duty and Crown Witness under Article 16

Notwithstanding anything to the contrary in the collective agreement, holiday pay will be computed on the basis of the regular twelve (12) hours up to a maximum of twelve (12) hours of his/her regular rate of pay, exclusive of shift premium.

NOTE: Employees must meet all other qualifying factors under Article 14 and Article 16, in order to be entitled to payment. With the exception of pay entitlement, all other provisions applicable to Article 14 and Article 16 apply to employees scheduled to work the seven (7) day continuous operation.

Notwithstanding anything to the contrary in the collective agreement, when an employee is scheduled to work on a holiday, recognized under Article 14, if he/she does not elect to take the lieu day prior to working on the statutory holiday he/she shall be paid at the rate of two times (2) his/her straight time hourly regular rate for all hours so worked in addition to his/her holiday pay entitled as outlined above. If he/she elects to take a lieu day he/she will be paid at the rate of two times (2) of his/her straight time hourly regular rate for all hours so worked on the holiday and will be given twelve (12) hours in lieu time on a mutually agreeable date and will then receive holiday pay at the regular rate.

Notwithstanding anything to the contrary in the collective agreement, when an employee is scheduled to be off on a holiday, recognized under Article 14, if he/she does not elect to take the lieu day prior to the statutory holiday he/she shall be paid holiday pay entitled as outlined above. If he/she elects to take a lieu day the employee will be given twelve (12) hours in lieu time on a mutually agreeable date and will then receive holiday pay at the regular rate.

With regards to statutory holidays a day in lieu shall be scheduled no more than three (3) months after the statutory holiday or if the employee and the Company agree, a day that is no more than twelve (12) months after the statutory holiday.

EXCEPTION:

Notwithstanding the foregoing paragraphs regarding payment for holidays for employees on the seven day continuous operation, the Union and the Employer agree that the employer is entitled to observe holidays rather than continue scheduled operations through a holiday. This shall include holidays that fall on employees' ordinarily scheduled work day or substituted days in accordance with Section 29(1) of the Employment Standards Act, 2000 for employees who are not ordinarily scheduled to work on the day on which the holiday falls.

When the Employer observes a holiday and, therefore, does not continue scheduled operations through the holiday or substituted day, the Employer maintains the right to operate on an as needed basis. In such circumstances, Employees who work on the holiday or the substituted day shall be paid at the rate of two (2) times his/her regular straight time hourly rate for all hours so worked, in addition to his/her holiday pay entitlement computed on the basis of the regular twelve (12) hours up to a maximum of twelve (12) hours of his/her regular rate of pay, exclusive of shift premium. Employees shall not have the option of taking a lieu day.

6. Vacations will be allotted as per Article 15.02 of the collective agreement.

An employee cannot book weekly blocks of vacation time off more than nine (9) months ahead of the request date. If an employee wants two (2) to four (4) consecutive days of vacation time off he/she cannot book these days more than three (3) months ahead of the request date and not less than fifteen (15) days before the request date. If an employee wants one (1) day of vacation time off, he/she cannot book this day more than thirty (30) days ahead of the request date and not less than seven (7) days before the request date.

7. Notwithstanding anything to the contrary in the collective agreement for those employees scheduled to work the seven (7) day continuous shift operation payments under the weekly indemnity plan will be based on regular earnings for three and one-half (3 days per week at the twelve (12) hours per day earning potential.

For example regular earnings for a twelve (12) hour day are as follows:

First 12 hours at a straight time rate of \$13.00 per hour.

$$\$13.00 \times 12 = \$156.00$$

Regular earnings for 12 hour day are therefore \$156.00.

Regular weekly earnings for the weekly indemnity payments.

$$\$156.00 \times 3.5 = \$546.00$$

Payments under the weekly indemnity plan would be 66 2/3% of the \$546.00 up to the maximum payable under the Employment Insurance Act. To calculate a daily rate, you divide the regular weekly earnings by three and one-half (3 1/2) days and cap it as the daily E.I. maximum.

Prior to assigning employees to the seven (7) day continuous operation a general notice asking for volunteers will be posted on the bulletin board and the Union shall be given a copy.

After a period of seven (7) calendar days this general notice for seeking volunteers will be taken down. The Union shall be notified of the employees who have volunteered.

Within seven (7) calendar days following the removal of the general volunteer notice, the Company will give seven (7) working days notice to the volunteers and to those employees who have not volunteered but who will be assigned to the seven (7) day continuous operation.

Note: The Company will only ask an employee up to twice (2) per year.

The purpose of this advanced notice is to minimize as much as possible the disruption to the lives of employees who will be assigned to the seven (7) day continuous shift operation. It will be the Company's sole right to determine which employees will be assigned to the seven (7) day continuous shift operation work schedule.

The Company will first seek qualified volunteers to fill the positions required on the seven (7) day continuous operation. If an insufficient number of qualified volunteers fails to apply, the Company will fill the positions as it sees fit, keeping in mind the principles of reverse seniority and the qualifications required.

Six Month Trial Period

Note: An employee can only exercise this option once

Any employee assigned to the seven (7) day continuous day operation will be given a six (6) month trial period. An employee on continuous operation has six months to inform the Company if he/she would like to remain on continuous operation. If he/she decides to return to the five (5) day, forty (40) hour schedule the following will apply:

- (i) The employee will inform the Company within the first six (6) months that he/she is no longer interested in staying in the continuous operation.
- (ii) Another employee will be assigned as a replacement within thirty (30) calendar days.
- (iii) The employee transferring back will train that employee until he/she is qualified to run the line on his/her own.
- (iv) The Company will place the employee transferring back to the five (5) day, forty (40) hour schedule, if work is available, provided that he/she is qualified to perform the work and has the seniority.
- (v) Reverse seniority still applies to this trial period. This continuous operation may be cancelled by the Company on giving thirty (30) days' notice to the Union, or shorter such notice as may be agreed to by the Union. Other than temporary shutdowns for maintenance or lack of work,

DATED at Penetanguishene, Ontario this 21st day of May, 2014.

FOR THE COMPAMY:

FOR THE UNION:

Eric Frantz

Derek Evans

Sheila McKimmie

Guy Forget

Mike Radey

Shawn Beaudoin

Catherine Hillier

David Bromley

Michelle Glover

Jeremy Juneau

LETTER OF UNDERSTANDING

Number 10
BETWEEN:
CCL CONTAINER

(hereinafter called the "Company")
-and-
SHEET METAL WORKERS
INTERNATIONAL ASSOCIATION

RE: PRODUCTION LINES

This letter of understanding forms part of the collective agreement.

For the duration of this collective agreement, Line six. (6) shall remain on an eight (8) hour shift rotation.

DATED at Penetanguishene, Ontario this 21st day of May, 2014.

FOR THE COMPAMY:

FOR THE UNION:

Eric Frantz

Derek Evans

Sheila McKimmie

Guy Forget

Mike Radey

Shawn Beaudoin

Catherine Hillier

David Bromley

Michelle Glover

Jeremy Juneau

LETTER OF UNDERSTANDING

Number 11
BETWEEN:
CCL CONTAINER

(hereinafter called the "Company")
-and-
SHEET METAL WORKERS
INTERNATIONAL ASSOCIATION

RE: JOB POSTING INTERVIEW POLICY

This letter of understanding forms part of the collective agreement.

All permanent full time employees who submit a job posting application form within the specified timeframe will: receive an interview. The Company will supply the Union with a list of all written applicants to the job posting. Prior to posting or informing the successful applicant(s) the Company will discuss the reasons for this choice with the Union.

All applicants who are not selected for the job will be informed in writing as to the reasons that they were not selected.

The company will provide to the union a standard list of interview questions that will be asked of all employees.

Notwithstanding anything to the contrary in the collective agreement, if the senior applicant to a job posting is awarded the job, no interview is required.

DATED at Penetanguishene, Ontario this 21st day of May, 2014.

FOR THE COMPAMY:

FOR THE UNION:

Eric Frantz

Derek Evans

Sheila McKimmie

Guy Forget

Mike Radey

Shawn Beaudoin

Catherine Hillier

David Bromley

Michelle Glover

Jeremy Juneau

LETTER OF UNDERSTANDING

Number 12
BETWEEN:
CCL CONTAINER

(hereinafter called the "Company")
-and-
SHEET METAL WORKERS
INTERNATIONAL ASSOCIATION

RE: CHRISTMAS SHUTDOWN

This letter of understanding forms part of the collective agreement.

Whether working the hours of work under Article 3.01 or under the Letter of Understanding regarding seven (7) day continuous shift operations, employees entitled to holidays identified in Article 14.01 from and including December 25 to and including January 01 will be allowed to take Christmas Day, Boxing Day and New Year's Day off.

Payment for these holidays is based on the employees meeting all the qualifying factors under Article 14.

Notwithstanding the above, the Company is free to ask for volunteers to work on all or any of the holidays from and including December 25 to and including January 01.

Whether floater holidays, as identified in Article 14.01, are deemed to fall between December 25 and January 01 will be determined by Article 14.01.

DATED at Penetanguishene, Ontario this 21st day of May, 2014.

FOR THE COMPAMY:

FOR THE UNION:

Eric Frantz

Derek Evans

Sheila McKimmie

Guy Forget

Mike Radey

Shawn Beaudoin

Catherine Hillier

David Bromley

Michelle Glover

Jeremy Juneau

LETTER OF UNDERSTANDING

Number 13
BETWEEN:
CCL CONTAINER

(hereinafter called the "Company")
-and-
SHEET METAL WORKERS
INTERNATIONAL ASSOCIATION

RE: POLICIES AGREEMENT

This letter of understanding forms part of the collective agreement.

If the parties agree that there are problems with the current company's policy, they will endeavor to correct the situation.

DATED at Penetanguishene, Ontario this 21st day of May, 2014.

FOR THE COMPAMY:

FOR THE UNION:

Eric Frantz

Derek Evans

Sheila McKimmie

Guy Forget

Mike Radey

Shawn Beaudoin

Catherine Hillier

David Bromley

Michelle Glover

Jeremy Juneau

Number 14
BETWEEN:
CCL CONTAINER

(hereinafter called the "Company")

-and-

**SHEET METAL WORKERS
INTERNATIONAL ASSOCIATION**

RE: SUB CONTRACTING-OF WORK

This letter of understanding forms part of the collective agreement. The Company will not utilize sub contractors to perform work normally performed by the skilled trades in the bargaining unit, provided the skilled trades are not assigned to other priorities, at the time the sub contractor is retained. It is understood by the parties to the collective agreement that work such as, but not limited to, the installation of new lines, is not deemed to be work normally performed by the skilled trades in the bargaining unit.

Sub contractors will not be utilized to perform normal work of the skilled trades, if such work, can be performed by the skilled trades in an overtime situation. This limitation does not apply if at the time the sub contractor was retained, the skilled trades were assigned to other priorities in an overtime situation or non-overtime situation.

If skilled trades cannot support required work through requested overtime then sub-contractors may be used to complete the work. Due to the nature of some projects this may necessitate the need to acquire the sub-contractor to complete the entire project. (Not limited to, example: warranties, liabilities, etc.)

DATED at Penetanguishene, Ontario this 21st day of May, 2014.

FOR THE COMPAMY:

FOR THE UNION:

Eric Frantz

Derek Evans

Sheila McKimmie

Guy Forget

Mike Radey

Shawn Beaudoin

Catherine Hillier

David Bromley

Michelle Glover

Jeremy Juneau

LETTER OF UNDERSTANDING

Number 15
BETWEEN:
CCL CONTAINER

(hereinafter called the "Company")

-and-

**SHEET METAL WORKERS
INTERNATIONAL ASSOCIATION**

RE: BENEFIT POLICY MANUAL

This letter of understanding forms part of the collective agreement.

The Company will endeavor to supply the Union with a complete copy of the benefit policy manual related to the hourly Penetang employees from the carrier within sixty (60) days of the receipt of the benefit policy manual by the Company.

DATED at Penetanguishene, Ontario this 21st day of May, 2014.

FOR THE COMPAMY:

FOR THE UNION:

Eric Frantz

Derek Evans

Sheila McKimmie

Guy Forget

Mike Radey

Shawn Beaudoin

Catherine Hillier

David Bromley

Michelle Glover

Jeremy Juneau

Number 16
BETWEEN:
CCL CONTAINER

(hereinafter called the "Company")
-and-
SHEET METAL WORKERS
INTERNATIONAL ASSOCIATION

RE: AGENCY WORKERS

The company's objective is to minimize the usage and need of Agency Worker's. However, the Company and the Union recognizes at times there will be a need to utilize this service. Prior to utilizing agency workers to perform work in a timely manner, the Company will:

1. Recall laid-off employees for that classification.
2. Attempt to fill the position with overtime, as per the overtime policy.
3. Utilize Agency Workers.

Note: Employee referrals will have first opportunity to be employed as an Agency Worker.

DATED at Penetanguishene, Ontario this 21st day of May, 2014.

FOR THE COMPAMY:

FOR THE UNION:

Eric Frantz

Derek Evans

Sheila McKimmie

Guy Forget

Mike Radey

Shawn Beaudoin

Catherine Hillier

David Bromley

Michelle Glover

Jeremy Juneau

LETTER OF UNDERSTANDING

Number 17
BETWEEN:
CCL CONTAINER

(hereinafter called the "Company")

-and-

**SHEET METAL WORKERS
INTERNATIONAL ASSOCIATION**

RE: BACK TO WORK PROGRAM

The Company and the Union agree to establish a back to work program.

DATED at Penetanguishene, Ontario this 21st day of May, 2014.

FOR THE COMPAMY:

FOR THE UNION:

Eric Frantz

Derek Evans

Sheila McKimmie

Guy Forget

Mike Radey

Shawn Beaudoin

Catherine Hillier

David Bromley

Michelle Glover

Jeremy Juneau