



COLLECTIVE AGREEMENT

BETWEEN:

**UNITED FOOD AND COMMERCIAL WORKERS UNION
LOCAL 175**

Chartered by The United Food and Commercial Workers
Canada Union, AFL-CIO
affiliated with the C.L.C. and O.F.L.

AND:

LOBLAWS SUPERMARKETS LIMITED

Effective: **May 1, 2006** to April 30, 2010

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FULL-TIME

THIS AGREEMENT made as of the 15th day of October, 2006

BETWEEN

**UNITED FOOD AND COMMERCIAL WORKERS UNION
LOCAL 175**

Hereinafter called the "Union"

AND

LOBLAWS SUPERMARKETS LIMITED

Hereinafter called the "Employer"

ARTICLE 1 - PURPOSE

1.01 The Employer and the Union each represents that the purpose and the intent of this Agreement is to promote co-operation and harmony, to recognize mutual interests, to provide a channel through which information and problems may be transmitted from one to the other, to formulate rules to govern the relationship between the Union and the Employer, to promote efficiency and service, to set forth herein the basic agreements covering rates of pay, hours of work and conditions of employment.

ARTICLE 2 - RECOGNITION

- 2.01 (a)** The Employer recognizes the Union as the exclusive bargaining agent for its employees, except Store Managers, Assistant Store Managers, General Merchandise Managers, Pharmacists, Photolab Managers, Coffee Bean Roast Managers, Bed and Bath Managers, Cosmetics Managers, Hosiery and Apparel Managers, Kitchen Cook and Table Managers, Camera/Electronics Managers, Books and/or Entertainment Managers, Party Supplies Mangers, Sporting Goods Managers, Hardware Managers and persons above the rank of Store Manager, at its store locations in the Municipalities of Nepean and Gloucester.
- (b)** A "full-time employee" covered by this Agreement (except Appendix "A") shall be an employee who is normally scheduled to work more than twenty-four (24) hours per week.
- (c)** A "part-time employee" covered by Appendix "A" of this Agreement shall be an employee who is normally scheduled to work twenty-four (24) hours or less per week. The conditions of work for part-time employees shall be governed by Appendix "A" of this Agreement.
- (d)** Any additional Loblaws Supermarkets Limited stores opened in the Municipalities of Nepean and Gloucester will be covered by the terms of this Agreement.

ARTICLE 3 - EMPLOYEES OTHER THAN UNION MEMBERS

3.01 (a) The Employer agrees that employees who are not members of the bargaining unit, other than Store Managers in stores whose volume is less than \$100,000.00 weekly, No Frills Managers, Assistant Store Managers and Regional Cashier Specialists, will not perform bargaining unit work except during the three (3) weeks prior to and the one (1) week subsequent to (Bakery, Produce, Meat and Service Department Specialists, two (2) weeks prior to and the three (3) weeks subsequent to) the re-opening week of a new store, unless prior arrangements have been made between the Employer and the Local Union President or Business Representative.

Such employees of the Employer shall restrict activities which are considered to be bargaining unit work as outlined above, except for the purpose of product inspection and instruction.

(b) General Merchandise Department Managers, Coffee Bean Roast Department Managers, Bed and Bath Department Managers, Cosmetics Department Managers, Hosiery and Apparel Department Managers, Kitchen Cook and Table Department Managers, Camera/ Electronics Department Managers, Book and/or Entertainment Department Managers, Party Supplies Department Managers, Sporting Goods Department Managers and Hardware Department Managers have the ability to work within their department.

These positions can be expanded, by mutual agreement, to Manage new departments which the employer is not currently in, or any business which the employer has some product but which a significant investment will be made to become a department.

Such positions will only be applicable in new stores or in existing stores which have had a major refurbishment.

(c) It is recognized that while other persons who are not employees of the Employer (except Price Checkers, who shall only check prices) from time to time perform work in the Employer's stores, the Employer agrees that there will be no extension in this work performance beyond current practices.

This provision shall not restrict the Company from leasing space within the store perimeters to a Company whose business relates to the offering of financial services.

3.02 With the exception of representatives from Fireco Sales or their subsequent successors, no representative of supplying companies shall perform any routine store work except as provided for in Article 3.03 below.

3.03 Sales representatives are only permitted to assist members of the bargaining unit in the building of special promotional displays. The Union Office and the store stewards affected will be given advance notice of all special promotional displays.

3.04 The Employer agrees that for any proven violation of the provisions of this Article 3, it will pay a penalty of one hundred and fifty dollars (\$150.00) to the Union.

ARTICLE 4 - UNION SECURITY

4.01 (a) It is agreed that all employees covered by this Agreement shall become and remain members of the Union in good standing, as a condition of employment.

(b) New employees shall make application for membership in the Union at the time of their hiring and shall become and remain members of the Union in good standing as a condition of employment.

4.02 (a) The Employer shall, during the term of this Agreement, as a condition of employment, deduct from members of the bargaining unit the regular weekly Union Dues and/or assessments, and such Dues shall be remitted to the Union prior to the 15th day of the month following the month in which such deduction is made.

The Employer shall collect Membership Initiation Fees as may be established by the Union and forward the application forms and such Fees to the Union with the regular monthly Dues remittance. The Employer has agreed to submit Union dues to the Union on a computer disk.

(b) The Employer shall notify the Union of new full-time employees' classifications and rates of pay, in addition to terminations, on a monthly basis. Deduction statements shall be documented by location, containing the full name of the employee and his starting date.

The Employer agrees to record the annual Union Dues deductions for each employee on his T4 Form.

4.03 In the event such weekly Dues, initiation fees and/or assessments are changed during the term of this Agreement, such change must be given to the Employer by notice properly authorized by Union officials and shall become effective within one (1) month from the date the notice is received.

4.04 Paragraph 4.03 above is subject to the provisions that the Employer, its agents and/or employees acting on behalf of the Employer shall in no way be responsible for any errors or omissions arising from the collection of and accounting of such Dues, initiation fees and/or assessments and/or the custody of same. The Union shall indemnify and save harmless the Employer, its agents and/or employees acting on behalf of the Employer, from any and all claims, demands, actions or causes of action arising out of, or in any way connected with the collection of or attempted collection, custody and/or accounting of such Dues.

4.05 New employees shall be documented and documents forwarded to Head Office within two (2) weeks of hiring.

4.06 All necessary medical examinations and x-rays as it relates to employment with Loblaw's Supermarkets Limited, required by a Local Board of Health or Governmental Body or the Employer shall be paid for by the Employer and conducted on Company time.

4.07 Employees having previous comparable full-time supermarket experience may be paid at a lower rate of pay than their experience might call for, but at the end of the probationary period of twenty-two (22) worked days, if continued in employment, the employee will then, if not at the appropriate comparable rate, have the appropriate comparable rate determined retro-active to his original full-time starting date and will proceed from there in the schedule.

The Employer shall recognize credit for previous comparable full-time, Loblaw's Supermarkets Limited supermarket experience if such employees have been out of the industry for over five (5) years, for Company benefits and wages only.

ARTICLE 5 - FUNCTIONS OF MANAGEMENT

5.01 The Union agrees that the Employer has the exclusive right and power to manage its business, to direct the working forces and to suspend, discharge or discipline employees for just and sufficient cause, to hire, promote, demote, transfer or lay off employees, to establish and maintain reasonable rules and regulations covering the operation of the stores, provided however, that any exercise of these rights and powers in conflict with any of the provisions of this Agreement shall be subject to the provisions of the grievance procedure as set out herein.

5.02 Should an adjustment in the full-time work force become necessary during the lifetime of this Collective Agreement as a direct result of the installation of Scanner Cash Register equipment, the Employer and the Union will meet to discuss an equitable solution to the problem at least thirty (30) days prior to the implementation of the adjustment. Such discussion will not impede the Employer's right to initiate the necessary adjustment. The question of the correctness of the Employer's decision may be subject to the decision of a Board of Arbitration or a single Arbitrator under the provisions of Article 22 of the Collective Agreement.

5.03 The Union agrees that the Employer has the exclusive right and power to study or introduce new or improved production and/or handling methods or facilities and the Union agrees to co-operate with the Employer in the installation of any such methods and in the education of its members for the necessity of such changes and improvements. The above rights shall be exercised subject to the provisions of the grievance procedure as set forth in this Agreement.

5.04 The parties agree that the foregoing enumeration of Management's rights shall not be deemed to exclude other recognized functions of Management not specifically covered in this Agreement. The Employer, therefore, retains all rights not otherwise specifically covered in this Agreement.

ARTICLE 6 - PREFERENCE

6.01 When in need of help, the Employer agrees to give preference to part-time employees on the basis of seniority, skill and qualifications.

ARTICLE 7 -WORKING CONDITIONS

7.01 Any working conditions or condition of employment now in effect shall remain in effect unless changed by collective bargaining. The Employer shall continue to make reasonable provisions for the safety and health of its employees at the store during the hours of their employment. The Union will co-operate with the Employer in maintaining good working conditions and standards of safety.

7.02 The Employer agrees that Meat Wrappers will not be required to use power tools (except slicers), saws, cleavers or engage in any production work with knives.

ARTICLE 8 - DISCHARGE AND DISCIPLINE

8.01 No employee shall be discharged or disciplined except for just and sufficient cause. Discharge and Discipline grievances may be settled by confirming the Employer's decision, or by reinstating the discharged or suspended employee with full compensation for time lost, less interim earnings if applicable, or by any other arrangement which is just and equitable in the opinion of the parties or of a Board of Arbitration if the matter is referred to it. The Employer agrees that whenever an interview is held with an employee regarding their work or conduct, which becomes a part of their record first the store steward or if a steward is not available then a designate of the employee's choice shall be present at such interview. The steward or Union representative will leave the meeting if requested to leave by the employee.

ARTICLE 9 -TEMPORARY ASSIGNMENTS

9.01 An employee who is temporarily assigned to relieve in the position of Grocery Department Manager, Customer Service Department Manager, Produce Department Manager, Meat Department Manager, Bakery Department Manager, Service Department Manager, Floral Department Manager or Bookkeeper shall only receive the relief rate after three (3) consecutive days relieved in a calendar week, and will be retroactive back to the first day of such temporary assignment.

- 9.02** (a) No part-time employee will be assigned to relieve in the positions aforesaid if a full-time employee who has sufficient ability and qualifications to do the relief work is available.
- (b) Apprentices shall be given first choice when the Employer is looking for a temporary replacement. The Apprentice shall receive the relieving rate of pay.

9.03 Where employees relieve the Store Manager, they shall receive a relief premium of one dollar and fifty cents (\$1.50) per hour worked, in addition to their normal hourly rate. It is understood that in the calculation of this premium for the applicable employees each week, all full shifts during which the Store Managers are absent from the store beyond their normal day off shall be taken into account. In such cases, the premium will be retro-active to include the Store Manager's day off. In these circumstances they shall continue to be a member of the bargaining unit and covered by the terms of this Agreement.

9.04 On an evening when a store is open for customer shopping convenience and the Store Manager, Assistant Store Manager and Grocery Manager are not on duty, full-time employees will be assigned to be in charge of the store and shall receive a ten dollar (\$10.00) bonus in addition to their night shopping premium.

ARTICLE 10 - NO DISCRIMINATION

10.01 There shall be no discrimination on account of race, colour, creed, national origin, sex, age, marital status, disability, sexual orientation or membership in the Union.

The Employer and the Union agree that everyone has the right to work in an environment free of all harassment.

ARTICLE 11 - UNION SHOP CARDS

11.01 It will be the duty of the Employer to prominently display Union Shop Cards in all of their establishments where any Union members are employed. Those Cards shall remain the property of the Union and the Employer shall have their usage only until such time as the Union shall request their return. The Employer agrees to surrender the same immediately upon demand by the Union.

The Employer further agrees that employees may wear Union Buttons while on duty.

ARTICLE 12 - UNION PRIVILEGES

12.01 The Employer agrees to recognize the appointment of a shop steward and an assistant shop steward on behalf of each department within a store including Night Crew and Bakery Department. In the absence of employees so appointed, other employees may be delegated to act in their absence. The Union shall notify the Employer of the appointments. No probationary employee may be appointed. The Employer also agrees to grant such stewards time off with pay as may be reasonably necessary to service any grievance or potential grievance.

Company to put in new employee ~~kit~~ a letter from the Union.

12.02 The Business Agent or International Representative of the Union shall be entitled to visit a store covered by this Agreement for the purpose of ensuring the terms of the Agreement are implemented, provided however, that the appropriate Management authority have given their consent, which shall not be unreasonably withheld.

12.03 The Employer agrees during the lifetime of this Agreement to grant time off with pay to four (4) Union representatives from Local 175 for the purpose of collective bargaining with the Employer. Such committee shall consist of two (2) part time and two (2) full time employees. Such

employees shall be from different departments within their store if more than one (1) employee has been nominated for election.

12.04 The Union agrees to forward to the Employer a listing of store stewards and their store and department on a half-yearly basis.

12.05 The Employer will provide glass covered bulletin boards for the exclusive use of the Union for posting notices bearing the written approval from the Local Union President or Director restricted to:

- a) Notice of Union recreational and social affairs:
- b) Notice of Union elections;
- c) Notice of Union appointments and results of Union elections;
- d) Notice of Union meetings;
- e) Notice concerning bona fide Union activities such as WSIB, Health & Safety and Unemployment information:
- f) Other notices concerning Union affairs which are not controversial in nature:
- g) Job postings.

All other notices must be approved and initialed by the Employer before being posted on the bulletin board.

ARTICLE 13 - SHOP STEWARDS

13.01 Each Local Union shall have the right to designate one (1) shop steward and an assistant shop steward on behalf of each department within a store including Night Crew and Bakery Department. The Employer will be informed of the names of the stewards. The Employer agrees that it will not lay off or transfer any shop steward without previous consultation between the shop steward, the Union representative and the Industrial Relations Department. An undertaking to provide kronos punch detail to the Union Steward upon request when investigating an employee's grievance.

ARTICLE 14 - SENIORITY

- 14.01 (a)** Regular full-time employees shall not attain seniority until they have completed the probationary period with the Employer. Such probationary period shall be twenty-two (22) worked days. However, should probationary employees complete such service, their seniority will date back to the commencement of their continuous full-time employment.
- (b)** Seniority listings for full-time employees shall be posted by the Employer quarter annually. The seniority date for each full-time employee shall be considered to be correct if the Union raises no objection within three (3) weeks of the date of posting of the first list on which the employee's name appears. Seniority listings for full-time employees shall be given to the shop steward once every six (6) months.
- (c)** Persons outside the bargaining unit returning to the bargaining unit shall return to a position no higher than their former position in the bargaining unit. The transfer of such person into the bargaining unit shall not cause a demotion or lay-off of any bargaining unit employee.

- (d) An employee who is demoted through a lay-off or displaced by an employee returning from L.T.D. or W.S.I.B. shall have their former rate of pay maintained for an eight (8) week period.
 - (e) A person who has never been in the bargaining unit shall not enter the bargaining unit unless bargaining unit employees who are on lay-off and who have recall rights have declined their right for recall.
 - (f) It is understood between the Employer and the Union that bargaining unit seniority for those persons referred to in paragraphs (c) and (e) herein shall commence as of the date of their entry into the bargaining unit.
 - (g) Anyone promoted to a Management position subsequent to the date of ratification of this Agreement will continue to accumulate bargaining unit seniority for six (6) months following the promotion, after which time they shall have no bargaining unit seniority. Resulting vacancies will be posted within five (5) days of the promotion in accordance with Article 14.03 (b) (i) of this Agreement.
- 14.02** Seniority shall be acquired and exercised by full-time employees within the Bargaining Unit.
- 14.03 (a)** Seniority is the principle of granting preference to employees within the Bargaining Unit for promotions, demotions, transfers, lay-offs, rehiring after lay-off and vacations. Seniority and ability will be considered in promotions and where ability is approximately equal, seniority shall govern, provided the employee has the ability to perform the work required. The Employer undertakes that its decision concerning ability of employees are neither arbitrary nor unfair.
- (b) (i) When a vacancy occurs in a key position which is likely to remain open for over ninety (90) days (or such longer period as the parties may mutually agree) notice of such vacancy shall be posted, wherever possible, within five (5) working days of the vacancy arising and shall remain posted for five (5) working days on the bulletin board or boards provided on the premises for that purpose. The Employer shall provide the Union and all shop stewards with a copy of each vacancy posted.
 - (ii) Employees in the Bargaining Unit may apply within the five (5) working days for such job on the necessary form provided by the Employer.
 - (iii) The Employer shall have five (5) working days after the expiration of the posting to select the successful applicant and another five (5) working days to post on the same bulletin board or boards the name and length of service of the successful applicant. If no applications are made, the Employer shall then be free to choose an employee.
 - (iv) Where the senior employee does not have relatively equal ability for the job in relation to other applicants and a less senior employee is chosen, the Employer will make its choice known to the Union before announcing the name of the successful applicant. Any employee who applies for the job and was not chosen may, within five (5) working days after the successful applicant has been declared, lodge a grievance in accordance with the Grievance Procedure.
- (c) In the event additional full-time staff is required, the Employer will announce such vacancy by posting internally. It is understood that such vacancy shall be filled in accordance with Article 15.10 (vii) of the main body and Article 2.03 of Appendix "A" and shall be subject to the grievance procedure as outlined in Article 21 of this Agreement. Copies of such postings will be sent to both Union offices.

14.04 Seniority shall be considered terminated if an employee:

- (a) voluntarily leaves the employment of the Employer;
- (b) is discharged for cause;
- (c) is absent from work for more than three (3) working days without prior notification to the Employer;
- (d) is absent from work due to sickness or disability for more than three (3) days and fails upon return to work to produce a certificate from a medical practitioner verifying such absence to the Employer's satisfaction. (If a certificate is requested, such requests shall be made prior to the employee's return to work);
- (e) fails to return to work after a recall from lay-off within seven (7) days after the delivery of notice of recall;
- (f) fails to return to work upon conclusion of a leave of absence unless his failure to return is for reasonable cause;
- (g) fails to take a medical examination by a qualified medical practitioner when requested by the Employer;
- (h) is not recalled to work when laid off due to lack of work, his name shall be retained on the seniority list for a minimum of six (6) months up to a period of time equal to his seniority at date of lay-off, up to a maximum of eighteen (18) months.

14.05 The Company has agreed to the following severance pay provision: Regular full-time employees with three (3) years or more of continuous service, if terminated for reasons other than cause, will be provided with a severance allowance of one (1) week's pay for each year of service to a maximum of five thousand dollars (\$5,000.00).

14.06 Employees shall have one (1) calendarweek's notice of a permanent transfer prior to such transfer being implemented, except in cases of sickness, accident or bereavement, creating an emergency.

14.07 Full-time employees who become part-time employees shall carry both full-time and part-time seniority to the part-time seniority list.

14.08 The Employer agrees to supply copies of the seniority list to the Union on request, but not more than every six (6) months.

ARTICLE 15 - HOURS OF WORK AND OVERTIME

15.01 Employees are expected to attend work regularly. When unable to attend, the Manager, Relieving Manager or Supervisor must be notified within two (2) hours of the commencement of the scheduled shift of the employee giving the reason why the employee is unable to attend, when they expect to return to work and how the Manager or Supervisor can call them relative to their absence. Where an employee works on a night crew, supervision will be notified as soon as possible to allow the replacement of their shift.

15.02 This paragraph is intended to define the normal hours of work and shall not be construed as a guarantee of hours of work per day or per week or of days of work per week.

15.03 The normal work week for full-time employees shall consist of thirty-seven (37) hours - four (4) days of eight (8) hours each and one (1) day of five (5) hours. The Employer agrees that wherever practicable, the five (5) hour day will be scheduled so that the three (3) hour reduction will occur in full at the end of the employee's shift.

It is understood that, if the employees absent themselves for any reason on their short day, the three (3) hour reduction will not be rescheduled.

- 15.04 (a)** Employees will not be designated to work more than one (1) night per week for customer shopping convenience. Employees hired as full time as of October 5, 2000 may be scheduled up to two (2) evenings per week. A full-time employee who is scheduled to work until 6 p.m. or later on Sunday, this will be deemed to be one of the two evenings worked per week.
- (b)** An employee will not be scheduled to work more than one (1) Saturday night in four (4).
- (c)** Full-time employees shall be paid a premium of one dollar (\$1.00) per hour for each hour worked after 6:00 p.m. on Saturday if it is their first night worked that week. If Saturday is their second night worked that week, they shall be paid a premium of one dollar and fifty cents (\$1.50) per hour for each hour worked after 6:00 p.m. on that Saturday night. In addition, they shall receive the supper bonus provided for in Article 15.04 (d) (i). There shall be no duplication of the above premiums and overtime rates.
- (d) (i)** The employee shall also receive a supper bonus of one dollar and fifty cents (\$1.50) for each evening worked each week when the store of the Employer is open for business over and above their weekly pay.
- (e)** Employees not scheduled to be engaged for night shopping will not be scheduled to work later than 6:00 p.m..
- (f)** Employees may be scheduled to commence their shift no earlier than 5:00 a.m. and to conclude their shift no later than 11:00 p.m. at regular time rates of pay.
- (g)** Items (f) and (g) above will not apply when local arrangements are mutually agreed upon by the Employer and the Union.
- 15.05 (a)** The work schedule shall be posted on the notice board of the store for the coming week not later than 3:00 p.m. on the preceding Thursday, showing the scheduled working hours for each employee covered by this Agreement and no change shall be made in such schedule once posted except in the case of sickness, accident or bereavement in the particular store where the employee is regularly employed. Once the schedule has been posted, the employee shall be entitled to work the number of hours provided for herein without lay-off. Night Crew employees who work Sunday through Thursday shall be notified of the following week's schedule at the completion of their last regular weekly shift.
- (b)** The store steward shall receive a copy of all work schedules.
- (c)** Time and attendance will have a five (5) minute grace period on either end of the shift.
- 15.06 (a) (i)** Overtime will be payable at the rate of time and one-half (1/2) for the first two (2) hours of daily overtime and at the rate of double time for work performed beyond two (2) hours of daily overtime.
- (ii)** The Employer further agrees to pay employees two (2) times their standard rate of pay for work performed after 11:00 p.m. on any night.
- (b)** Any employee called in to work on a day for which they are not scheduled, on a Statutory Holiday, shall receive two (2) times their regular rate of pay for such hours and shall be guaranteed a minimum of four (4) hours' pay at the premium rate.

- (c) Overtime work shall be on a voluntary basis provided a sufficient number of qualified employees agree to perform the required overtime work. In the event that there are insufficient volunteers for overtime the Company shall have the right to designate the junior employee(s) to stay for up to one (1) hour and the Store Manager shall make the decision for overtime.
- (d) For the seven (7) weeks prior to New Years, the Employer will have ability to open its stores for extended hours and those hours will be payable at regular time rates of pay when the shift is eight (8) hours or less.

15.07 No employee shall be given time off to avoid the application of overtime rates.

15.08 The parties hereto agree that there shall be no split shift save for the normal lunch period which shall be sixty (60) minutes in duration (or thirty (30) minutes in duration by mutual agreement between the Employer and the employee concerned). Lunch periods will not commence until two and one-half (22) hours have elapsed after the commencement of an employee's shift nor later than five (5) hours after the commencement of the shift.

- 15.09 (a)** The Employer agrees that employees in the classifications of Cashier, Service Clerk, Wrapper, Grocery-Produce Clerk, Meat Cutter, Baker and Decorator, who desire Saturdays off, will be given one (1) Saturday off during each four (4) week period.
- (b) The Employer agrees that employees in the classifications of Grocery Manager, Customer Service Manager, Produce Manager, Meat Manager, Assistant Meat Manager, Bakery Manager, Assistant Bakery Manager, Service Department Manager, Bookkeeper and persons who are assigned to relieve in these positions, who desire two-day week-ends, will be given two (2) consecutive days off one week-end each month (i.e., Saturday and Sunday or Sunday and Monday). All employees who desire to have Saturdays off in accordance with this provision shall be granted a Saturday off at least once every six (6) weeks. The Company agrees that any request for Saturday off more frequently will not be unreasonably withheld.
- (c) In the event that there is a full-time employee in a junior classification employed in the area in question, who is available and capable to relieve in one of the classifications referred to in paragraph (b) hereof (except Assistant Meat Manager), the Employer will, to the extent that it is practicable with store operations, apply the provision set out in paragraph (a) hereof to such interested employees.
- (d) The provision set out in paragraph (a) hereof shall be applicable to an interested Assistant Meat Manager who is employed in a Meat Department where three (3) or more full-time Meat Department employees are employed (excluding Meat Wrapper).

15.10 Night Shifts

- (a) A "Night Crew" is a group of employees who are regularly scheduled to work in stores after they have been closed to the public and whose duties primarily are connected with receiving and stocking the stores and the incidental functions connected therewith.

For stores which are open 24 hours a day, employees whose shift commences between 10pm and 8:30am will receive the night shift premium. This does not change the current payment of shift premium to those employees with early morning start times or the night crew stocking shift.

- (b) A Night Crew Chief will be appointed in each store where a night shift is in operation.
- (c) Regular employees shall have five (5) working days' notice of transfer to the night crew, prior to such transfer being implemented, except in the case of sickness, accident or bereavement in their particular store.

- (d) The following rules shall apply to all night crew operations:
- i) An employee who works on a Night Crew and who is not classified in one of the night classifications as set forth in Article 22 of this Agreement shall receive a shift premium of one dollar (\$1.00) per hour for all hours worked on the night shift. For purposes of any Statutory Holiday Pay, Vacation Pay, Sick Pay or Weekly Indemnity benefits to which such an employee may be entitled during a week during which he is scheduled to work on a Night Crew, his hourly rate be deemed to include the one dollar (\$1.00) premium aforesaid.

An employee who works on a Night Crew and who is classified in one of the night classifications set forth in Article 22 of this Agreement shall receive the appropriate hourly rate for that night classification in lieu of the premium set forth in paragraph 15.10 (d) (i).
 - ii) The night shift shall commence between 10:00 p.m. and midnight and conclude not later than 8:30 a.m.. All night shifts shall include a one-half (1/2) hour unpaid meal period.
 - iii) Days off will be at the beginning or the end of the week.
 - iv) Before a Night Crew is established, the General Manager and the area Union representative will work together to locate any employees who desire night work. If insufficient volunteers are located, then the Clerks in the store involved will be required to take their turn on a rotation basis (six (6) weeks).
 - v) In a situation where the Employer finds it necessary to assign employees to a Night Crew, any extenuating circumstances regarding an employee will be taken into consideration, and based on those circumstances, the Employer may not require that employee to go on nights.
 - vi) Employees who prefer to work on Night Crews will not participate in any rotation schedule.
 - vii) If a night shift employee who has been on nights for a reasonable length of time and who is senior to anyone on days wishes to work days instead of nights, he will be accommodated provided arrangements for his replacement can be worked out between the area Union representative and the District Manager.
 - viii) The Employer agrees that no employee will be required to work alone on a store night shift and the Employer further agrees that Meat Department night shifts will consist of at least two (2) Meat Department employees. The exception to this shall be one (1) employee may be scheduled to work in the Meat Department where no knives or power saws will be used.
- (e) The Union agrees to co-operate with the Employer in the implementation of Night Crew operations on Friday night, staffed by a combination of full-time and part-time employees in stores where a Night Crew is not required throughout the week. The full-time employee(s) involved in such night shifts will work such night shift by mutual agreement among the Employer, the Union representative and the employee.

15.11 During each work day, employees shall be granted two (2) rest periods with pay, of fifteen (15) minutes duration each. Such rest periods shall not be allocated within one (1) hour of starting or quitting time or within one (1) hour of each other.

15.12 Should employees report for work on a regular scheduled basis and there is no work available, they shall be paid a minimum of four (4) hours' pay at their regular rate.

15.13 Call-time

Employees called back to work after the completion of their shift or called in more than three (3) hours prior to the commencement of their shift, will receive two (2) times their standard rate of pay for such hours and shall be guaranteed a minimum of three (3) hours' pay at the premium rate.

15.14 The Employer agrees that there will be a minimum period of ten (10) hours between the scheduled shifts of an employee.

15.15 (a) Bakery Department

Notwithstanding certain provisions set out above in respect to hours of work, the following provisions shall apply specifically to employees in Bakery Departments.

(b) Night Shift Employees

Hours of work for Bakery Night Shift employees shall normally be scheduled as follows:

Night Crew shall have the same start times as the Grocery Department Night Crew.

A portion of the staff may be scheduled to work from 10:00 p.m. to 6:30 a.m.. The balance of the staff may be scheduled to work from 10:30 p.m. to 7:00 a.m. or 11:00 p.m. to 7:30 a.m.. The night shift referred to herein includes a one-half (2) hour unpaid meal period.

(c) In the event that the Employer wishes to implement any basic adjustments to the above mentioned work schedules, it is agreed that the Union will be consulted and that such adjustments will be made by mutual consent.

15.16 Sunday Work (For Full-time employees hired prior to October 15, 2006)

Work performed on Sunday shall be voluntary and in addition to the regular work week.

1. Employees who volunteer to work on Sunday when stores are open for business shall receive a premium of \$1.60 per hour for all hours worked.
2. For the purposes of clarity "all hours worked on Sunday which is related to the store opening for business" includes hours worked up to three (3) hours before store opening and one (1) hour after store closing and night crew.

The Employer shall pay all employees two times (2X) their regular rate of pay for all hours worked on a Sunday which are not related to the store opening for business. This provision shall not apply to employees on the night crew who may be required to commence their scheduled shift prior to midnight on Sunday night.

Full time employees hired prior to October 15, 2006 (or part time employees hired prior to October 15, 2006 that become full time) that volunteer for Sunday may work four (4) days from Monday to Saturday as long as it is mutually agreed between the employee and the Company.

ARTICLE 16 - STATUTORY HOLIDAYS

16.01 (a) The following holidays shall be recognized as paid statutory holidays:

New Year's Day	Labour Day
Good Friday	Thanksgiving Day

Victoria Day
Dominion Day
Civic Holiday

Christmas Day
Boxing Day

or days celebrated in lieu thereof.

In the event the Government of Canada or the Province of Ontario declare any other day(s) a legal holiday, the Employer agrees to recognize such day(s) as a paid holiday(s).

- (b) The Employer shall pay an employee for such holidays eight (8) hours' pay at the employee's regular rate of pay.
- (c) Full-time employees covered by this Agreement shall be eligible for a personal holiday once during each calendar year, to be taken at a date on or about their birthday, at a time mutually agreed upon between the Employer and the employee concerned.

16.02 When a holiday as listed is observed in any week, employees will work a four (4) day week and shall receive five (5) days' pay at the standard rate of pay.

Any employee who works a fifth (5th) day in a week during which a holiday as listed is observed, shall receive two (2) times their regular hourly rate for all hours so worked on the fifth (5th) day.

16.03 When two (2) holidays as listed are observed in any week, employees will work a three (3) day week and shall receive five (5) days' pay at the standard rate of pay.

Employees who work on a fourth (4th) or fifth (5th) day in a week during which two (2) holidays as listed are observed, shall receive two (2) times their regular hourly rate for all hours so worked on the fourth (4th) and fifth (5th) day.

16.04 An employee required to work on any of the aforementioned holidays shall receive two (2) times his regular hourly rate for all hours worked and shall, in addition, receive five (5) days' pay for working a four (4) day week as outlined in paragraph 16.02. If any employees work a statutory holiday in any week, they shall have the right to work five (5) days in such holiday week.

16.05 An employee shall not be coerced or otherwise required to work on any of the aforementioned holidays when the store is open for customer shopping convenience, except with the consent of the employee.

16.06 To qualify for pay for a legal holiday the employee must work their last scheduled working day preceding the holiday and their first scheduled working day after the holiday unless they have secured permission from their Supervisor to be absent on one of the qualifying days. Employees who are absent due to Compensation, accident or illness shall within fifteen (15) days of the holiday receive a total of one (1) day regular pay from all sources for the statutory holiday payment.

16.07 An employee who is not required to work on a given statutory holiday shall have the right to take another day off that week, separate and apart from the statutory holiday.

16.08 Employees requested to work on a statutory holiday shall be guaranteed a minimum of six (6) hours' work.

16.09 No employee will be scheduled to work on Christmas Eve or New Year's Eve beyond 6:30pm when the store closes at 6:00pm.

16.10 In the event that a Statutory holiday falls on a Sunday, the next work day shall be recognized and paid as a holiday. In the event that day is also a holiday, the next work day shall be recognized and paid as a holiday.

ARTICLE 17 - VACATIONS

17.01 Employees who joined the Company after May 1st and have been employed for less than one (1) year shall receive Vacation with Pay during the following year on the following basis:

<u>Date of Employment between:</u>	<u>Vacation with Full Pay</u>
Mar. 16 (current year) Apr. 15 (current year)	1 day
Feb. 16 (current year) Mar. 15 (current year)	2 days
Jan. 16 (current year) Feb. 15 (current year)	3 days
Dec. 16 (previous year) Jan. 15 (previous year)	4 days
Sept. 16 (previous year) Dec. 15 (previous year)	1 week
Aug. 16 (previous year) Sept. 15 (previous year)	1 week plus 1 day
July 16 (previous year) Aug. 15 (previous year)	1 week plus 2 days
June 16 (previous year) July 15 (previous year)	1 week plus 3 days
May 16 (previous year) June 15 (previous year)	1 week plus 4 days
May 1 (previous year) May 15 (previous year)	2 weeks
Prior to May 1 (previous year)	2 weeks

17.02 Vacation with pay will be calculated on each year of service ending by September 30th.

- 17.03 (a)** All employees who have five (5) years of service as of September 30th shall be granted three (3) weeks' vacation with pay during that vacation period.
- (b)** All employees who have nine (9) years of service as of September 30th shall be granted four (4) weeks' vacation with pay during that vacation period.
- (c)** All employees who have sixteen (16) years of service as of September 30th shall be granted five (5) weeks' vacation with pay during that vacation period.
- (d)** All employees who have twenty-five (25) years of service as of September 30th shall be granted six (6) weeks' vacation with pay during that vacation period.
- (e)** Effective January 1, 1997 all employees who are eligible for seven (7) weeks vacation with pay per year shall be so granted and red circled.
- (f)** i The vacation list shall be posted no later than February 1st requesting employees to indicate their preference. Such vacation list shall be completed and approved by April 1st.

- ii Employees shall be scheduling their vacation in order of seniority by specifying, their preferred two(2) weeks of vacation.
- iii Employees will then schedule the balance of their vacation entitlement in order of seniority, based on the requirements of the operation.
- iv The Company will post finalized full-time and part-time vacation schedules in each department.

To the extent that it is practicable, the Employer will grant vacations in one continuous period. Employees entitled to three (3) or more vacation weeks and who wish to take them in one continuous period should be prepared to conclude them prior to June 15th or commence them subsequent to September 15th.

17.04 Employees who have been employed by the Employer for less than five (5) years shall be entitled to a vacation with pay and the pay allowance therefore shall be as set forth in paragraph 17.01 of this Agreement or four percent (4%) of their earnings in the previous calendar year, whichever is the greater. Employees entitled to three (3), four (4), five (5), six (6) or seven (7) weeks of vacation will receive three (3), four (4), five (5), six (6), or seven (7) weeks' pay respectively, calculated at their normal rate per hour at the time they go on vacation or 6%, 8%, 10%, 12% or 14% respectively, of their total earnings in the previous calendar year as defined below, whichever is the greater.

For the purposes of clarity, the percentage payment referred throughout this Article shall apply to the total earnings of the employee during the previous calendar year as shown on the employee's T4 Form.

17.05 Vacations cannot be carried over from one year to another but must be taken within a calendar year.

17.06 A full-time employee who requests the Saturday off prior to commencing vacation, shall be granted the time off.

17.07 When a statutory holiday as defined in Article 16 hereof occurs during an employee's vacation period, such employee shall be entitled to receive either one (1) extra day's vacation or one (1) day's pay as follows:

- (a) Wherever possible, the extra day is to be taken in conjunction with the vacation at either the beginning or the end of the vacation period, i.e., Saturday preceding or Monday following;
- (b) In certain instances, the employee may wish to defer the extra day;
- (c) If employees are called in to work on the extra day of vacation referred to herein, they shall be paid for the work performed on that day at two (2) times their regular rate of pay;
- (d) Arrangements under this Section are to be completed prior to the commencement of the employee's vacation period.

17.08 An employee with less than one (1) year's service, whose employment with the Employer is terminated for any reason, shall receive vacation pay in accordance with the Current EMPLOYMENT STANDARDS ACT. Employees with more than one (1) year's service and less than five (5) years' service, whose employment with the Employer is terminated for any reason, shall receive two-twelfths (2/12) of a standard week's pay for each completed month of service since the end of their last vacation year or 4% of the total pay of the employee in the current vacation year up to and including their date of termination. Employees with over five (5) years' service shall receive three-twelfths (3/12) or 6% on the above basis and those over nine (9) years' service shall receive four-twelfths (4/12) or 8% on the same basis. Employees with over sixteen

(16) years' service whose employment with the Employer is terminated for any reason, shall receive five-twelfths (5/12) or 10% on the same basis. Employees with over twenty-five (25) years' service whose employment with the Employer is terminated for any reason, shall receive six-twelfths (6/12) or 12% on the same basis. Employees with over thirty (30) years' service whose employment with the Employer is terminated for any reason, shall receive seven-twelfths (7/12) or 14% on the same basis. In each case, the employee will be paid the greater of the appropriate amount of a standard week's pay or the percentage figure.

17.09 Employees will have the right to hold their vacation in abeyance if they are absent due to sickness, accident or compensation at the time their vacation is scheduled to begin. Such deferred vacations shall be taken at a later date which is mutually agreed to between the employee and the Employer.

17.10 In respect to the payment of vacation pay, full weeks will be paid to an employee going on vacation in advance. Fractions of a week will be held until the employee returns to work and the balance of the work week shall be combined to make one pay. Vacation pay shall be paid on a separate cheque.

17.11 Employees who become disabled and who are eligible for Weekly Indemnity benefits while on vacation, including the first three (3) days of sickness (if applicable) shall revert to Weekly Indemnity benefits and the balance of their vacation will be held in abeyance and will be taken at a later time to be mutually agreed upon between the Employer and the employee.

ARTICLE 18 - LEAVES OF ABSENCE

18.01 Any request for leave of absence shall be in writing, signed in quadruplicate by the Employer and the employee and shall be submitted as soon as possible but at least two (2) months in advance, except in an emergency. Two copies shall be retained by the Employer, one copy shall be given to the employee and the remaining copy shall be forwarded to the Union. The granting or refusal of all such leaves of absence shall be at the discretion of the Employer and shall be made in writing to the employee concerned. A claim that the Employer withheld permission without reasonable cause may be made the subject of a grievance and processed accordingly. Any leave of absence granted in conjunction with employee's vacation will be deemed to follow the vacation period. All vacation time must be used prior to granting a leave of absence to an employee.

18.02 Employees with over five (5) years' service may request a two (2) week unpaid leave of absence every two (2) years. Such requests shall be granted by the Employer.

18.03 The Employer agrees to grant a written leave of absence request for a period of not more than twelve (12) months to any employee who is elected or appointed to a position within the International or Local Union. If such duties require them to have a leave of absence from their Employer's duties on a full-time basis, the employee will give reasonable notice. The parties agree that this provision will not apply to more than two (2) employees in any calendar year.

18.04 The Employer agrees to abide by the terms of the Employment Standards Act of Ontario with regard to pregnancy and parental leaves of absence.

18.05 An Arbitration Board dealing with a grievance involving discharge or loss of seniority of an employee resulting from an absence caused by a Court conviction (where the Employer has refused to grant a leave of absence for such conviction) shall have the power to re-instate the employee with full seniority rights or by any other arrangement which is just in its opinion. In determining this question, the Board shall consider the nature of the offence for which the employee was convicted, the duration of the conviction, the length of service of the employee and their work record.

ARTICLE 19 - UNIFORMS, TOOLS

19.01 Uniforms, Freezer Coats and Rubber Aprons, which the Employer requires shall be furnished to the employee by the Employer without charge. Laundering of such garments shall be paid for by the Employer. Employees shall return their old uniform prior to getting a new uniform.

19.02 The Employer will furnish the necessary tools and pay for sharpening same.

19.03 The Employer agrees that Carry-out Coats, Receiving Coats and Freezer Coats will be adequately provided. The Employer will provide a safe and sanitary place for the storing of employees' garments.

19.04 The Employer will provide new or replacement uniform pieces in a timely fashion

ARTICLE 20 - W.S.I.B.

20.01 The Employer agrees that it will continue to be enrolled under the provisions of the Workers' Safety Insurance Board for all employees. The Employer will also pay an employee for the remainder of the shift in which the accident occurred that would require the employee to take time off.

ARTICLE 21 - GRIEVANCE AND ARBITRATION

21.01 Either the Employer, the Union or any employee has a right to lodge a grievance with respect to any matter arising out of this Agreement or concerning the interpretation, application or alleged violation of this Agreement.

21.02 Any employees believing that they have been unjustly dealt with or that the provisions of this Agreement have not been complied with, shall have the right to place such grievances in the hands of the Union for review and adjustment by the Employer, if necessary. Such grievances shall be processed as follows: (A copy of every grievance must be sent to the district office (to Robert McDaniel/General Manager of store operations of the Eastern Division)).

STEP ONE:

Between the employee concerned, the Union representative and the Manager. The grievance must be filed within eighteen (18) working days after the event giving rise to the grievance occurs and within this period of time it shall be discussed at this Step. The Manager shall give an oral decision within four (4) working days from the date the discussion took place. If the Union wishes to appeal the next Step, the grievance shall be reduced to writing and shall contain the provision of the Agreement which has been allegedly violated. Notice of appeal shall be filed with the Store Manager within six (6) working days from the Store Managers' oral decision.

STEP TWO:

Between the employee concerned, the Union representative, the Manager, the District Supervisor and/or their delegates. The discussion at this Step shall be held within seven (7) working days of the date of the appeal. The decision of the Employer at this Step shall be in writing and be made within four (4) working days of the date of the meeting. Should the Union wish to appeal, such notice of appeal must be in writing with the Head Office of the Employer within one (1) week of the decision of the Employer at STEP TWO.

STEP THREE:

The grievance shall be forwarded to the Head Office of the Employer, which shall have one (1) week to dispose of the grievance. The disposition shall be in writing and returned to the officers of the Union. If considered necessary by the parties, a meeting may be held by the

parties and may include the interested persons. If a meeting is held, the decision shall be given to the other party within seven (7) days from the date of the meeting.

21.03 In the case of a dismissal, a grievance may be filed by an employee who feels he was unjustly dealt with. Such a grievance must be filed within five (5) working days from the date of dismissal and commence at STEP TWO.

In any subsequent disposal of this case during the grievance procedure, the Employer may re-instate the employee with full back pay, suspend the employee for a definite period or sustain the discharge.

21.04 Grievances concerning rates shall be handled in accordance with the above procedure and the disposition of such grievances, if sustained, shall include the determination of the effective date of the increase with retroactivity thereto.

21.05 The Employer or the Union may file grievances commencing at STEP THREE. If an Arbitration Board finds that the Employer or the Union has violated the Collective Agreement, it shall have the power to award compensation to the Employer or any employee affected by the violation.

21.06 (a) Failing settlement under the foregoing procedure, such grievance may be submitted to Arbitration as hereinafter provided and if no written request for Arbitration is received which is post marked within thirty-one (31) days after the decision under STEP THREE is given, it shall be deemed to have been abandoned.

(b) The time limits as prescribed above may be modified by mutual agreement of the parties.

21.07 ARBITRATION

Should the grievance involve the misinterpretation or alleged violation of the Agreement, either party may be free to appeal to Arbitration from STEP THREE within thirty-one (31) days from the date the decision was given at that Step. The party requesting Arbitration shall advise the other party in writing of its request, together with a statement as to the issue to be arbitrated and shall include in its notice the name and address of its nominee to a Board of Arbitration. The other party shall within one (1) week of its receipt of the notice nominate its member to the Board of Arbitration and so advise the other party.

If the two nominees are unable to agree upon the choice of a third member to act as Chairman, the Minister of Labour for the Province of Ontario shall be requested to appoint a Chairman. The Board shall hear their dispute and the decision of a majority is the decision of the Arbitration Board, but if there is no majority, the decision of the Chairman governs and shall be final and binding upon the parties.

The Board of Arbitration shall not have any jurisdiction to alter or modify any of the provisions of this Agreement, nor to substitute any new provisions in lieu thereof, nor to make any decisions inconsistent with the terms and provisions of this Agreement.

Each of the parties hereto will bear the expenses of the nominee appointed by it and will share equally the expenses of the Chairman of the Board of Arbitration.

The parties may mutually agree that a single Arbitrator shall be appointed in the place of a Board of Arbitration. In the event that the parties agree on a single Arbitrator, the Arbitrator shall have the same powers as a Board of Arbitration under this Agreement.

21.08 The parties agree that an Arbitration Board shall have the power to award compensation or damages to any party who, or employee who is dealt with contrary to the provisions of this Agreement.

- 21.09 (a)** All disciplinary warnings or reprimands which are placed in an employee's record and all notices of demotion for cause, discharge or suspension, shall be in writing and shall contain the reason for the warning, reprimand, suspension or discharge. One copy shall be given to the employee and one copy shall be given to the Union Office within seven (7) days of the incident giving rise thereto.
- (b)** A disciplinary warning or reprimand which is not in writing shall not be adduced in evidence against an employee in any subsequent disciplinary proceeding in which the employee is involved.
- (c)** Disciplinary warnings and/or reprimands which pre-date a disciplinary action by more than one (1) year shall not be adduced in evidence against an employee in any subsequent disciplinary proceedings in which the employee is involved.

ARTICLE 22 - WAGES

22.01 NEW VOLUME RANGES: -the volume ranges will be adjusted by the CPI for food on an annual basis each January. Employees who are already in these classifications as of the date of ratification will not have their rates of pay adjusted below the amount resulting from the basic general increase.

GROCERY MANAGER

Store Volume		October 15/06	April 29/07	April 26/09
0-63,888	1	\$22.60	\$22.60	\$22.60
63,889 - 87,846	2	22.67	22.67	22.67
87,847 - 119,790	3	22.83	22.83	22.83
119,791 - 159,720	4	23.00	23.00	23.00
Over 159,720	5	23.16	23.51	23.86

PRODUCEMANAGER

Store Volume		October 15/06	April 29/07	April 26/09
0 - 7,260	1	\$22.60	\$22.60	\$22.60
7,261 - 9,900	2	22.67	22.67	22.67
9,901 - 13,200	3	22.83	22.83	22.83
13,201 - 19,800	4	23.00	23.00	23.00
Over 19,801	5	23.16	23.51	23.86

Store Volume		October 15/06	April 29/07	April 26/09
0 - 9,900	1	\$20.64	\$20.64	\$20.64
9,901 - 13,200	2	20.76	20.76	20.76
13,201 - 16,500	3	21.06	21.06	21.06
Over 16,501	4	21.36	21.71	22.06

MEATMANAGER

Store Volume		October 15/06	April 29/07	April 26/09
0 - 14,375	1	\$22.27	\$22.27	\$22.27
14,376 - 19,966	2	22.50	22.50	22.50
19,967 - 28,750	3	22.83	22.83	22.83
28,751 - 38,333	4	22.99	22.99	22.99
Over 38,334	5	23.16	23.51	23.86

Store Volume		October 15/06	April 29/07	April 26/09
0 - 10,164	1	\$22.50	\$22.50	\$22.50
10,165 - 15,910	2	22.83	22.83	22.83

15,911 - 21,780	3	22.99	22.99	22.99
Over 21,781	4	23.16	23.51	23.86

Store Volume		October 15/06	April 29/07	April 26/09
14,375 - 26,136	1	\$21.36	\$21.36	\$21.36
26,137 - 23,848	2	21.56	21.56	21.56
Over 34,849	3	21.77	22.12	22.47

Store Volume		October 15/06	April 29/07	April 26/09
0 - 6,600	1	\$22.50	\$22.50	\$22.50
6,661 - 9,900	2	22.83	22.83	22.83
9,901 - 14,520	3	22.99	22.99	22.99
Over 14,521	4	23.16	23.51	23.86

Classification	October 15/06	April 29/07	April 26/09
Customer Service Manager	\$23.16	\$23.51	\$23.86
Receiver (days)	20.63	20.98	21.33
Receiver (nights)	21.63	21.98	22.33
Night Crew Chief	23.16	23.51	23.86
Assistant Bakery Manager (days)	21.36	21.71	22.06
Lead Hand (nights)	21.89	22.24	22.59
Junior Produce Manager	21.98	22.33	22.68
Bookkeeper	23.16	23.51	23.86
Assistant Grocer Manager	22.33	22.68	23.03

Effective April 30/00 full time clerks hired prior to November 20, 1994 will be paid according to the following:

Classification	October 15/06	April 29/07	April 26/09
Grocery/Produce days	\$20.28	\$20.63	\$20.98
Grocery/Produce nights	21.08	21.43	21.78
Apprentice Baker			
Meat Cutter	20.70	21.05	21.40
Porter (days)	19.16	19.51	19.86
Porter (nights)	19.96	20.16	20.51
Cashier, Service Clerk, Decorator, Wrapper	20.28	20.63	20.98
Baker/Decorator (days)	20.70	21.05	21.40
Baker/Decorator (nights)	21.70	22.05	22.40

Full Time Clerk (Covering all Departments)

	October 15/06	April 29/07	April 26/09
Start	\$14.41	\$14.41	\$14.41
3 months	14.61	14.61	14.61
6 months	14.81	14.81	14.81
9 months	15.01	15.01	15.01
12 months	17.50	17.85	18.20

Full-Time

	October 15/06	April 29/07	April 26/09
Start	\$12.20	\$12.20	\$12.20
3 months	12.70	12.70	12.70

6 months	13.20	13.20	13.20
9 months	13.70	13.70	13.70
12 months	17.50	17.85	18.20

Full-time Baker/ Decorator and Meat Cutter

	October 15/06	April 29/07	April 26/09
Start	\$14.83	\$14.83	\$14.83
3 months	15.03	15.03	15.03
6 months	15.23	15.23	15.23
9 months	15.43	15.43	15.43
12 months	17.75	18.20	18.45

Analyst

	October 15/06	April 29/07	April 26/09
Start	\$14.41	\$14.41	\$14.41
3 months	14.61	14.61	14.61
6 months	14.81	14.81	14.81
9 months	15.01	15.01	15.01
12 months	15.36	15.36	15.36
18 months	18.14	18.14	18.14
24 months	20.28	20.63	20.98

All active Full Time employees on the payroll as of October 15, 2006 shall receive a lump sum payment of \$3000.

Effective April 27, 2008: Active Full Time employees on the payroll as of October 15, 2006 shall receive a lump sum payment of \$1500.

The Company may, from time to time, introduce, modify and/or eliminate an incentive program. Any program would be in addition to the prevailing wage progression scales. The Company will meet the Union to discuss the program prior to it being implemented, modified or eliminated

It is understood that an employee who is absent from work due to illness, accident or approved leave shall receive the lump sum or wage increase outlined above provided they are cleared to return to work before the next lump sum payment/wage increase date outlined above.
RRSP

Full-time and Part-time employees will have the option of transferring their lump sum payment into the Company sponsored RRSP program provided they are eligible to do so in accordance with CCRA rules. The Company will make available to employees following the ratification of the agreement appropriate forms to be completed to request this option.

- 22.02 (a)** Wage adjustments under the automatic progression schedule shall be made quarterly for each employee, where appropriate, on the first full pay week of January, April, July and October. Where a new employee commences work or an employee is promoted within a quarter, they shall immediately receive the appropriate start rate for the position and they shall then qualify for their first adjustment at the end of the quarter, provided however, they commence work or are promoted prior to the middle (15th) of the second month within the quarter. Should they commence work or are promoted after the 15th of the second month, they shall immediately receive the appropriate start rate for the position and then they shall receive their first quarterly adjustment at the end of the succeeding quarter. To qualify for the quarterly adjustments in wages as set out herein, the employee must have been paid for at least two hundred and eighty (280) hours within the said quarter.
- (b)** Wage adjustments under the automatic progression schedule shall be made half-yearly for each employee, where appropriate, on the first full pay week of January, April, July and October. Where a new employee commences work or an

employee is promoted within the quarter, they shall immediately receive the appropriate start rate for the position and they then shall qualify for their first adjustment at the end of the succeeding quarter, provided however, they commence work or are promoted prior to the middle (15th) of the second month within the quarter. Should they commence work or are promoted after the 15th of the second month, they shall immediately receive the appropriate start rate for the position and they then shall receive their first adjustment at the end of the second succeeding quarter. To qualify for the half-yearly adjustment in wages as set out herein, the employee must have been paid for at least five hundred and sixty (560) hours within the said half year.

- (c) Full-time employees will be paid weekly by direct deposit into a bank account of the employee's choice.

22.03 The Employer agrees that there shall be a Junior Produce Manager in those Produce Departments whose fifty-two (52) week average departmental sales volume is in excess of \$11,000.00.

22.04 The Employer agrees that there shall be a Second Customer Service Manager in those stores whose fifty-two (52) week average sales volume is in excess of \$121,000.00.

22.05 The Employer agrees that there shall be a Receiver in stores whose fifty-two (52) week average sales volume is in excess of \$110,000.00.

22.06 A Receiver (Nights) will be required in those stores where the volume is \$121,000.00 and over per week and where there is a Night Crew and where there are Night Wholesale deliveries, or if there are no night wholesale deliveries where the receiving is done at night at least fifty percent (50%) of the work week.

22.07 Subject to the provisions of this paragraph, there shall be a Cost of Living adjustment to the standard hourly rates of the employees covered by this Agreement. All adjustments shall be incorporated into the standard hourly rates and shall be made quarter annually on the Monday closest to the first days of November, February, May and August, based on the Consumer Price Index for Canada (1971 = 100), published by Statistics Canada.

The basic Consumer Price Index upon which this paragraph has been based is 257.3 (being the Consumer Price Index for April 1982, published in May 1982).

It is agreed that an increase or decrease of 0.5 in the Index reflects an increase or decrease of one cent (14) per hour.

It is further agreed by the Union and the Employer that the standard hourly rates as set forth in this Article 22 shall not be adjusted downward by virtue of this provision and that the maximum hourly adjustments resulting from fluctuations in the Consumer Price Index shall be limited to fifteen cents (154) per hour during the period from May 1st, 1996 to April 30th, 1997 and to fifteen cents (154) per hour during the period from May 1st, 1997 to April 28th, 1998, and to fifteen cents (154) per hour during the period from May 1st, 1998 to April 30th, 1999 and to fifteen cents (154) per hour during the period from May 1st, 1999 to April 28th, 2000.

Notwithstanding this provision, there will be no Cost of Living adjustment during the lifetime of this Agreement expiring April 30th, 2010.

ARTICLE 23 - REST PERIODS, REST ROOMS AND LUNCH ROOMS

23.01 Employees shall be scheduled for a fifteen (15) minute rest period as near as possible in the middle of each half shift, allowing a minimum of one (1) hour after starting time and the resumption of work after the meal period. The parties agree to co-operate for exigencies of the business of the Employer.

23.02 Adequate rest rooms and lunch rooms shall be provided and kept clean, heated and ventilated. The Employer and employees agree to co-operate in maintaining clean and sanitary conditions within these rooms.

ARTICLE 24 - CO-OPERATION

- 24.01 (a)** The Union shall be notified in writing of all Company Rules and Regulations covering those covered by this Agreement.
- (b)** The Union agrees to co-operate with the Employer in maintaining and improving safe working conditions and practices, improving the cleanliness and good housekeeping of the store and caring for equipment and machinery.

ARTICLE 25 - OCCUPATIONAL HEALTH AND SAFETY COMMITTEE

- 25.01 (a)** A Joint Health and Safety Committee shall be formed in each supermarket of at least two (2) representatives of the Employer and at least two (2) employees appointed by the Union. The names of the members of this Committee shall be posted on the bulletin boards.

This Committee shall meet monthly.

This Committee shall be set up and operated at the Employer's expense.

- (b)** The Health and Safety Committee shall:
- (1)** make recommendations to the Employer and the employees to promote industrial safety, health and hygiene;
 - (2)** study the monthly accident reports and make recommendations;
 - (3)** make recommendations concerning training and information programs;
 - (4)** make periodic inspections of the premises;
 - (5)** prepare a report of every meeting and inspection, copies of which are available at all times to interested parties.
 - (6)** receive copies of accident reports on the events causing the accident; the Committee shall make recommendation to the Employer to prevent such accidents.
- (c)** The Employer must see to it that the Committee is notified within a period of twenty-four (24) hours of each work accident provided the employee has so informed the Employer.

ARTICLE 26 - TRAINING

26.01 Bargaining unit members, who are being considered for positions excluded from the bargaining unit, may work in departments, stores and divisions other than their own, for a period not to exceed three (3) months, for training purposes. This training period may be extended by mutual agreement between the parties.

ARTICLE 27 - INSURANCE AND HOSPITALIZATION

27.01 The Employer is responsible for the administration and application of any Insurance Policy established in order to provide the above mentioned and any difference arising with respect thereto will be disposed of in accordance with the grievance and arbitration provisions of this Agreement.

27.02 Ontario Health Insurance Plan

The Employer agrees to reimburse three hundred and fifty dollars (\$350.00) annually to employees who are residents of Quebec and work in Ontario. The three hundred and fifty dollars (\$350.00) is in lieu of O.H.I.P. premiums.

27.03 Semi-Private Hospitalization

The Employer agrees to pay the full cost of semi-private hospitalization for all full-time permanent employees and for their eligible dependents. Eligible dependents shall include the spouse and dependent children from birth to twenty-one (21) years of age and dependent children who are mentally or physically infirm to any age, of an employee.

27.04 Life Insurance

The Employer will pay the full premium for Group Life Insurance in the amount of \$40,000.00 for all full-time permanent employees. This is in addition to the Accidental Death and Dismemberment benefit which is payable in accordance with the Plan Policy.

27.05 Weekly Indemnity

The Employer agrees to provide a Weekly Indemnity benefit on a 1-4-26 basis, subject to the provisions of the Plan, in accordance with the following schedule:

<u>Length of Service</u>	<u>Weekly Indemnity</u>
First of the month following date of hire but less than three (3) years;	75% of the employee's rate as of the date of disability;
More than three (3) years.	85% of the employee's rate as of the date of disability.

27.06 Sick Leave

The Employer agrees to grant up to twelve (12) days' sick leave during each calendar year for the term of this Agreement at seventy-five percent (75%) of basic daily pay.

Such sick leave shall be non-cumulative. The leave shall be granted up to the aforesaid limits for working days missed because of sickness. No medical certificate is necessary unless required by the Employer.

The coverage shall commence on the completion of six (6) months of continuous full-time employment with the Employer.

Where the Company requires the employee to provide a doctor's note or a weekly indemnity form, the Company will reimburse the employee.

27.07 Ambulance Expense Insurance

The Employer agrees to provide coverage for employees and their eligible dependents should they incur expense in respect to the use of a hospital or professional motor car ambulance. Eligible dependents shall include the spouse and dependent children from

birth to twenty-one (21) years of age and dependent children who are mentally or physically infirm to any age, of an employee.

- (i) Payment will be made only in respect of a disability where hospital confinement is required and only if the insurer is satisfied that the physical condition of the individual precludes the use of other means of transportation.

27.08 The coverage in 27.02, 27.03, 27.04, 27.05 and 27.07 above for each employee and eligible dependents shall commence the first of the month following the termination of the probationary period for new employees.

27.09 Long-Term Disability

The Employer agrees to pay the full cost of the Long-term Disability Insurance Plan which, in the event of total disability, will provide employees with sixty-six percent (66%) of base earnings, beginning with the 27th week of disability. The Plan provides that an employee will be deemed to be disabled if unable to follow his own occupation during the first two (2) years of disability. After two (2) years, the employee must be unable to follow any occupation for which he is suited by reason of training, education or experience.

The amount of the monthly benefit payable with respect to a particular disability of an insured employee shall be based on the hourly rate in effect for the employee on the date of commencement of that disability.

The benefit will cease on the earliest of the following dates: -

- i) The date the employee ceases to be totally disabled;
- ii) When the employee attains normal retirement age;
- iii) On death prior to normal retirement.

If the monthly income from all income replacement sources, payable because of this disability during a period when the employee is receiving this benefit, exceeds seventy-one percent (71%) of his average earned monthly income during the two (2) year period immediately preceding total disability, payment under this benefit will be reduced so that income from all sources does not exceed seventy-one percent (71%) of such earned monthly income.

This Plan applies to employees with over one (1) year of continuous full-time employment with the Employer, provided the employee has attained age eighteen (18) and has not attained normal retirement age.

The maximum monthly benefit for L.T.D. is \$1,156.00 per month. Effective for new claims filed as of October 5, 2000 the maximum monthly benefit for L.T.D. is raised to \$2,000.00.

27.10 Prescription Drug Plan

The Prescription Drug Plan will be paid for by the Employer, covering the cost less a deductible of fifty cents (50c) per prescription of all prescriptions, including deductible, for employees who have completed three (3) months of continuous service and their eligible dependents. Eligible dependents shall include the spouse and dependent children from birth to twenty-one (21) years of age and dependent children who are mentally or physically infirm to any age, of an employee.

The prescriptions are to be filled at a participating Drug Store where such store is readily accessible. If the prescription is filled at a participating Drug Store, the employee shall pay the first fifty cents (50c) and the participating Drug Store shall bill the Employer for the balance. If the prescription is filled elsewhere, the employee shall pay for the prescription and send the receipted invoice, along with a signed claim form, to the Employer's Head

Office for reimbursement of the prescription, less fifty cent (50¢) deductible amount within ninety (90) days of the date of purchase.

27.11 Dental Expense Insurance

The Employer agrees to provide a basic Dental Plan for full-time employees and their eligible dependents. Eligible dependents shall include the spouse and dependent children from birth to twenty-one (21) years of age and dependent children who are mentally or physically infirm to any age, of an employee. This Plan will reimburse the employee for one hundred percent (100%) of covered Class "A" expenses and ninety percent (90%) of covered Class "B" expenses, subject to the provisions of the Plan and subject to an annual maximum of \$1,000.00 reimbursement up to the Provincial Dental Association's Schedule of Fees, and after satisfying a deductible of fifty dollars (\$50.00) for each treatment plan, fifty percent (50%) of covered Class "C" expenses, subject to the Plan and subject to a lifetime maximum of \$1,000.00.

All full-time employees will be eligible for this coverage on the first of the month following three (3) months of continuous full-time employment. Claims must be submitted within ninety (90) days of the date of billing from the dentist.

The current Plan covers the following procedures: oral exams, prophylaxis (cleaning and scaling), fluoride and bitewing, and x-rays every six (6) months. This shall not change for dependents of employees under the age of eighteen (18) years. For dependents and employees over eighteen (18) years of age, coverage shall be every nine (9) months.

27.12 Survivor Income Benefit

A full-time employee with eligible dependents is eligible for insurance and shall be insured on the first day of the month next following the later of:

- i) six (6) months' continuous full-time employment with the Employer; or
- ii) the date on which the employee acquires an eligible dependent.

Where a single employee marries, the insurer shall require the employee to submit evidence of health. Where such evidence of health is not satisfactory to the insurer, the effective date of coverage for such employee shall be the first day of the month following the first anniversary of the marriage.

Eligible dependent shall mean:

- i) the spouse of an employee, except for a spouse who is both estranged from the employee and not dependent on him/her for support; and
- ii) any dependent child of a married employee or of a widowed, widowered or divorced employee, including a stepchild or legally adopted child, who has not attained age eighteen (18).

The insurance for an insured employee who becomes totally disabled before normal retirement age, will be continued without payment of premiums during the continuance of total disability until the employee recovers or attains normal retirement age. The insurer shall reserve the right to require the employee to submit to physical examination by physicians designated by it. Total disability means continuous disability which, during the first two (2) years of total disablement prevents an employee from performing any and every duty pertaining to the employee's own occupation and thereafter from engaging in any occupation for which the employee is fitted through education, training or experience.

The coverage shall terminate at the earliest of the following dates:

- i) the 15th day following the date of termination of employment with the Employer;

- ii) the date of the employee's retirement or early retirement Pension under the Employer's Pension Plan;
- iii) the date on which the employee attains normal retirement age;
- iv) the date on which the employee ceases to have any eligible dependents;
- v) the date of re-marriage of a surviving spouse.

On the death of an insured employee, a monthly benefit will be payable to his/her spouse and/or children under age of eighteen (18). This benefit will be payable until the later of:

- i) the date of death or re-marriage of the spouse; or
- ii) the date on which the youngest eligible child attains age eighteen (18).

The amount of the monthly benefit, subject to the last paragraph in this Article 27.12 will be one-twelfth (1/12) of the greatest of:

- i) \$600.00; or
- ii) 20% of the employee's average annual basic earnings during the three (3) years immediately prior to the employee's death; or
- iii) 66-2/3% of the total annual Company Retirement Pension Benefit which the employee has accrued to the date of the employee's death.

In the event of the re-marriage of a surviving spouse with no eligible children under the age of eighteen (18), the benefit shall cease. In the event of the re-marriage of a surviving spouse with eligible children under the age eighteen (18), the benefit shall be reduced to fifty percent (50%) of the previous amount and be payable until the youngest surviving child attains age eighteen (18).

The maximum monthly benefit payable will be \$700.00 per month.

27.13 Optical Plan

Definitions

In this benefit,

- (a) "Optometrist" means a member of the Canadian Association of Optometrists or of any Provincial Association associated therewith;
- (b) "Physician" means a person who is legally licensed to practice medicine;
- (c) "Reasonable and customary charges" mean charges which are usually made for the items of expense listed under Eligible Expenses in the absence of insurance, excluding any portion of the charges which exceed the general level of charges in the area where the expense is incurred, except that the charges for eligible expenses incurred outside Canada which are in excess of the level of charges for comparable services rendered in the area in which the Canadian Head Office of the Policyholder is located, will not be considered eligible.

Eligible Expenses

"Eligible Expenses" means reasonable and customary charges for the following items of expense:

- (a) Eye examinations by an Optometrist, but for not more than one examination in a period of twenty- four (24) months (twelve (12) months for a dependent child under age 18), provided benefits are not payable for the examination under any Governmental Medical Care Insurance Plan;
- (b) Optical appliances, provided such appliances are necessary for the correction of vision and are prescribed by a Physician or Optometrist, and repairs of such appliances, subject to maximum total eligible expenses of two hundred dollars (\$200.00) during the 24-month period ending on the date an eligible expense for such appliances is incurred;
- (c) Optical appliances which prescribed by an Ophthalmologist as a result of a surgical procedure, subject to maximum total lifetime eligible expense of one hundred dollars (\$100.00) for such appliances in respect to any one surgical procedure;
- (d) Contact lenses, where an Ophthalmologist certified that such contact lenses are necessary as a result of a surgical procedure or for the treatment of keratoconus, and that satisfactory correction of vision cannot be obtained through the use of eye glasses, subject to a maximum total lifetime eligible expense of one hundred and fifty dollars (\$150.00) in respect to any one surgical procedure or for the treatment of keratoconus.

27.14 Co-ordination of Benefits

This provision applies where the spouse and/or family of a covered full-time married employee are provided with insurance coverage through the spouse's place of employment. Where such other coverage are provided, the amount of benefit payable under paragraphs 27.02, 27.03, 27.07, 27.10 and 27.11 above, shall be equal to the amount otherwise payable by the Employer less the full amount which would be provided through the spouse's place of employment in the absence of any benefits provided by the Employer.

27.15 Pension: Definition of Hours Worked

Hours worked means the number of hours paid to regular and part-time employees. The maximum number of hours paid per week is the number of hours of a normal week of a regular employee of the bargaining unit. The said hours paid shall include the hours paid by the Employer for the time not worked because of illness or accident (with the exclusion of weekly indemnity or short-term disability, long-term disability and workers' compensation), vacations or statutory holidays.

ARTICLE 28 - BEREAVEMENT PAY

28.01 Should a bereavement occur in an employee's immediate family (spouse or child) the employee shall be granted up to a maximum of five (5) consecutive calendar days off. Should a bereavement occur for one of the following family members (parent, parent-in-law, brother, sister, grandparent, brother-in-law, sister-in-law, grandchild, son-in-law, daughter-in-law) shall be granted up to a maximum of three (3) consecutive calendar days off. For clarity, the time frames referred to above to be counted from the date of death inclusive.

ARTICLE 29 - PART-TIME HELP

29.01 It is agreed and recognized by both the Union and the Employer that the business of the Employer is subject to fluctuations according to the day of the week or month, and time of day,

resulting in business peaks. For this reason, it is necessary to employ both regular employees (referred to as full-time employees) and part-time employees.

29.02 Part-time employees working in excess of twenty-four (24) hours a week for six (6) consecutive weeks shall become members of the full-time staff with seniority rights, provided that this shall not apply where work performed by said part-time employee is caused by sickness, accident, leaves of absence or vacations of full-time employees.

The Employer agrees that it will not attempt to break the continuity of such consecutive weeks of work for the purpose of avoiding the employee's transfer to the full-time staff.

ARTICLE 30 - NO STRIKE, NO LOCK-OUT

30.01 There shall be no strike or lock-out during the term of this Agreement. The Employer has the exclusive right to determine what merchandise will be carried in its stores, except that the Employer agrees that in the event of a legal strike in the plant of a supplier, it will not handle merchandise from such plant, provided however, that merchandise that was on the premises of the Employer or in transit to the Employer's premises at the time the legal strike commenced, will be handled. In the event of strikes, lock-outs or similar problems involving suppliers of goods or service, the Employer and the Union agree to meet and discuss such situation as it involves the parties to this Agreement, to endeavour to solve such problems in the best interest of the Employer, the Union and the employees to the best of the abilities of the parties.

ARTICLE 31 - CHRISTMAS BONUS

31.01 The Employer agrees to provide a Christmas Bonus to full-time employees as follows:

One (1) week's pay to all full-time employees who have been continuously employed by the Employer for more than one (1) year as at December 15th of the current year; or
Three-quarter (¾) week's pay to all full-time employees who have been continuously employed by the Employer for more than nine (9) months as at December 15th of the current year; or

One-half (½) week's pay to all full-time employees who have been continuously employed by the Employer for more than six (6) months as at December 15th of the current year.

ARTICLE 32 - TRANSFERS

32.01 Employees may be transferred up to forty (40) kilometres from one store to another covered by this Agreement, either for the purpose of promoting the welfare of an employee or in the interest of the Employer. Transfers in excess of forty (40) kilometres from store to store shall be on a voluntary basis. The Company will have prior discussions with the Union prior to the transfer and the employees' place of residence and seniority will be considered.

32.02 In the case of a temporary transfer in excess of sixteen (16) kilometres from the home store, the employee shall be paid a transportation allowance at the rate of thirty cents (30¢) per kilometre, with a minimum kilometre reimbursement of four dollars (\$4.00).

ARTICLE 33 - JURY DUTY PAY

- 33.01 (a)** Employees who are required to serve on a jury shall be compensated for days actually spent on jury duty when they would, otherwise, have been at work.
- (b)** Employees shall receive the difference between their jury fees and their normal day's pay for that time they would have been regularly employed had they not been serving on the jury. The employee shall be required to report immediately upon

being excused or released from jury duty where such reporting is reasonable under the circumstances.

- (c) The claim of employees shall be verified by presentation of their jury duty cheque. However, no payment shall be made for any hour for which the employee receives compensation by the Employer for any other reason. Payment shall not be withheld pending submission of the jury duty cheque.
- (d) Any employee subpoenaed to attend as a witness on behalf of the Employer or the Crown shall be entitled to the difference between their witness fee and their normal day's pay.
- (e) In the event any employee serves on jury duty from Monday through Friday, they will not be required to work on Saturday.

ARTICLE 34 - FIRST AID KITS

34.01 First Aid Kits shall be provided and maintained in all stores.

ARTICLE 35 - NEW JOB CLASSIFICATIONS

35.01 Should any new job classification become necessary during the term of this Agreement, the parties agree that the rate of pay for such new classification shall be negotiated between them; provided however, that in the event the parties are unable to agree, the employee shall work at whatever rate shall be set by the Employer and the matter shall be submitted to Arbitration as is provided in the grievance procedure and the parties shall abide by the result of the Arbitration.

ARTICLE 36 - RETRO-ACTIVITY

36.01 No part of this Agreement shall be deemed retro-active unless specifically stated. All provisions contained in this Agreement, unless otherwise specifically stated to be retro-active in nature, are effective as of October 15, 2006 of this Agreement.

ARTICLE 37 - DURATION OF AGREEMENT

37.01 This Agreement shall become effective as of May 1, 2006 and shall continue until April 30, 2010. It shall continue automatically from year to year thereafter until either party serves written notice on the other party by registered mail within sixty (60) days and not less than thirty (30) days prior to the expiry date. Such notice shall indicate any changes to be negotiated. When such notice has been served by either party bound by this Agreement, the other party shall attempt to commence negotiations within a period of two (2) weeks from receipt of the notification. All conditions of this Agreement are to remain in force and effect until negotiations are completed and/or conciliation proceedings exhausted.

DATED AT _____, this _____ day of _____, 2008.

**UNITED FOOD & COMMERCIAL
WORKERS UNION, LOCAL 175**

**LOBLAWS SUPERMARKETS
LIMITED**



APPENDIX "A"

PART-TIME EMPLOYEES

ARTICLE 1 - RECOGNITION

- 1.01 a)** The Employer recognizes the Union as the exclusive bargaining agent for its employees, except Store Managers, Assistant Store Managers, General Merchandise Department Managers, Pharmacists, PhotoLab Managers, Coffee Bean Roast Department Managers, Bed and Bath Department Managers, Cosmetics Department Managers, Hosiery and Apparel Department Managers, Kitchen Cook and Table Department Managers, Camera/Electronics Department Managers, Books and/or Entertainment Department Managers, Party Supplies Department Managers, Sporting Goods Department Managers, Hardware Department Managers and persons above the rank of Store Manager, at its store locations in the Municipalities of Nepean and Gloucester.
- (b)** A "Full-time Employee" covered by this Agreement (except Appendix "A") shall be an employee who is normally scheduled to work more than twenty-four **(24)** hours per week.
- (c)** A "Part-time Employee" covered by Appendix "A" of this Agreement shall be an employee who is normally scheduled to work twenty-four **(24)** hours or less per week. The conditions of work for part-time employees shall be governed by Appendix " A of this Agreement.
- (d)** Any additional Loblaws Supermarkets Limited stores opened in the Municipalities of Nepean and Gloucester will be covered by the terms of this Agreement.

ARTICLE 2 - SENIORITY

2.01 After continuing in the employ of the Employer for a period of twenty-two **(22)** worked days, employees covered by this Appendix shall be deemed to have served their probationary period and then shall be placed on the seniority list for part-time employees. A probationary employee shall be considered an employee for all purposes of the Collective Agreement save and except that a probationary employee may be dismissed at any time during the probationary period.

- 2.02 (a)** Part-time employees shall obtain seniority on a seniority district basis for purposes of lay-off and recall and such seniority shall be considered together with the ability of the employee to perform the available work. Part-time employees who are laid off shall retain their rights for recall for a period not exceeding six (6) months. In the event of a store closure, an employee will be able to transfer to any store within the seniority district.
- (b)** Part-time employees shall exercise seniority on a store basis for purposes of call-in and scheduling and such seniority shall be considered together with ability and availability. The schedule of daily hours shall be posted not later than Thursday at **3:00 p.m.** of the previous week. In the event of a scheduling error a part-time employee must advise the Company of the error prior to **6:00 p.m.** on Saturday. In the event an error has been made the affected part-time employee may bump a shift(s) the following week.
- (c)** Employees are expected to attend work in accordance with their schedule of hours. Employees who are properly scheduled for available hours in accordance with their seniority and who do not attend work as scheduled, shall be subject to disciplinary action.

Disciplinary action will not be taken for absence due to legitimate sickness or accident, approved vacation, bereavement or approved leave of absence.

When unable to report as scheduled, employees must notify the Store Manager, his designate or Head Checker, prior to his starting time, giving the reason why he is unable to report.

Any disciplinary notices relating to the above shall be removed from an employee's work record after one year's duration.

The Company will provide four (4) hours notice prior to cancellation of an employee's shift except in the case of emergency or Act of God. The employee will be able to bump a junior employee's shift provided they are available and able to perform the work required.

- (d) In the event two (2) or more employees are hired on the same date the employee with the lowest employee number will be deemed to be the most senior employee.

2.03 In the event of an opening occurring in the full-time staff, employees covered under this Appendix shall receive preference for such full-time position providing they have the necessary seniority, job knowledge and competence.

2.04 (a) Part-time employees will receive preference on the basis of their store seniority for summer vacation relief work, provided they have the ability to perform the job requirements.

2.05 A part-time employee who becomes a full-time employee will not be required to serve the full-time probationary period and will be given seniority credit of fifty percent (50%) of his part-time seniority up to a maximum of one (1) year. He will receive the greater of his part-time rate or the rate which his full-time seniority credit gives him and shall proceed from that point in the full-time wage progression. The normal waiting period shall apply for all full-time Welfare, Insurance and Pension benefits. In the event that the employee has at least five (5) years' seniority at the time of becoming a full-time employee, he shall receive the top rate of his full-time classification.

The Employer agrees that when two (2) part-time employees have the same seniority date, the most qualified employee will be re-classified to full-time.

2.06 Employees shall have to work the available hours in their sub/department before they can work in any other sub/department in their store. For purposes of clarity, the sub/departments are as follows:

Grocery	Bakery	Bed and Bath
Produce	Photo Lab	Hosiery and Apparel
Cashier	Floral	Kitchen Cook and Table
Deli	Pharmacy	Camera/Electronics
Meat	Coffee Bean Roast	Books and/or Entertainment
Party Supplies	Sporting Goods	Hardware

Front End Classification

- (a) Duties to be bagging, carry out, parcel pick up, buggy retrieval, clean up at the front end, sweeping and washing, replenishing bags, bottle and can sorting, price checks and perishable produce returns.
- (b) The front end classification will be visibly identifiable and will be a separate seniority department and shall have a maximum rate of ten dollars (\$10.00) per hour.

Effective the November 20, 1994, those employees who have worked the required number of hours which would allow them to move to a higher rate of pay on the new wage progression shall be moved to such rate within the progression not to exceed

\$10.00 per hour. These employees, in addition to their current duties, will be able to assemble grocery orders.

- (c) The Handicap programme will be integrated into the front end classification, and they will be the first employees hired into this classification.
- (d) "Back end" employees can work in the front end classification but not vice-versa.
- (e) When this front end classification is introduced, existing employees will be offered an opportunity to move into this classification based on the new rates of pay for the front end classification, failing this the Employer will staff with new hires.
- (f) Employees working in the front end classification will be given an opportunity to work in grocery, produce, front end, deli, meat, bakery, photolab, or floral departments prior to the Company hiring employees from outside the business, provided they possess the necessary job knowledge and competence to perform the work. The employees accepting these opportunities would slot into the general wage progression based on their rate of pay or service, whichever is the lesser and progress from that point.
- (g) The Employer agrees that for any violation of the use of this classification beyond the duties set out above, it will pay a penalty of one hundred and fifty dollars (\$150.00).

2.07 Part-time employees who have not worked in a thirty (30) day period unless excused for reasons of sickness, accident, bereavement, vacation, approved leave of absence, or shortage of hours (not as a result of lack of availability) shall be subject to termination.

ARTICLE 3 - LEAVE OF ABSENCE

3.01 A part-time employee may request a reasonable leave of absence from the Store Manager (or District Manager) in writing on the standard leave of absence request form. Such leaves may be granted at the Employer's discretion and permission shall not be unreasonably withheld. During such leaves of absence there shall be no loss of seniority but wage adjustments under the automatic progression schedule shall cease. Under no circumstances, however, shall any such leave of absence continue in excess of six (6) months' duration unless the provisions of Article 3.03 are applicable.

A claim that the Employer withheld permission without reasonable cause may be made the subject of a grievance and processed accordingly.

3.02 Employees with over five (5) years' service may request a two (2) week unpaid leave of absence every two (2) years. Such requests shall be granted by the Employer.

- 3.03 (a)** The Employer agrees to recognize the provisions under the Employment Standards Act regarding when a female employee may commence her pregnancy leave.
- (b)** An employee shall be permitted to return to work within a period of six (6) weeks after the birth of the child if, in the written opinion of a duly qualified medical practitioner, she is able to return to work.

ARTICLE 4 - UNION SECURITY

4.01 (a) It is agreed that all employees covered by this Appendix shall become and remain members of the Union in good standing, as a condition of employment.

- (b) New employees shall make application for membership in the Union at the time of their hiring and shall become and remain members of the Union in good standing, as a condition of employment.

4.02 (a) The Employer shall, during the term of this Agreement, as a condition of employment, deduct from members of the bargaining unit the regular weekly Union Dues, initiation fees and/or assessments and such Dues shall be remitted to the Union prior to the 15th day of the month following the month in which such deduction is made.

The Employer shall collect Membership Initiation Fees as may be established by the Union and forward the application form and such Fees to the Union with the regular monthly Dues remittance.

- (b) The Employer shall notify the Union of new part-time employees' classifications and rates of pay, in addition to terminations, on a monthly basis. Deduction statements shall be documented by location, containing the full name of the employee and his starting date.

The Employer agrees to record the annual Union Dues deductions for each employee on his T4 Form.

4.03 In the event that such weekly Dues, initiation fees and/or assessments are changed during the term of this Agreement, such change must be given to the Employer by notice properly authorized by Union officials and shall become effective within one (1) month from the date the notice is received.

4.04 New employees shall be documented and documents forwarded to Head Office within two (2) weeks of hiring.

4.05 Employees having previous comparable part-time supermarket experience may be paid at a lower rate of pay than their experience might call for, but at the end of the probationary period of twenty-two (22) worked days, if continued in employment, the employee will then, if not at the appropriate comparable rate, have the appropriate comparable rate determined retro-active to his original part-time starting date and will progress from there in the schedule.

The Employer may or may not recognize credit for previous comparable part-time supermarket experience if such employees have been out of the industry for over five (5) years.

4.06 All necessary medical examinations and x-rays as it relates to employment with Loblaw's Supermarkets Limited, required by a Local Board of Health, a Governmental Body or the Employer, shall be paid for by the Employer and conducted on Company time.

ARTICLE 5 - FUNCTIONS OF MANAGEMENT

5.01 The Union agrees that the Employer has the exclusive right and power to manage its business, to direct the working forces and to suspend, discharge, or discipline employees for just and sufficient cause, to hire, promote, demote, transfer or lay off employees, to establish and maintain reasonable rules and regulations covering the operation of the stores, provided however, that any exercise of these rights and powers in conflict with any of the provisions of this Agreement shall be subject to the provisions of the grievance procedure as set out herein.

5.02 Should an adjustment in the part-time work force become necessary during the lifetime of this Collective Agreement as a direct result of the installation of Scanner Cash Register equipment, the Employer and the Union will meet to discuss an equitable solution to the problem at least thirty (30) days prior to the implementation of the adjustment. Such discussion will not impede the Employer's right to initiate the necessary adjustment. The question of the correctness of the Employer's decision may be subject to the decision of a Board of Arbitration or a single Arbitrator under the provisions of Article 16 of this Collective Agreement.

5.03 It is agreed that the direction of the working force shall be at the discretion of the Employer within the terms of this Agreement.

5.04 The Union agrees that the Employer has the exclusive right and power to study or introduce new or improved production and/or handling methods or facilities and the Union agrees to co-operate with the Employer in the installation of any such methods and in the education of its members for the necessity of such changes and improvements. The above rights shall be exercised subject to the provisions of the Grievance Procedure as set forth in this Agreement.

5.05 The parties agree that the foregoing enumeration of Management's rights shall not be deemed to exclude other recognized functions of Management not specifically covered in this Appendix. The Employer, therefore, retains all rights not otherwise specifically covered in this Appendix.

ARTICLE 6 - DISCHARGE AND DISCIPLINE

6.01 No employee shall be discharged or disciplined without just and sufficient cause. The Union agrees to co-operate in correcting inefficiencies of members which might otherwise necessitate discharge. The Employer agrees that whenever an interview is held with an employee regarding their work or conduct, which becomes part of their record first the store steward or if a steward is not available then a designate of the employee's choice shall be present at such interview. The steward or Union representative will leave the meeting if requested to leave by the employee.

ARTICLE 7 - NO DISCRIMINATION

7.01 The Employer agrees that there will be no discrimination on account of race, colour, creed, national origin, sex, age, marital status or membership in the Union.

ARTICLE 8 - UNION PRIVILEGES

8.01 It is agreed that the business agent of the Union shall be admitted during working hours at reasonable times to interview employees while on duty or to inspect working conditions, provided however, that such visits shall be calculated to cause a minimum of disturbance with the Employer's business and further, that the business agent shall first report his presence to the Store Manager, or in his absence, to the person in charge of the store, on the occasion of each such visit.

ARTICLE 9 - HOURS OF WORK

9.01 The regular working day shall consist of up to eight (8) hours for all employees.

- 9.02**
- (a) The Employer agrees that all shifts for part-time employees covered by this Appendix shall be four (4) hours in duration.
 - (b) When an employee works in excess of three (3) hours and during which there is no meal period, the employee shall be entitled to receive a rest period of fifteen (15) minutes.
 - (c) Night crew start times shall be between 10:00 p.m. and midnight but to end not later than 8:30 a.m..
 - (d) Staff meetings may be held once per quarter for two (2) hours in duration and shall be payable at regular rates of pay and shall be voluntary.

9.03 Call-in Pay

When an employee is called in to work, such employee shall be guaranteed four (4) hours of work at normal rates, or four (4) hours' pay at normal rates if such work is not available; provided however, that such guarantee shall not apply if there is less than four (4) hours from the time the employee reports for work until the time the store is closed.

- 9.04 (a)** All part-time employees who were hired prior to November 20, 1994 must submit their written availability for work by no later than 1:00 p.m. on the Monday immediately preceding the Thursday posting date. Failing this, the employee will be scheduled according to their prior week's availability.
- (b)** Those part-time employees hired after November 20, 1994 will be required to declare a base availability at the time of hire. The employee base availability will remain as declared until the employee has worked 2,750 hours, at which time they will revert to a weekly availability which must be submitted by Monday at 1:00 p.m.. Failure to do so will result in them being scheduled as per their last declaration of availability. Employees must work a minimum of one (1) shift a week provided the hours are available.
- (c)** In the event that the Company is unable to schedule sufficient qualified staff to meet the needs of the business, the Company shall be entitled to schedule qualified staff in reverse order of seniority.

9.05 For the seven (7) weeks prior to New Years, the Company will have the ability to open its stores for extended hours and those hours will be payable at regular time rates of pay when the shift is eight (8) hours or less.

9.06 Sunday Work (For Part-time employees hired prior to October 15, 2006)

Work performed on Sunday shall be voluntary and in addition to the regular work week.

1. Employees who volunteer to work on Sunday when stores are open for business shall receive a premium of \$1.60 per hour for all hours worked.
2. For the purposes of clarity "all hours worked on Sunday which are related to the store opening for business" includes hours worked up to three (3) hours before store opening and one (1) hour after store closing and night crew.
3. For those part-time employees hired prior to October 15, 2006 who wish to continue to work on Sunday they will be scheduled to work and paid as they have in the past based upon the needs of the business. In the event an employee moves to another conventional store as a result of their store closing they shall retain the right to volunteer to work on Sunday and receive a \$1.60 per hour premium for such work.

Sunday work (For Part-time employees hired after October 15, 2006)

1. The basic work week of part-time employees shall be Sunday through Saturday.
2. Sunday work shall be at their regular hourly rate of pay.
3. Will be scheduled their hours of work in five (5) days over 1 week (Sunday to Saturday) unless by mutual consent.

ARTICLE 10 - OVERTIME

- 10.01 (a)** Part-time employees shall be paid one and one-half (1.5) times their hourly rate for the first two (2) hours worked in excess of eight (8) continuous hours in a day:

- (b) Part-time employees shall be paid two (2) times their normal hourly rate of pay for all work performed on Statutory Holidays or days celebrated in lieu thereof and all work performed in excess of ten (10) continuous hours in a day;
- (c) The Employer shall pay all employees two times (2x) their regular rate of pay for all hours worked on a Sunday which are not related to the store opening for business. This provision shall not apply to employees on the night crew who may be required to commence their scheduled shift prior to midnight on Sunday night;
- (d) Employees will be expected to work reasonable overtime, however, valid reasons for not working will be accepted. In the event that there are insufficient volunteers for overtime the Company shall have the right to designate the junior employee(s) to stay for up to one (1) hour and the Store Manager shall make the decision for overtime;
- (e) There will be no duplication of daily and weekly overtime premiums.
- (f) Part-time employees shall be paid one and one half (1.5) their hourly wage rate for all work performed in excess of thirty-seven (37) hours in a week.

ARTICLE 11 - STATUTORY HOLIDAYS

11.01 (a) Part-time employees shall be entitled to statutory holiday pay. The following holidays shall be recognized as statutory holidays:

New Year's Day	Labour Day
Good Friday	Thanksgiving Day
Victoria Day	Christmas Day
Dominion Day	Boxing Day
Civic Holiday	

11.02 To qualify for pay for a statutory holiday, the employee must have:

- (a) three (3) months' service with the Employer;
- (b) worked at least thirty-two (32) hours during the four (4) weeks immediately preceding the week in which the statutory holiday occurs;
- (c) worked his last scheduled shift preceding and his first scheduled shift following the statutory holiday.

An employee who so qualifies shall receive statutory holiday pay based on his average number of daily hours worked (exclusive of daily overtime) during the four (4) weeks immediately preceding the week during which the statutory holiday occurs, times his standard rate of pay, with a minimum pay-out of six (6) hours.

A part-time employee who does not qualify for statutory holiday pay under the formula set out above, who would qualify under the applicable provision of the Employment Standards Act, shall be deemed to qualify.

11.03 In the event that a statutory holiday falls on a Sunday, the next work day shall be recognized and paid as a holiday. In the event that day is also a holiday, the next work day shall be recognized and paid as a holiday.

ARTICLE 12 - VACATION PAY

12.01 Part-time employees with less than five (5) years' seniority shall receive a Vacation Pay Allowance of four percent (4%) of their earnings during the previous calendar year. Part-time employees with five (5) or more years of service as of May 1st of the current year shall receive

Vacation Pay Allowance of six percent (6%) of their earnings during the previous calendar year. Part-time employees with ten (10) or more years' service as of May 1st of the current year shall receive Vacation Pay Allowance of eight percent (8%).

Such payment shall be made between May 1st and June 30th of the current year on a separate cheque.

12.02 Part-time employees will be required to submit their vacation intentions by April 1st each year.

12.03 The Company will post finalized full-time and part-time vacation schedules in each department.

ARTICLE 13 - UNIFORMS AND TOOLS

13.01 Uniforms, Freezer Coats, Receiving Coats, Carry-out Coats and Rubber Aprons which the Employer requires shall be furnished by the Employer without charge. Laundering of such garments shall be paid for by the Employer. The Employer will furnish necessary tools and pay for sharpening same. Under no circumstances are the uniforms and tools to be removed from the premises overnight. The Employer will provide a safe and sanitary place for the storage of employees' garments.

ARTICLE 14 - W.S.I.B.

14.01 The Employer agrees to provide his employees with standard Workers Safety Insurance Board coverage.

ARTICLE 15 - SHOP STEWARDS

15.01 The Union shall have the right to designate two (2) shop stewards in each store. The Employer will be informed of the names of the stewards. An undertaking to provide kronos punch detail to the Union Steward upon request when investigating an employee's grievance.

ARTICLE 16 - GRIEVANCE AND ARBITRATION

16.01 Grievances shall be settled in accordance with Article 21 of this Agreement.

ARTICLE 17 - WAGES

17.01 Part-Time Employees Hired As of November 20, 1994

All part-time employees on the payroll as of November 20, 1994 shall be paid the following:

Hourly rate	\$16.50	\$16.75	\$17.00

Part-Time Employees Hired After November 20, 1994

All part-time employees on the payroll after November 20, 1994 shall be placed in the following progression according to their appropriate service.

Hourly Rate	October 15/06	April 29/07	April 26/09
0 - 500 hrs	\$8.50	\$8.50	\$8.50
501 - 1250 hrs	8.65	8.65	8.65
1251 - 2000 hrs	8.80	8.80	8.80
2001 - 2750 hrs	8.95	8.95	8.95
2751 - 3500 hrs	9.00	9.00	9.00
3501 - 4250 hrs	9.50	9.50	9.50
4251 - 5000 hrs	10.00	10.00	10.00
5001 - 5750 hrs	10.50	10.50	10.50
5751 - 6500 hrs	11.00	11.00	11.00
6501 - 7250 hrs	11.50	11.50	11.50
7251 - 8000 hrs	12.00	12.00	12.00
8000 - 8750 hrs	12.50	12.50	12.50
+8751 hrs	14.00	14.25	14.50

The following wage schedule shall apply to the Front End Service Clerk classification only:

	October 15, 2006
0 - 500	\$8.50
501 - 1250	8.65
1251 - 2000	8.80
2001 - 2750	8.95
2751 - 3500	9.00
3501 - 4250	9.50
4251 - 5000	10.00

PART-TIME (for active employees on the payroll as of the October 15, 2006):

a) Effective October 15, 2006 the following shall occur:

Those who have more than ten years of service and worked 500 hours in previous calendar year shall receive a \$2,000 lump sum payment. If the employee has worked less than 500 hours will receive a \$1,500 lump sum payment.

Those who have more than five years, but less than ten years of service as of the above date shall receive a \$1500 lump sum payment.

Those who have more than one year, but less than 5 years of service as of the above date shall receive a \$750 lump sum payment.

Those who have less than one year of service as of the above date shall receive a \$100 lump sum payment.

b) April 29, 2007 all part-time employees shall receive a 25 cent per hour wage increase. Part-time employees in the progression must work the required hours in order to advance on the wage progression.

c) Effective April 27, 2008 the following shall occur:

Those who have more than ten years of service and worked 500 hours in previous calendar year shall receive a \$750 lump sum payment. If the employee has worked less than 500 hours will receive a \$500 lump sum payment.

Those who have more than five years, but less than ten years of service as of the above date shall receive a \$500 lump sum payment.

Those who have more than one year, but less than 5 years of service as of the above date shall receive a \$250 lump sum payment.

Those who have less than one year of service as of the above date shall receive a \$100 lump sum payment.

d) April 26, 2009 all part-time employees shall receive a 25 cent per hour wage increase. Part-time employees in the progression must work the required hours in order to advance on the wage progression.

Lump sums will be paid within 2 weeks of the dates outlined above.

It is understood that an employee who is absent from work due to illness, accident or approved leave shall receive the lump sum or wage increase outlined above provided they are cleared to return to work before the next lump sum payment/wage increase date outlined above.

RRSP

Full-time and Part-time employees will have the option of transferring their lump sum payment into the Company sponsored RRSP program provided they are eligible to do so in accordance with CCRA rules. The Company will make available to employees following the ratification of the agreement appropriate forms to be completed to request this option.

All part-time employees will slot into the wage scales outlined above based on the number of hours worked the Sunday after October 15, 2006 and they shall progress from that point based on hours worked. Employees will be deemed to have the hours worked which correspond to their rate of pay for the purpose of slotting into the wage progression.

The Company may, from time to time, introduce, modify and/or eliminate an incentive program. Any program would be in addition to the prevailing wage progression scales. The Company will meet the Union to discuss the program prior to it being implemented, modified or eliminated.

General increases for **Dart time employees in progression**

It is understood that these increases may move the employee off the scale stated above, and when they have worked the appropriate number of hours to move to the next rate of pay they will then slot back into the regular progression scale as stated above.

Front End Classification

Employees hired in this job classification shall progress to a maximum rate of ten dollars (\$10.00) per hour.

Part-time employees hired after December 13, 1992 and prior to November 20, 1994 must work a minimum of one hundred and twenty (120) hours in the previous six (6) months to progress to the next wage level.

17.02 (a) Wage adjustments under the automatic progression schedule shall be made half-yearly for each employee, where appropriate, on the first full pay week of January, April, July and October. Where a new employee commences work or an employee is promoted within the quarter, they shall immediately receive the appropriate start rate for the position and they shall qualify for their first adjustment at the end of the succeeding quarter, provided however, they commence work or are promoted prior to the middle (15th) of the second month within the quarter. Should they commence work or be promoted after the 15th of the second month, they shall immediately receive the appropriate start rate for the position and they then shall

immediately receive their first adjustment at the end of the second succeeding quarter.

- (b) Part-time employees will be paid weekly by direct deposit into a bank account of the employee's choice.

17.03 (a) When the Employer pays a new employee more than the starting rate in his classification, such employee shall (for the purpose of wage progression only) receive quarterly increases in accordance with the wage schedule and be deemed to have the appropriate service.

- (b) Employees who are receiving rates of pay in excess of the rates set out in the wage schedules mentioned above, shall receive the general increases as set forth in paragraph 17.01 (a) and (b) of this Appendix.

- (c) No wage currently enjoyed by an employee which is in excess of the rate set out in the wage schedules or above herein shall be reduced during the lifetime of the Agreement, provided the employee can fulfil the normal requirements of the job efficiently.

- (d) Part-time employees who are working in excess of twenty-four (24) hours in a given week shall receive fifty (50) cents per hour over their normal hourly rate for those hours worked beyond twenty-four (24) hours in that week. Senior part-time employees will be granted first preference to work in excess of twenty-four (24) hours in any week, provided they are able to perform the available work.

- (e) Any employee who performs the duties of a Front End Manager or Office Clerk in a "back up" capacity will be paid a premium of fifty cents (50¢) per hour for all hours worked while performing such duties. The Company will select back up individuals as required based upon ability and qualifications and seniority and availability according to the needs of the store.

17.04 Subject to the provisions of this paragraph, there shall be a Cost of Living adjustment to the standard hourly rates of the employees covered by this Appendix. All adjustments shall be incorporated into the standard hourly rates and shall be made quarter annually on the Monday closest to the first days of November, February, May and August, based on the Consumer Price Index for Canada (1971 = 100), published by Statistics Canada.

The basic Consumer Price Index upon which this paragraph has been based is 257.3 (being the Consumer Price Index for April 1982, published in May 1982).

It is agreed that an increase or decrease of 0.5 in the Index reflects an increase or decrease of one cent (1¢) per hour.

It is further agreed by the Union and the Employer that the standard hourly rates as set forth in this Article 17 shall not be adjusted downward by virtue of this provision and that the maximum hourly adjustments resulting from fluctuations in the Consumer Price Index shall be limited to fifteen cents (15¢) per hour during the period from May 1st, 1996 to April 30th, 1997 and to fifteen cents (15¢) per hour during the period from May 1st, 1997 to April 28th, 1998 and to fifteen cents (15¢) per hour during the period from May 1st, 1998 to April 30th, 1999 and to fifteen cents (15¢) per hour during the period from May 1st, 1999 to April 30th, 2000.

Notwithstanding this provision, there will be no Cost of Living adjustment during the lifetime of this Agreement expiring April 30, 2010.

17.05 A night shift premium of one dollar (\$1.00) per hour shall be paid to part-time employees who work on a night shift (as defined in Article 15 of the Full-time Agreement). For stores which are open 24 hours a day, employees whose shift commences between 10pm and 8:30am will receive the night shift premium. This does not change the current payment of shift premium to those employees with early morning start times or the night crew stocking shift.

17.06 Work schedules for all part-time employees shall be posted on Thursday 3:00 p.m. for the following week, provided it is understood that such posting does not constitute any guarantee of work.

ARTICLE 18 - REST AND LUNCH PERIODS

18.01 Employees covered by this Appendix shall be entitled to one (1) fifteen (15) minute rest period for each consecutive three (3) hour period worked. Each rest period shall occur at approximately the mid-point of each three (3) hour period and no earlier than one (1) hour after the starting time or the resumption of work after a dinner period.

ARTICLE 19 - WORKING CONDITIONS

19.01 The Union will co-operate with the Employer in maintaining good working conditions.

19.02 The Employer agrees that it will not change conditions of employment or working conditions as a result of the signing of this Agreement.

19.03 The Employer agrees that the current method of recording time worked will continue.

ARTICLE 20 - REST ROOMS

20.01 Adequate rest rooms shall be provided and kept clean in a sanitary condition. The employees shall co-operate with the Employer in keeping the rest rooms in a clean and sanitary condition.

ARTICLE 21 - NO STRIKES OR LOCK-OUTS

21.01 There shall be no strike or lock-out during the term of this Agreement. The Employer has the exclusive right to determine what merchandise will be carried in its stores, except that the Employer agrees that in the event of a legal strike in the plant of a supplier it will not handle merchandise from such plant, provided however, that the merchandise that was on the premises of the Employer or in transit to the Employer's premises at the time such legal strike commenced, will be handled. In the event of strikes, lock-outs or other similar problems involving suppliers of goods or service, the Employer and the Union agree to meet and discuss such situation as it involves the parties to this Agreement to endeavour to solve such problems in the best interest of the Employer, the Union and the employees to the best of the ability of the parties.

ARTICLE 22 - SPLIT SHIFT

22.01 (a) All employees covered by this Appendix, who work eight (8) hours or more in any one day shall be entitled to a one (1) hour dinner period without pay.

(b) Each part-time employee working a daily shift similar to the full-time employees shall have one (1) hour off for lunch, to be taken approximately at the mid-point of the employee's shift.

22.02 There shall be no split shift except for the dinner period of one (1) hour for these persons. Employees working more than four (4) hours and less than eight (8) hours will be entitled to one-half (2) hour lunch period without pay, following the completion of five (5) hours' work.

22.03 Employees covered by this Appendix, scheduled to work eight (8) hours per day and a portion of that shift is scheduled after 6:00 p.m. for customer shopping convenience, will be paid two dollars and fifty cents (\$2.50) supper bonus for each evening so worked.

ARTICLE 23 - CHRISTMAS BONUS

23.01 The Employer agrees to provide a Christmas Bonus in the form of gift certificates to part-time employees as follows:

All part-time employees who have been continuously employed by the Employer for more than three (3) years as at December 15th of the current year shall receive a payment of fifty dollars (\$50.00); or

All part-time employees who have been continuously employed by the Employer for more than one (1) year as at December 15th of the current year shall receive a payment of twenty dollars (\$20.00); or

All part-time employees who have been continuously employed by the Employer for more than six (6) months and up to one (1) year as at December 15th of the current year shall receive a payment of ten dollars (\$10.00).

ARTICLE 24 - OPTICAL COVERAGE

24.01 The Employer agrees to provide Optical coverage for part-time employees as follows:

- i) A part-time employee is eligible for Optical coverage on the first of the month coincident with or following two (2) years of continuous employment with the Employer, provided he has worked at least four hundred (400) hours in the previous calendar year. Part-time employees who qualify for Vision Care will be reimbursed up to \$60 for an eye exam every 24 months. An employee will be reimbursed for the eye exam and glasses up to a maximum of \$200 in a 24 month period;
- ii) A part-time employee who is not covered by any other form of Optical coverage through any other source will be entitled to a maximum reimbursement of two hundred dollars (\$200.00) once every two (2) years;
- iii) Dependents of part-time employees who are single parents are eligible for Optical coverage;
- iv) Payment will be made upon the receipt of proof of purchase.

ARTICLE 25 - DENTAL COVERAGE

25.01 The Employer agrees to provide Dental coverage for part-time employees, including the dependent children of single parents. The part-time employee shall be eligible for Dental coverage the first month coincident or following one (1) year of continuous employment with the Employer provided he/she has worked at least four hundred (400) hours in the previous calendar year.

The current Plan covers the following procedures: oral exams, prophylaxis (cleaning and scaling), fluoride and bitewing, and x-rays every six (6) months. This shall not change for dependents of employees under the age of eighteen (18) years. For dependents and employees over eighteen (18) years of age, coverage shall be every nine (9) months.

ARTICLE 26 - PRESCRIPTION DRUG EXPENSE

26.01 The Employer agrees to provide Prescription Drug expense coverage for part-time employees, as follows:

The Employer agrees to provide Prescription Drug coverage for part-time employees including the dependent children of single parents. The part-time employee shall be eligible

for Prescription Drug coverage on the first month coincident with the following one (1) year of continuous employment with the Employer provided he/she has worked at least four hundred (400) hours in the previous calendar year.

26.02 Effective January 1, 2001 prescription drug coverage for part time employees immediate family members shall be provided if the employee has worked at least six hundred fifty (650) hours in the previous calendar year.

26.03 All eligible part-time employees shall be provided with a prescription drug card which must be used at an Loblaws Company pharmacy with no deductible. Where an eligible person does not obtain a prescription at a Loblaws Company pharmacy they must pay for the prescription and complete and submit the required form to be reimbursed. The fifty (50) per cent deductible per prescription shall apply.

ARTICLE 27 - PART-TIME BEREAVEMENT

27.01 Should a bereavement occur in an employee's immediate family (spouse or child) an employee with twelve (12) months or more of service shall be granted up to a maximum of five (5) consecutive calendar days off provided the employee was scheduled to work. Should a bereavement occur for one of the following family members (parent, parent-in-law, brother, sister, grandparent, brother-in-law, sister-in-law, grandchild, son-in-law, daughter-in-law) shall be granted up to a maximum of three (3) consecutive calendar days off provided the employee was scheduled to work. For clarity, the time frames referred to above are to be counted from the date of the death inclusive.

ARTICLE 28 - JURY DUTY PAY

- 28.01 (a)** Employees who are required to serve on a jury shall be compensated for days actually spent on jury duty when they would, otherwise, have been at work.
- (b)** They shall receive the difference between their jury fees and their normal day's pay for that time they would have been regularly employed had they not been serving on the jury. The employee shall be required to report immediately upon being excused or released from jury duty where such reporting is reasonable under the circumstances.
- (c)** The claim of an employee shall be verified by presentation of his jury duty cheque. However, no payment shall be made for any hour for which the employee receives compensation by the Employer for any other reason. Payment shall not be withheld pending submission of the jury duty cheque.
- (d)** Any employee subpoenaed to attend as a witness on behalf of the Employer or the Crown shall be entitled to the difference between their witness fee and their normal day's pay.
- (e)** In the event employees serve on jury duty from Monday through Friday, they shall not be required to work on Saturday.

ARTICLE 29 - DURATION OF AGREEMENT

29.01 This Agreement shall become effective as of May 1, 2006 and shall continue until April 30, 2010. It shall continue automatically from year to year thereafter until either party serves written notice on the other party by registered mail within sixty (60) days and not less than thirty (30) days prior to the expiry date. Such notice shall indicate any changes to be negotiated. When such notice has been served by either party bound by this Agreement, the other party shall attempt to commence negotiations within a period of two (2) weeks from receipt of the notification. **All**

conditions of this Agreement are to remain in force and effect until negotiations are completed and/or conciliation proceedings exhausted.

DATED AT _____, this _____ day of _____, 2008.

**UNITED FOOD & COMMERCIAL
WORKERS UNION, LOCAL 175**

**LOBLAWS SUPERMARKETS
LIMITED**

Letter of Agreement - #1

October 15, 2006

Mr. Wayne Hanley, President
United Food and Commercial Workers Union
Local 175
2200 Argentia Road
Mississauga, Ontario
L5N 2K7

Dear Sir:

Re: Initiations Fees

In accordance with the agreement reached during our recent contract negotiations, we wish to set out the following understanding, which shall be effective for the lifetime of the Collective Agreement expiring April 30, 2010.

The Employer agrees to deduct from the pay of newly hired employees their Union Initiation Fees to a maximum amount of forty dollars (\$40.00) from each newly hired full-time employee and twenty-five dollars (\$25.00) from each newly hired part-time employee and to remit these deducted monies to the Union. This commitment is subject to the provisions of Article 4.02 of the full-time Collective Agreement, expiring April 30, 2010.

Initiation Fees applicable to newly hired employees shall be deducted automatically by the Employer (in weekly payments of five dollars (\$5.00) each). Any Initiation Fees which are deducted on this automatic basis, which should not have been deducted, will be returned to the employee directly from the Union.

Yours truly,

LOBLAWS SUPERMARKETS LIMITED

Letter of Agreement - #2

October 15, 2006

Mr. Wayne Hanley, President
United Food and Commercial Workers Union
Local 175
2200 Argentia Road
Mississauga, Ontario
L5N 2K7

Dear Sir:

Re: **Buddy System**

In accordance with the agreement reached during our recent contract negotiations, we wish to set out the following understanding:

The Employer undertakes to endeavour to ensure that the "Buddy-System" is in place as it relates to Hallmark Representatives putting merchandise on the shelf.

Yours truly,

LOBLAWS SUPERMARKETS LIMITED

Letter of Agreement - #3

October 15, 2006

Mr. Wayne Hanley, President
United Food and Commercial Workers Union
Local 175
2200 Argentia Road
Mississauga, Ontario
L5N 2K7

Dear Sir:

Re: **Paid Education**

This letter will confirm the agreement reached during our recent contract negotiations with respect to the Collective Agreement expiring April 30, 2010.

The Company will contribute five cents (5¢) for hours paid and worked by all Bargaining Unit employees toward training.

Yours truly,

LOBLAWS SUPERMARKETS LIMITED

Letter of Agreement - #4

October 15, 2006

Mr. Wayne Hanley, President
United Food and Commercial Workers Union
Local 175
2200 Argentia Road
Mississauga, Ontario
L5N 2K7

Dear Sir:

Re: **BAKERY APPRENTICESHIP PROGRAMME**

The parties have agreed to the implementation of a Bakery Apprenticeship Programme as follows.
The terms of the programme shall be four (4) years in duration.

Outline of Programme

Branch 1	-Junior Baker (2,000 hours) -one (1) year duration -fifteen (15) weeks in school (commences September)
Branch 2	-Baker (4,000 hours) -two (2) year duration -fifteen (15) weeks in school (commences January)
Branch 3	-Patissier -one (1) year duration (2,000 hours) -thirty (30) weeks (one evening a week)
TOTAL PROGRAMME:	- 8,000 hours

Wage Schedule

Year I	60%
Year II	70%
of end rate of Baker	
Year III	- 80%
Year IV	90%

During our discussions regarding the implementation of the Apprenticeship Programme a number of issues arose, the following should summarize them.

O.H.R.D. - (Training and Development)

The Training Department will have ongoing involvement with the apprentices while at school and during their work experience at store level to ensure compliance with the Apprentices curriculum.

Part-Time Hours

There will be no reduction in hours as a result of implementing the apprenticeship programme.

Over 24 Hours

It will be necessary to work part-time employees over twenty-four (24) hours to cover off for apprentices during the in-school portion of the programme.

Work Week

Shall be the normal thirty-seven (37) hours per week

Existing Full-Time Employees

Every full-time Bakery Department employee will be canvassed through a Bulletin to determine who may be interested in becoming a certified baker. Those employees who are interested will be offered the opportunity to write the Baker's certificate exam. Those employees who are unsuccessful and wish to receive upgrading will be offered that opportunity over a period of time (depending on the number interested).

Number of Apprentices

The requirements for future years would be determined annually for each area and the appropriate number of apprentices will be hired.

Training Stores

Several stores have been designated as training stores. The apprentices assigned to a particular store will have his work and training reviewed by the Training Department, Baker Specialist and Bakery Manager to ensure compliance with apprenticeship curriculum. The Bakery Managers chosen as trainers will receive training from O.H.R.D., "train the trainer session".

Yours truly,

LOBLAWS SUPERMARKETS LIMITED

Letter of Agreement - #5

October 15, 2006

Mr. Wayne Hanley, President
United Food and Commercial Workers Union
Local 175
2200 Argentia Road
Mississauga, Ontario L5N 2K7

Dear Sir:

Re: **E.I. PREMIUMS**

This letter will confirm our understanding that, should the Employer qualify for an employment Insurance Premium reduction according to Section 64.4 of the Employment Insurance Act, 1971, the cost of benefit improvements which have been negotiated with the Union together with any costs associated with an improvement in the Weekly Indemnity Insurance Plan shall be in lieu of any employee entitlement to a premium reduction according to Section 64.4 of the Employment Insurance Act, 1971.

Therefore, all such premium reductions will be the sole property of the Employer.

In the event that a Provincial Government or the Government of Canada shall institute an Insurance Plan or other arrangement under which benefits are provided for the employees as replacement to any of the benefits described in the Collective Agreement expiring April 30, 2010, the Employer shall meet with representatives of the Union within thirty (30) days to study the effect of such a Government Plan and to decide upon a course of action. If no course of action has been agreed upon after a period of sixty (60) days and if the cost of the benefits described in the Collective Agreement aforesaid is reduced as a result of the Government Plan, the resulting reduction in cost less any additional cost to the Employer of a new or modified Government Plan, if any, shall accrue to the benefit of the Employer. If the Government Plan is greater than the related reductions in cost, the Employer shall pay the full amount of the net increase.

These amendments shall be conditional on a favourable ruling from the Employment Insurance Commission as to the qualification of the amended Plan.

Yours truly,

LOBLAWS SUPERMARKETS LIMITED

Letter of Agreement - #6

October 15, 2006

Mr. Wayne Hanley, President
United Food and Commercial Workers Union
Local 175
2200 Argentia Road
Mississauga, Ontario
L5N 2K7

Dear Sir:

Re: **Life Insurance Coverage**

In the event Life Insurance coverage are provided to part-time employees in the Ontario Retail Food Industry either through negotiations or in jointly administered Health and Welfare Plans during the lifetime of the Collective Agreement expiring April 30, 2010, the Employer will provide similar benefits.

Yours truly,

LOBLAWS SUPERMARKETS LIMITED

Letter of Agreement - #7

October 15, 2006

Mr. Wayne Hanley, President
United Food and Commercial Workers Union, Local 175
2200 Argentia Road
Mississauga, Ontario L5N 2K7

Dear Sir:

Re: Full-Time/Part-Time Agreement

The undersigned agree that until termination of the Collective Agreement, now in effect between Loblaws Supermarkets Limited and the United Food and Commercial Workers Union, Local 175, which Agreement shall expire on April 30th, 2010, the following shall apply:

1. The Employer agrees to install windshields during the winter months at entrances of its stores where it is deemed such an installation is necessary and feasible.
2. The Employer agrees that Cashiers will not be required to do janitorial or maintenance work beyond that which is currently being done as part of their regular duties.
3. The Employer agrees that it will provide to interested full-time employees a Credit Union deduction plan, provided it is understood that such deductions shall be for the sole purpose of deposits into the Loblaws Credit Union Fund.
4. **Lunch Room Facilities**

It is agreed that lunch room facilities will be upgraded on a continuing basis on the recommendations of the Employer's Division Managers.
5. In the event that the Employer is required by Government Directive to implement the use of Safety Shoes in its store operations, the Employer will pay thirty dollars (\$30.00), (tax included) to each employee in this bargaining unit as a contribution towards the cost of Safety Shoes (one (1) pair per year). Such payment will be made as of August 31st each year that the Governmental Directive is in effect.

Yours truly,

LOBLAWS SUPERMARKETS LIMITED

Letter of Agreement - #8

October 15, 2006

Mr. Wayne Hanley, President
United Food and Commercial Workers Union
Local 175
2200 Argentia Road
Mississauga, Ontario
L5N 2K7

Dear Sir:

Re: **Meat Apprenticeship Programme**

This will serve to outline the details of the Meat Apprenticeship programme as agreed to during our recent contract negotiations.

The details of the programme are as follows:

- | | | |
|----|---------------------|--|
| 1. | 2 years in duration | |
| | Branch 1 | 1 year - 18 weeks in school
(commences January) |
| | | - Junior Cutter (2,000 hours) work and school |
| | Branch 2 | - 1 year - 8 weeks in school training |
| | | - Cutter (2,000 hours) work and school |
| | Total | - 4,000 hours |

We propose the following wage progression:

- Year I - 70%
- Year II - 90%
- Year III - 100%

Employees will be canvassed through an Opportunities Bulletin to determine who is desirous of entering the apprenticeship programme.

The work week would consist of thirty-seven (37) hours. It would be understood that there would be no reduction in hours in the meat department as a result of implementing the apprenticeship programme. Part-time employees would be required to work over twenty-four (24) hours to cover off for apprentices during the in-school portion of the programme.

Apprentices would have their work and training reviewed by the Training Department Meat Specialist and Meat Manager to ensure compliance with the apprenticeship curriculum.

The Company's intention would be to hire existing part-time employees who possess the necessary seniority, ability and qualification to perform the work prior to hiring full-time meat apprentices.

Yours truly,

LOBLAWS SUPERMARKETS LIMITED

Letter of Agreement - #9

October 15, 2006

Mr. Wayne Hanley, President
United Food and Commercial Workers Union
Local 175
2200 Argentia Road
Mississauga, Ontario
L5N 2K7

Dear Sir:

Re: **Floral Apprenticeship Programme**

The Company and Union agree that if during the lifetime of this Agreement the Company is desirous of establishing a floral apprenticeship programme, the Company and Union will meet with a view of reaching a mutually agreeable programme.

Yours truly,

LOBLAWS SUPERMARKETS LIMITED

Letter of Agreement - #10

October 15, 2006

Mr. Wayne Hanley, President
United Food and Commercial Workers Union
Local 175
2200 Argentia Road
Mississauga, Ontario
L5N 2K7

Dear Sir:

Re: C.C.W.I.P.P. Pension Plan Contribution Schedule

The Company has agreed to a letter of understanding regarding the Canadian Commercial Workers Industry Pension Plan (C.C.W.I.P.P.), that it will be governed by the Pension Plan contribution schedule as formulated by the Trustees of the Plan. It is our understanding from the Trustees that pension contributions are to be increased in the immediate future.

The Pension Plan Contribution Schedule shall be eighty-five (85) cents.

The Company shall sign all appropriate Participation Agreement documents.

DEFINITION OF HOURS WORKED: Hours worked means the number of hours paid to regular and part-time employees. The maximum number of hours paid per week is the number of hours of a normal week of a regular employee of the bargaining unit. The said hours paid shall include the hours paid by the Employer for the time not worked because of illness or accident (with the exclusion of weekly indemnity or short-term disability, long term disability and workers' compensation), vacations or statutory holidays.

Effective October 14, 1996 for those part-time employees who work Sunday, the Company will contribute to the C.C.W.I.P. Plan based on those regular time hours worked on Sunday for a total weekly contribution to thirty-seven (37) hours maximum.

The Company shall make a lump sum contribution of \$36 million dollars (for the benefit of Zehrs, Loblaw and Fortinos employees) under the terms of the CCWIP plan pension Stabilization Fund. For clarity, it is understood that the total payment of \$36 million dollars is inclusive of the payment under the Loblaws Supermarkets Local 175, Zehrs Local 1977 and Zehrs Local 175 and 633 and Fortinos Local 175 collective agreements.

Yours truly,

LOBLAWS SUPERMARKETS LIMITED

Letter of Agreement - #11

October 15, 2006

Mr. Wayne Hanley, President
United Food and Commercial Workers Union
Local 175
2200 Argentia Road
Mississauga, Ontario
L5N 2K7

Dear Sir:

Re: R.R.S.P.

This will confirm that the Company has agreed to extend to full-time employees the option to participate in its Group R.R.S.P. programme.

Yours truly,

LOBLAWS SUPERMARKETS LIMITED

Letter of Agreement - #12

October 15, 2006

Mr. Wayne Hanley, President
United Food and Commercial Workers Union
Local 175
2200 Argentia Road
Mississauga, Ontario
L5N 2K7

Dear Sir:

Re: Pharmacy

This will confirm that the Company has agreed to a letter of understanding regarding the following:

1. The Pharmacist is excluded from the bargaining unit.
2. The full-time Pharmacy Assistants and part-time employees are covered by the terms and provisions of the Collective Agreement except for the following issues:

The pharmacy shall be a separate seniority department. The only manner which another employee may enter the department is via a vacancy. In the event of a pharmacy closure the affected employees will be given the opportunity to transfer to another store pharmacy or slot into the general employee population in their store. If any employees are displaced in another pharmacy those employees would have the option of slotting into the general part-time employee population in that store. Part-time pharmacy employees may be scheduled to work in excess of twenty-four (**24**) hours per week during peak periods. Article 29.02 does not apply to these employees.

Yours truly,

LOBLAWS SUPERMARKETS LIMITED

Letter of Agreement #13

October 15, 2006

Mr. Wayne Hanley, President
United Food and Commercial Workers Union
Local 175
2200 Argentia Rd.
Mississauga, Ontario.
L5N 2K7

Dear Mr. Hanley:

RE: **Job Security**

In accordance with the agreement reached during our recent negotiations, we wish to set out the following understanding which shall be effective for the lifetime of the Collective Agreement expiring April 30, 2010.

All Full Time Employees on the Full Time payroll as of October 15, 2006 shall be given a personal assurance of Full Time employment within the Company from October 15, 2006 through to April 30, 2010. It is understood that should a full time who is covered by this assurance of employment transfer to a Real Canadian Superstore or Great Canadian Food Store they retain the above mentioned job assurance.

Yours truly,

LOBLAWS SUPERMARKETS LIMITED

Letter of Agreement #14

October 15, 2006

Mr. Wayne Hanley, President
United Food and Commercial Workers Union
Local 175
2200 Argentia Rd.
Mississauga, Ontario.
L5N 2K7

Dear Mr. Hanley:

RE: **Analyst**

The position of Analyst will be a bargaining unit position not subject to the posting process, and whose daily hours of work will vary, but will be based on a thirty-seven (37) hour work week over a five (5) day period. The Company will provide advance notice that will outline the required skills and qualifications. Interested persons will be considered for the position.

The Employer will ensure that there is a part-time employee(s) trained in the Analyst job duties to support the Analyst functions.

Yours truly,

LOBLAWS SUPERMARKETS LIMITED

Letter of Understanding #15

October 15, 2006

Mr. Wayne Hanley, President
United Food and Commercial Workers Union
Local 175
2200 Argenta Rd.
Mississauga, Ontario.
L5N 2K7

Dear Mr. Hanley:

Re: **Third Party Business**

In accordance with the agreement reached during our recent contract negotiations, we wish to set out the following understanding, which shall be effective for the lifetime of the Collective Agreement expiring April 30, 2010.

It is the Company's intention to use third party businesses to enhance the overall convenience to its customers. This will not result in a reduction of bargaining unit hours in a store. Existing third party businesses and planned third party businesses include: dry cleaning; travel agencies; wine store; anticipated further examples could be vision care, shoe repair etc.

The parties agree the Company may lease space within its stores' perimeters to third party businesses provided that the Company does not contract in part of its normal business to those businesses. The Union agrees that as long as the Company does not contract in part of its normal business to those third party businesses, the employees of those third party businesses will not be covered by the Collective Agreement.

Any arrangements beyond the above, the parties agree to meet to discuss with a view to reaching a mutually agreeable solution.

Yours very truly

LOBLAWS SUPERMARKETS LIMITED



Letter of Understanding #16

October 15, 2006

Mr. Wayne Hanley, President
United Food and Commercial Workers Union
Local 175
2200 Argentia Rd.
Mississauga, Ontario.
L5N 2K7

Dear Mr. Hanley:

RE: **Current Grocery Managers**

For the current Grocery Managers now to be named Assistant Grocery Manager: Peter Shultz and Steve Stewart

The above named individuals will maintain their current rate of pay plus the applicable hourly increases negotiated in this collective agreement for the length of time that they hold their positions. Should any of the above vacate their position, the posting to backfill those positions will reflect the rate structure of the newly titled position of Assistant Grocery Manager.

Yours truly,

LOBLAWS SUPERMARKETS LIMITED

Letter of Understanding #17

October 15, 2006

Mr. Wayne Hanley, President
United Food and Commercial Workers Union
Local 175
2200 Argentia Rd.
Mississauga, Ontario.
L5N 2K7

Dear Mr. Hanley:

RE: Joint Health and Safety Committee Training

The Company agrees to allow two (2) worker members selected by the Union who currently have a minimum of one (1) year on a Joint Health and Safety Committee from each store to attend one (1) day of paid health and safety training per year conducted by the Union. It is agreed that the Union will provide to the Employer with a copy of all training material that will be covered prior to such training.

All Banner Provincial Joint Health & Safety Committee:

The Company agrees to a provincial Joint Health and Safety Committee covering all banners and bargaining units, covering Zehrs Markets, Loblaws Supermarkets, Fortinos Supermarkets and the Real Canadian Superstores, to review, discuss and address issues including the following:

- Checkstands;
- The testing of cart retrieval equipment;
- The procurement of new equipment;
- MOL fines/tickets; and
- Toe Cap replacements (CSA approved)

The composition of the new committee will be a senior union representative responsible for health and safety for the 175, 1000A and 1977 Local Unions and a designated corporate health and safety representatives. The Committee shall meet three (3) times per year or more often as mutually agreed."

Propane Buffers:

The Company agrees to make available upon the joint health and safety committee's request or during a monthly inspection copies of any maintenance records and/or schedules of maintenance and/or work performed.

Executive JH&SC and Accident Rates:

The Company agrees to an Executive Joint Health and Safety Committee to meet two (2) times per year or more often as mutually agreed. The committee composition shall be three (3) representatives from the Company and a minimum of three (3) representatives from the Union to discuss health and safety issues, such as the two (2) highest accident rates for the banner and other areas of concern.

Deemed to be at work for progression purposes:

The Company agrees to credit the required hours for coverage for part time workers who, in the previous year were off work as a result of a workplace injury that resulted in the employee not meeting the hours worked qualifier for benefit coverage for the coming year.

Yours truly,

LOBLAWS SUPERMARKETS LIMITED

Letter of Understandinn #18

October 15, 2006

Mr. Wayne Hanley, President
United Food and Commercial Workers Union
Local 175
2200 Argentia Rd.
Mississauga, Ontario.
L5N 2K7

Dear Mr. Hanley:

RE: Footwear Coverage

The Company requires that only employees deemed by the Company and are certified to operate material handling equipment will wear safety footwear. In addition the Company shall determine whose essential duties require that they operate material handling equipment. These employees will be provided with a safety footwear allowance.

For Loblaws Supermarkets: The safety footwear allowance will be fifty dollars (\$50.00) per year for full-time employees(from date of receipt) and fifty dollars (\$50.00) once every two years for part-time employees(from date of receipt).

It is agreed that two **(2)** years from October 15, 2006 the allowance will increase for full-time employees to seventy-five dollars (\$75.00) per year.

Garden Centre employees who are certified and operate material handling equipment will be provided the respective safety footwear allowance once every four **(4)** years.

This safety footwear allowance will be reimbursed upon submission of the original receipt of purchase.

Safety footwear must be black and no higher than ankle cut and of dress nature. Employees must wear the approved safety footwear for the entire duration of their shift.

Employees who are certified and operate material handling equipment on a casual basis will be required to wear safety footwear provided by the Company which will replace toe caps.

It is understood that all references to safety footwear contained in this letter will be CSA approved.

Yours truly,

LOBLAWS SUPERMARKETS LIMITED

Letter of Understanding #19

October 15, 2006

Mr. Wayne Hanley, President
United Food and Commercial Workers Union
Local 175
2200 Argentia Rd.
Mississauga, Ontario.
L5N 2K7

Dear Mr. Hanley:

RE: Store Closure And Conversion To Franchise Banner

In the event of a conventional store closure and conversion to a franchise store or a Corporate store within a franchise banner, the affected employees will be entitled to a buyout Of 4 weeks pay per year of completed service or 2 week pay per year of completed service to buy down to a position in the franchise store. The same maximums and minimums as Letter of Understanding #30 of the Collective agreement between Zehrs Markets Inc. and the United Food and Commercial Workers Canada Union Local 175 and 633 expiring July 3, 2010 shall apply.

They shall be covered by all the terms and conditions of the applicable franchise Collective Agreement.

Option #1

Those full-time employees seeking full-time employment shall be offered available positions based on their order of seniority with Loblaws based on their ability and qualifications. They will receive a payment based on 2 weeks pay per year of completed service and will slot into 12 months rate of pay of the applicable full-time wage scale.

Option #2

Those part-time employees seeking part-time employment shall be offered available positions based on their order of seniority with Loblaws based on their availability and qualifications. They will receive a payment based on 2 weeks pay per year of completed service and slot into the wage progression based on the following criteria. The maximum payable to a part-time employee is \$15,000.00. Employees who have less than 5 years of service shall slot into 651 hour wage rate, those who have more than 5 years of services but less than 10 years shall slot into the 1,951 hour wage rate, those who have more than 10 years of service shall slot into the 2,601 hour wage rate. Once an employee is slotted into the wage scale they shall progress from that point based on hours worked. In the event the applicable Collective Agreement wage scale does not match exactly, the employee will slot into the closest higher hour wage rate.

Any Loblaws employee who accepts employment with the franchise business will be rank ordered based on their seniority with Loblaws and will be placed ahead of any new employee that may be hired. Their service with Loblaws will be recognized for benefit eligibility. The payment referred to above will be calculated based upon the store closure date.

Option #3

The Employer will make an early retirement offer to all employees affected by the opening of a franchise store or a corporate store within a franchise banner and a related closure of a conventional store. To be eligible for the early retirement offer, an employee must be 55 years of age as of the date they are affected. The early retirement offer will be based on 4 weeks pay per

year of completed service as of their date of retirement to a maximum of \$75,000.00 for full-time and \$15,000.00 for a part-time or the equivalent of salary continuation until the age of 65, whichever is lesser. An employee who elects to retire will receive the applicable pension and benefits in accordance with and subject to the terms of the pension plan. The Company reserves the right to manage the timing of employee's departure date, provided there is no prejudice to an employee's pension entitlement.

Any employee who is bumped by an affected employee shall have the options outlined in Options 1, 2 and 3 (where applicable) made available to them. These rights pass along any further bumps.

Yours truly,

LOBLAWS SUPERMARKETS LIMITED



Letter of Understanding #20

Mr. Dan Lacroix
U.F.C.W. Local 175
20 Hamilton Ave. N
Ottawa, Ontario
K1Y 1B6

Dear Sir:

RE: **Replacement Store Due to Closure (for Part-time Employees)**

In a case where a new replacement store opens within two (2) weeks of an existing store closure, the Company agrees that the part-time employees would be moved to the new location with the seniority that had at the closing store.

In a case where a new replacement store opens beyond the **two (2)** weeks of an existing store closure, the Company will abide by the collective agreement. The part-time employees will have their options as per the collective agreement.

The Company agrees to consider requests to return individuals to the new location(s) based on compassionate reasons.

As soon as the new store location is announced, the Company and the Union will meet to review any requests made by the Employees.

Yours truly,

LOBLAWS SUPERMARKETS LIMITED

Letter of Understandinn #21

Mr. Dan Lacroix
U.F.C.W. Local 175
20 Hamilton Ave. N
Ottawa, Ontario
K1Y 1B6

Dear Sir:

RE: Full-time Clerk Postings

The Employer agrees that when an opening or the creation of a job in the full-time clerk classification occurs, such full-time clerk position will be granted by full-time seniority of the applicant.

Yours truly,

LOBLAWS SUPERMARKETS LIMITED

Letter of Understanding #22

CONVERSION LETTER

Currently there are no RCSS or Loblaws The Great Canadian Food Stores covered by the Collective Agreement between Loblaws Supermarkets Ltd and the United Food and Commercial workers Canada Union Local 175 expiring April 30, 2010 and as a result this collective agreement does not have a RCSS or Great Canadian Food Store appendix.

In the event a RCSS or Loblaws The Great Canadian Food Store is opened as a result of a conversion as outlined herein or as a new store, the RCSS or Great Canadian Food Store appendix to the Collective Agreement between Zehrs Markets Inc. and the United Food and Commercial Workers Canada Union Local 175 and 633 expiring July 1, 2010 (the "Zehrs 175 agreement") shall apply and shall be incorporated and form part of the Collective Agreement between Loblaws Supermarkets Ltd. And United Food and Commercial Workers Canada Union Local 175 expiring April 30, 2010.

Outlined below are some of the terms contained in the RCSS and/or the Great Canadian Food Store appendix of the Zehrs 175 Agreement. This is provided for the information of employees and in the event of conflict, the RCSS and the Great Canadian Food Store appendix of the Zehrs 175 Agreement shall govern.

Store Conversions and New Stores

The Company shall have the right to convert up to 5 same site locations per calendar year to the RCSS or Great Canadian Food Store appendix. A total of 22 sites may be converted during the life of this Agreement. For clarity this means 5 Loblaws stores in either Local 175 and/or Local 1000A. The converted stores will operate as RCSS or Loblaws (Great Canadian Food Store). The employees affected by such a conversion shall be eligible to the options outline in LOU #30 of the Zehrs Collective Agreement. Any new store (RCSS or Loblaws- Great Canadian Food Store) which opens in the Province of Ontario shall be covered by the RCSS or Great Canadian Food Store appendix.

The maximum buyout/buydown amount for part-time employees shall be increased to \$15,000.

The criteria for the "same site" store conversions are:

- a) at least a three (3) million dollar expenditure and
- b) retail market conditions have changed or are imminent such that the sustainability of the existing site will be in jeopardy and
- c) the Company will provide the Union and the employees with 6 months notice

It is understood that the name "The Great Canadian Food Store" (GCFS) may change and that the final name of these stores is subject to regulatory approval.

Exclusions from bargaining unit (Loblaws Great Canadian Food Store)

The following positions will be excluded from the bargaining unit: Store Manager, Assistant Store Managers (up to 4 per store), Cooking School Co-ordinator, Pharmacists and Registered Pharmacy Technicians.

NOTE: Assistant Store Managers - Assistant Store Managers (RCSS/Great Canadian Food Store) - It is understood that the primary functions of the Assistant Store Manager are managerial, training, coaching and performance management.

Conversion Process (Great Canadian Food Store Appendix)

The current Unionized Department Managers in a conventional store which converts to Great Canadian Food Store will be offered the same salaried Unionized department manager position in the Great Canadian Food Store store.

A full-time bargaining unit employee from a conventional store who is hired into a bargaining unit position at a Loblaws Great Canadian Food Store store will be eligible for the buydown, as will a Department Manager from a conventional store hired into a salaried Unionized Department Manager position at a Loblaws Great Canadian Food Store store. A full-time employee who is promoted to a Unionized department manager position will not be eligible for the buydown. A part-time employee from a conventional store who is hired into a full-time bargaining unit position at a Loblaws Great Canadian Food Store store/RCSS at the time of conversion will be eligible for the part-time buydown.

The list of positions found below will be updated and customized by the parties at the time of conversion to ensure there is a matching position at The Great Canadian Food Store.

Current Full-time Position Job Offer	Loblaws Great Canadian Food Store Store
Grocery Mgr Assistant Grocery Mgr Produce Manager Jr. Produce Manager Meat Manager Assistant Meat Mgr Bakery Mgr Assistant Bakery Mgr Service Mgr Service Mgr Service Mgr Service Clerk Lead Hand Baker Customer Service Mgr Bookkeeper Floral Mgr Receiver (Days + Nights) Night Crew Chief Grocery-Produce Clerk Grocery-Produce Clerk (Nights) Analyst Baker, Baker Decorator Meat Cutter Cashier General Merchandise Clerk	Grocery Mgr Assistant Grocery Dept. Mgr Produce Mgr Assistant Produce Mgr Meat Mgr Assistant Meat Dept. Mgr Bakery Dept. Mgr Assistant Bakery Mgr Seafood Mgr Cold Deli Mgr Hot Deli Mgr Deli Clerk, HMR Clerk Baker Customer Service Mgr Bookkeeper Floral Mgr Receiver Night Crew Manager Grocery-Produce Clerk Grocery-Produce Clerk (Nights) Inventory Control Mgr Baker Meat Cutter Cashier Grocery or another Clerk position based on the employee's previous experience Grocery or another Clerk position based on the employee's previous experience
HABA Clerk	
All other Clerks	Offered a Clerk's position in their corresponding dept. or another clerk's position based on the employee's previous experience
Pharmacy Technician	Pharmacy Assistant
Current Part-time Position	
Cashier All other clerks	Cashier Offered a Clerk's position in their corresponding dept. or another clerk's position based on the employee's previous experience

Surplus Conventional Store Staff

1. With respect to the initial staffing of a “replacement” Loblaws Great Canadian Food Store, subject to Letter of Understanding #30 (of the Zehrs Local 175 agreement), but notwithstanding any other provision of the Collective Agreement, the Employer may staff the store by offering full-time employment from conventional stores prior to transferring or promoting full-time employees or promoting part-time employees from within Loblaws Great Canadian Food Store stores, provided that the Employer may only do so with respect to any classification in the conventional store in which it continues to have surplus staff. “Surplus staff means the number of full-time staff which the Employer has absorbed in conventional stores as a result of the prior opening of “replacement” Loblaws Great Canadian Food Store pursuant to Letter of Understanding #30 (of the Zehrs Local 175 agreement). It is understood that the number of surplus staff in conventional stores is reduced to the extent that employees are transferred or promoted to fill vacancies either pursuant to this Letter of Understanding or within conventional stores or there is attrition in the conventional stores. **The** Employer will advise the Union and the affected employees of the number of surplus staff in each classification prior to affected employees being required to choose their Option under Letter of Understanding #30 (of the Zehrs Local 175 agreement). The parties may mutually agree to make an exception to the limitations on the Employer’s right to transfer set out in this paragraph in exceptional circumstances.
2. For clarity it is understood that no employee is required to accept an offer made under paragraph 1 or 2 in Letter #30 (of the Zehrs Local 175 agreement) and an employee may self-identify as being willing to accept such an offer prior to being asked.
3. A bargaining unit employee from a conventional store who is hired into a bargaining unit position at a Loblaws Great Canadian Food Store will be eligible for Option #1 outlined in Letter of Understanding #30 (of the Zehrs Local 175 agreement), as will a Department Manager from a conventional store hired into a Unionized salaried Department Manager position at a Loblaws Great Canadian Food Store.

Staffing a New Store (Great Canadian Food Store Appendix)

With respect to the initial staffing of a “new” Loblaws Great Canadian Food Store store the Employer may staff the store from conventional stores and Great Canadian Food Store stores by offering full-time employment, for non-salaried department manager positions to staff, prior to promoting part-time employees from within Loblaws Great Canadian Food Store store.

Seniority Great Canadian Food Store Appendix

Employees who convert or are hired into Great Canadian Food Store stores will acquire and exercise seniority within the Great Canadian Food Store Appendix

Appointment of Unionized Department Managers Great Canadian Food Store Appendix

The Company will post a notice of interest regarding Department Manager vacancies in order that employees may indicate their interest in obtaining a department manager position. In the event an employee is not awarded the position, the Company will meet to review how that employee could improve their opportunity for future postings. For clarity, it is understood that Unionized department manager vacancies or new Unionized department manager positions will be appointed at the sole discretion of the Company.

FULL-TIME

Unionized Department Manager Salary

The following shall be the minimum salary for Grocery, Customer Service, Inventory Control, Produce, Meat Bakery, HMR, Night Crew, Dairy/Frozen and Deli Managers:

	October 15/06	April 29/07	April 26/09
Start	\$788.40		
12 months	814.00		
24 months	839.60		
36 months	865.20	879.20	893.20

The following shall be the minimum salary for Natural Value, Bookkeeper, Seafood and Floral Managers:

	October 15/06	April 29/07	April 26/09
Start	\$634.80		
12 months	679.60		
24 months	724.40		
36 months	769.20	783.20	797.20

The following shall be the minimum salary for DSTM Managers (including Photo Lab), Holy Smokes, Bean Roast and HBC Managers:

	October 15/06	April 29/07	April 26/09
Start	\$596.00		
12 months	621.60		
24 months	647.60		
36 months	673.20	687.20	701.20

The following shall be the minimum rate of pay for a full-time DSTM clerk (RCSS/Great Canadian Food Store)

	October 15/06	April 29/07	April 26/09
Start	\$13.00		
12 months	13.50		
24 months	13.75		
36 months	14.00	14.35	14.70

It is understood that the DSTM clerks will acquire and exercise seniority in DSTM department.

THE FOLLOWING PROVISIONS SHALL BE INCLUDED IN THE COLLECTIVE AGREEMENT RELATING TO SALARIED DEPARTMENT MANAGERS:

The following classifications shall be considered salaried employees: Grocery Manager, Customer Service Manager, Inventory Control Manager, Produce, Meat, Bakery, Hot Deli Manager, Cold Deli Manager, Dairy/Frozen Manager, Night Crew Manager, Deli Manager, Natural Value Manager, Bookkeeper, Seafood Manager, Floral Manager, Photolab Manager, Holy Smokes Manager, Bean Roast Manager, HBC Manager, DSTM Manager.

All salaried employees shall be scheduled off one Saturday and Sunday in 5 weeks unless by mutual agreement.

Notwithstanding Articles relating to Paid Holiday, Hours of Work, and Overtime the following application for time off for statutory and extra hours will apply:

- i) When a salaried employee works 5 days in the week of a Statutory Holiday, he will receive equal time off for time owing. When a salaried employee works 5 days in the week of a Statutory Holiday and he works on the statutory holiday, he will receive his salary plus an additional 2 days pay.
- ii) When a salaried employee works 6 days in the week of a Statutory Holiday and he works on the statutory holiday, he will receive his salary plus equal time owing for 1 day and 2 days pay.
- iii) When a salaried employee is scheduled to work more than forty (40) hours, he receives equal time off for time owing.
- iv) When a salaried employee has to work on his/her scheduled day(s) off, he/she receives equal time off for time owing.
- v) It is agreed that when granting time owing, it is scheduled in consultation with the Store Manager.
- vi) When a salaried employee works more than forty (40) hours in a week, he/she will receive time owing for time worked. Where possible, time owing should be given within that week or within three (3) weeks, to avoid the accumulation of hours.
- vii) All extra hours worked by salaried employees must be authorized by the Store Manager and/or his designate.

Night Shift Premium is not applicable for the Department Manager.

The following wage schedule shall apply based upon length of continuous service.

	October 15/06	April 29/07	April 26/09
Back Up Bookkeeper	\$18.10	\$18.45	\$18.80
Asst. Meat Mgr.	20.99	21.34	21.69

Meat Cutter

	October 15/06	April 29/07	April 26/09
Start	\$11.36	\$11.36	\$11.36
6 mos.	12.95	12.95	12.95
12 mos.	14.54	14.54	14.54
18 mos.	16.13	16.13	16.13
24 mos.	20.18	20.53	20.88

Produce

	October 15/06	April 29/07	April 26/09
Asst. Produce Mgr., Asst. Grocery Mgr. & Asst Night Mgr.	\$18.71	\$19.06	\$19.41
Jr. Asst. Produce Mgr.	18.10	18.45	18.80
Receiver	18.10	18.45	18.80
Analyst	18.10	18.45	18.80

	October 15/06	April 29/07	April 26/09
Start	\$10.00	\$10.00	\$10.00
6 mos.	11.30	11.30	11.30
12 mos.	12.60	12.60	12.60
18 mos.	13.90	13.90	13.90
24 mos.	17.65	18.00	18.35

Department (Scratch)

	October 15/06	April 29/07	April 26/09
Asst. Bakery Mgr.	\$19.28	\$19.63	\$19.98
Baker			
Start	\$11.36	\$11.36	\$11.36
6 mos.	12.53	12.53	12.53
12 mos.	13.70	13.70	13.70
18 mos.	14.87	14.87	14.87
24 mos.	18.49	18.84	\$19.19
Production/Decorator			
Start	\$10.00	\$10.00	\$10.00
6 mos.	11.30	11.30	11.30
12 mos.	12.60	12.60	12.60
18 mos.	13.90	13.90	13.90
24 mos.	17.65	18.00	18.35

Bakery Department (Bake-Off)

	October 15/06	April 29/07	April 26/09
Asst. Bakery Mgr.	\$18.71	\$19.06	\$19.41
Cake Decorator			
Start	\$10.00	\$10.00	\$10.00
6 mos.	11.30	11.30	11.30
12 mos.	12.60	12.60	12.60
18 mos.	13.90	13.90	13.90
24 mos.	17.65	18.00	18.35

All Active full time employees on the payroll as of October 15, 2006 shall receive a lump sum payment of \$3000.

Effective April 27, 2008: Active full time employees on the payroll as of October 15, 2006 shall receive a lump sum payment of \$1500.

Lump sum payments will be made within 2 weeks from the dates outlined above.

Employees will have the option of transferring their lump sum payment into the Company sponsored RRSP program provided they are eligible to do so in accordance with CCRA rules. The Company will make available to employees following ratification of the agreement appropriate forms to be completed to request this option.

It is understood that an employee who is absent from work due to illness, accident or approved leave shall receive the lump sum or wage increase outlined above provided they are cleared to return to work before the next lump sum payment/wage increase date outlined above.

PART-TIME

The following shall be the minimum part-time rates of pay:

FOOD

Part-time Employees Hired Prior To November 20, 1994

	Current Progression	October 15/06	April 29/07	April 26/09
Hourly rate	\$12.54	\$12.54	\$12.79	\$13.04

Part-time Employees Hired After November 20, 1994

Hourly Rate	Current Progression	October 15/06	April 29/07	April 26/09
0 - 300 hrs	\$7.75	\$8.50	\$8.50	\$8.50
301 - 650 hrs	7.75	8.65	8.65	8.65
651 - 1300 hrs	7.75	8.80	8.80	8.80
1301 - 1950 hrs	7.75	8.95	8.95	8.95
1951 - 2600 hrs	7.75	9.10	9.10	9.10
2601 - 3250 hrs	8.00	9.25	9.25	9.25
3251 - 3900 hrs	8.25	9.40	9.40	9.40
3901 - 4550 hrs	8.50	9.55	9.55	9.55
4551 - 5200 hrs	8.75	9.70	9.70	9.70
5201 - 5850 hrs	9.00	9.85	9.85	9.85
5851 - 6500 hrs	9.25	10.00	10.00	10.00
+6501 hrs	12.09	12.09	12.34	12.59

DSTM/GM

Hourly Rate	Current Progression	October 15/06	April 29/07	April 26/09
0 - 500 hrs	\$7.75	\$8.50	\$8.50	\$8.50
501 - 1250 hrs	7.75	8.65	8.65	8.65
1251 - 2000 hrs	7.75	8.80	8.80	8.80
2001 - 2750 hrs	7.75	8.95	8.95	8.95
2751 - 3500 hrs	7.90	9.10	9.10	9.10
3501 - 4250 hrs	8.10	9.25	9.25	9.25
4251 - 5000 hrs	8.30	9.40	9.40	9.40
5001 - 5750 hrs	8.50	9.55	9.55	9.55
5751 - 6500 hrs	8.80	9.70	9.70	9.70
6501 - 7250 hrs	9.10	9.85	9.85	9.85
7251 - 8000 hrs	9.40	10.00	10.25	10.50

All part-time employees will slot into the wage scales outlined above based on the number of hours worked the Sunday after the date of ratification and they shall progress from that point based on hours worked. Employees will be deemed to have the hours worked which correspond to their rate of pay for the purpose of slotting into the wage progression.

The following shall be the minimum rates of pay for part-time Bakers:

Hourly Rate	October 15/06	April 29/07	April 26/09
0 - 300 hrs	\$8.50	\$8.50	\$8.50
301 - 650 hrs	8.65	8.65	8.65
651 - 1300 hrs	9.00	9.00	9.00
1301 - 1950 hrs	9.50	9.50	9.50
1951 - 2600 hrs	10.00	10.00	10.00
2601 - 3250 hrs	10.50	10.50	10.50
3251 - 3900 hrs	11.00	11.00	11.00
3901 - 4550 hrs	11.50	11.50	11.50
4551 - 5200 hrs	12.00	12.00	12.00
5201 - 5850 hrs	12.50	12.50	12.50
5851 - 6500 hrs	13.00	13.00	13.00
+6501 hrs	15.40	15.65	15.90

The following shall be the minimum rates of pay for part-time Meat Cutters:

Hourly Rate	October 15/06	April 29/07	April 26/09
0 - 300 hrs	\$8.50	\$8.50	\$8.50
301 - 650 hrs	8.65	8.65	8.65
651 - 1300 hrs	9.40	9.40	9.40
1301 - 1950 hrs	10.10	10.10	10.10
1951 - 2600 hrs	10.80	10.80	10.80
2601 - 3250 hrs	11.50	11.50	11.50
3251 - 3900 hrs	12.20	12.20	12.20
3901 - 4550 hrs	12.90	12.90	12.90
4551 - 5200 hrs	13.60	13.60	13.60
5201 - 5850 hrs	14.30	14.30	14.30
5851 - 6500 hrs	15.00	15.00	15.00
+6501 hrs	17.40	17.65	17.90

For active employees on the payroll as of October 15, 2006

- a) October 15, 2006 the following shall occur:

Those who have more than ten years of service and worked 500 hours in previous calendar year shall receive a \$2,000 lump sum payment. If the employee has worked less than 500 hours will receive a \$1,500 lump sum payment.

Those who have more than five years, but less than ten years of service as of the above date shall receive a \$1500 lump sum payment.

Those who have more than one year, but less than 5 years of service as of the above date shall receive a \$750 lump sum payment.

Those who have less than one year of service as of the above date shall receive a \$100 lump sum payment.

- b) April 29, 2007 part time employees in the progression shall receive a 25 cent per hour wage increase. Employees in the progression must work the required hours in order to advance on the wage progression. The 25 cent per hour wage increase for end rated employees is reflected in the wage table.

- c) April 27, 2008 the following shall occur:

Those who have more than ten years of service and worked 500 hours in previous calendar year shall receive a \$750 lump sum payment. If the employee Those who have more than five years, but less than ten years of service as of the above date shall receive a \$500 lump sum payment.

Those who have more than one year, but less than 5 years of service as of the above date shall receive a \$250 lump sum payment.

Those who have less than one year of service as of the above date shall receive a \$100 lump sum payment.

- d) April 26, 2009 part time employees in the progression shall receive a 25 cent per hour wage increase. Employees in the progression must work the required hours in order to advance on the wage progression. The 25 cent per hour wage increase for end rated employees is reflected in the wage table.

Lump sum payments will be made within 2 weeks from the dates outlined above.

Employees will have the option of transferring their lump sum payment into the Company sponsored RRSP program provided they are eligible to do so in accordance with C CRA rules. The Company will make available to employees following ratification of the agreement appropriate forms to be completed to request this option.

It is understood that an employee who is absent from work due to illness, accident or approved leave shall receive the lump sum or wage increase outlined above provided they are cleared to return to work before the next lump sum payment/wage increase date outlined above.

Benefits

Existing eligible full-time conventional employees who convert to RCSS/Great Canadian Food Store will maintain their retiree benefits. It is understood that those full-time employees who have already converted to an RCSS location will now be eligible for the retiree benefits when they retire. These eligible employees who continue to work full-time beyond age 65 will revert to the Company retiree benefits. Benefits will cease for their spouse and dependents when the employee turns 65.

Part-time employees who are eligible for dependent drug coverage at Loblaws and convert to RCSS/Great Canadian Food Store will be grandfathered for dependent drug coverage provided they meet the hours qualifier at RCSS/Great Canadian Food Store. The Company will look at affected employees in stores which have converted to RCSS and those individuals who qualified in conventional at the time of conversion shall be granted dependent coverage from the date of ratification. Ongoing eligibility will be based on meeting the hours qualifier.

Existing RCSS/Great Canadian Food Store part-time employees will be covered for dependent drug coverage provided they meet the qualifiers.

Letter of Understanding re: Remote or Hardship Locations - The Company and the Union will meet to deal with these locations on a store by store basis.

LETTER OF UNDERSTANDING #30 (of the Zehrs Local 175 agreement)

October 25, 2006

Mr. Wayne Hanley, President
United Food and Commercial Workers Union
Local 175
2200 Argentia Road
Mississauga, ON L5N 2K7

Dear Mr. Hanley:

All employees affected by the opening of a Real Canadian Superstore (RCSS) and a related closure of a conventional store will have the following 4 options in addition to their bumping rights under the terms of the conventional store collective agreement.

Option #1- Transfer to Real Canadian Superstore

A full time employee who transfers to Real Canadian Superstore will receive a payment of 3 weeks pay per year of completed service as of the date of transfer to a maximum of \$75,000. No full time employee will receive less than \$10,000.00.

A part time employee who transfers to Real Canadian Superstore shall receive a payment of 3 weeks pay per year of completed service as of the date of transfer to a maximum of \$15,000. A part time employee with less than 1 year of service as of the date of transfer will receive no less than \$500. A part time employee with 1 year or more of service as of the date of transfer will receive no less than \$1,000.

An employee who transfers will slot into the applicable Real Canadian Superstore wage progression based on their current rate of pay. The employee will slot into the next higher rate of pay and be deemed to have the corresponding hours for wage progression purposes. For example an employee earning \$9.55 per hour would move to \$9.70 per hour and be deemed to have 4551 hours for wage progression purposes and progress from that point. If their current rate of pay is in excess of the end rate of the Real Canadian Superstore wage progression, they will slot into the end rate of RCSS wage progression.

It is understood and agreed that any employee who transfers for any reason to Real Canadian Superstore shall not be able to return to a conventional store, regardless of any other provision in the collective agreement. However, when electing the option to transfer to Real Canadian Superstore, an employee may choose to do so on a trial basis. Such an employee will retain the options of returning to the conventional store agreement, electing to take a Buy-out (Option # 2, below) or electing to take the Early Retirement Offer if eligible (Option # 4, below) for 6 months from the date of transfer. The amount of their transfer package, buy-out or Early Retirement Offer, as the case may be, will be calculated as of the date of the transfer to the Real Canadian Superstore. The employee will not receive that amount until they advise the employer in writing that they are electing to abandon the right to return to a conventional store, accept the buy-out option or accept the Early Retirement Offer, as the case may be. An employee who does not make an election in writing prior to the end of the six month period shall be deemed to have elected to abandon the right to return to a conventional store and will receive the amount of their transfer package. An employee who decides to return to a conventional store within the six month period will be absorbed in a conventional store at their former rate of pay and position or the employee may elect to exercise their bump. The Employer determines into which store to absorb a full time and/or a part time employee.

Supplementary Transfer Right for Department Manager

Employees whose transfer option was to a non-union position (i.e. a Department Manager position) may choose to move into a lower classification within their Department in Real Canadian Superstore if the employee has the seniority and if a position exists.

Any employee who transfers to a Real Canadian Superstore from a Zehrs Markets Limited store

(Loblaws Supermarkets Limited Store) shall maintain their bargaining unit seniority date, company service date, pension plan and personal assurance of employment where applicable. All other terms and conditions of employment shall be governed by Appendices "A" and "B" and Letters of Understanding Nos. 3, 7,8,14,17,26,28 through 34,36 and 38 through 44.

The benefits of employees who accept the transfer to Real Canadian Superstore (RCSS) will be the benefits provided for in the RCSS appendix "C". Employees who currently qualify for benefits under the conventional store agreement, will not have to re-qualify for the related benefits provided for in the RCSS appendix regardless of the qualifiers. For those employees who would become eligible in the calendar year 2003, they will only be required to complete the balance of the hours/months that they would have required to be eligible for the conventional store agreement benefits. Once they have completed the balance of those hours/months, they will qualify for the benefits provided for in RCSS appendix "C".

Option #2- Buy-out

A full time employee who wishes to sever their employment will receive a payment of 4 weeks pay per year of completed service as of the date of transfer to a maximum of \$75,000. No full time employee will receive less than \$10,000.00.

A part time employee who wishes to sever their employment shall receive a payment of 4 weeks pay per year of completed service as of the date of transfer to a maximum of \$15,000. A part time employee with less than 1 year of service as of the date of transfer will receive no less than \$500. A part time employee with 1 year or more of service as of the date of transfer will receive no less than \$1,000.

Option #3- Supplementary Bumping Rights

An employee may elect to exercise whatever bumping rights they have under the terms of the conventional store agreement. Such employees will have the following supplementary bumping rights.

- i) If the employee has no bump to a conventional store within 40 kilometres of their current store, and there is one or more conventional stores within 40 kilometres of their store, the Employer will offer to absorb the employee at one of those conventional stores in their same position and rate of pay. No full time employee shall be laid off as a result of the absorption of such an employee.
- ii) If the employee elects to bump into a conventional store which is more than 40 kilometres away and the travel distance from the employee's home store is greater than that currently traveled by the employee, the employee will be given a relocation assistance. The amount of the relocation assistance is outlined below:

Home Owner to Home Owner	- \$15,000
Home Owner to Renter	- \$12,500
Renter to Home Owner	- \$ 7,500
Renter to Renter	- \$ 5,000

An employee will be reimbursed for eligible expenses up to these maximum amounts.

These amounts may be applied to one of the following choices:

Choice A

Royal LePage Relocation Services (RLRS)- the package includes negotiated pricing on relocation services, relocation and expense/taxation counselling and real estate sales help. Further details are available from the Employer's relocation group.

Choice B

Expense reimbursement through the LCE Employee Services- the same relocation allotment is available to employees as with Option A. Employees can use the allotment to recover costs associated with their relocation expenses through providers of their choice. As with the RLRS agreement, discounted prices will be available through providers with whom Loblaw Companies has a negotiated corporate rate.

Note: Employees who elect to list with a realtor other than Royal LePage and still want to obtain taxation advice and other services under the RLRS agreement may do so, but will be required to complete a referral agreement with RLRS which states that a referral fee will be paid to RLRS. Copies of this agreement may be obtained from RLRS.

Option #4 - Early Retirement Offer

The Employer will make an early retirement offer to all employee affected by the opening of an RCSS store and a related closure of a conventional store. To be eligible for the early retirement offer an employee must be 55 years of age as of the date they are affected. The early retirement offer will be based on 4 weeks pay per year of completed service as of their date of retirement, to a maximum of \$75,000 for full time and \$15,000 for part time or the equivalent of salary continuation until age 65, whichever is the lesser. An employee who elects to retire will receive the applicable pension and benefits in accordance with and subject to the terms of the pension and benefit plans. The Company reserves the right to manage the timing of employees departure date, provided there is no prejudice to an employee's pension entitlement.

Full time employees who wish to retire and work part time may do so at a conventional store or RCSS, and slot into applicable the end rate of pay for part time. They will not be eligible for future full time employment and will not be eligible for any additional pension entitlement by virtue of that part time employment.

General

Where an employee is absorbed in a store and this results in a part time employee(s) being scheduled for no hours for a four (4) consecutive week period, they will be offered the option to transfer to Real Canadian Superstore which triggered the absorption and be given the transfer package outlined above in Option # 1 or they may elect to exercise their bump under the conventional store agreement. The employer will also canvass, by Department, by seniority (in the Department in which the effected employee was absorbed) those part time employees who wish to transfer to Real Canadian Superstore which triggered the absorption and they will be given the transfer package outlined above in option # 1.

Any employee who is bumped by an affected employee shall have the options outlined in Options 1, 2, 3 and 4 (where applicable) made available to them. These rights pass along with any further bumps.

Employees who are absent from work due to sickness, disability, maternity leave or parental leave are eligible for Options 1, 2, 3 and 4. Such employee may elect:

- i) to have their Options held in abeyance pending their return to work; or
- ii) to exercise their Option at any point during their absence, subject to being cleared to return to work, where applicable.

It is understood that:

- i) any payment owing under any Option chosen by the employee shall be calculated as of the date of closure of the conventional store which triggered the Options: and
- ii) in the case of an employee who elects Option 3, the employee's home ownership/renter status shall be determined as of the date of the closure, but the employee's bump shall be

done as of the date of return to work.

It is understood that these payments referred to shall be deemed to include any payment in the nature of termination pay or severance pay required at law or by any other provision of the collective agreement and shall have statutory deductions made.

For the purpose of this letter, the calculation of a full time week's pay shall be based on thirty nine (39) hours per week times their current regular rate of pay as of the date of transfer.

For the purpose of this letter, the calculation of a parttime weeks pay shall be based on the previous 52 weeks average hours or the average of the hours in the 12 weeks, whichever is the greater.

Zehrs Markets Limited (Loblaws Supermarkets Limited) Fulltime and Parttime Transfer Options in connection with Option #1

Current Full time Position	RCSS Job Offer
Grocery Mgr (Formerly Asst. Store Mgr)	Non Union Grocery Mgr.
Grocery Mgr	Assistant Grocery Dept. Mgr
Produce Manager	Non Union Produce Mgr.
Dairy Manager	Non Union Dairy Mgr
Meat Manager	Non Union Meat Mgr.
Assistant Meat Mgr.	Assistant Meat Dept. Mgr.
Bakery Mgr.	Non Union Bakery Dept. Mgr.
Seafood Mgr	Non Union Seafood Dept Mgr
Cold Deli Mgr	Non Union Cold Deli Dept., Mgr
Hot Deli Mgr	Non Union Hot Deli Dept. Mgr
Lead Baker	Assistant Bakery Dept. Mgr.
Front End Mgr.	Non Union Customer Service Mgr.
Office Clerk	Bookkeeper
Floral Mgr.	Non Union Floral Mgr.
Receiver (Days)	Receiver
Night Crew Mgr	Non Union Night Mgr.
Grocery-Produce Clerk	Grocery-Produce Clerk
Grocery-Produce Clerk (Nights)	Grocery- Produce Clerk (Nights)
CAO Manager	Non Union CAO Manager
Baker, Baker Decorator	Baker (Scratch)
Meat Cutter	Meat Cutter
Cashier	Cashier
General Merchandise Clerk	Grocery Clerk or another Clerk position based on the employee's previous experience
HABA Clerk	Grocery Clerk or another Clerk Position based on the employee's previous experience
All other Clerks	Offered a Clerk's position in their corresponding dept. or another clerk's position based on the employee's previous experience
Pharmacy Technician	Pharmacy Assistant
Photolab Manager	Non Union Photolab Mgr
Current Part time Position	
Cashier	Cashier
All other Clerks	Offered a Clerk's position in their corresponding dept. or another clerk's position based on the employee's previous experience

Yours truly,