LABOUR AGREEMENT

Between

CORNER BROOK PULP AND PAPER LIMITED

And

UNIFOR, LOCAL 96

Effective

JUNE 1, 2009

to

MAY 31, 2014





INDEX

	SECTION	PAGE
A		
Agreement	4	4
- Parties to- General Purpose	1 2	1
- Terms of	-	67
- Signatories	-	68
Absenteeism	18	20
Accidental Death and Dismemberment	Appendix "C"	40
Apprentice Training Plan Arbitration Procedure	13 11	16 15
Auditation i roccaure		10
В		
Bargaining Unit	8	10
Bargaining Unit	Appendix "A"	37
Bereavement Leave	25	25
C		
Compressed Work Week: 12-Hour Shift Schedule	Appendix "E"	56
Contracting	6	3
D		
Dental Plan	Appendix "C"	48
Dependent Accidental Death Insurance	Appendix "C"	43
Dependent Life Insurance	Appendix "C"	42
Discipline Procedure	11	13
E		
Employee Benefits Program	Appendix "C"	40
Excess Pay	9	11
_		
F. T. J. B. J. J. B. J. J. B. J.	47	00
Failure to Report - Tour Employees Floating Holidays	17 27	20 28
Toating Holidays	21	20
G		
General Conditions	Appendix "C"	49
Grievance Procedure	11	14

	SECTION	PAGE
H Health Care Benefits Hospitalization Hours of Work - Day Employees Hours of Work - Tour Employees	Appendix "C" Appendix "C" 17 17	43 43 18 19
Insurance Coverage During Lay-Offs Interruption of Work	Appendix "C" 12	49 15
J Job Posting Jury Pay	7 30	4 34
L Lay-Offs Leave of Absence Letter of Understanding (Drive Relief Crew) Line of Progression Local Adjustments/Letters of Intent Long-Term Disability Lunch Tickets	7 7 Appendix "G" - - Appendix "C" 24	5 7 66 69 70 46 25
M Management Management Position Mechanization and Automation Membership	5 7 34 4	2 9 35 2
Normal Mill Operating Week Normal Work Week Notice of Total Mill Shutdown Notice of Planned Lay-Off	14 15 7 7	16 16 5 5
Overtime - Day Employees Overtime - Tour Employees	20 20	22 23

P	SECTION	PAGE
Penalty for Shift Changes Pension Plan Placement of Semi-Incapacitated Employees Planning and Scheduling of Crews Probationary Period Putting on Wires	16 Appendix "D" 7 16 7 21	18 52 8 17 4 23
R Recall Reporting Allowance Recall Notice Recognition Refusal to Promote Relieving Salaried Foreman	19 7 3 7 9	21 5 1 5 11
Safety Footwear Safety, Heat, and Noise Schedule of Wage Rates Seniority Seniority List Severance Pay Shift Differentials Short Term Disability Shutdown Time Statutory Holidays Statutory Holiday Operation Summer Employees Supplementary Vacations	35 35 Appendix "B" 7 7 10 9 Appendix "C" 14 26 Appendix "F" 7	36 36 38 3 7 12 11 44 17 26 64 9 33
T Temporary Employees Time for Reporting Time Off for Union Business	7 23 7	8 25 8
V Vacations Vision Care	28 Appendix "C"	28 44
W Welfare Plans Work on Sundays and Statutory Holidays Workers' Compensation	32 22 33	34 24 35

Unless otherwise specified, the changes made to the Labour Agreement which terminates May 31, 2009, as agreed by the parties, will become effective as of the date of signature after ratification by the membership.

Where the masculine gender appears, it shall also mean feminine gender.

SECTION 1 - PARTIES TO THE AGREEMENT

CORNER BROOK PULP AND PAPER LIMITED

and

UNIFOR, LOCAL 96

The parties hereto have agreed as follows:

SECTION 2 - GENERAL PURPOSE

- **2.01** The general purpose of this Agreement is in the mutual interest of the Employer and its employees to provide for the operation of the plant hereafter mentioned under methods which will further to the fullest extent possible the safety and welfare of the employee and economy of operations, quality and quantity of output, cleanliness of plant, and protection of property.
- **2.02** It is recognized by this Agreement to be the duty of the Company and the employees to cooperate fully, individually, and collectively for the advancement of said conditions.
- **2.03** The Union undertakes to cooperate with the Company in every reasonable way:
 - a) to increase production;
 - b) to reduce absenteeism.
- **2.04** It is management's right to establish all rules, regulations, and instructions that it sees fit as long as it does not conflict with the provisions of this Agreement or with the laws of Newfoundland.

SECTION 3 - RECOGNITION

- **3.01** Corner Brook Pulp and Paper Limited, Corner Brook, Newfoundland, recognizes C.E.P. **UNIFOR** Local 96 as the agency representing the bargaining unit for the purpose of collective bargaining.
- a) C.E.P. **UNIFOR** Local 96 has jurisdiction over electrical, electronics, instrumentation, radiation equipment, beepers, also P.L.C.'s and microprocessors that are associated

with mill process control equipment; the electrical and instrumentation portion of refrigeration units.

The exception to the above is the on-line cross and machine direction control equipment on the paper machines, such as the Measurex System.

- b) For training purposes the Company will maintain its present practice of having employees accompany, in as much as possible and where practical, outside specialists.
- **3.02** The Company recognizes and will deal with accredited members of the Union executives, Shop Committee and Stewards in all matters relating to grievances and interpretation of the Agreement.

SECTION 4 - MEMBERSHIP

4.01 -

- a) As a condition of employment, employees covered by this Agreement shall apply for membership in the Union within thirty (30) days. Employees shall maintain membership in good standing in the Union. The Employer will not be bound to discharge an employee on account of his eviction from the Union or otherwise refusal of his membership: however, this employee will continue to pay the equivalent of Union dues.
- b) The Company will submit to the Union concerned a list of employees on whose behalf Union dues have been deducted.
- c) Employees shall pay an assessment after working ten (10) days to the Union in whose jurisdiction they are working.
- **4.02** When the employee is hired or transferred, the Company will notify the Financial Secretary of the Union concerned within ten (10) days following the date of employment or transfer and shall indicate the occupation of the employee and the expected period of employment so that the necessary action may be taken by the Union.
- **4.03** It is agreed that the Company will not be responsible for any question of jurisdiction. The Union agrees to determine all questions of this character which may arise. Pending the determination of such questions, the Company may proceed as it sees fit, with no liability.

SECTION 5 - MANAGEMENT

- **5.01** It is within the normal function of management to set the requirements of all jobs, and to determine from time to time the number of employees it shall require.
- **5.02** The exercise by the Company of the foregoing rights shall not alter any of the provisions of this Agreement.

- **5.03** Whenever a major change is made in the plant which creates new job classifications or significantly increases the duties and/or responsibilities of existing classifications, the Company will promptly inform and discuss with the Union involved the rates of pay established for the new or changed classification and the job duties involved. After the changes have been in effect for a trial period of sixty (60) work days, the wage rates may be brought up again for discussion between the Company and the Union. If no agreement is reached as a result of such discussion, the rates established by the Company will remain in effect until the next Labour Negotiations.
- **5.04** The Company undertakes to assure the Union or Unions concerned that where changes affect crew requirements, twenty-one (21) days advance notice will be given to the Union or Unions concerned, so that they (the Union or Unions concerned) will have ample opportunity to discuss with the appropriate members of management the proposed changes.

SECTION 6 - CONTRACTING

6.01 - The Company agrees that it will not contract out maintenance and repair work which is regularly performed by employees and for which the mill is equipped and the employees are willing, available, and capable of performing by reason of their skills. The Company will notify the Union concerned of any such work to be contracted out five (5) days before such contracts are entered into except in cases of emergency. (As an example, cases of emergency are defined as situations where the Company is confronted with an unforeseeable breakdown which requires immediate attention.)

SECTION 7 - SENIORITY

7.01 - Employees shall accrue seniority in three ways – by Classification, by Department, and through total mill service – which are defined as follows.

"Classification Seniority" is defined as the employee's length of service in a particular classification as listed in **Clause 7.17**, and shall apply to lay-offs, recalls to work, permanent and relief promotions within the Bargaining Unit, the filling of vacancies and transfers.

"Department Seniority" is defined as the employee's length of service in a particular Department.

"Mill Seniority" is defined as the employee's length of service in the mill, established by continuous service since his last date of hire.

In the event that two or more employees have the same classification seniority date, the employee with the greater department seniority will be considered senior and, in the event that both classification and department seniority are the same, the employee with the greater mill seniority will be considered senior. In the event that all three dates are the same, a draw will be held to determine who is senior.

Effective April 9, 1990, the employee's position on the seniority list shall apply to lay-offs, recalls to work, permanent and relief positions within the Bargaining Unit, the filling of vacancies and transfers. The filling of vacancies and transfers are subject to the following:

When a bottom job in a line of progression is posted, an employee's first class classification seniority will determine the filling of the vacancy (not his position on the seniority list). First class classification seniority is determined from the date an employee is rated first class.

7.02 - Probationary Period

New employees shall be on probation for a period of one hundred and twenty (120) continuous days worked and, if retained in the service of the Company beyond that date, shall be considered a regular employee and shall acquire seniority back to his date of hire.

7.03 - Should a rated employee above the position of First Class with at least two (2) years experience in that position wish to return to a First Class position, the junior First Class Electrician with a year's experience in the mill as a journeyman will be required to fill this position should none of the senior employees who relieve the position or other senior journeymen want to fill the regular position. This will be done at a maximum of one (1) employee in the Electrical Department in any one year.

The employee's position on the seniority list will be determined by the date he was rated as a First Class Electrician. Should a rated shift employee with at least two (2) years' experience on shift apply for and be reassigned to a different job classification, the junior First Class Electrician with one (1) year's experience in the mill as a journeyman will be required to take this position should none of the senior employees who relieve the position or other senior journeymen want the regular shift position.

7.04 - Promotions Training Period

Promotion within a line of progression will be based on the principles of seniority as outlined in **Clause 7.01** and on the necessary qualifications to perform the work. An employee who is promoted and is capable, after a reasonable training period, of doing the work efficiently will retain that position.

7.05 -

a) Job Posting

Where a vacancy is created in the bottom job in an established line of progression or above the bottom job because an employee in the bottom job cannot progress, the Company will post a notice on all mill bulletin boards bringing such vacancy to the attention of employees who may be interested in applying for the job and give a copy of such notice to the Union concerned. The interested employee(s) must make application to the appropriate Superintendent within twenty-one (21) days of the date of posting such notice. Such applicants will be considered when filling the vacancy.

b) List of Applicants

A list of all those employees applying for jobs under **Clause 7.05 a)** above will be supplied to the Union concerned.

7.06 -With the exception of the provisions outlined in Article 7.03, an employee in a line of progression cannot refuse a temporary or permanent promotion. However, an employee handicapped because of an industrial accident or who is impaired by health problems will be eligible for exclusion on presentation of satisfactory medical evidence showing him unfit for the promotion. Such an employee shall not be considered for future promotion until such time as satisfactory medical evidence establishes that his handicap or impairment has been corrected. He will then promote behind the last man to have worked in a higher classification than his own during the time of his medical problem.

7.07 - Lay-Offs

Reduction in the work force will be accomplished by laying off the employee with the least seniority and proceeding upwards. If reductions in the work force require demotions, the employee so affected will retain his position on the seniority list. If his former job becomes open, he must return to his former job or the employee's position on the seniority list will be determined by the date of his previous rated position. Rehiring will be accomplished by recalling the most senior employee laid off.

7.08 -

a) Notice of Total Mill Shutdown

When a total mill shutdown is caused by lack of orders or lack of raw materials, at least seventy-two (72) hours advance notice will be given to the Union that employees will be laid off. Employees laid off under these circumstances will not be entitled to severance pay unless the total mill shutdown is permanent.

b) Whenever a planned layoff of regular employees becomes necessary, the management agrees to notify the Union and give them a list of names and classifications of the men to be laid off a minimum of fourteen (14) calendar days before such layoff takes place.

7.09 - Recall Notice

a) Employees recalled to work must report for work within ten (10) days of being notified of a recall or their names will be removed from the seniority lists and their employment status will be terminated.

Employees may, without prejudice, refuse a recall to work where the work in question

is estimated to be for a period of two (2) weeks or less.

- b) A lay-off will be a termination of employment. The recall rights will elapse as stipulated hereabove if the lay-off lasts without re-employment:
 - employees with less than one (1) year of Mill seniority who have completed their probationary period will remain on the recall list for a period equal to their mill seniority;
 - ii) employees with one (1) year or more of Mill seniority will remain on the recall list for a twelve (12) month period;
 - iii) employees with more than five (5) years of Mill seniority will remain on the recall list for a period of twenty-four (24) months;
 - iv) employees with more than ten (10) years of Mill seniority will remain on the recall list for a period of thirty (30) months.
- c) Subject to the terms and conditions of the Master Policy, the following apply to employees who had Fringe Benefit coverage before lay-off; for the purpose of the following paragraphs, an employee recalled shall mean an employee with seniority who is recalled to do work while he still has some recall rights as defined in **Article** 7.09 b) hereabove:
 - i) <u>Group Life Insurance</u> an employee who is laid off from the Company, and who is recalled, will be reinstated as from the date of his re-employment.
 - ii) Accidental Death and Dismemberment an employee who is laid off from the Company, and who is later recalled, is covered under this plan as from date of rehire.
 - iii) <u>Medical Plan</u> an employee who is laid off from the Company, and who is later recalled, will have his coverage effective immediately on date of rehire.
 - iv) <u>Pension Plan</u> an employee who is laid off by the Company, and who is later recalled, will commence contributions immediately.
 - v) <u>Short Term Disability</u> an employee who is laid off from the Company, and who is later recalled, will be covered for this benefit immediately on date of rehire.
 - vi) <u>Long-Term Disability</u> an employee who is laid off from the Company, and who is later recalled, will be covered immediately on date of rehire.
 - vii) <u>Dental Plan</u> an employee who is laid off from the Company, and who is recalled, will have his insurance reinstated on the date of rehire.

d) The Company will continue its present method of recalling employees; however, where the Company is unable to make contact with the employee, a registered letter will be sent to the employee's last known address.

7.10 - Seniority Lists

Seniority lists will be published and posted by the Company in January and July of each year and will show each employee's date of hire, date of entry into his present department, and date of entry into his present classification. Seniority lists will be subject to correction for a period of thirty (30) calendar days from the date of posting and errors not brought to the Company's attention during that period will not be considered and the lists will stand as corrected except that such errors may be corrected on any subsequent list. The Union will be supplied with a copy in addition to those posted throughout the department.

7.11 - Termination of Seniority and Continuous Service

Seniority shall be lost and termination of employment shall occur for the following reasons:

- 1) failing to comply with a recall notice;
- 2) voluntarily leaving the Company;
- 3) discharge for just cause;
- 4) retirement;
- 5) exhaustion of recall rights.

7.12 - Leave of Absence

- a) The Company will give serious consideration to requests for leave of absence, without cost to the Company, as required to enable employees elected or appointed by their respective Union to attend any National or International Conference, Convention, or Courses.
- b) Any employee elected to the House of Assembly of Newfoundland or the House of Commons of Canada will be granted time off without loss of seniority. This time off will extend to one term in office.
- c) Consideration will be given to employees' requests for a leave of absence without pay in excess of thirty (30) days and up to nine (9) months duration for the purpose of upgrading their education standards and skills in applicable fields in the mill. Employees on leave of absence will not earn credits for vacation and will not be entitled to Statutory Holiday pay. Floating holidays will be determined by 27.01 b) for the agreement year in which there is a leave of absence.
 - Employees on leave of absence will be entitled to coverage under the Group Life

Insurance Plan and Hospitalization and Major Medical Plan only, for which they will be required to pay the full premium.

d) In the case of maternity leave and parental leave, the eligible employee will be granted a leave of absence in accordance with the Provincial laws.

7.13 - Time Off for Union Business

The Company agrees that Union representatives will be granted reasonable time off to attend to Union business. It is understood that the number of those employees will be kept to a minimum so as not to affect the efficiency of mill operation. However, it is understood that before a Union representative may leave his post, he will have to seek the authorization of his superintendent. The authorization will not be refused unduly.

7.14 - Placement of Semi-Incapacitated Employees

An employee with two (2) years or more of continuous service and who is no longer able to do his regular work may be transferred to work more suitable to his abilities within the jurisdiction of his Union as may be agreed between the Company and the Union, or Unions concerned. However, such transfers for the accommodation of such semi-incapacitated employees will be made only on the basis of no additional and/or increased cost to the Company. Job seniority rights of affected individuals may be waived to accommodate the placement of such semi-incapacitated employees.

7.15 - During reduction in the work force, journeymen will not be laid off while apprentices in the trade affected remain employed. In cases of lay-offs, apprentices and helpers will not be hired while tradesmen in the trades affected are on lay-off status and still have recall rights.

7.16 -

a) The Company may hire from time to time temporary qualified tradesmen to work for the purpose of performing specific and predetermined modernization and construction work. Such employees will pay Union Dues in accordance with Article 4.01 and will not accrue seniority. Effective January 1, 1999, a temporary employee who has worked one hundred and twenty-days in each of three (3) consecutive years will be assigned to a ranking list for the purpose of lay-off and recall within the "Capital Projects Crew". When laid off, a ranked temporary employee will remain on the ranking list for one (1) year.

Temporary employees will be entitled to the wages established for the work performed and to all other applicable provisions of the Collective Agreement with the exception of Welfare Plans except for what is provided for in Appendix "C". Temporary employees will have the right to the grievance procedure except for cases of promotion, demotion, lay-off or termination of employment (promotion and demotion only for ranked temporary employees). The Union will be given a forty-eight (48) hour notice when temporary employees are to be laid off.

- b) Individuals hired during the summer months for vacation relief purposes will not accrue seniority. Employees hired for this purpose will be designated in a special category and, after working ten (10) days, shall pay an assessment to the Union in whose jurisdiction they are working equivalent to the amount of the Union dues currently paid by other employees. Such employees will be entitled to the wages established for the work performed and to all applicable provisions of the collective agreement with the exception of all Welfare Plans and Pension Plan. These employees will have the right to the Grievance Procedure except for cases of promotion and demotion, lay-off, or termination of employment.
- c) Individuals hired in the summer months for vacation relief purposes will be terminated by October 31 of the same year.
- d) The Company will remit once monthly to the Union concerned the amounts collected in application of subparagraph b) hereinabove.
 - Student workers will not be required to join the Union in whose jurisdiction they are employed but will be required to pay an assessment equivalent to the monthly dues of the appropriate Union. Student workers will not accrue seniority nor be entitled to any of the provisions of the Collective Agreement.
- **7.17** For purposes of Classification Seniority as defined in **Clause 7.01**, employees within the jurisdiction of C.E.P., Local 96, will be classified as Electrician and Instrument Mechanic.
- **7.18** For purposes of Department Seniority, departments within C.E.P., Local 96's jurisdiction will be defined as Electrical and Instrumentation.

7.19 - Management Position

A member of the Bargaining Unit promoted to a regular non-Union position will forfeit all seniority rights accrued under this Agreement after six (6) months from the date he was appointed to the regular non-Union position. Employees returning to the Bargaining Unit within the period of six (6) months will have to reimburse his Union dues unpaid as of the date he left the Bargaining Unit.

7.20 - On mill shutdowns, if required, work will be assigned to employees on the basis of classification seniority provided the employee is qualified and capable of doing the work.

7.21 -

a) Should an employee be transferred from any Local to Local 96 after January 1, 1999, his seniority for purposes of promotion, demotion, lay-off and recall with Local 96 will begin as of the date of his transfer into Local 96. On so doing, he forfeits his seniority in his former Local.

b) The Company will consider laid-off employees from a C.E.P. Mill Local for temporary vacancies in another Local.

SECTION 8 - BARGAINING UNIT

8.01 - This Agreement shall apply to and cover:

Job occupations stated in the certification order of the Newfoundland Labour Relations Board on August 6, 1958, and as amended on July 18, 1969, and further amended May 21, 1975, certifying a bargaining unit for the International Brotherhood of Electrical Workers, Local 404, (Appendix "A" of this Agreement) and subsequently changed to Communications, Energy and Paperworkers Union of Canada, Local 96, and registered with the Newfoundland Labour Relations Board on August 10, 1993.

8.02 - This Agreement shall not apply to nor cover the following salaried staff:

Superintendents, Assistant Superintendents, Foremen, Assistant Foremen, Non-Union Office Force, Engineering Staff, Technical Control Staff, and Relief Foremen; these are considered as part of the management under this Agreement. Hourly paid Sub-Foremen are considered part of this Agreement.

- **8.03** It is Company Policy that it is the function of management personnel to manage. Therefore, all jobs within the Union's jurisdiction will be performed by Union members; however, supervisory personnel may perform any work necessary for the resumption of normal production in the following cases:
- a) for training or demonstration purposes;
- b) for emergencies or to avoid machinery breakdown or an accident.

SECTION 9 - WAGES

9.01 - A copy of the Company's existing wage rates is attached (Appendix "B") and the same shall remain in effect throughout the life of this Agreement.

9.02 - Rates of Pay

Each day employee and each tour employee will be paid for the number of hours worked at the rate which is established for the occupation, except that such extra time and overtime allowances as are provided in this Agreement shall be paid in each case where work is done under conditions named.

9.03 -

a) An employee temporarily assigned to a lower rated job than the employee's regular job shall receive the rate of pay for his regular job when such assignments are made for

the convenience of the Company.

- b) Except for employees who are receiving training, an employee assigned to a higher rated job than the employee's regular job shall receive the higher rate for the duration of the job with a minimum of one (1) hour, when such assignments are made for the convenience of the Company.
- **9.04** An employee assigned to a lower rated job than his regular job shall be paid the established rate of pay for the job, when such assignments are made for the convenience of the employee.

9.05 - Excess Pay

In the event that an employee is required to work on a job which has been determined by management as a regular position, and receives excess pay, the period for which he is to receive excess pay shall not exceed thirty (30) days, after which an official Change of Rate Notice must be recorded in the employee's folder in the Industrial Relations Department.

When regular promotions take place, copies of Change of Rate Notices will be forwarded to the local Union.

An employee relieving for vacation, sickness, accident, work of a temporary nature will not be governed by the conditions of this article with the exception of the excess pay which he will receive as long as he works in the higher paid job.

9.06 - Exemptions

Employees who are temporarily absent from work due to illness or accident shall be entitled to resume the position that their seniority entitles them to when they return to work.

9.07 - Shift Differentials

- a) The Company will pay a shift differential of fifty (50) cents per hour on the 4-12 shift and seventy (70) cents per hour on the 12-8 shift. Shift differential shall apply only to employees working on shift jobs which are on a rotating basis and to employees working on jobs whose regular scheduled hours of work fall completely between the hours of 4:00 pm and 8:00 am. The shift differential shall not enter into the calculation of payment for Statutory Holidays, Floating Holidays, Vacation Pay, Sick Leave Pay, or Overtime Pay.
- b) A day worker whose schedule requires him to work 4-12, 12-8, or 8:00 pm to 8:00 am shifts will receive the appropriate shift differential for hours worked.
- **9.08** If an hourly paid employee is requested to relieve a salaried foreman, he will be paid a rate that is seventy-five (75) cents an hour over the highest rate supervised.

SECTION 10 - SEVERANCE PAY

10.01 - All regular employees who are employed on jobs within the Union's jurisdiction and who have one year or more of continuous service will be eligible for severance pay when laid off by Company action because there is no work available to which their seniority entitles them. Severance pay provisions apply to regular employees only; they do not apply to casual employees, temporary employees, students, apprentices, or any other similar category of employees.

10.02 - Permanent lay-off

In the event of a permanent paper machine, department or mill closure, the maximum amount of severance pay that will be paid is three percent (3%) of the employee's total earnings for the last full period of continuous service as follows:

- One-half of the severance pay due will be paid after the employee has been laid off six (6) consecutive weeks.
- The second half of the severance pay due will be paid after the employee has been laid off six (6) consecutive months.

10.03 - Lay-off

- a) A laid-off employee entitled to severance pay will be paid two percent (2%) of his total earnings for the last full period of continuous service:
 - One-half of the severance pay due will be paid after the employee has been laid off six (6) consecutive weeks.
 - The second half of the severance pay due will be paid after the employee has been laid off six (6) consecutive months.
- b) Lay-off 12 consecutive months
 If the duration of a lay-off exceeds twelve (12) consecutive months, one percent (1%) of the employee's total earnings for the last full period of continuous service will be paid in addition to the provisions of **Clause 10.03 a**).
- **10.04** The total amount of severance pay that an employee may receive will not exceed three percent (3%) of the employee's total earnings for the last full period of continuous service, for any reason, for any time.

Note: In the application of **Clauses 10.02, 10.03 and 10.04**, if an employee refuses an offer of recall as provided in **Clause 7.09**, the employee will lose his remaining severance pay entitlement.

10.05 - An employee laid off has the option of receiving his severance pay as presently

provided above, or of receiving, in lieu of the present lump sum payment after six (6) weeks and six (6) months, severance pay in weekly instalments equivalent to the maximum earnings the Unemployment Insurance Law allows without reduction of the employee's U.I.C. benefit. Such weekly instalments will be paid commencing with the sixth (6th) consecutive week of layoff until the earlier of:

a) exhaustion of U.I.C. benefits, in which case the employee will receive in a lump sum any severance pay he still has to his credit. If an employee's U.I.C. benefits are exhausted and the employee has not been laid off six (6) consecutive months, he will be paid the remaining portion, if any, of his six (6) weeks entitlement. The balance of his severance pay entitlement will be paid after six (6) consecutive months of lay-off;

or

b) exhaustion of his six (6) weeks severance pay entitlement in which case weekly payments will cease until he becomes eligible to receive his six (6) months entitlement. Then payments will begin again until his total severance pay entitlement is used up;

or

c) refusal of an offer of recall, as provided in **Clause 7.09**, in which case the employee will lose his remaining severance pay entitlement;

or

d) twelve (12) months have elapsed since the initial date of lay-off in which case the employee will receive in a lump sum any severance pay he still has to his credit.

10.06 - An employee's recall rights will not be affected in any manner because of the payment of severance pay. However if the employee is recalled after having only received part of the severance pay due to him, he will, upon his return to work, retain the right to the unpaid portion. He will, as of the date of his return, start accumulating a new period of time which will, in addition to the unpaid portion, be credited toward any future lay-off.

SECTION 11 - DISCIPLINE, GRIEVANCE, AND ARBITRATION PROCEDURE

11.01 -

- a) Whenever an employee is called in by his supervisor for reprimand, he may request the presence of one (1) Union representative.
- b) The Company shall provide the employee and the Union with a copy of any written warning affecting the employee. The record of any disciplinary action for offences other than absenteeism shall not be used against an employee after twenty-four (24) months have elapsed since the date of disciplinary action and provided no similar offence has occurred during the twenty-four (24) month period.

Grievance

- **11.02** It is recognized to be to the mutual advantage of all parties to this Agreement to settle grievances as promptly as possible and at the earliest possible step in the procedure outlined below.
- **11.03** While the following grievance procedure is intended to apply to matters arising out of the application of this Agreement, nothing herein shall limit the right of any employee to discuss any matter with the appropriate official of the Company.
- **11.04** Where the subject of a grievance is discharge, the grievance will commence at Step 3.
- **11.05** The Union will furnish the Company with a list of Union representatives for each department and/or a list of the members of its Grievance Committee of not more than three (3) members.
- **11.06** Prompt notice will be given of any change in stewards or Grievance Committee members.

11.07 -

- a) The parties agree to follow each of the steps outlined hereafter in the processing of grievances; and if in any step the Company's representative fails to give his written answer within the time limit set forth, the union Committee may appeal the grievance to the next step.
- b) Union or policy grievances and Company grievances will commence at Step 3.
- **11.08** Grievances arising in any department will be dealt with in the following manner:

Step 1:

The aggrieved employee will, as promptly as possible and in no case longer than thirty (30) days from the date of the incident, submit in writing a grievance setting forth the facts of the case with his immediate superior who will, within five (5) days, give his decision thereon. The grievance must be properly signed by the aggrieved employee and his authorized Union Representative. As per **Clause 11.04**, grievances involving the discharge of an employee will be submitted at Step 3, in writing, and in no case later than fourteen (14) days from the date the aggrieved employee was discharged.

Step 2:

If the grievance cannot be settled at Step 1, it may be referred in writing to the Department Superintendent within five (5) days from the expiration of the delay to answer at Step 1. The

Department Superintendent will, within five (5) days, give his decision thereon. The Company agrees to present its answer in writing at the second and succeeding steps.

Step 3:

If the grievance is not settled at Step 2, it may be referred in writing to the Modernization and Services Manager or his representative no later than five (5) days from the expiration of the delay to answer at Step 2. Failing to reach an agreement at Step 3 within ten (10) days, the Union committee or the Company, as the case may be, shall have the right to refer the grievance to arbitration in accordance with the following procedure.

Arbitration

- **11.09** Where a difference arises between the parties to or the persons bound by this Agreement or on whose behalf it has been entered into and where that difference arises out of the interpretation, application, administration, or alleged violation of this Agreement, including any question as to whether a matter is arbitrable, one of the parties may, after exhausting any grievance procedure established by this Agreement but not later than twenty (20) days following the expiration of the delay to answer mentioned in Step 3, notify the other party in writing of its desire to submit the difference or allegation to arbitration.
- 11.10 If the parties fail to agree upon the naming of an arbitrator within the period of twenty (20) days after reception of the notice of arbitration, the Minister of Labour of Newfoundland shall, on the request of either party, name an arbitrator. The arbitrator named under this provision shall hear relevant evidence adduced relating to the difference or allegation and argument thereon by the parties or counsel on behalf of either or both of them and make a decision on the difference or allegation, and the decision shall be final and binding upon the parties and upon any person on whose behalf this Agreement was made.

An arbitrator may modify a Company's decision on the disciplinary action taken against an employee provided it does not change any provisions of the Agreement or add to the Agreement.

- **11.11** The parties shall pay equally the remuneration and expenses of the arbitrator.
- 11.12 The arbitrator will give a decision in writing within thirty (30) calendar days.
- **11.13** The time limits provided for in this section may, at any stage, be extended in writing, by mutual agreement.
- 11.14 If both parties agree, a process of expedited arbitration can be used and the decision will be final and binding upon the parties and upon any person on whose behalf this agreement was made

SECTION 12 - INTERRUPTION OF WORK

12.01 - It is agreed that there shall be no strikes, walkouts, lockouts, or other similar interruptions of work during the period of this Agreement.

SECTION 13 - ACCEPTANCE OF APPRENTICE TRAINING PLAN

- **13.01** The Company and the Union recognize the value of the Apprentice Training Plan and will cooperate in solving any problems which may arise in the filling of jobs by trainees from the Apprentice Training Plan upon the completion of their courses, it being understood that where other employees have equal qualifications for the jobs to be filled, seniority will prevail in accordance with the terms of the Agreement.
- **13.02** Following date of ratification, this article will apply to new employees accepted in the Apprenticeship Training Plan:

Graduates of the Apprenticeship Training Plan who remain in the service of the Company will be, subject to satisfactory service, given the second class tradesman's rate for a period of six months after which the employee will receive the first class tradesman's rate. The graduate apprentice retained as a journeyperson shall have his classification seniority backdated to the date of entry in the Apprenticeship Training Plan.

With respect to seniority, apprentices will be ranked on the seniority list according to the date they obtain their interprovincial journeyperson certification (red seal).

- **13.03** The Company does not guarantee employment to apprentices upon completion of their apprenticeship. However, reasons for no such employment will be given to the Union Executive, if requested.
- **13.04** Corner Brook Pulp and Paper Limited Apprenticeship Training Program forms part of this Agreement and may only be altered or amended by mutual agreement of both parties. The Company will continue the present practice of selecting new apprentices for training under the Apprenticeship Training Program.

SECTION 14 - NORMAL MILL OPERATING WEEK

- **14.01** The mill will operate normally on a seven (7) day basis.
- **14.02** When maintenance work is being done, operating crews will assist as required by the Maintenance Department, provided that no employee covered by this Agreement is on lay-off status or a shortened work week. Any overtime required during such maintenance work will be assigned first to employees covered by this Agreement.
- **14.03** Should it become necessary to reduce or interrupt production because of unforeseeable circumstances including strike, power shortage, Acts of God, material shortages, the Company will promptly advise the Union or Unions concerned of its decision. If

the decision is to shut down the mill for short periods of time, it is understood that employees who have vacations outstanding may take their vacation allowance during the shutdown period.

14.04 - Shutdown Time

For unforeseen shutdowns of a duration of twenty-four (24) hours or less (understanding the shift in which the breakdown occurs and the two (2) shifts following), the Company will supply work to the scheduled crews and the employees will be paid at their regular rates and must perform the work assigned to them.

For scheduled total mill shutdowns or planned machine shutdowns for other reasons than normal maintenance, tour employees will be paid the remainder of the shift on which the machine or machines were shut down.

SECTION 15 - NORMAL WORK WEEK FOR EMPLOYEES

15.01 - The normal work week for hourly paid day employees shall be eight (8) hours daily, five (5) days weekly. For tour employees, the normal work week shall be eight (8) hours daily and as set forth in the agreed work schedule printed and distributed annually.

15.02 - The pay week and the work week shall be from 8:00 am Sunday to 8:00 am Sunday.

SECTION 16 - PLANNING AND SCHEDULING OF CREWS

16.01 - The planning and scheduling of the weekly work schedule for maintenance crews shall be the exclusive function of Management. Should it become necessary to depart from the weekly work schedule, the Management may do so by giving the personnel involved at least twenty-four (24) hours notice.

16.02 - The Company agrees to post all work schedules prior to 3:00 pm on Thursday, but retains the right to change the schedule prior to 3:00 pm on Friday, without penalty.

The Company also agrees that when the schedule is changed after the time limits on Friday, without the required twenty-four (24) hours notice having been given, the following penalties will be applied:

a) Shift changes involving days off.

All time worked within the twenty-four (24) hour period will be paid at time and one-half. If one of the original scheduled days off immediately follows the twenty-four (24) hour period, time and one-half will not be paid for that day.

- b) Schedule changes involving shift changes.
 - Day worker to tour worker:
 8-4 shift changed to 8-4 shift no penalty.

8-4 shift changed to 4-12 shift or 12-8 shift - time and one-half will be paid for the first shift.

- Tour workers shift change: time and one-half will be paid for the first shift.
- Work schedules referred to in 16.01, 16.02 a) and b), 1) and 2), are schedules which provide for eight (8) hours work per day in accordance with Clauses 17.01 and 17.02.
- c) Penalty for shift changes:

Day employees who are scheduled 8:00 am to 4:00 pm and whose schedule is subsequently changed to 8:00 am to 8:00 pm without twenty-four (24) hours notice will only be entitled to time and one-half for the hours worked between 4:00 pm and 8:00 pm.

Day employees who are scheduled 8:00 am to 4:00 pm and whose schedule is subsequently changed to 8:00 pm to 8:00 am will be paid time and one-half for all hours worked for the first shift after the change is made.

The Company is responsible for notifying the employee of such changes in his schedule when the employee has not the opportunity to learn of such changes from the revised posted schedule. For example, schedule change is on Friday and employee's day off is on Friday, but he returns to work on Saturday, and he then has an opportunity to see the revised schedule. In this case, the Company will not further notify the employee of such change.

- **16.03** If the Company requires an employee to work on his scheduled day or days off, the Superintendent and employee may arrange another day or days off for the employee in that week.
- **16.04** An employee may change his scheduled day or days off, shift or shifts off, with the permission of his Supervisor provided that there is no additional cost to the Company.
- **16.05** A day worker who reports for work as scheduled and who is sent home and told to report at a later time will be paid as per **Section 23**.
- **16.06** A day worker will return to work after the completion of his vacation at the normal reporting time for day workers unless otherwise notified.

SECTION 17 - HOURS OF WORK

17.01 - Day Employees

The regular schedule of hours for day employees shall be from 8:00 am to 4:00 pm. A break will take place between 10:00 am and 10:10 am. The lunch break will normally take place from 12:00 noon to 12:20 pm. However, because of operating conditions, the lunch break may take place any time between 11:30 a.m. and 1:00 pm. During these break periods, employees will not be permitted to leave the plant. When it is necessary to maintain a crew outside of these established hours, men so employed will be rated as day employees.

Day employees shall be in their respective working places to begin work at their designated starting time, and shall remain at their places of work until the designated stopping time.

Machinery shall be started promptly and not stopped before the designated stopping time. The Mill whistle will blow at 8:00 am, 12:00 noon, and 4:00 pm daily except Sunday.

It is a definite ruling that each day finishes at 8:00 am.

17.02 - Tour employees

Tour employees shall be organized into four crews (A, B, C, and D) to maintain the seven (7) day operation work schedule.

A day shall be divided into three (3) shifts of eight (8) hours each as follows:

Shift 1 - from 8:00 am to 4:00 pm

Shift 2 - from 4:00 pm to 12:00 midnight

Shift 3 - from 12:00 midnight to 8:00 am

17.03 - Shifts will rotate in sequence weekly.

17.04 - Shifts may be changed only after the approval of the immediate Supervisor has been given. Where the employee cannot contact his immediate Supervisor, he may seek approval from his Superintendent.

17.05 - When a tour begins, each tour employee is required to be in his place. At the end of a shift, no tour employee shall leave his place to wash up and dress until his mate has changed his clothes and reported to take on the responsibility of the position. If an employee is assigned additional work prior to being relieved, he will be paid time and one-half for the work performed after being relieved. If a tour employee does not report for his regular shift, his mate shall notify the Department Superintendent or Foreman. He shall then remain at his post until a substitute is secured and, if necessary, he shall work an extra shift. It is the duty of a tour employee to report for this regular shift unless he has already arranged a leave of absence. If unavoidably prevented from reporting, he shall give the Industrial Relations Department at least four (4) hours notice before his tour goes on duty. An employee on day

shift will be required to give at least one (1) hour notice before his shift begins. After office hours, such notice shall be given to the Guard on duty at the Main Gate. (Telephone Number: 634-2809)

17.06 - After a tour employee has been absent from duty, the following notice shall be given to the Industrial Relations Department previous to the tour in which he intends to resume duty.

If Industrial Relations Department personnel are not available, the security guard will be notified:

8-4 shift, not later than 4:00 pm the previous day.

4-12 shift, not later than 12:00 noon the same day.

12-8 shift, not later than 4:00 pm the same day.

If the regular tour employee fails to give the required notice of his intention to return to work and reports for work without doing so, he shall be sent off the job, without pay.

17.07 - In the event that a tour employee does not report for his regular shift or fails to relieve his mate on the change of shifts, the foreman will take steps to have a replacement secured no later than one (1) hour after the commencement of the shift.

If the regular tour employee reports to work after a replacement has been secured, he shall be sent off the job, without pay.

However, when a tour employee does report that he will be unable to relieve his mate on the change of shifts, the foreman receiving the report will not wait, but will take immediate steps to have a replacement secured. In the event that the foreman is not able to secure a replacement, the employee may, with the permission of the foreman, call in a qualified replacement who will receive the rate for the job plus any premium where applicable.

SECTION 18 - MINOR ABSENTEEISM

18.01 - Should an investigation of a case of minor absenteeism fail to disclose a *bona fide* reason, Management shall discipline the absentee as follows:

1st Case: Instruction and warning.

2nd Case: Instructions and up to three (3) days suspension.

3rd Case: Instructions and up to one (1) week's suspension.

4th Case: Discharge. (No employee will be discharged under the provisions of this Section until after the Industrial Relations Manager has reviewed the employee's complete Work History with the appropriate Union.)

With respect to the above, it is understood that should an employee have a clear record for

twelve (12) months between cases one (1) and two (2), or between two (2) and three (3), or between three (3) and four (4), his record shall be considered clear for the purpose of **Clause 18.01**.

18.02 - Doctor's certificates will not be required for employees who have been off duty for short-term illnesses of three (3) days or less. However, employees with poor attendance records may be required to provide a doctor's certificate for all absences due to illness. Doctor's certificates must be presented to the Medical Department before a "Return to Work Pass" will be issued. These passes must be presented to the employee's Supervisor for his signature.

SECTION 19 - RECALL REPORTING ALLOWANCE

19.01 -

- a) An employee recalled outside his regularly scheduled hours of work shall be paid four (4) hours' straight time pay or time and one-half for every hour worked outside his regularly scheduled hours of work, whichever is greater; straight time pay will apply when he returns to his regular work schedule.
- b) If an employee is notified before his shift or day's work ends, to report for work at a specified time, he will be paid four (4) hours' straight time pay or time and one-half, whichever is greater.
- **19.02** On breakdowns and/or during planned shutdowns, it is the Company's policy to repair the equipment and put it back in operation as quickly as possible. Employees recalled for this type of repair work will be assigned only those duties essential to putting the equipment back in operation.
- If, however, it becomes necessary to assign unrelated jobs on a recall, a four (4) hour recall premium will be paid for each unrelated job. If the breakdown involves more than one piece of equipment, only one recall premium will be paid.
- **19.03** If an employee is recalled and, upon reporting, finds that the job is cancelled, he will be paid a call.
- **19.04** A minimum guarantee of six (6) hours straight time pay or time and one-half for the hours worked, whichever is greater, will be paid when an employee is called in on his scheduled day off, or on a Sunday or a Statutory Holiday.
- **19.05** Unrelated calls will be paid to an employee who is working four (4) consecutive hours or more of scheduled overtime under the following circumstances:
- a) When an employee is assigned for one (1) hour or more from one department to another and returns to the original scheduled duties.

- b) When an employee is assigned for one (1) hour or more from one paper machine to another and returns to the original scheduled duties.
- c) When an employee is assigned for one (1) hour or more from one T.M.P. to another and returns to the original scheduled duties.
- d) When an employee is assigned work after he has completed his scheduled duties and is ready to leave.

Note: Unrelated calls will not apply to planned maintenance shutdowns of equipment or to employees required to work on their days off for the first eight (8) hours.

SECTION 20 - OVERTIME

Day Employees - Overtime

20.01 -

- a) Day employees will be allowed time and one-half for all time worked in excess of eight (8) hours daily.
- b) Should a day employee be absent for part of a shift and be required to work after 4:00 pm, he will be paid time and one-half after 4:00 pm provided his absence was for a legitimate reason.
- **20.02** A day employee who is required to work on his day or days off will be paid time and one-half except where **20.05** applies.
- **20.03** No employee shall be required to work more than sixteen (16) continuous hours in any one period, except in the case of emergency and where it is necessary to maintain paper machine production.
- **20.04** A day worker who works in excess of sixteen (16) hours on any Mill operating or maintenance day will be entitled to take the following day off and be paid eight (8) hours.

20.05 -

- a) Employees may be scheduled to work on their day or days off by their foreman and those employees who request and obtain another day or days off in that week will forego the right to time and one-half for work performed on their original day or days off.
- b) A day worker called in and who works beyond midnight, and who is scheduled to work the next day, will have equal time off at the beginning or the end of the shift the next day, with no loss of pay, for all hours worked after midnight with a minimum of one (1) hour. Should the day worker work more than six (6) hours after midnight as per

- previous conditions, he will be entitled to eight (8) hours time off with no loss of pay.
- c) When a day employee is scheduled to work 8:00 pm to 8:00 am and has not worked five (5) days in that week, he will be scheduled, if he so desires, to work the 4-12 shift on the day immediately following the completion of the last twelve (12) hour shift. The shift change will be done without penalty to the Company.
- d) When scheduled on the 4-12 shifts, if an employee works on two (2) consecutive nights, five (5) hours or more of continuous overtime on each of the two (2) nights, and further overtime is needed on the third consecutive night, the said employee has the option of working or not working that overtime providing relief is available.
- **20.06** A tour employee shall be paid at the rate of time and one-half for all time worked in excess of his normal daily hours of work with the following exceptions:
- 1) overtime worked by special arrangements between an employee and his mate with the approval of his Superintendent or, in his absence, the immediate supervisor, and where this can be accomplished without additional cost to the Company.
- 2) when requested to replace an employee for tardiness up to two (2) hours.
- **20.07** A tour employee who is required to work on his "day off" or "days off" will be paid time and one-half. However, **Clause 20.05** will also apply to tour employees.
- **20.08** A tour worker who works in excess of sixteen (16) hours on any Mill operating or maintenance day will be entitled to take the following day off and be paid eight (8) hours.
- 20.09 The Company will not be penalized because an employee relieves early.

Pyramiding of Overtime

- **20.10** Overtime shall not be pyramided nor shall more than one basis of calculating overtime be used to cover the same hours worked.
- **20.11** Where practical and within reasonable limits, overtime will be equitably distributed. A roster will be maintained by the Company in which will be recorded overtime hours worked by each employee.

SECTION 21 - PUTTING ON WIRES

21.01 - A worker engaged in changing one (1) forming fabric on a paper machine at a time other than his regular shift shall receive six (6) hours of pay at his regular rate for the first two (2) hours worked and time and one half for time worked over two (2) hours.

If a worker commences to change the fabric before his shift or day begins, he will be entitled to the pay premium mentioned above; straight time pay will apply when he returns to his

regular work schedule.

If a worker commences to change a forming fabric before his shift or day ends, he will be entitled to the premium pay mentioned above if he continues such work after his shift or day ends.

The fabric will be considered complete when the stock is secured on the wire.

21.02 - A worker engaged in changing two (2) forming fabrics on a twin wire paper machine at a time other than his regular shift shall receive nine (9) hours of pay at his regular rate for the first four (4) hours worked and time and one -half for time worked over four (4) hours.

If a worker commences to change the fabrics before his shift or day begins, he will be entitled to the pay premium mentioned above; straight time pay will apply when he returns to his regular work schedule.

If a worker commences to change the forming fabrics before his shift or day ends, he will be entitled to premium pay mentioned above if he continues such work after his shift or day ends.

The fabric will be considered complete when the stock is secured on the wire.

- **21.03** When a wire is removed for maintenance reasons or reconditioning for reuse and is installed on the wire stringing equipment or is repacked in its transporting container, the crew involved in this work will receive the same wire time as is now paid for installing a wire.
- **21.04** Where the word "wire" appears in this section it shall also be interpreted to include "fabric"

SECTION 22 - WORK ON SUNDAYS AND STATUTORY HOLIDAYS

- **22.01** Employees will be allowed time and one-half for all time worked during Sundays and during the regular shutdown periods on Statutory Holidays. Employees required to work on a Sunday, or on a Statutory Holiday on a voluntary basis, shall be paid double their straight time rate for any time worked in excess of eight (8) hours for work done on the Sunday or on the day or days of the Statutory Holiday.
- **22.02** Any employee required to work on a voluntary basis the day of a Statutory Holiday established in **Clause 26.01** may have an option:
- a) The Statutory Holiday pay to which he is entitled under **26.01** plus time and one-half for all time worked on the Statutory Holiday and no alternate day off;

or

b) Time and one-half for all time worked on the Statutory Holiday plus, in lieu of the Statutory Holiday and Statutory Holiday pay established in **Clause 26.01**, an alternate

day off to be taken on a date mutually agreed between the employee and his superintendent but no later than ninety (90) days following the Statutory Holiday, to be paid at the relevant Statutory Holiday pay to which he would have been entitled under **Clause 26.01**.

22.03 - In the event that an employee's scheduled day off coincides with a Statutory Holiday, he shall be paid the relevant Statutory Holiday pay established in **26.01** in addition to the hours worked in that week. Statutory Holiday allowances are not a part of the normal work week and time allowed for any Statutory Holiday shall not be taken into consideration for the calculation of overtime pay.

22.04 It is understood that in the scheduling of the work week in which a Statutory Holiday occurs, day employees will be scheduled so that they will be allowed four (4) days work plus pay for the Statutory Holiday. However, should the Christmas Statutory Holiday (25 and 26 of December) or the Boxing Day, New Years Day (December 26 and January 1), fall completely within the Monday to Friday period, the employees will be allowed three (3) days work, subject to the approval of the department superintendant.

22.05 - After a Statutory Holiday shutdown established in **Clause 26.01**, the sheet shall be passed from the dryer section to the stack on the paper machines not more than five (5) minutes before the scheduled starting time; however, early start-ups may be agreed to by the parties to this Agreement.

SECTION 23 - TIME FOR REPORTING

23.01 - All employees reporting for work and who, on so reporting, are advised that there is no work available for them, shall receive two (2) hours pay.

This guarantee will be cancelled if the employee has failed to notify his supervisor of a change of address or telephone number or if he has been previously notified not to report to work.

23.02 - All employees who report for work and are sent home after commencing work because of a cancellation of work shall receive a minimum of four (4) hours' pay.

SECTION 24 - LUNCH TICKETS

24.01 - An employee who is required to work more than one (1) hour immediately following his eight (8) regular hours will be provided with a lunch ticket except if due to tardiness of his mate. Another ticket will be provided for all subsequent four (4) hours of consecutive work.

A day employee who is required to work between twelve noon and twelve-twenty will be provided with a lunch ticket.

24.02 - The value of a lunch ticket will be eight dollars and twenty-five cents (\$8.75).

SECTION 25 - BEREAVEMENT LEAVE

- **25.01** The Company agrees to grant a paid leave of absence exclusive of days off for bereavement leave, subject to the following.
- **25.02** Bereavement leave pay shall be based on eight (8) hours daily at the employee's regular straight time rate. The regular straight time rate means the straight time rate of the job at which the employee would have worked had he not been on bereavement leave. The bereavement leave of absence must be taken within seven (7) calendar days of the funeral and pay will be at straight time even though one of the days of leave occurs on a Sunday.
- **25.03** Employees on annual vacation, floating holidays, weekly indemnity or workers' compensation benefits, or on scheduled days off shall not be entitled to be eavement pay.
- **25.04** Three (3) scheduled working days will be granted in the case of the death of grandfather, grandmother, father, mother, father-in-law, mother-in-law, stepfather, stepmother, stepsister, brothers or sisters, or grandchildren. (Foster parents will be interpreted as father and mother.)
- **25.05** This rule will also apply to any relative of the family living in the immediate household.
- **25.06** Five (5) scheduled working days will be granted in the case of death of husband, wife, child, adopted child, or stepchild. (Wife shall include common-law spouse as defined in the Master Policy for health coverage.)

Notwithstanding **Clause 25.03**, if the employee is on annual vacation when bereavement leave is granted, the vacation will be interrupted to allow bereavement leave. The balance of the vacation period shall be resumed immediately following the bereavement leave.

25.07 - One scheduled working day will be granted in the case of death of a brother-in-law or a sister-in-law, subject to the conditions stipulated hereabove.

SECTION 26 - STATUTORY HOLIDAYS

26.01 - Statutory Holiday pay will be given to mill employees as follows:

- New Year's Day (16 hours pay)
 Shutdown period:
 4:00 pm December 31 to
 8:00 am January 2
- 2) Labour Day (8 hours pay) Shutdown period:

8:00 am to 8:00 am

3) Christmas day (16 hours pay) Shutdown period:

4:00 pm December 24 to 8:00 am December 26

4) Boxing Day (8 hours pay) Shutdown period:

8:00 am December 26 8:00 am December 27

26.02 - Each of the above days may be changed to a more suitable day when such change is agreeable to the Union and Management.

26.03 - To be eligible for pay for a Statutory Holiday, an employee must have been on the payroll for a period of not less than thirty (30) calendar days immediately prior to the holiday in question, and must not have been absent without justifiable cause on his work day before and his work day after the Statutory Holiday. An employee who is laid off before the holiday shall not be entitled to holiday pay.

26.04 - An employee shall be absent with justifiable cause if he is:

- a) Away on vacation.
- b) Absent as a result of accident or illness.
- c) If work is not available due to curtailed operations.

26.05 - Absenteeism from work, due to sickness, non-occupational or occupational accident not exceeding a period of twelve (12) months shall not be deductible from the employee's credits for Statutory Holidays.

26.06 - Start-Up - Shutdown - Statutory Holidays

It is the Company's intention to have paper machines start up at 8:00 am after a Statutory Holiday. Therefore, the Company will schedule employees within the jurisdiction of the trades Unions for pre start-up operations.

During total shutdown of the mill for Statutory Holidays, procedures for shutdown and start-up of the mill will be carried out during the hours of the shutdown (up to a maximum of two (2) hours for shutdown and two (2) hours for start-up).

26.07 - It is agreed and understood that when work is to be done on any of the Statutory Holidays, the Union will be notified.

SECTION 27 - FLOATING HOLIDAYS

27.01 -

- a) During each agreement year, regular employees who, on the 31st of May, are on the payroll and have completed one (1) year of Mill seniority will be granted six (6) floating holidays.
- b) All other employees will be granted one (1) floating holiday after each period of eight (8) weeks of work completed within the agreement year.
- c) It is understood that regular employees who were on lay-off on May 31, will be governed by the rule contained in **Clause 27.01 b)** upon their recall.
- **27.02** A floating holiday may be taken on a Sunday at eight (8) hours straight time pay providing Sunday is a scheduled work day for the employee concerned.
- **27.03** In the cases covered by **Article 27.01 a)** only, absenteeism from work due to sickness, non-occupational or occupational accident not exceeding a period of twelve (12) months shall not be deductible from the employee's credits for Floating Holidays.
- **27.04** It is understood that Floating Holidays are in lieu of Public and/or Statutory Holidays.

SECTION 28 - VACATIONS

The following provisions will apply to vacations taken in the period June 1 to May 31 of each year.

28.01 - Schedule A

Regular employees who, on May 31, have completed one (1) year but less than four (4) years of continuous service with the Company will be entitled to vacation with pay based on the number of hours worked in the previous Agreement year in accordance with the following schedule. (Vacation year is June 1st to May 31st.) Pay for these vacations will be in accordance with the Newfoundland Labour Standards Act:

For employees working on a 40-hour 5-day week basis:

Hours Worked	Vacation Period and Pay
a) 1656 or more	10 days (80 hours pay)
b) 1469 to 1655 hours	9 days (72 hours pay)
c) 1282 to 1468 hours	8 days (64 hours pay)

d) 1094 to 1281 hours	7 days (56 hours pay)
e) 907 to 1093 hours	6 days (48 hours pay)
f) 720 to 906 hours	5 days (40 hours pay)
g) 533 to 719 hours	4 days (32 hours pay)

28.02 - Schedule B

Regular employees who, on May 31, have completed four (4) years but less than nine (9) years of continuous service with the Company will be entitled to vacation with pay based on the number of hours worked in the previous Agreement year in accordance with the following schedule.

For employees working on a 40-hour 5-day week basis:

Hours Worked	Vacation Period and Pay
a) 1656 or more hours	15 days (120 hours pay)
b) 1469 to 1655 hours	13 days (104 hours pay)
c) 1282 to 1468 hours	11 days (88 hours pay)
d) 1094 to 1281 hours	10 days (80 hours pay)
e) 907 to 1093 hours	9 days (72 hours pay)
f) 720 to 906 hours	8 days (64 hours pay)
g) 533 to 719 hours	7 days (56 hours pay)

28.03 - Schedule C

Regular employees who, on May 31, have completed nine (9) years but less than seventeen (17) years of continuous service with the Company will be entitled to vacation with pay based on the number of hours worked in the previous Agreement year in accordance with the following schedule.

For employees working on a 40- hour 5-day week basis:

Hours Worked	Vacation Period and Pay
a) 1656 or more hours	20 days (160 hours pay)
b) 1469 to 1655 hours	19 days (152 hours pay)
c) 1282 to 1468 hours	18 days (144 hours pay)
d) 1094 to 1281 hours	17 days (136 hours pay)
e) 907 to 1093 hours	16 days (128 hours pay)
f) 720 to 906 hours	15 days (120 hours pay)
g) 533 to 719 hours	14 days (112 hours pay)

28.04 - Schedule D

Regular employees who, on May 31, have completed seventeen (17) years but less than twenty-three (23) years of continuous service with the Company will be entitled to vacation with pay based on the number of hours worked in the previous Agreement year in accordance with the following schedule.

For employees working on a 40-hour 5-day week basis:

Hours Worked	Vacation Period and Pay
a) 1656 or more hours	25 days (200 hours pay)
b) 1469 to 1655 hours	24 days (192 hours pay)
c) 1282 to 1468 hours	23 days (184 hours pay)
d) 1094 to 1281 hours	22 days (176 hours pay)
e) 907 to 1093 hours	21 days (168 hours pay)
f) 720 to 906 hours	20 days (160 hours pay)
g) 533 to 719 hours	18 days (152 hours pay)

28.05 - Schedule E

Regular employees who, on May 31, have completed twenty-three (23) years or more of continuous service with the Company will be entitled to vacation with pay based on the number of hours worked in the previous Agreement year in accordance with the following

schedule.

For employees working on a 40-hour 5-day week basis:

<u>Hours Worked</u>	Vacation Period and Pay
a) 1656 or more hours	30 days (240 hours pay)
b) 1469 to 1655 hours	29 days (232 hours pay)
c) 1282 to 1468 hours	28 days (224 hours pay)
d) 1094 to 1281 hours	27 days (216 hours pay)
e) 907 to 1093 hours	26 days (208 hours pay)
f) 720 to 906 hours pay	25 days (200 hours pay)
g) 533 to 719 hours pay	23 days (184 hours pay)

28.06 - Vacation shall be so arranged by Department Superintendents that there will be no loss of production or interruption in or reduction of the efficiency of operations. The Superintendent will comply with the wishes of the employee insofar as operating conditions will permit.

Time lost through sickness, non-occupational or occupational accident not exceeding a period of twelve (12) months shall not be deductible from vacation credits.

28.07 - An approved vacation schedule will be prepared and posted by May 1 of each vacation year. The schedule will be subject to change only in case of emergency and any such change shall be made only with the approval of the employee's Superintendent.

28.08 -

- a) Vacation periods are not to be divided into shorter periods than one (1) week, seven
 (7) days. Vacation shall be commenced on Sunday of each week, unless other arrangements can be agreed between the employee and his Superintendent, so that adjustments in the scheduling of crews can be kept to a minimum.
- Notwithstanding the above, a regular employee may split two (2) weeks of vacation outside the prime vacation time into two (2) blocks (i.e. 3 days 2 days). In such a case, Clause 28.22 b) only applies and this on a pro-rata basis (i.e. four (4) hours per block).

28.09 - It will be compulsory on the part of regular employees to take vacation time off each year. Vacation not taken within the vacation year will be forfeited.

- 28.10 A normal week's vacation shall consist of seven (7) calendar days.
- **28.11** Vacation pay will be calculated on the rate applicable to the job on which the employee is regularly employed on January 1 of each year.

However, for employees who work on excess rates, the rate for vacation pay will be determined as follows:

In the qualifying year, the average of the highest rates worked during 480 hours or more will be determined on June 1 of the vacation year. Any general increase applicable on June 1 will be applied to the average rate.

- **28.12** Regular employees who, before taking vacations, resign from the Company or are dismissed for cause will be given the pay equivalent to the vacation credits which they have accumulated.
- **28.13** Continuity of years of service for vacation purposes shall not be broken for employees who, after being laid off, return to work before the expiration of recall rights.
- **28.14** Any regular employee who reverts to a casual position will be granted annual vacation under Schedules A, B, C, D, or E.
- **28.15** An employee may, at his option, take regular vacation (due him in the Agreement year in which he retires) prior to his normal retirement date or upon retirement.

Vacation credits will be paid in a lump sum payment if taken after the employee's normal retirement date. The above does not in any way affect supplementary vacations, which must be taken prior to the normal retirement date of each employee.

- 28.16 No employee will be recalled back to work during his vacation period.
- **28.17** Tour workers who are governed by a forty-two (42) hour work week schedule will be granted vacation pay on the basis of forty-two (42) hours for each week of vacation entitlement.
- **28.18** The prime vacation period will be of fourteen (14) weeks starting with the second Sunday of June of each year.

28.19 - Preference for Time off

Except where a crew has developed an arrangement to allot vacation periods, the employee with the greatest Classification Seniority will have first choice of vacation periods.

a) Where a senior employee decides to displace a more junior employee's vacation period outside prime time he may only do so two (2) weeks or more in advance of the junior employee's scheduled period.

- **28.20** Vacation allowances will be determined as of May 31 of each year. However, if an employee completes a period of four (4), nine (9), seventeen (17), or twenty-three (23) years of continuous service after May 31, he will become entitled to the additional vacation period and pay established in schedules B, C, D, or E respectively, as of the date on which he completed such a period of continuous service.
- **28.21** If an employee cancels his vacation, another employee on the same vacation schedule, in the same or lower classification, may alter or extend his vacation provided the request is approved by the Department Superintendent. This will be done on a first come, first served basis.

28.22 -

- a) Employees will receive four (4) hours' additional pay for each full week of vacation which begins between January 1 and April 30.
- In addition to the above when applicable, employees will receive **four (4)** hours' additional pay for each full week of vacation.

This bonus pay will be included in pensionable hours. The bonus pay will not be included in pensionable hours if it is a lump sum payout.

SECTION 29 - SUPPLEMENTARY VACATIONS

29.01 - In addition to normal vacation allowance, employees who have completed twenty-five (25) years of continuous service will be entitled to supplementary vacation as follows:

At age 60 and before age 61 - 1 additional week of vacation.

At age 61 and before age 62 - 2 additional weeks of vacation.

At age 62 and before age 63 - 3 additional weeks of vacation.

At age 63 and before age 64 - 4 additional weeks of vacation.

At age 64 and before age 65 - 5 additional weeks of vacation.

29.02 - This supplementary vacation is given as recognition for long service and as an aid in preparing the employee for his eventual retirement. All supplementary vacations must be scheduled and taken in the year in which they become due. No accumulation of supplementary vacation allowances will be permitted. In view of these improved and extended vacation allowances, it is essential that all employees apply, and arrange, for their vacations at least three (3) months in advance of the vacation period requested. It should be realized that choice as to the time a vacation can be taken is, in all cases, limited, since vacations must be arranged to provide for the most efficient operation of the Mill.

29.03 - Every effort will be made to allow these employees the time off for which they express a preference. Where conflicts in dates occur within a department, preference will be given to the more senior employee. To provide that as many employees as possible may enjoy vacation time during the months of June, July, August, and September, requests for vacations of more than two (2) weeks duration must first be approved by the Department Superintendent.

SECTION 30 - JURY PAY

30.01 - Any employee who presents evidence of his being called to serve as a juror or as a witness in a criminal or quasi-criminal case shall be reimbursed for eight (8) hours per day at the rate of pay he would have otherwise received.

If an employee is called for duty as in above and is scheduled to work the midnight shift immediately prior to court convening, he shall have the shift off with pay.

SECTION 31 - PENSION PLAN

Pension Plan

- **31.01** The Pension Plan, as negotiated between the parties, forms part of the Labour Agreement and the Pension Plan text will be amended in accordance with the changes described in Appendix "D".
- **31.02** The Company will meet with the Pension Plan Committee of the Joint Mill Unions as often as necessary to discuss any problems which may arise in the administration and interpretation of the Pension Plan provisions.

SECTION 32 - WELFARE PLANS

- **32.01** The Group Insurance Plans in effect under the previous Collective Agreement shall remain in force except for the modifications agreed upon during the negotiations for the renewal of the Collective Agreement ending May 31, **2009**. The Company shall revise accordingly the Group Insurance Plans made up of the following:
 - 1) Life Insurance Plan
 - 2) Accidental Death and Dismemberment Plan
 - 3) Short Term Disability
 - 4) Long-Term Disability Plan
 - 5) Dental Plan

- 6) Health Insurance Plan
- 7) Vision Care

These revised Group Insurance Plans will be maintained in force for the balance of the term of the present Collective Agreement.

In all cases, the provisions of the Revised Group Insurance Plans are set out in the Master Policies. The interpretation, application, and administration of the revised Group Insurance Plans shall be governed exclusively by the provisions of such Master Policies.

A summary of the Revised Group Insurance Plans appears in Appendix "C".

32.02 - Insurance Benefits During a Legal Strike

In the event of a legal strike, insurance benefits excluding Short Term and Long Term Disability benefits will be maintained in as much as the employees or the Union will pay the total premium upon their return to work.

Short Term and Long Term Disability benefits in force at the beginning of the strike will continue to be paid if medical evidence is produced to support the claims when required.

With the implementation of that undertaking, both parties will meet at the earliest possible moment to discuss the means through which the total protection of the Mill property and its equipment is assured and that the essential services be maintained.

SECTION 33 - WORKERS' COMPENSATION

33.01 - In cases of delays exceeding two (2) weeks in obtaining Workers' Compensation payments, the Company will, upon request, arrange to advance an amount not exceeding the Workers' Compensation payments due.

SECTION 34 - MECHANIZATION AND AUTOMATION

Procedure to be used when reducing the work force.

- **34.01** The Company recognizes its responsibility to individual employees when it becomes necessary to reduce any part of the work force. The company must, however, continue its efforts to obtain optimum productivity.
- **34.02** Employees who have exercised their rights of bumping in accordance with **Clause 7.07**, by reason of automation or mechanization, shall suffer no reduction in hourly rate of pay for a period not exceeding twelve months. When a vacancy occurs in the employee's former classification, the employee shall have reassignment rights in accordance with the seniority provisions of the Agreement.

34.03 - The Company undertakes to advise the Union as soon as possible and in any case not less than sixty (60) days before the introduction thereof, of mechanization or automation which the Company has decided to introduce and which result in lay-offs or other significant changes in the employment status of employees.

SECTION 35 - SAFETY, HEAT, AND NOISE

35.01 - The Company has noted the Union's concern with respect to safety. The existing Occupational Health and Safety Committee will continue to be involved in identifying and recommending corrective action with regard to unsafe conditions. The Company will continue to commit itself to a Safety Training Program for employees and supervisors either through outside consultant services or with its Mill Safety Group.

35.02 - Noise

Hearing protective devices will be made available to all employees and must be worn in all areas where the noise level is in excess of 85 decibels, unless, for medical reasons, a qualified doctor recommends against such practice in certain cases. The Company will maintain its past practice of providing hearing tests.

35.03 - The Joint Committee will review from time to time existing conditions of various Mill areas, and following that, will submit and discuss with Management, practical and reasonable ways of improving conditions where necessary.

35.04 - Safety Footwear

The Company will pay eighty dollars (\$90.00) per contract year towards the purchase of one (1) pair of safety footwear to all employees who have completed their probationary period. Safety footwear must be purchased through the system put in place by the Company.

Effective January 1, 2013, the amount will be increased to one hundred (\$100.00) per contract year.

35.05 - Confined Space Attendants

Confined space attendants working outside the a,b,c,d work schedule, will be scheduled for eight (8) hour shifts.

APPENDIX "A"

Bargaining Unit of the International Brotherhood of Electrical Workers, Local 404, Corner Brook, Newfoundland, as certified by an order of the Newfoundland Labour Relations Board on August 6, 1958, and as amended on July 18, 1969, and further amended on May 21, 1975. This was subsequently changed to Communications, Energy, and Paperworkers' Union of Canada, Local 96, and registered with the Newfoundland Labour Relations Board on August 10, 1993, and further amended to **UNIFOR on xxxxxx**

Charge Hands First Class Electricians Second Class Electricians **Electrician Apprentices** Electronic Technician **Sub-Station Operators** Assistants to the Sub-Station Operators Shift Maintenance Electricians **Armature Winders** P.M. Electrical Drive Operators **Grinder Room Operators** Motor Tenders Helpers **Battery Maintenance Man Instrument Mechanics** Instrument Mechanic Apprentice

It is agreed between the Company and the Union that nothing in this Agreement will be interpreted as interfering with the responsibility of the parties to fulfil their obligations under the terms of the Plan of Apprenticeship Training approved 30th March, 1965, in accordance with the Newfoundland Apprenticeship Act, R.S.N. 1970.

APPENDIX "B"

SCHEDULE OF WAGE RATES

1) Adjustment in the base wage rate:

- a. 10% reduction to wage rates (from June 1st 2008 rates), beginning the first day following ratification
- b. Introduction of a graduated wage schedule for new production employees, as outlined below:
- Employees with less than 1,500 hours worked in a given classification will receive 70% of the wage rate applicable for said classification.
- Employees having worked 1,501 and 3,000 hours in a given classification will receive 80% of the wage rate applicable for said classification.
- Employees having worked 3,001 and 4,500 hours in a given classification will receive 90% of the wage rate applicable for said classification.
- Employees with more than 4,501 hours worked in a given classification will receive 100% of the applicable wage rate for said classification.

c. Repayment of 10% wage deferral

The Company will include in the collective agreement the memorandum of agreement between Corner Brook Pulp and Paper Limited and Communications, Energy and Paperworkers Union of Canada Locals 64, 242, 96, 57N, 58, 495 and 60N dated February 5th, 2010.

2) Wage rate adjustments:

June 1st 2009= 0%

June 1st 2010= 0%

June 1st 2011= 0%

First day following ratification = 1%

June 1st 2013 = 1.5%

3) Local Joint Committee:

A joint committee will be set up to identify and support measures that must lead to a minimum of 4% labour cost reduction. The joint committee will implement measures that can include but are not limited to items listed in appendix "Additional 4% labour costs reduction – Potential items" in order to reach the labour reduction cost target.

These additional measures will be implemented no later than 90 days after date of ratification or earlier if agreed between the parties

SCI	HEDULE OF WAG	E RATES	•					
Department	EFFECTIVE DATE							
Job Classification	May 31,2009	June 1, 2013						
Electrical		-10.0%	1.0%	1.5%				
Drive Operator (on shift)	AS PE	R FULL SCHEDU	LE OF WAGE RAT	ES				
First Class Electrician	AS PER FULL SCHEDULE OF WAGE RATES							
Second Class Electrician	AS PE	R FULL SCHEDU	LE OF WAGE RAT	ES				
Experienced Helper	26.025	23.42	23.650	24.00				
Helper	25.585	23.03	23.260	23.61				
Instrument Shop								
First Class Instrument Mech.	AS PER FULL SCHEDULE OF WAGE RATES							
Second Class Instrument Mech.	AS PE	R FULL SCHEDU	LE OF WAGE RAT	ES				

FULL SCHEDULE OF WAGE RATES																		
		Drive Operator						1st Class Tradesmen				2nd Class Tradesr			smen			
Wage scale		lay 31,2009	* 1st Day Following Ratification June 1, 2013			Mav	y 31,2009	* 1st Day Following 009 Ratification June 1, 2013		May	v 31,2009	* 1st Day Following Ratification J		June	1, 2013			
Yearly adjustment		•	1%		1.50%					1%	1.5	0%		•		1%	1.	50%
* Houly rate(1)	\$	30.13	\$ 30.43	\$	30.88		\$	28.67	\$	28.96	\$	29.39	\$	25.55	\$	25.80	\$	26.19
Houly Retent. Prem.	\$	2.410	\$ 2.43	\$	2.47		\$	2.245	\$	2.27	\$	2.30	\$	1.890	\$	1.91	\$	1.94
Houly Retent. Prem.adjustment			\$ 0.62	\$	0.63				\$	0.69	\$	0.70			\$	0.60	\$	0.60
Total Hourly Rate & Retent.Premium(2) \$ 32.54 \$ 33.48		\$	33.98		\$	30.92	\$	31.92	\$	32.39	\$	27.44	\$	28.31	\$	28.73		
1- Include Flexibility rate adjusment and minus 10%																		
2- Apprentice: Retention Trade Premium value prorated according to the provision & ratio of the collective agreement (Ref.:85%; 90%; 95%)																		

	May 31,2009	1st Day Following Ratification	1st Day of Month Following Ratification	June 1, 2013
2- Apprentice Rates		-10.0%	1.0%	1.5%
First Six Months (mill base rate)	25.165	22.65	22.88	23.22
Second Twelve Months 85% Second Class Rate	25.165		24.06	24.42
Third Twelve Months 90% Second Class Rate	25.165		25.48	25.86
Fourth Twelve Months 95% Second Class Rate	26.165		26.89	27.29

Appendix "C"

SUMMARY OF EMPLOYEE BENEFITS PROGRAM

The Company agrees to modify its Employee Benefits Program and will make the following amendments to its policies/contracts. All other provisions of the master policies/contracts will remain unchanged.

Subject to the provisions of the master policies/contracts, the following modifications will come into effect on the first day of the month following ratification, unless otherwise specified, and will cover only those regular and temporary employees who are members of the bargaining units and actively at work on the effective date of these changes, as well as new regular and temporary employees who will join the bargaining units thereafter.

ELIGIBILITY

Any regular employee becomes eligible to all benefits except dental care on the first day of the month following completion of three (3) months of continuous service.

Any regular employee becomes eligible to dental care on the first day of the month following completion of one (1) year of continuous service.

Any temporary employee becomes eligible to Basic Life Insurance, Healthcare benefits and the Special Short Term Disability Program following 90 days of continuous service. When the temporary employee becomes a ranked temporary, he becomes eligible to all other benefits except Long Term Disability.

If an employee is not at work at the time he becomes eligible to insurance benefits, coverage will take effect on the day of return to active work.

A regular employee who, at the time of lay-off, was participating in the Employee Benefits Program will have his participation in the program reinstated upon recall provided that the employee is recalled to work while he still has some recall rights as defined in the collective agreement. A temporary employee (not ranked) who, at the time of termination of employment, was participating in the Employee Benefits Program will have his participation in the program reinstated on the first day of the month following rehire provided that the employee is rehired within 30 days of termination of his employment.

A ranked temporary employee who, at the time of termination of employment, was participating in the Employee Benefits Program will have his participation in the program reinstated upon return to work, as long as he is still on the ranking list upon return to work (i.e. terminated for less than one year).

Membership to the program is mandatory and applies to each type of coverage.

DEFINITION OF ELIGIBLE DEPENDENTS

Spouse: Married spouse or a person who, although not legally married to an employee, cohabits with the employee in a husband and wife relationship which has been recognized as such in the community in which they reside for at least one (1) year.

Child: An unmarried natural, adopted or stepchild of the employee or any other unmarried child for whom the employee has been appointed guardian for all purposes by a court of competent jurisdiction. A child who is age nineteen (19) or over but under age twenty-five (25) must be full-time student.

An incapacitated child will be covered beyond the maximum age provided his incapacity began before reaching the maximum age. A child is considered incapacitated if he is incapable of supporting himself due to a physical or psychiatric disorder.

Children under 15 days of age are not covered under dependent life.

1. BASIC LIFE INSURANCE

Amount of coverage: \$45,000.

The total premium shall be paid by the Company.

2. OPTIONAL LIFE INSURANCE

Amount of coverage: any multiples of \$10,000 up to a maximum of \$200,000

Optional life coverage can be modified at any time by submitting the required proof of insurability to the insurer. Modified coverage will take effect upon approval by the insurer.

The monthly premium is entirely paid by the employee. The current monthly premium rate is \$0.30/\$1,000 of coverage (\$0.29/\$1,000 effective January 1, 2011 and \$0.25/\$1,000 effective January 1, 2012). This rate is subject to annual review and adjustment.

3. ACCIDENTAL DEATH AND DISMEMBERMENT INSURANCE

Amount of coverage: \$40,000 plus optional life insurance coverage up to a

maximum amount of coverage \$140,000.

A percentage of the amount of coverage will be payable depending on the extent of the loss, as shown in the following table.

For Loss of

 Both hands or both feet 	100%
• The entire sight of both eyes	100%
 One hand and the entire sight of one eye 	100%
 One foot and the entire sight of one eye 	100%
 Speech and hearing in both ears 	100%
One arm or one leg	75%
 One hand or one foot 	66 2/3%
The entire sight of one eye	66 2/3%
 Speech or hearing in both ears 	66 2/3%
• Thumb and index finger of the same hand	33 1/3%
 Four fingers of one hand 	33 1/3%
All toes of one foot	33 1/3%
Hearing in one ear	12 1/2%

For Loss of Use of

•	Both arms or both hands	100%
•	One arm or one leg	75%
•	One hand or one foot	66 2/3%

For Total Paralysis of

•	Paraplegia	200%
•	Quadriplegia	200%
•	Hemiplegia	200%

Loss of use means the total or irrevocable loss of use during a continuous period of twelve (12) months after which the indemnity becomes payable if the loss of use is considered permanent.

The maximum payable for any one accident will not exceed the full amount of coverage.

The total premium shall be paid by the Company.

4. DEPENDENT LIFE INSURANCE

Amount of coverage:

Spouse: \$15,000 Child: \$7,500

The total premium shall be paid by the Company.

5. DEPENDENT ACCIDENTAL DEATH INSURANCE

Amount of coverage:

Spouse: \$10,000 Child: \$5,000

The total premium shall be paid by the Company.

6. HEALTH CARE BENEFITS

a) Hospitalization

No deductible

100% unlimited accommodation in a semi-private room

b) Health care benefits

Annual deductible of \$25 per person or family

100% of all drugs prescribed by a physician or dental surgeon up to June 1, 2005.

Effective June 1, 2005, Only drugs requiring a prescription will be eligible. Brand name prescription drugs will be reimbursed at 80%. For generic prescription drugs and drugs with no generic, the reimbursement will be 100%. Brand name drugs will only be reimbursed at 100% provided there is a medical justification from the treating physician for its generic equivalent not being recommended, not tolerated or cannot be administered given the medical condition of the insured participant.

80% of other eligible expenses according to the provisions of master policies/contracts such as:

- room and board in a licensed nursing home for convalescent or chronic care up to a maximum expense of \$20 per day for a maximum of 120 days per period of disability.
- ii) transportation by a licensed ground ambulance services to and from the nearest hospital.
- iii) paramedical services of licensed physiotherapist up to a maximum reimbursement of \$25 per visit and \$600 per calendar year.
- iv) paramedical services of licensed chiropractor, acupuncturist, osteopath, podiatrist and psychologist, up to a maximum reimbursement of \$25 per visit and \$400 per calendar year per type of practitioner. The yearly maximum includes reimbursement of diagnostic x-rays required by a chiropractor.
- v) trusses, braces, crutches and artificial limbs, etc.

No payments will be made under this plan for expenses incurred for routine eye examinations, eye glasses, contact lenses or hearing aids.

Lifetime maximum payable of \$1,000,000 per person covered.

c) Effective June 1, 2005, The cost of the Health Care Plan for active employees will be paid by the Company.

7. VISION CARE BENEFITS

No deductible

\$125 / 24 month for prescribed eye glasses and contact lenses \$ 30 / 24 month for eye examination performed by a licensed ophthalmologist or optometrist.

The monthly premium will be entirely paid by the Company.

8. SHORT TERM DISABILITY BENEFITS (for other than temporary employees)

- **50%** of the employees' regular earnings based on the average regular straight time hourly rate during the twelve (12) weeks preceding the onset of his disability, multiplied by eight (8) hours per day for each scheduled workday lost due to total disability (sickness and/or accident) that prevents an employee from performing his own occupation, up to a maximum of five (5) days per week, fifty-two (52) weeks for employees whose work schedule consists of forty (40) hours per week and a maximum of six (6) days per week, fifty-two (52) weeks for shift employees on the "Continuous Operation Shift Workers Schedule" (42 hours per week on average).
- **b)** Benefit shall be paid as follows:
 - i) From the first (1st) scheduled workday lost due to an accident or illness requiring hospitalization.

The same conditions apply when an employee is admitted to the hospital as an outpatient for surgery.

In such a case, the Company will provide the employee with a certificate to be completed and signed by the surgeon who completed the surgery and such certificate should be returned to the Company to be submitted to the insurer.

- ii) From the fourth (4th) day scheduled workday lost due to illness.
- iii) If a regular employee is absent from work due to sickness for more than

thirty (30) continuous calendar days, the short term disability benefit will be payable from his first (1st) scheduled work day lost. In such a case, the normal waiting period will be waived.

iv) If a regular employee becomes disabled while on vacation, the waiting period shall be absorbed completely or partially by the number of days he is disabled prior to his scheduled date of return to work provided the usual medical certificate is available.

Should an employee become eligible for short term disability benefits because of sickness or disability that occurs while on vacation, the employee may cancel full remaining weeks of vacation which were scheduled to begin after the illness or disability occurred.

v) If a regular employee receiving short term disability payments is laid off, benefits will continue to be paid for a maximum of fifteen (15) continuous weeks from the first (1st) day of layoff if his disability persists for such period.

Short term disability benefit payments will be maintained based on the rate previously paid, but on a forty (40) hour per week basis.

- vi) The short term disability benefits will be reduced by any benefits or replacement income that is payable, or would have been payable had a satisfactory request been submitted to the government, under the CPP/QPP (primary benefits only), and under any Workers' Compensation Act.
- **c)** The monthly premium will be entirely paid by the Company.

First day of the month following ratification: Weekly indemnity premium costs will be fully paid by the employee.

9. SPECIAL SHORT TERM DISABILITY BENEFITS (for temporary and ranked temporary employees)

- **50%** of the employees' regular earnings based on the average regular straight time hourly rate during the twelve (12) weeks preceding the onset of his disability, multiplied by eight (8) hours per day for each scheduled workday lost due to total disability (sickness and/or accident) that prevents an employee from performing his own occupation, up to a maximum of five (5) days per week.
- **b)** Benefits shall be paid as follows:

i) From the first (1st) scheduled workday lost due to an accident or illness requiring hospitalization.

The same conditions apply when an employee is admitted to the hospital as an outpatient for surgery.

In such a case, the Company will provide the employee with a certificate to be completed and signed by the surgeon who completed the surgery and such certificate should be returned to the Company to be submitted to the insurer.

- ii) From the seventh (7th) day scheduled workday lost due to illness.
- iii) These benefits will be payable for a period equal to the number of days worked for the period of twelve (12) months preceding his disability, with a minimum of fifteen (15) weeks and a maximum of twenty-six (26) weeks.
- iv) The short term disability benefits will be reduced by any benefits or replacement income that is payable, or would have been payable had a satisfactory request been submitted to the government, under the CPP/QPP (primary benefits only), and under any Workers' Compensation Act.
- **c)** The monthly premium will be entirely paid by the Company.

First day of the month following ratification: Weekly indemnity premium costs will be fully paid by the employee.

10. LONG TERM DISABILITY BENEFITS

If an employee is still disabled when the short term disability maximum benefit period expires, he will be entitled to long term disability benefits.

a) Definition of disability For the first period of twenty-four (24) months of long term disability, the employee will qualify if he is unable to perform the duties of his regular occupation.

After a period of twenty-four (24) months of long term disability, the employee will qualify for more long term disability benefits if he is unable to perform any and all duties of any occupation in the Mill for which he is reasonably trained, educated and experienced.

b) Amount of monthly benefits

55% of the employee's rate used to determine his short term disability benefits multiplied by 2080 hours (2184 hours for tour workers governed by the 42 hour week schedule) and divided by 12.

The maximum monthly benefit will not exceed \$2,600 per month for any new disabilities commencing on or after date of ratification.

The maximum monthly benefit will not exceed \$2,700 per month for any new disabilities commencing on or after June 1, 2007.

Monthly benefit payable will be increased with the general wage increase granted on an annual basis but under no circumstances will the monthly benefit payable exceed the maximum benefit in place at the onset of the employee's disability.

The long-term disability benefits will be reduced by any benefits or replacement income that is payable, or would have been payable had a satisfactory request been submitted to the government, under the CPP/QPP (primary benefits only), and under any Workers' Compensation Act.

c) Maximum benefit period

Benefits shall be payable until the earlier of the following occurrences

- the employee is no longer totally disabled or derives a salary or profit from his work;
- ii) the date the employee reaches age 65;
- the date on which he becomes entitled to receive unreduced early retirement benefits under the provisions of the Company's pension plan, provided the pension payable plus the bridging benefit is greater or equal to the long term disability benefit the employee is receiving on that date;
- iv) the employee is not under continuing medical care or treatment recommended by his doctor for his rehabilitation;
- v) the insurer requests, but does not receive, further proof of total disability;
- vi) the employee fails to take a physical examination and/or mental evaluation that the insurer has requested;
- vii) the date of the employee's dismissal with just cause;

- viii) the date on which he dies.
- **d)** The monthly premium is entirely paid by the Company.

11. MEDICAL CERTIFICATES

Cost of original or supplementary medical certificates required by the insurance company in connection with a short term or a long term disability claim will be reimbursed up to a maximum of \$30 provided such certificate is completed to the satisfaction of the insurer.

Cost of any supplementary medical report and/or information required by the insurance company in connection with a short term or a long term disability claim for the evaluation of a claim and this, up to a maximum of \$40 each provided such certificate is completed to the satisfaction of the insurer.

12. DENTAL CARE BENEFITS

No deductible

a) Dental fee guide

On January 1st of each year of the labour agreement, Newfoundland dental fee guide used to reimburse eligible expenses will be updated to the guide in effect one year before the date the treatment is rendered.

b) Reimbursement level

Eligible expenses under the existing dental plan, deemed necessary and incurred while the employee is covered, shall be reimbursed according to the following:

100% for basic coverage50% for major coverage50% for orthodontic coverage

c) Benefit maximum

\$1,500 / lifetime for orthodontics \$1,500 / year for all other expenses

d) Effective June 1, 2005, the employee monthly contribution will be:

\$ 5 OO	einale coverage
\$ 5.00	Sirigic coverage
\$10.00	family coverage
Ψ10.00	Tarring Goverage

Effective June 1, 2006, the employee monthly contribution will be:

\$ 6.00 single coverage \$15.00 family coverage

Effective June 1, 2008, The employee monthly contribution will be:

\$ 8.00 single coverage \$20.00 family coverage

13. GENERAL CONDITIONS

a) In view of the above improvements, the five-twelve (5/12) Employment Insurance premium reduction shall be retained by the Company.

b) Continuation of coverage

It is the employee's responsibility to request continuation of his coverage and complete the required forms before the beginning of the absence.

i) During a period of short term disability

Benefits premiums payable by an employee shall be waived if he is absent due to an illness or accident for one (1) complete calendar month.

The commencement of his disability confirmed by medical certificate shall determine the employee's eligibility to the waiver of premiums. However, if he is disabled during his vacation, the date of commencement of his disability shall be postponed to the date on which he is scheduled to return to work, provided he is still disabled after his vacation.

ii) During a period of long term disability

Employees entitled to long term disability benefits can maintain coverage for benefits other than short term and long term disability benefits by paying the entire premium. Coverage can be maintained as long as the employee is entitled to long term disability benefits.

iii) During a period of lay-off

Regular employees on lay-off will be entitled to maintain coverage for benefits other than short term and long term disability benefits by paying the entire premium. Coverage can be maintained for a period not exceeding six (6) months.

iv) During a period of maternity leave

Employees on maternity leave will be entitled to maintain coverage for benefits other than short term and long term disability benefits by paying her share of the premium. Coverage can be maintained for a period not exceeding the maternity leave period as defined in the provincial legislation.

v) During a parental leave

Employee on a parental leave will be entitled to maintain coverage for benefits other than short term and long term disability benefits by paying the entire premium. Coverage can be maintained for a period not exceeding the parental leave period as defined in the provincial legislation.

- c) Benefits after age 65 or retirement, if earlier
 - i) Death benefits
 An amount of \$10,000 will be paid to the employee/retiree's beneficiary.
 - Health Care benefits

 An employee can maintain health care benefits coverage provided he pays the entire premium.

The benefits under this coverage will be paid at 80% and the annual deductible will be \$50 per calendar year.

Active employees will contribute 20% of the active health care benefits plan cost to subsidize the retiree health care benefits plan cost. The difference between the total cost of the retiree's plan and the active employee's subsidy will be paid by the retiree. The active and the retiree health care benefit plans' costs will be determined and published by the Company on an annual basis.

Coverage will continue in force as long as the retiree pays the subsidized premium.

In the event of the death of a retiree covered under the retiree health care benefits plan, the surviving spouse will continue to be covered by the retiree plan provided the spouse pays the **subsidized** premium.

If there is no pension payment from which to deduct the premiums, the spouse will have to supply to the Company postdated cheques covering the coming year's premium payments. To maintain the coverage, the spouse will have to submit required information and payment as stipulated by the Company's procedures.

- iii) All other benefits are terminated.
- **d)** Resolution of claims

Short Term Disability

The following weekly indemnity dispute mechanism will apply conditional to:

 The employee has submitted the required claim forms properly filled; and

- The employee has given authorization to the Company's medical professional and/or the insurer to have access to the information they require to adjudicate the claim.
- a) If requested by the employee, the Company will make advance payments at normal pay intervals until the claim is processed. The employee will sign a promissory note stating that he will reimburse the Company for any advance payments received.
- The Company and/or insurer reserves the right to demand physical examinations throughout the duration of the employee's absence due to disability.

Such examinations shall be conducted by physicians designated by the Company and/or insurer.

Cost of physical examinations, transportation and reasonable out of pocket expenses related thereto will be reimbursed.

c) Regardless of b) above, if there is a medical dispute as to the validity of a claim and/or the continuance of a claim and if the physicians of the employee and the Company or insurance carrier fail to reach an agreement, the dispute will be referred to a mutually agreed upon practicing specialist, picked from a list established yearly, who will render a final and binding decision. Payments will continue until that final and binding decision is rendered.

Long Term Disability

After an employee goes on claim and is in receipt of long term disability benefits, the Company and/or insurer reserves the right to require periodic physical examinations throughout the duration of the employee's absence due to disability. Such examinations shall be conducted by physicians designated by the Company and/or insurer.

When there is a medical dispute as to the validity of claim following a decision made by the insurer, the dispute will be referred to an appropriate specialist who will render a final and binding decision.

Cost of physical examinations, transportation and reasonable out of pocket expenses related thereto will be paid by the insurer.

When proper medical evidence has been submitted and there is a dispute to the validity of the claim, upon request from an employee, the Company will make advance payments at the normal intervals until a final decision is reached as per above. If the decision to refuse the claim is maintained, the employee will reimburse the Company for the money so advanced.

APPENDIX "D"

SUBJECT: Pension Plan

The Company agrees to amend the Pension Plan for Unionized Employees of Corner Brook Pulp and Paper Limited, subject to the approval of Canada Revenue Agency and the Superintendent of Pensions of Newfoundland.

Unless otherwise specified, the following amendments will become effective on the first day of the month following the date of ratification of the labour agreement and will cover only unionized employees who were active participants on the effective date, as well as all new employees who will join the pension plan thereafter.

The pension plan and its amendments, as agreed upon during the 2004 negotiations, will not be subject to any changes until May 31, 2014, except as stated below or if required by government authorities.

NORMAL RETIREMENT PENSION

- a) For service on and after January 1, 1999 and up to June 30, 2012: The normal retirement pension formula will be calculated as 2% of pensionable earnings.
- b) For service on and after July 1, 2012:
 The normal retirement pension formula will be calculated as 1.65% of pensionable earnings. the member's average monthly pensionable earnings during the sixty (60) consecutive months preceding his retirement or, if higher, 1.65% of his average monthly pensionable earnings during any five (5) calendar years preceding his retirement for which his earnings were the highest,

multiplied by

the number of years of Contributory Credited Service on and after July 1, 2012.

The pensionable earnings used in the calculation of "Normal Retirement Pension", "Temporary Benefit Formula" and "Member's Required Contributions" means earnings, including Sunday premium but excluding overtime, taxable benefits, special payments or benefits and reimbursements for expenses.

TEMPORARY BENEFIT FORMULA

a)—

Any member who retires on or after June 1, 2004 (2009) and before May 31, 2014, according to the provisions of the Plan governing normal or early retirement, will receive a monthly benefit equal to the greater of:

i)

a) the monthly benefit accumulated at the time of retirement according to the provisions of the Pension plan, or

ii) ----

4.65% 1.75% of the member's average monthly pensionable earnings during the sixty (60) consecutive months preceding his retirement or, if higher, 4.65% 1.75% of his average monthly pensionable earnings during any five (5) calendar years preceding his retirement for which his earnings were the highest,

multiplied by

the number of years of Contributory Credited Service prior to retirement. July 1, 2012.

- b) The minimum pension described above will be calculated using 1.7% (instead of 1.65%) for an active member retiring on or after June 1, 2005.
- The pension plan provisions will be amended again on June 1, 2009 to provide that the minimum pension described above will be calculated using 1.75% (instead of 1.7%) for an active member retiring on or after June 1, 2009.
- b)

3. PENSIONABLE EARNINGS

In the event that the member's pensionable earnings used to calculate his average monthly pensionable earnings do not reflect a normal schedule of hours due to accident or sickness for which he is or would be entitled to disability benefits under the Company plans, the member's pensionable earnings for these periods of absence will be adjusted based on the greater of:

i) ____

a) the regular hourly rate of the employee in effect at the onset of the disability, as described in the applicable collective agreement; and

-ii)

b) the base rate of the mill.

c)—

4. CONTRIBUTORY CREDITED SERVICE

For calculation purposes, "Contributory Credited Service", as used in the Temporary Benefit Formula above and in the Bridging Supplement below, shall correspond to the periods of employment during which the member has made required contributions to the plan excluding any such years for which he has received a refund of his contributions provided however that such years for which the member has paid back his required contributions to the Pension Fund as provided under the Plan, will be included in Contributory Credited Service. Contributory Credited Service is expressed in years and complete months where applicable.

Notwithstanding the above, Contributory Credited Service for a temporary employee will be the ratio of actual number of hours worked while a plan member to hours scheduled for a regular full-time employee for the same period rounded to the nearest 1/12.

Effective January 1, 1999, periods during which a plan member is entitled to receive benefits under a disability program maintained by the Company, or would be entitled to such disability benefits if he had not been entitled to benefits under the Workers' Compensation Act or any other governmental plan will also be included in Contributory Credited Service.

d)—

5. EARLY RETIREMENT

If an active member elects early retirement, the benefit payable will be subject to the reduction and other conditions stipulated in the rules of the pension plan in effect on the early retirement date.

3. 6. MEMBER'S REQUIRED CONTRIBUTIONS

Effective January 1, 1999, each member, during his membership in the plan, but not beyond his normal retirement date shall contribute an amount equal to:

- 4.5% of that portion of his pensionable earnings up to the Yearly Maximum Pensionable Earnings (YMPE) as defined under the Canada Pension Plan for the year, plus
- b) 6.0% of that portion of his pensionable earnings in excess of the YMPE for the year.

Effective January 1, 2005, contributions will be equal to 6% of pensionable earnings.

Effective June 1, 2007, contributions will be equal to 6.5% of pensionable earnings.

Effective June 1, 2008, contributions will be equal to 7% of pensionable earnings.

Effective June 1, 2009, contributions will be equal to 7.5% of pensionable earnings.

Each member, during his membership in the plan, but not beyond his normal retirement date shall contribute an amount equal to 7.5% of pensionable earnings.

4.7. BRIDGING SUPPLEMENT

a) For credited service prior to July 1, 2012:

i) Any active member who elects to retire early on or after January 1, 2002, has attained age fifty-eight (58) and completed at least twenty (20) years of continuous service, shall be entitled to a bridging supplement in addition to his pension benefit. This bridging supplement is equal to:

Thirty-three dollars (\$33) per month multiplied by the number of his full years of Contributory Credited Service **prior to July 1, 2012**, up to a maximum of thirty (30) years, with the thirty-three dollars (\$33) reducing to sixteen dollars (\$16) per month from the first of the month immediately following his sixtieth (60th) birthday.

ii) Any active member who elects to retire early, has attained age fifty-five (55) and completed twenty (20) years of continuous service shall be entitled to a bridging supplement, as described in (a) 7) a) i) above, in addition to his pension benefit. The bridging supplement, described in (a) 7) a) i) above, will be reduced by one-twelfth (1/12) of eight percent (8%) for each month that early retirement precedes attainment of age fifty-eight (58).

Effective June 1, 2009, any active member who elects to retire early, has attained age fifty-seven (57) and completed twenty (20) years of continuous service at time of retirement will be entitled to an unreduced bridging supplement, subject to the minimum reductions imposed under the regulations of the Income Tax Act.

b) For credited service on or after July 1, 2012:

i) Any active member who elects to retire early, has attained age fifty-five (55) and completed twenty (20) years of continuous service shall be entitled to a bridging supplement in addition to his pension benefit. This bridging supplement is equal to:

1/30 of the Old Age Security Pension payable on the member's retirement date multiplied by his full years of Contributory Credited Service on or after July 1, 2012.

- ii) Any active member who elects to retire early, has attained age fifty-five (55) and completed twenty (20) years of continuous service shall be entitled to a bridging supplement, as described in $\frac{1}{4}$, 7) b) i) above, in addition to his pension benefit. The bridging supplement, described in $\frac{1}{4}$, 7) b) i) above, will be reduced by one-twelfth (1/12) of eight percent (8%) for each month that early retirement precedes attainment of age sixty (60).
- c) There is an overall maximum of thirty (30) years of service in the calculation of the bridging supplement.
- The bridging supplement will commence on the early retirement date and will cease with the payment made on the first day of the month during which the member reaches age sixty-five (65) or dies, whichever is earlier.

5.8. UNREDUCED EARLY RETIREMENT

Effective June 1, 2009, the pension plan rules will be modified such that an active employee retiring at age 57 or more with at least 20 years of continuous service will be entitled to an unreduced pension and bridge benefit, subject to the minimum reductions imposed under the regulations of the Income Tax Act (Rule of 80).

a) For credited service prior to July 1, 2012:

An active member retiring at age 57 or more with at least 20 years of continuous service will be entitled to an unreduced pension and bridge benefit, subject to the minimum reductions imposed under the regulations of the Income Tax Act.

b) For credited service on or after July 1, 2012:

An active member retiring at age 60 or more with at least 20 years of continuous service will be entitled to an unreduced pension and bridge benefit, subject to the minimum reductions imposed under the regulations of the Income Tax Act.

6. POST-RETIREMENT ADJUSTMENT

Effective January 1, 2005 and for the duration of the collective agreement, active members who retired on or after June 1, 1998 will have their pensions increased on January 1, 2005, 2007, 2009, 2011 and 2013. (last adjustment on January 1, 2013), by

fifty percent (50%) of the increase in the Consumer Price Index, if any, subject to a maximum increase of five percent (5%). This increase in the CPI is calculated over the twelve (12) month period ending in October of the preceding year.

The first adjustment for a newly retired participant will be multiplied by the ratio of the number of months between his retirement date and the effective date of the first adjustment (maximum 12 months) divided by twelve (12).

6. 9. ANNUAL PENSION STATEMENT

The Company will provide each active plan member with an annual pension statement outlining benefits accrued as of December 31. The statement will be provided no later than September 30 of the following year.

7. 10. PENSION COMMITTEE

The Company agrees to share pertinent funding information with the union.

The Company will create a pension committee consisting of management and one representative per local covered by the plan to meet once a year. At the annual meeting, the Company will provide pertinent pension information including actuarial valuations. The Company will cover wages for the union pension committee members attending the annual meeting.

9.11. All other provisions of the pension plan remain unchanged.

APPENDIX "E"

SUBJECT: "Compressed" Work Week: 12-Hour Shift Schedule

The purpose of this Agreement (supplementary to the Labour Agreement between the parties) is to establish the special working conditions applicable to tour employees working on such a schedule.

Hence, the parties hereto have agreed upon the following terms and conditions including modifications to the existing Collective Labour Agreement with regard to the twelve (12) hour shift schedule.

I TERMS AND CONDITIONS WHICH APPLY TO THE TWELVE (12) HOUR SHIFT SCHEDULE

Item 1- Application

The schedule will apply to all tour workers, members of Local 96 and who work on the continuous operation schedule.

It is understood by all parties hereto that problems may subsequently arise which are not addressed by this Memorandum of Agreement. Should this occur, the parties agree to meet and resolve such problems in a manner which must result in no increased cost to the Company.

Item 2- Premiums/Change of Schedule

No premium will be paid and/or no loss of premium or income will be compensated as a result of a change from a twelve (12) hour shift schedule to an eight (8) hour shift schedule or conversely.

Item 3- Cooperation between the Parties

For this new schedule to be successful, full cooperation between the employees themselves and between the employees and management is essential.

II MODIFICATIONS TO THE COLLECTIVE AGREEMENT

The Company and the Union hereby agree that the following clauses of the Collective Agreement will not apply to employees covered by the present agreement, i.e. employees assigned to the twelve (12) hour shift schedule:

- i) clause 9.07
- ii) clause 14.04
- iii) clause 15.01

- iv) clause 16.02 b)
- v) clause 16.02 c)
- vi) clause 17.02
- vii) clause 17.04
- viii) clause 17.06
- ix) clause 20.06
- x) clause 20.08
- xi) clause 22.01
- xii) clause 24.01
- xiii) clause 25.02
- xiv) clause 25.04
- NV) Clause 25.04
- xv) clause 25.06
- xvi) clause 25.07
- xvii) clause 27.01
- xviii) clause 27.02
- xix) clause 28.08
- xx) clause 28.10
- xxi) clause 28.17
- xxii) clause 30.01
- xxiii) section 8 of the "Benefits-Summary" of Appendix "C";

However, the following special provisions will apply to these employees as if they were included in the said Collective Agreement:

A) Clause 9.07 - Shift Differential

The Company will pay the following Shift Differential to employees assigned on the twelve (12)-hour shift schedule:

- i) 8:00 am to 8:00 pm: \$0.00 per hour
- ii) 8:00 pm to 8:00 am: \$0.80 per hour

The Shift Differential shall not enter into the calculation of payment for statutory holidays, floating holidays, vacation pay, sick leave pay, or overtime pay.

B) Clause 14.04 - Shutdown Time

For unforeseen shutdowns of a duration of thirty-six (36) hours or less (understanding the shift in which the breakdown occurs and the two (2) shifts following), the Company will supply work to the scheduled crews and the employees will be paid at their regular rate and must perform the work assigned to them.

For scheduled total mill shutdowns or planned machine shutdowns for other reasons than normal maintenance, tour employees will be paid the remainder of the shift on which the machine or machines were shut down.

C) Clause 15.01 - Normal Operation Week and Day

For tour employees assigned on the twelve (12) hour shift schedule, the normal operation week shall be of seven (7) days and the normal work day shall be of twelve (12) hours, as set forth in the work schedule attached to the present Agreement.

D) Clause 16.02 b)

- i) <u>Day worker to tour worker</u>
 - 8-4 shift changed to 8:00 am to 8:00 pm shift: no penalty.
 - 8-4 shift changed to 8:00 pm to 8:00 am shift without twenty-four hours' notice: time and one-half will be paid for the first shift.
- ii) Tour workers shift change
 - time and one-half will be paid for the first shift
- iii) Work schedules referred to in 16.01, 16.02 a), b), 1), and 2) are schedules which provide for twelve (12) hours work per day in accordance with Clause 17.02 as amended by this agreement.

E) Clause 16.04 - Exchange of Schedule

Notwithstanding **Clause 16.04** and subject to **Clause 17.04**, employees assigned on a twelve (12) hour shift schedule cannot exchange their scheduled day(s) off or shift(s) if it would result in any employee being scheduled to work more than sixteen (16) continuous hours within an unbroken twenty-four (24) hour period.

Under no circumstances will a change in day(s) off or shift(s) cause additional cost to the Company.

F) Clause 17.02 - Hours of Work - 12-Hour Shift Schedule

Tour employees assigned to the twelve (12) hour shift schedule shall be organized into four (4) crews (A, B, C, and D) to maintain the seven (7) day operation work schedule.

A day shall be divided into two (2) shifts of twelve (12) hours each as follows:

- i) 8:00 am to 8:00 pm;
- ii) 8:00 pm to 8:00 am

G) Clause 17.04 - Exchange of Shifts - 12- Hour Shift Schedule

Any exchange of shift(s) amongst employees assigned to a twelve (12)-hour shift schedule can only be done after the approval of the immediate Supervisor or of the Superintendent.

H) Clause 17.06

After a tour employee has been absent from duty, the following notice shall be given to the Industrial Relations Department previous to the tour in which he intends to resume duty. If Industrial Relations Department personnel are not available, the Security Guard must be notified:

- i) 8:00 am to 8:00 pm shift: not later than 4:00 pm the previous day;
- ii) 8:00 pm to 8:00 am shift: not later than 12 noon the same day.

If the tour employee fails to give the required notice of his intention to return to work and reports for work without doing so, he shall be sent off the job, without pay.

I) Clause 20.06 - Overtime for Twelve-Hour Shift Employees

A tour employee shall be paid at the rate of time and one-half for all time worked in excess of his normal daily hours of work twelve (12) hours with the following exceptions:

- overtime worked by special arrangements between an employee and his mate with the approval of his immediate Supervisor or Superintendent, and where this can be accomplished without additional cost to the Company;
- ii) when requested to replace an employee for tardiness up to two (2) hours;
- iii) when required to work more than twelve (12) hours in a twenty-four (24) hour period due to a change of shifts required by the normal scheduling of mill operations.

J) Clause 20.08 - Work in Excess of Sixteen Hours

A tour employee who works in excess of sixteen (16) hours on any Mill operating or maintenance day will be entitled to take the following day off and be paid twelve (12) hours.

K) Clause 22.01 - Work on Sundays and Statutory Holidays

Employees will be allowed time and one-half for all time worked on Sundays and during the regular shutdown periods on Statutory Holidays.

Employees required to work on Sunday, or on a Statutory Holiday on a voluntary basis, shall be paid double their straight time rate for any time worked in excess of twelve (12) hours for work done on the Sunday or on the day or days of a Statutory Holiday.

L) Clause 24.01 - Lunch Tickets

An employee who is required to work more than one (1) hour immediately following his twelve (12) regular hours will be provided with a lunch ticket except if due to tardiness of his mate. Another ticket will be provided for all subsequent four (4) hours of consecutive work.

M) Clause 25.02 - Bereavement Leave

Bereavement leave pay shall be based on the regular straight time rate. The regular straight time rate means the straight time rate of the job at which the employee would have worked had he not been on bereavement leave. The bereavement leave of absence must be taken within seven (7)calendar days of the funeral and pay will be at straight time even though one of the days of leave occurs on a Sunday.

N) Clause 25.04

Three (3) scheduled working days will be granted in the case of the death of grandfather, grandmother, father, mother, father-in-law, mother-in-law, stepfather, stepmother, stepsister, brothers or sisters, or grandchildren. (Foster parents will be interpreted as father and mother.)

In such a case, the employee is only entitled to a maximum indemnity equivalent to twenty-four (24) hours' pay, i.e. twelve (12) hours a day for the first two (2) scheduled working days of the leave.

O) <u>Clause 25.06</u>

Five (5) scheduled working days will be granted in the case of death of husband, wife, child, adopted child, or stepchild. (Wife shall include common-law spouse as defined in the Master Policy for health coverage.)

Notwithstanding **Clause 25.03**, if the employee is on annual vacation when bereavement leave is granted, the vacation will be interrupted to allow bereavement leave. The balance of the vacation period shall be resumed immediately following the bereavement leave.

P) Clause 25.07

One (1) scheduled workday will be granted in the case of death of brother-in-law or sister-in-law, subject to the conditions stipulated above.

There will be no splitting of shifts with regard to any leave for bereavement leave

Q) Clause 27.01 - Floating Holidays

a) During each agreement year, regular employees who, on the 31st of May, are on the payroll as employees assigned to the twelve (12) hour shift schedule and who have completed one (1) year of Mill seniority will be granted a maximum of four (4) floating holidays paid at twelve (12) hours each for a total maximum pay of forty-eight (48) hours. These holidays will be paid in multiples of 8 and 12 hours at the option of the employee.

In the application of the preceding, floating holidays can be taken in the following manner in an agreement year:

- 4 days x 12 hours
- 3 days x 8 hours + 2 days x 12 hours
- 6 days x 8 hours
- b) If an employee is assigned to the twelve (12) hour shift schedule for only part of an agreement year, the number of floating holidays to which he is entitled will be determined by the pro rata rule with regard to the provisions of **Clause 27.01** stipulated in the Collective Agreement.
- c) In any case, the total pay of any employee for all floating holidays within one (1) agreement year must not exceed forty-eight (48) hours.

R) <u>Clause 27.02</u>

A floating holiday may be taken on a Sunday at twelve (12) hours straight time pay provided Sunday is a scheduled work day for the employee concerned.

S) <u>Clause 28.08</u>

- a) Vacation periods are not to be divided into shorter periods than one (1) week, seven (7) calendar days
- b) Notwithstanding the above, a regular employee may split two (2) weeks of vacation outside the prime vacation time into two (2) blocks (i.e. 2 days 2 days). In such a case, Clause 28.22 b) only applies and this on a pro-rata basis (i.e. four (4) hours per block).

T) <u>Clause 28.10</u>

A normal week's vacation shall consist of twelve (12) consecutive calendar days to commence after the employee's last scheduled working day.

U) Clause 28.17

Tour workers assigned on the twelve (12) hour shift schedule will be granted vacation pay on the basis of forty-two (42) hours for each week of vacation entitlement.

V) Clause 30.01 - Jury Pay

Any employee who presents evidence of his being called to serve as a juror or as a witness in a criminal or quasi-criminal case shall be reimbursed for twelve (12) hours per day at the rate of pay he would have otherwise received.

If an employee is called for duty as in above and is scheduled to work the 8 pm to 8 am shift immediately prior to court convening, he shall have the shift off with pay.

W) Clause 36.01 - Federal and Provincial Elections

To provide for the legislated time off for federal and provincial elections, the 8:00 pm to 8:00 am crew will be required to report early if so scheduled by the Company. This crew will be paid time and one-half for the hours worked prior to the start of the 8:00 pm to 8:00 am shift but no lunch ticket will be provided.

The day shift crew relieved early will be paid the balance of the shift to a maximum of twelve (12) hours.

X) Appendix C/Benefits Summary - Section 8 and 9

Short Term Disability

- a) Fifty percent (50%) of the employees' regular earnings based on the average regular straight time hourly rate during the twelve (12) weeks preceding the onset of his disability multiplied by twelve (12) hours per day for each scheduled workday lost due to total disability (sickness and/or accident) that prevents an employee from performing his own occupation, up to a maximum of four (4) days per week, fifty-two (52) weeks for shift employees assigned to the twelve (12) hour shift schedule (forty-two (42) hours per week average).
- b) Benefits shall be paid as follows:
 - i) From the first (1st) scheduled workday lost due to an accident or illness requiring hospitalization.

The same conditions apply when an employee is admitted to the hospital as an outpatient for surgery.

In such a case, the Company will provide the employee with a certificate to be completed and signed by the surgeon that completed the surgery

and such certificate should be returned to the Company to be submitted to the insurer.

- ii) From the third (3rd) scheduled workday lost due to illness.
- iii) If a regular shift employee is absent from work due to sickness for more than thirty (30) continuous calendar days, the short term disability will be payable from his first scheduled workday lost. In such a case, the normal waiting period will be waived.
- iv) If a regular shift employee becomes disabled while on vacation, the waiting period shall be absorbed completely or partially by the number of days he is disabled prior to his scheduled date of return to work if the usual medical certificate is available.

Should an employee become eligible for short term disability benefits because of sickness or disability that occurs while on vacation, the employee may cancel full remaining weeks of vacation which were scheduled to begin after the illness or disability occurred.

- v) If a regular employee receiving Short Term Disability payments is laid off, benefits will continue to be paid for a maximum of fifteen (15) continuous weeks from the first (1st) day of layoff if his disability persists for such period.
- vi) The short term disability benefits will be reduced by any benefits or replacement income that is payable, or would have been payable had a satisfactory request been submitted to the government, under the CPP/QPP (primary benefits only), and under any Workers' Compensation Act.
- c) The monthly premium will be entirely paid by the Company.

 First day of the month following ratification: Weekly indemnity premium costs will be fully paid by the employee.

Y) Clause 26.01 - Statutory Holidays

Regular employees who work on a twelve (12) hour work schedule and would have been scheduled on Labour Day and/or Boxing Day will be paid twelve (12) hours pay, instead of eight (8) hours.

APPENDIX "F"

MEMORANDUM OF AGREEMENT

BETWEEN

CORNER BROOK PULP AND PAPER LIMITED

AND

COMMUNICATIONS, ENERGY, AND PAPERWORKERS UNION OF CANADA, LOCAL 96

STATUTORY HOLIDAY OPERATION

1. Notwithstanding the provisions of the Collective Agreement and in particular those provided for in Section 22, the Company will have the right to operate the Mill during any of the Statutory Holidays provided for in Section 26.

However, on Christmas Day (starting at 8.00 pm on December 24, 1999), Boxing Day and Labour Day, this will be on a voluntary basis as per following procedure:

Regular employees scheduled to work and not wishing to do so, must inform their supervisor at least two (2) weeks in advance.

Should additional employees be needed to replace required scheduled employees not wishing to work, they will be selected from employees who were not scheduled that day or not required in their specific occupation and who have made themselves available by notifying the Company at least two (2) weeks in advance; in such a case preference for voluntary work will be given to qualified employees by departmental seniority, schedule permitting. If the Company is unable to obtain the sufficient number of volunteers, production will not be scheduled.

Crews will be kept to a minimum.

The Company will notify the Union should it decide not to operate on a Statutory Holiday.

- 2. When production continues during a statutory holiday, crews will be kept to a minimum as is done during regular operations on a Sunday.
- 3. An employee who works during the shutdown periods defined in **26.01** so that production may be maintained, will be paid in the following manner:
 - a) The statutory holiday is paid according to **26.01**;

- b) double time is paid for all hours worked;
- c) for each hour worked, an additional payment will be made of one (1) hour at the rate of pay of the job at which the employee worked;
- an employee who works a complete shift during the statutory holiday, may take a compensatory day off (unpaid or notwithstanding paragraph a) above, at the employees request, deferred statutory holiday pay) before the following month of May, at a date agreed upon with immediate supervisor.
- 4. The employee who does not work during his statutory holiday is paid according to the provisions of the Collective Agreement.
- 5. The weekly work schedule will be respected when the Mill operates on a Statutory Holiday with, however, the crews kept to a minimum as is done during regular operations on a Sunday.
- 6. During total shutdown of the Mill for statutory holidays, procedures for shutdown and start-up of the Mill will be carried out during the hours of the shutdown (up to a maximum of two (2) hours for shutdown and two (2) hours for start-up).
- 7. This agreement does not apply to employees whose regular work must take place during statutory holidays while the Mill is not in operation.



CORNER BROOK PULP AND PAPER LIMITED

APPENDIX "G"

LETTER OF UNDERSTANDING

between

CORNER BROOK PULP AND PAPER LIMITED

and

CEP LOCAL 96

Drive Relief Crew:

- 1. Four (4) designated electricians relieve for the (4) drive operators.
- 2. The designated electricians will receive drive operator training. A training schedule will be provided to the union.
- 3. The designated relief will receive the drive operator rate when relieving only.
- 4. Vacations for drive operators will be coordinated with the availability of designated relief; the runnability of the operation will not be compromised.
- 5. The Company will post for volunteers interested in assuming designated relief duties. If more than the required number of electricians is interested, the four (4) most senior electricians who apply will fulfill the role.
- 6. If the required number of volunteers is fewer than four (4), the qualified electrician(s) with the lowest seniority will be designated relief.
- 7. The designated relief will fill the role for a minimum of twelve (12) months, at which time he can request to be removed from his relief duties. If there is a volunteer or a qualified, junior electrician available, the request will be approved. Two designated relief persons can come off per year. If there are two (2) or more requests, seniority will apply.
- 8. If two (2) relief persons request to come off shift, the training of the new relief will be staggered so that the runnability of the operation is not performised.

Douglas J. Kendrick

Manager of Administration

Data

APPENDIX H

MEMORANDUM OF AGREEMENT

between

CORNER BROOK PULP AND PAPER LIMITED

and

CEP LOCAL 96

Following discussions held by the parties about the merger of electrician and instrument mechanics trades, it has been agreed that:

- A new "E/I technician" trade will replace the traditional electrician and instrument mechanics trades;
- This agreement amends the current Collective Agreement and replaces all existing articles, agreements and/or practices at the mill that restrict or prevent the implementation of the objective of this document;
- Notwithstanding the foregoing, the rules referred to in section 13 of the Collective Agreement, and more specifically paragraphs 13.02 of the said article, shall apply to E/I technicians.

Objective

The primary purpose of creating the aforementioned new trade is to enable the affected employees to perform all tasks related to their abilities and skills, regardless of the specificity of their core activity prior to this agreement.

Seniority

Electrician and instrument mechanics trades shall be merged in accordance with the terms and conditions of seniority to be agreed upon by the parties.

Job Security

The Company recognizes that the merger of these two trades may have an impact on the labour force. Accordingly, any downsizing that could be brought about by the merge as set out herein shall be by attrition. This protection applies solely to employees on the attached list (see Appendix A).

This commitment does not apply to any new employee hired after October 1st 2012, nor to workforce reductions due to causes other than amalgamation, including but not limited to:

- technological change and/or automation;
- total and/or partial shutdown of the mill and/or a department;
- closure due to a lack of orders and/or market conditions;
- a fortuitous event or any other reasons beyond the Company's control;
- a disciplinary or administrative discharge;
- voluntary departure or by attrition;
- This job security does not guarantee a minimum number of hours of work per week.

Should there be a workforce reduction, additional training provided to employees required to facilitate merger of these (electrician and instrument mechanics) cannot be used as a reason for retaining a junior employee at the expense of a senior employee. Likewise, regular instrument mechanics shall be encouraged to qualify for a Red Seal electrician's certification in accordance with the rules governing such qualifications.

Regular Employees

Former instrument mechanics will be registered in the trade qualifier program as part of the Department of Advanced Education and Skills in order to obtain their Red Seal electrician's certification. We will promote their learning and practice of the trade. Accumulated hours will be recognized.

The work assignments will take account of each employee's knowledge and expertise, while ensuring they develop new qualifications in another trade.

Training

Basic training shall be offered to all E/I technicians, in order to give them the knowledge they do not have and thus enable them to adapt better. Steps will be taken to have their learning recognized by the Department of Advance Education and Skills.

Vacations

Employees' annual vacations shall be selected in accordance with the actual ratio.

Salary Adjustments

<u>E/I merge</u> In consideration of the foregoing, a rate adjustment of \$0.85 per hour shall be paid for all E/I technicians (Class A) effective 1st Sunday after DOR.

APPENDIX I

MEMORANDUM OF AGREEMENT

between

CORNER BROOK PULP AND PAPER LIMITED

and

CEP LOCAL 96

Following discussions held by the parties about **Cross Trading (Multitrades within the mill-cross-jurisdictions)** it has been agreed that:

Cross Trading (Multitrades within the mill-cross-jurisdictions)

To be implement by May 1st 2013

Company proposes to form a sub-committee in order to complete discussion regarding the implementation of the cross trading principal within 60 days following date of ratification.

Salary Adjustments

Cross Trading (Applicable as of May 2013)

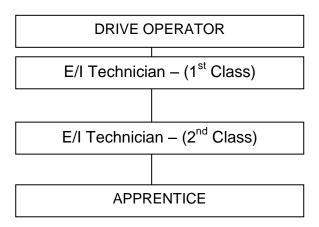
In consideration of the foregoing, a rate adjustment of \$0.25 per hour shall be paid for all E/I technicians effective May 1st 2013 (or prior)

TERM OF AGREEMENT

- A) The Labour Agreement between Corner Brook Pulp and Paper Limited and Communications, Energy and Paperworkers Union of Canada, , UNIFOR Local 96; will be effective June 1, 2009 to May 31, 2014.
- B) There shall be no suspension or stoppage of work at any plant because of failure of renewal, except in accordance with the Newfoundland Labour Relations Act and with the prior approval of the National Officers of the Union signatory to this Agreement, communicated to the Company in writing.

Dated at Corner Brook, Newfoundland, this	day of	, 2013
For <mark>, UNIFOR</mark> Local 96	For, Corner Br Limited	rook Pulp and Paper
CEP National Representative	Labour Relation Industrial Divisi	n & H&S General Manager on - Kruger

LINE OF PROGRESSION - E/I TECHNICIAN DEPARTMENT



LOCAL ADJUSTMENTS/LETTERS OF INTENT

NO. 1

Local adjustments will form part of the Labour Agreement and will be subject to the Grievance Procedure.

NO. 2 - FACILITIES

The Company will upgrade and maintain existing lunchroom and washroom facilities.

NO.3 - LEAVE WITH JUST CAUSE

If a man loses a day early in the week due to sickness or sudden emergencies not caused by a definite action on the employee's part, the Company will consider each individual case on its own merits under the following system:

The employee will contact his foreman and get permission to stay off. On his return to work, the employee will apply (on a form to be supplied) to the superintendent for permission to work on his day off at straight time, to make up for time lost. The superintendent will agree to this if, in his opinion, there is no loss of efficiency or penalty to the Company, and will be governed strongly by the man's record regarding timekeeping.

NO.4 - VACATION

The Company will not require employees to cancel any holidays which have been scheduled in the proper manner.

NO.5 - SHOP STEWARD MEETINGS

The Superintendent will chair Shop Steward meetings when available. Shop Steward meetings will be held as required.

NO. 6 - LUNCHES

The Company will maintain its present practice of providing an outside lunch.

NO. 7 - PAY

If an employee is short pay on payday and did not have the opportunity to check the posted time sheet, he will be paid on the same day if he requests.

NO. 8 - TRAINING PERIOD

The Company recognizes that in recent years a major influx of new technology has taken place.

In light of the above statement, the Company will continue to provide training with the objective of improving the technological knowledge of its tradesmen. When establishing its programs, the Company will take into consideration, amongst other factors, suggestions made by its employees and their representatives.

Any employee required to attend a Training Course organized by the Company will be reimbursed at the straight time hourly rate.

A training committee consisting of union and management members will be established to provide management with training recommendations for electrical and instrumentation.

NO. 9 - SENIORITY

The established lines of progression and rates of pay for the classifications in these lines of progression will remain unchanged.

Employees assigned to higher classifications will received the rate of that particular classification.

Employees assigned to a line of progression will be required to progress in that line of progression.

Vacancies for Drive Operator and Drive Operator relief will be posted and, if no applications are received, then the junior First Class Electrician who has a minimum of one (1) year's experience in the Mill as a Journeyman will fill the vacancy. If reductions in the work force occur, employees will retain their same relative position on the seniority list. All new employees will be added to the list after they have completed their probationary period.

NO.10 - REIMBURSEMENT - COURSES

The Company will reimburse seventy-five percent (75%) of the cost of correspondence courses which are job related and are approved by the appropriate Superintendent. Textbooks which are required for such courses shall be subsidized by the Company up to fifty percent (50%) of the cost. Both these conditions will apply upon the successful completion of the course in question.

NO. 11 – EXCESS RATE – MACHINE ROOM

An excess rate of thirty-five (35) cents per hour will be paid to employees who are required to work on equipment in the machine room ceiling. This will not apply to employees working on repairs to the crane.

NO.12 - UNION MEETINGS

Overtime control on union meeting nights will continue to be recognized and every effort will be made to keep such time to a minimum.

NO.13 - ACCIDENT INVESTIGATIONS

The practice of having a Union Representative attending accident investigations will continue. A Union Representative will be advised as to when an accident investigation will be held.

NO. 14 – HEIGHT PAY

Employees working on scaffolds at a height of forty (40) feet above the ground or a permanent supported surface will be paid an excess rate of fifty (50) cents per hour. The excess rate also applies to employees working on the manlift.

NO. 15 - BLOOD

Should the hospital call the Company Nurse, or after hours the Guard on duty, requesting that an employee donate blood because of an emergency, that employee will not lose any pay on that day provided he follows the procedure of the Medical Department.

NO. 16 - CRANES

The present practice of assigning an electrician to do repairs as required will continue, with respect to repairs to cranes and elevators recommended by the appropriate inspectors.

NO. 17 – PARKING LOT

The Company agrees to maintain parking facilities and ensure adequate snow clearing and maintenance.

NO. 18 - BLOWING MOTORS

The Company will maintain its present practice of painting and blowing motors outside of the Maintenance Shop Area.

NO. 19 - PCB's

The Company will maintain its present practice with respect to employees working on equipment containing PCB's.

NO. 20 – ISOLATION OF ELECTRICAL EQUIPMENT

The Company will maintain its present practice with respect to disconnecting means for the purpose of isolation of electrical equipment.

NO. 21 - ISOLATION OF ELECTRICAL EQUIPMENT

The Company will maintain its present practice with respect to disconnecting means for the purpose of isolation of electrical equipment.

NO. 22 - RE LETTER OF INTENT - CLAUSE 22.04

The purpose of this letter of intent is to ensure that the Employer will not schedule day employees to work five (5) days in the week in which a statutory holiday occurs. If the Employer does schedule a day employee to work five (5) days under these circumstances, then time and one-half will be paid on the fifth day worked.

NO. 23 - TRAINING

Employees required to do training will be paid according to their weekly work schedule, if employees on the continuous twelve (12) hour schedule receive training in excess of their schedule (36 hours) they will be paid for the hours involved in training.

It is further agreed that employees who work on a twelve (12) hour work schedule and are required to train on a scheduled work day, for seven (7) hours or more, will be paid according to his schedule.

NO. 24 – CLOTHING ALLOWANCE

The Company will allow one or two piece insulated clothing (at the employee choice). The value of the vouchers is 60\$.

NO. 25 – TRAINERS

Any member of the Union engaged in the instruction or giving of training to any group will be paid a premium equal to seventy-five cents (\$0.75) per hour above the rate he would normally receive or above the highest rate being supervised, whichever is greater.

NO. 26 – LINES OF PROGRESSION

Regular lines of progression shall be established. Employees who are assigned in an established line of progression will be entered on the seniority list in a numbering sequence order. When a change is made to a regular line of progression, the union will be notified.

No. 27 - CONTRACTORS

In relation with article 6.01, Company will review on a monthly basis (or as needed) with the union on a job by job basis, the scope of jobs (as the actual practice) that Company intends to contract out before the job is tendered.

No. 28: RETENTION TRADE PREMIUM AGREEMENT

The parties agree to introduce the concept of Retention Trade premium adjustment. The agreement has been files to the minister of Labour and is part of this Labour Agreement