

Dear Partner,

As many of you already know, AMS is the abbreviation for Automated Manifest System. By law, we must transmit to the Mexican Authorities prior to arrival (or departure) all relevant information about the shipment.

Sea Shipments: 24 hours after the vessel departure from origin

Air Shipments: 6 – 24 hours prior the arrival to Mexico.

The Mexican customs has rectified as of June 13, the rules to which we are subject.

1) **Description:** Based on rule 1.9.8 of the Mexican General Rules for Foreign Trade, regarding the description and details of the goods, generic descriptions that do not allow the nature of the goods to be clearly identified will not be accepted, some examples (but not exclusively) are: "general cargo", "dry cargo", "chemicals", "perishable foodstuffs", "bulk goods", "mineral bulk". The description must not be generic and must be quite specific, otherwise the transmission made will be considered incorrect.

2) **Container Seals:** Based on Article 186, all containers will be subject to fines when they arrive to Mexican territory with damaged seals and/or without seals.

3) **Omission and/or untimely transmission:** In recent weeks, the Mexican Authorities have started to issue **significant fines** for incorrect, incomplete or lack of AMS transmissions. Failure to transmit the information electronically or transmit it extemporaneously, incompletely or contain incorrect information, will be subject to fines:

Untimely AMS: from \$2000.00 to \$4000.00 MXN (aprox USD 115 > 235 x shipment).

Inaccurate data / no AMS: from \$90,000.00 to \$140,000.00 MXN (aprox USD 5,300 > 8,250 x shipment)

THE FINES ARE VERY SIGNIFICANT! PLEASE PAY VERY SPECIAL ATTENTION TO THIS!! IN CASE KENSA IS FINED DUE TO INCORRECT OR LACK OF INFORMATION / PRE-ALERT FROM YOU, WE WILL BE FORCED TO PASS ON TO YOU THE AMOUNT OF THE FINE RECEIVED.

As a result of the above, we request you to follow the above, to achieve full compliance with Mexican laws and regulations.

If you have any questions, please contact us.

Sincerely,
Justin Facey
CEO