

Loblaw Companies Limited

Supply Chain Vendor Portal Loblaw Transport Backhaul Program: Outline and Benefits

VERSION HISTORY

Version	Date of Update	Updated By	Comments
V1.0	2023-12-11	Christine Macedo	

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OVERVIEW

This document will give an overview of the Backhaul Program by Loblaw Transport and its benefits. The Backhaul Program is Loblaw Transport group’s inbound transportation program to handle freight from Vendor Ship Locations to our DCs. Loblaw Transport picks up the PO from the Vendor Ship Location and is then responsible for getting it to the DC.

BENEFITS

BENEFIT	BENEFIT DETAILS
No Show Fines	<ul style="list-style-type: none"> - Program is NOT subject to No Show Fines - Vendor PO pickups will be executed at the Vendor’s Shipping Location on planned Pickup Dates - LCL Transport is responsible for on-time PO delivery
Demurrage Charges	<ul style="list-style-type: none"> - Program is NOT subject to demurrage or carrier wait times - LCL Transport will coordinate, schedule, and appoint POs into facilities based on PO pickup availability and DC scheduled arrival time
DC Scheduling Flexibility	<ul style="list-style-type: none"> - With Program: LCL Transport has additional flexibility levers to work around and / or override DC capacity limits - Without Program: Vendor Delivered POs are subject to specific PO delivery dates / time slots
DC Delivery Flexibility	<ul style="list-style-type: none"> - With Program: LCL Transport can drop trailers within our facilities, offering more flexible pickup & delivery options - Without Program: Vendor Delivered POs do not have access to our DC Drop Trailer Program, resulting in a higher probability of demurrage and / or No Shows
Exception Management & Reverse Logistics	<ul style="list-style-type: none"> - With Program: Existing processes between LCL Transport & DCs to manage PO damages and overages limit scenarios where POs are returned to Vendors - Without Program: Return to vendor scenarios for damages / overages are the responsibility of the Vendor, including return delivery charges
Streamlined Operational Processes	<ul style="list-style-type: none"> - LCL Program Management & Inbound Transport is the single contact for Vendor, Lane, and Article setups - Single process for transportation charges, AR Invoicing, and / or SAP Deductions - PO Pickup Confirmation leverages existing processes in the Supply Chain Vendor Portal and / or confirmations with the LCL Inbound Transport Group