November 10, 2003

National Conference of Commissioners on Uniform State Laws
Attn: William H. Henning
211 East Ontario Street
Chicago, IL 60611

Re: Revision of Article 7 of the Uniform Commercial Code

Dear Mr. Henning:

The International Association of Refrigerated Warehouses (IARW) is the trade association representing 230 companies in the United States. These members operate several hundred warehouses throughout the country dedicated to the handling and storage of frozen and refrigerated products. The products stored are mostly foodstuffs for major producers and distributors, but also include items such as pharmaceuticals and other commercial products that require temperature controlled storage. Our membership is composed almost entirely of companies that store goods for merchants. We estimate that our members operate nearly 85% of such frozen and refrigerated public storage space in the United States.

IARW supports the efforts to revise Article 7 of the U.C.C., the basic law governing warehouses throughout the United States. We urge its adoption by all of the states.

The principal change in the revision is the introduction of provisions that would allow warehouse receipts to be issued electronically. Since the introduction of EDI, and especially with the advent of the Internet, our members have experienced a
significant change in the way they do business. Increasingly the use of written
documents is being replaced with the transfer of information electronically. Thus it
is essential for the future of the industry, as well as that of its customers, that the
governing law provide for electronic warehouse receipts.

The other changes in Article 7, although of less significance, are similarly
beneficial. They address issues that have arisen in the almost 50 years since the
statute was first introduced. We support those revisions.

One reservation should be noted. In some states the uniform statute has been
modified at the request of the warehouses in those states. In such instances it is the
position of IARW that those modifications should be incorporated in the enactment
of the revised Article 7.

Thank you for your consideration of these important business issues.

Sincerely,

J. William Hudson
President and CEO