FUEL SURCHARGE TARIFF 93001

NAMING FUEL SURCHARGES ON LOCAL, PROPORTIONAL AND JOINT LINE RATES

EFFECTIVE: May 7, 2018

ISSUED: April 16, 2018

EFFECTIVE: May 7, 2018

SUBSCRIBING CARRIERS:

This tariff is issued for the accounts of:

RAILROAD	SCAC
Cape Breton & Central Nova Scotia	CBNS
Goderich-Exeter Railway Company Limited	GEXR
Huron Central Railway Inc.	HCRY
Ottawa Valley Railway	OVR
Quebec Gatineau Railway Inc.	QGRY
St-Laurent & Atlantique Railroad	SLQ
St. Lawrence & Atlantic Railroad	SLR
Southern Ontario Railway	SOR

APPLICATION: This publication applies to: (1) all regulated common carrier linehaul freight rates existing or established on or after April 1, 2018 and (2) all linehaul freight rates and charges with respect to exempt traffic, and linehaul freight rates and charges in contracts. Private price quotations or other pricing document that both reference this publication and are entered into or issued and effective on or after April 1, 2018.

In the event the average price per gallon of highway diesel fuel (as determined below. the "HDF Average Price) equal or exceeds \$2.25 per gallon, the mileage-based fuel surcharge will apply to the linehaul rates and charges described above. The fuel surcharge shall be applied to applicable shipments beginning the second month following the month the HDF average price calculation was based. (e.g. a fuel surcharge applied beginning December 1 would be based on October's HDF average price).

The HDF Average Price for a given calendar month will be determined by recording the monthly average Retail On-Highway Diesel Fuel price posted on the U.S. Department of Energy Web site (eia.doe.gov). The result will be rounded to the nearest ten-thousandths of a cent. If the Department of Energy ceases reporting of the price of Retail On-Highway Diesel Fuel, a suitable substitute source of price or measure will be named. Schedule reflects the applicable fuel surcharges within the HDF Average Price ranges noted in the table below.

The Bulk factor will be adjusted by 0.52 cents per revenue mile per railcar for each 2.2 cent change in HDF average price in excess of \$2.249 per gallon. The Carload factor will be adjusted by 0.50 cents per revenue mile per railcar for each 2.2 cent change in HDF average price in excess of \$2.249 per gallon.

For customers who are invoiced in Canadian dollars, the U.S. On-Highway Diesel "HDF" surcharge will be converted to Canadian currency. The exchange rate is based on the Bank of Canada monthly average rate of exchange for U.S. funds. For example, the fuel surcharge in October will be based on the U.S. On-Highway Diesel ("HDF") for August, and will be multiplied by the Canadian exchange rate for August. The Canadian exchange rate can be found at: <u>http://www.bankofcanada.ca/en/rates/exchange-avg.html</u>.

Fuel surcharge figures for each month will be posted at <u>www.gwrr.com</u>.

BULK SURCHARGE:

HDF Average Price Per Gallon (USD)		Bulk Fuel Cost Adjustment (USD Per Mile)	HDF Average Price Per Gallon (USD)		Bulk Fuel Cost Adjustment (USD Per Mile)
From	То		From	То	
0.000	< 2.250	\$0.0000	2.844	2.865	\$0.1458
2.250	2.271	\$0.0052	2.866	2.887	\$0.1510
2.272	2.293	\$0.0104	2.888	2.909	\$0.1562
2.294	2.315	\$0.0156	2.910	2.931	\$0.1614
2.316	2.337	\$0.0208	2.932	2.953	\$0.1666
2.338	2.359	\$0.0260	2.954	2.975	\$0.1718
2.360	2.381	\$0.0312	2.976	2.997	\$0.1770
2.382	2.403	\$0.0364	2.998	3.019	\$0.1822
2.404	2.425	\$0.0417	3.020	3.041	\$0.1874
2.426	2.447	\$0.0469	3.042	3.063	\$0.1926
2.448	2.469	\$0.0521	3.064	3.085	\$0.1978
2.470	2.491	\$0.0573	3.086	3.107	\$0.2031
2.492	2.513	\$0.0625	3.108	3.129	\$0.2083
2.514	2.535	\$0.0677	3.130	3.151	\$0.2135
2.536	2.557	\$0.0729	3.152	3.173	\$0.2187
2.558	2.579	\$0.0781	3.174	3.195	\$0.2239
2.580	2.601	\$0.0833	3.196	3.217	\$0.2291
2.602	2.623	\$0.0885	3.218	3.239	\$0.2343
2.624	2.645	\$0.0937	3.240	3.261	\$0.2395
2.646	2.667	\$0.0989	3.262	3.283	\$0.2447
2.668	2.689	\$0.1041	3.284	3.305	\$0.2499
2.690	2.711	\$0.1093	3.306	3.327	\$0.2551
2.712	2.733	\$0.1145	3.328	3.349	\$0.2603
2.734	2.755	\$0.1197	3.350	3.371	\$0.2655
2.756	2.777	\$0.1250	3.372	3.393	\$0.2707
2.778	2.799	\$0.1302	3.394	3.415	\$0.2759
2.800	2.821	\$0.1354	3.416	3.437	\$0.2812
2.822	2.843	\$0.1406	3.438	3.459	\$0.2864

For each 2.2 cent per gallon increase in HDF average price, the bulk fuel cost adjustment will be an additional 0.52 cents per mile.

CARLOAD SURCHARGE:

HDF Average Price Per Gallon (USD)		Carload Fuel Cost Adjustment (USD Per Mile)	HDF Average Price Per Gallon (USD)		Carload Fuel Cost Adjustment (USD Per Mile)
From	То	(USD Per Mile)	From	То	(USD Fer Mile)
0.000	< 2.250	\$0.0000	2.844	2.865	\$0.1400
2.250	2.271	\$0.0050	2.866	2.887	\$0.1450
2.272	2.293	\$0.0100	2.888	2.909	\$0.1500
2.294	2.315	\$0.0150	2.910	2.931	\$0.1550
2.316	2.337	\$0.0200	2.932	2.953	\$0.1600
2.338	2.359	\$0.0250	2.954	2.975	\$0.1650
2.360	2.381	\$0.0300	2.976	2.997	\$0.1700
2.382	2.403	\$0.0350	2.998	3.019	\$0.1750
2.404	2.425	\$0.0400	3.020	3.041	\$0.1800
2.426	2.447	\$0.0450	3.042	3.063	\$0.1850
2.448	2.469	\$0.0500	3.064	3.085	\$0.1900
2.470	2.491	\$0.0550	3.086	3.107	\$0.1950
2.492	2.513	\$0.0600	3.108	3.129	\$0.2000
2.514	2.535	\$0.0650	3.130	3.151	\$0.2050
2.536	2.557	\$0.0700	3.152	3.173	\$0.2100
2.558	2.579	\$0.0750	3.174	3.195	\$0.2150
2.580	2.601	\$0.0800	3.196	3.217	\$0.2200
2.602	2.623	\$0.0850	3.218	3.239	\$0.2250
2.624	2.645	\$0.0900	3.240	3.261	\$0.2300
2.646	2.667	\$0.0950	3.262	3.283	\$0.2350
2.668	2.689	\$0.1000	3.284	3.305	\$0.2400
2.690	2.711	\$0.1050	3.306	3.327	\$0.2450
2.712	2.733	\$0.1100	3.328	3.349	\$0.2500
2.734	2.755	\$0.1150	3.350	3.371	\$0.2550
2.756	2.777	\$0.1200	3.372	3.393	\$0.2600
2.778	2.799	\$0.1250	3.394	3.415	\$0.2650
2.800	2.821	\$0.1300	3.416	3.437	\$0.2700
2.822	2.843	\$0.1350	3.438	3.459	\$0.2750

For each 2.2 cent per gallon increase in HDF average price, the carload fuel cost adjustment will be an additional 0.50 cents per mile.

COMMODITIES:

This fuel surcharge tariff applies to the following three types of commodities moved:

- Bulk commodities: coal, sulphur, fertilizer, and grain as defined below
- All other carload commodities
- Bulk commodities exclude molten sulphur, iron ore, aggregates, cement, sand and limestone.

Bulk commodities are defined as:

COAL AND SULPHUR	GRAIN	
METALLU COAL	AGRI PROD - NOS	GRAIN SCR
PETROLEUM COKE	ALFALFA	HAY
DRY SULPHUR	ANIMAL FAT	MALT, NOS
	BARLEY	MILL PRODUCTS
FERTILIZER	BEANS, PEAS, DRY	MUSTARD SEED
ANHYDROUS AMMONIA	BIRD/CANAR/SEED	OATS
DIESEL EXHAUST FLUID	CANOLA	PEAS
DRY FERTILIZERS	CANOLA ML	RICE
LIQUID FERTILIZERS	CANOLA OIL	RYE
NITRATES	CEREAL, PREPARED	SEEDS, NOS
PEAT MOSS	CORN	SORGHUM GRAIN
PHOSPHATES	CORN MEAL	SOYABEAN MEAL
PHOSPHATE ROCK	COTTON	SOYBEAN OIL
POTASH	DRIED DISTILLERS GRAINS	SOYBEANS
UREA	ETHANOL	STARCHES
	FLAXSEED	SWEETNERS
	FLR,SPECIALS	WHEAT