NAMING FUEL SURCHARGES ON LOCAL, PROPORTIONAL AND JOINT LINE RATES

EFFECTIVE: March 1, 2022

ISSUED: January 28, 2022

EFFECTIVE: March 1, 2022

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 \$2.30 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.

For each \$0.025 per gallon increase thereafter apply an additional \$0.00575 per mile for Bulk commodities, and \$0.0060 per mile for all other Carload commodities.

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" 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>.

FUEL SURCHARGE MILEAGE RATE (US \$ / Mile) HDF Range

HI	HDF U.S. Doll		Dollars	HDF		U.S. Dollars	
From	То	Bulk	Carload	From	То	Bulk	Carload
0.000	2.299	\$0.0000	\$0.0000	2.975	2.999	\$0.1610	\$0.1680
2.300	2.324	\$0.0058	\$0.0060	3.000	3.024	\$0.1668	\$0.1740
2.325	2.349	\$0.0115	\$0.0120	3.025	3.049	\$0.1725	\$0.1800
2.350	2.374	\$0.0173	\$0.0180	3.050	3.074	\$0.1783	\$0.1860
2.375	2.399	\$0.0230	\$0.0240	3.075	3.099	\$0.1840	\$0.1920
2.400	2.424	\$0.0288	\$0.0300	3.100	3.124	\$0.1898	\$0.1980
2.425	2.449	\$0.0345	\$0.0360	3.125	3.149	\$0.1955	\$0.2040
2.450	2.474	\$0.0403	\$0.0420	3.150	3.174	\$0.2013	\$0.2100
2.475	2.499	\$0.0460	\$0.0480	3.175	3.199	\$0.2070	\$0.2160
2.500	2.524	\$0.0518	\$0.0540	3.200	3.224	\$0.2128	\$0.2220
2.525	2.549	\$0.0575	\$0.0600	3.225	3.249	\$0.2185	\$0.2280
2.550	2.574	\$0.0633	\$0.0660	3.250	3.274	\$0.2243	\$0.2340
2.575	2.599	\$0.0690	\$0.0720	3.275	3.299	\$0.2300	\$0.2400
2.600	2.624	\$0.0748	\$0.0780	3.300	3.324	\$0.2358	\$0.2460
2.625	2.649	\$0.0805	\$0.0840	3.325	3.349	\$0.2415	\$0.2520
2.650	2.674	\$0.0863	\$0.0900	3.350	3.374	\$0.2473	\$0.2580
2.675	2.699	\$0.0920	\$0.0960	3.375	3.399	\$0.2530	\$0.2640
2.700	2.724	\$0.0978	\$0.1020	3.400	3.424	\$0.2588	\$0.2700
2.725	2.749	\$0.1035	\$0.1080	3.425	3.449	\$0.2645	\$0.2760
2.750	2.774	\$0.1093	\$0.1140	3.450	3.474	\$0.2703	\$0.2820
2.775	2.799	\$0.1150	\$0.1200	3.475	3.499	\$0.2760	\$0.2880
2.800	2.824	\$0.1208	\$0.1260	3.500	3.524	\$0.2818	\$0.2940
2.825	2.849	\$0.1265	\$0.1320	3.525	3.549	\$0.2875	\$0.3000
2.850	2.874	\$0.1323	\$0.1380	3.550	3.574	\$0.2933	\$0.3060
2.875	2.899	\$0.1380	\$0.1440	3.575	3.599	\$0.2990	\$0.3120
2.900	2.924	\$0.1438	\$0.1500	3.600	3.624	\$0.3048	\$0.3180
2.925	2.949	\$0.1495	\$0.1560	3.625	3.649	\$0.3105	\$0.3240
2.950	2.974	\$0.1553	\$0.1620	3.650	3.674	\$0.3163	\$0.3300

For each \$0.025 per gallon increase thereafter apply an additional \$0.00575 per mile for Bulk commodities, and \$0.0060 per mile for all other Carload commodities.

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		