

MEMORANDUM OF AGREEMENT

MEMORANDUM OF AGREEMENT between The St. Lawrence Seaway Authority, hereinafter referred to as "Authority" and the Saint Lawrence Seaway Development Corporation, hereinafter referred to as "Corporation," respecting the Memorandum of Agreement between the parties dated January 29, 1959, as amended, hereinafter referred to as the "Agreement" and the St. Lawrence Seaway Tariff of Tolls.

The Authority and the Corporation, recognizing the financial requirements of the two entities, have agreed to recommend to their respective Governments the following amendment to the Agreement:

1. THAT paragraph 2 of the Agreement, including the subsequent modifications of the division of tolls derived from the operation of that portion of the St. Lawrence Seaway situated between Montreal and Lake Ontario be deleted and the following be substituted therefor:

2. THAT the division of the tolls derived from the operation of that portion of the St. Lawrence Seaway situated between Montreal and Lake Ontario shall, for calendar year 1988, be 73 percent in Canadian dollars, to the Authority and 27 percent in United States dollars, to the Corporation. Provided, however, that these percentages may be adjusted from time to time.

2. THAT the terms and conditions of the Agreement as previously amended, except as herein modified, shall continue to remain in full force and effect.

THE ST. LAWRENCE SEAWAY AUTHORITY

WILLIAM A. O'NEIL, PRESIDENT,

Executed at Ottawa this 14th day of October, 1987.

SAINT LAWRENCE SEAWAY DEVELOPMENT CORPORATION

JAMES L. EMERY, ADMINISTRATOR

Executed at Washington, D.C. this 6th day of October, 1987.