

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 amendments 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 1987, 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 Schedule to the St. Lawrence Seaway Tariff of Tolls be revoked and the following substituted therefor:

| | Montreal to or from Lake Ontario | | Lake Ontario to or from Lake Erie (Welland Canal) | |
|--|--|------|--|------|
| | 1987 | 1988 | 1987 | 1988 |
| 1. For transit of the Seaway, a composite toll, comprising: | | | | |
| (1) a charge in dollars per gross registered ton, according to national registry of the vessel, applicable whether the vessel is wholly or partially laden, or is in ballast. (All vessels shall have an option to calculate gross registered tonnage according to prescribed rules for measurement in either Canada or the United States.): | 0.08 | 0.08 | 0.09 | 0.10 |