

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.

WHEREAS Clause 4 of the 1959 Agreement respecting the said Tariff, between the Authority and the Corporation, provides that such changes as "will be compatible with the general terms of the Tariff" may be made by the Authority and the Corporation.

NOW THEREFORE, the Authority and the Corporation have agreed to recommend to their respective Governments the following amendments to the St. Lawrence Seaway Tariff of Tolls:

1. THAT subsection 2(g) of the St. Lawrence Seaway Tariff of Tolls be revoked and the following substituted therefor:

(g) "Feed grains" means barley, corn, oats, flaxseed, rapeseed, soybeans, field crop seeds, grain screenings and meal from these grains for animal consumption.

2. THAT section 8 of the St. Lawrence Seaway Tariff of Tolls be revoked and the following substituted therefor:

8.(1) A volume discount shall be granted to carriers at the end of the 1991, 1992 and 1993 navigation seasons after payment of the full toll specified in the Schedule under the tariff if shipments of a commodity from a particular origin exceed the average amount of shipments from that origin for that commodity in the Seaway during the five navigation seasons immediately preceding the season in which a volume discount is applied by an amount of at least 100,000 tonnes. The volume discount shall be equal to a 20% reduction of the portion of the composite toll related to charges per metric ton of cargo paid for the shipments that surpass the average for the preceding five seasons. The volume discount shall be applied on a pro rata basis to all carriers of the particular commodity from that origin within one navigation season.