



TO: All our valued customers

FROM: Jay Lee, Vice President, Business Analytics & Engineering

DATE: March 14th, 2023

SUBJECT: **Carbon Surcharge increasing to 2.6% Effective April 1, 2023**

To all our valued customer:

As of April 1st, 2023, the Canadian Federal government will increase the carbon tax by an additional \$15 per ton where we will see it go from \$50/ton to \$65/ton. This equates to an increase of \$0.144/L for all types of fuel. This is in part of the Greenhouse Gas Pollution Pricing Act introduced in 2018. For more information and details on the Federal benchmark for carbon pollution pricing can be found [HERE](#).

The increase in the carbon tax is impacting all of us with the increased operating cost throughout our supply chain as well as increases to our utilities.

To recover the costs associated with federal government's Greenhouse Gas Pollution Pricing Act, effective April 1st, 2023, we will increase our carbon surcharge to **2.6%** for all shipments handled in our network.

This surcharge will be listed on your invoice under Carbon Surcharge as a single line item reflecting the increase.

As part of reducing the carbon emission to help offset the increasing carbon footprint, Fastfrate is implementing a "No-idle" policy with our trucks, as well as increased use of more environmentally sustainable Intermodal transport option as the primary line-haul compared to over-the-road.

Should you have any questions regarding the carbon surcharge and Fastfrate's initiatives with reduction to the carbon footprint, please contact your business development manager.

Sincere Regards,

A handwritten signature in black ink that reads "Jay Lee". The signature is written in a cursive, flowing style.

Jay Lee
Vice President, Business Analytics & Engineering