

Nov 5, 2008

Dear Valued Customer;

Re.: Clean Truck Program

Effective October 1st, the Port of Los Angeles and the Port Of Long Beach implemented the Clean Truck Program (CTP).

With the implementation of the Clean Truck Program also came the planned implementation of a Clean Truck Fee (CTF) to help finance the retrofit or replacement of banned trucks. However, the clean truck fee implementation was initially delayed due to technical problems with the Ports system for fee collection (Port Check).

As per the latest announcement from the Ports, the Port Check system will go live effective Nov 17, 2008.

From Nov 17, the Clean Truck Fee assessed by the Ports, depending on certain criteria (see email attachment CTF Exemption Sheet), will be \$35 per loaded Twenty-Foot Equivalent Unit (TEU). The fee will be collected by the Ports directly from the Beneficial Cargo Owner (BCO).

Beneficial Cargo Owners (BCOs) will need to take required actions to arrange for payment of the fee through the organization established by the Ports (Port Check). Ocean carriers are not involved in the collection of this fee.

Hapag-Lloyd would like to remind you of the current status of the program.

As of October 1, 2008 the following is required by both the Port of Long Beach (POLB) and the Port of Los Angeles (POLA):

- All pre-1989 truck engines are banned at the Port of Los Angeles and the Port of Long Beach.
- All drivers must have or have proof of application for their TWIC (Transportation Worker's Identification Card)
- All trucking companies must have filed an application and be approved with each port as a LMC (Licensed Motor Carrier)

Additional information related to Clean Truck Fee:

- "Port Check" - the Ports mechanism for collection of the Clean Truck fee
 - Port Check will go live Nov 17, 2008 at 7 a.m.
 - The fee will be payable by the beneficial Cargo owner (BCO).
 - All customers must claim their cargo even if it will later be exempt from the fee. If the cargo is not claimed, the cargo will not be released nor received by the port effective Nov 17.

- Cargo owners should register via "Pier Pass" unless they have already registered in the past. The cargo owner database from Pier Pass will be downloaded into Port Check; however, cargo owners are still required to accept the terms and conditions of Port Check to activate their account.

§ FOR PIER PASS INFORMATION...

Payment - www.pierpass.tmf.org

Info - www.pierpass.org

Tel. - 877 863-3310

For further information regarding the CAAP & carrier LMC status, please refer to the below web sites for each port:

- Details of the Ports Clean Air Action Plan are available on their websites at <http://www.polb.com/cleantrucks> and <http://www.portoflosangeles.org/environment/ctp.asp> LMC Status
 - Check status of LMC
 - § POLB - <http://www.polb.com><http://www.polb.com/concessionlog>
 - § POLA - http://www.portoflosangeles.org/CAAP/CTP_Concession_Application_Log.pdf

Hapag Lloyd appreciates your support, and will provide additional information regarding the Clean Trucks Initiative by the Long Beach and Los Angeles Ports upon availability.