



***** ANNOUNCEMENT*****

OTI #015285N

GENERAL RATE INCREASE & BUNKER SURCHARGE

Issuance Date:	December 10, 2004
Effective Date:	January 10, 2005

Dear Valued Customer,

During the past several months, our Carrier vendors have implemented General Rate Increases (GRIs), and Bunker Adjustment Factors (BAFs) for all trade lanes. Initially we, at Primary Freight, chose to absorb, rather than pass these charges to you. However, effective January 10, 2005, we must implement the following GRIs and BAFs from all our North American CFSs to cover these increasing costs.

Along with the above, and as a result of the International and Port Facility Security Code (ISPS), a Bill of Lading/ Security Fee will also become effective.

Following is an outline of the upcoming new charges.

<u>GENERAL RATE INCREASE</u>	
Australia and New Zealand	\$ 10 W/M
Northern Europe	\$ 5 W/M
<u>BUNKER SURCHARGE</u>	
Italy	\$ 5 W/M
India, Pakistan, Sri Lanka, Bangladesh	\$ 8 W/M
Asia	\$ 3 W/M
Australia and New Zealand, Pacific Islands	\$ 5 W/M
<u>BILL OF LADING/ SECURITY FEE</u>	
All worldwide destinations	\$ 2 B/L

Cargo received on January 10th, 2005 and after, will be subject to the above increases.

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