

August 21, 2009

Subject: Ontario Tire Stewardship Fee

Dear Tiremaster Customer

On April 9, 2009 the Ontario Ministry of Environment approved a scrap tire management recycling plan developed by Ontario Tire Stewardship (OTS), an industry funded and not for profit tire group organization.

With this new plan, the first such in North America, beginning September 1, 2009 a Tire Stewardship Fee (TSF) will be charged on all **new** tire purchases in the province of Ontario. There will not be a TSF on **retread** tire purchases. As we move forward, the TSF will be a separate billing item on invoice, including all national account new tire manufacturer invoices.

The Ontario Tire Stewardship will use the Tire Stewardship Fees (TSF) it collects to operate scrap tire management recycling program, including the collection, transporting and processing costs of used tires, including tire stockpiles. Therefore with the rollout of this new program, again on September 1, 2009 our fleet customers will no longer pay a casing disposal fee.

Below is a matrix noting tire type, and the TSF per tire when purchasing a new tire:

<u>Tire Type</u>	<u>TSF per Tire</u>
Passenger and Light Truck Tires	\$5.84
Medium Truck Tires	\$14.65
Small & Large Industrial Tires	\$12.52
Agricultural Drive and Logger Skidder Tires	\$15.30
Small OTR – from 1300R24 to 23.5R25	\$22.26
Medium OTR – from 23.5R25 to 33” rim diameter	\$97.38
Large OTR – over 33” to 39” rim diameter	\$104.34
Giant OTR – over 39” rim diameter	\$250.41

For more information on the Ontario Tire Stewardship program please visit their website at www.ontariots.ca for more information on the program.

Thank you for being a valued customer of ours, we appreciate your business.



Tom Cherry
General Manager