

HCM, 10th October 2019**Notice to Implementation Low Sulphur Surcharges (LSS)**

Dear Valued SITC Customers

In enforced for **Low Sulphur IMO (International Maritime Organization) 2020 Regulation on 01st January 2020 to reducing Sulphur Oxides (SOx) emissions in Fuel Oil from 3.5% to 0.5% from ships** and the wishing impact of this reduction is to bring additional benefits to the global environment and human health.

The part of socially responsibilities as vessel operator service and to comply this new regulation, we (SITC) will respect follow and fully support this regulation.

However, in consequence of this implementation will have the surcharge namely **LSS (Low Sulphur Surcharges)** for November ~ December 2019 as preparatory and it will be reviewed a month before regulation implemented according to low sulphur fuel price.

The Low Sulphur Surcharges (LSS) will be implemented for Inbound and Outbound shipments, especially from and to **all of South Vietnam ports** with tariff as follows:

Surcharge Name	From	To	Dry (\$)	Reefer (\$)	Rate basis
Low Sulphur Fuel Surcharge (LSS)	HCM	S.PRC, Hong Kong, Taiwan, N. PHL, Cambodia, Thailand, Singapore, Malaysia, Brunei	45	67.5	Per Teu
	HCM	Japan, Korea, N. PRC, E. PRC, S. PHL, Indonesia	75	112.5	

Notes:

1. N.PRC include Dalian, Tianjin, Qinhuangdao, Yantai, Weihai, Shidao, Qingdao, Lianyungang and all other ports tranship via them.
2. E.PRC include Shanghai, Taicang, Zhangjiagang, Ningbo, Wenzhou, Quanzhou, Xiamen and all other ports tranship via them
3. S.PRC include all ports in Guangdong province, Guangxi province, Hainan and all other ports tranship via them.
4. N.PHL include Subic, Manila S & N, Batangas, Cebu and all ports tranship via them.
5. S.PHL include Cagayan De Oro, Davao, General Santos and all ports tranship via them.

Remarks

Payment term default is CC at destination , but it can be negotiated depend on customer decide

The above tariff of LSS applicable per **01st November 2019** based on on-board date from POL (Port of Loading)

Thank you for your kind understading and good cooperation

Best regards

New Container Lines Vietnam Co. Ltd

As agent of SITC Container Lines Co,. Ltd