



**British Columbia, Alberta, Saskatchewan, Manitoba,
Quebec Associations**

March 28, 2013

Dear EHC Registrant:

Further to communication from us, that began over a year ago, with you or another representative of your company, on a plan to set up Environmental Handling Charges on lubricating oil and related fluids, automotive glycol fluid (anti-freeze/coolant) and oil filters for original equipment manufactured (OEM) by your company, we now provide formal notice of implementation of this change.

Calculation of EHC on OEM sales commences July 1st, 2013; January 1st, 2014 in Saskatchewan. Commensurate remittances commence October 1st, 2013, April 1st, 2014 in Saskatchewan, and each quarter thereafter.²

Until now, OEM lubricating oil and related products has been exempt from the EHC levied on lubricating oil and related products sold in Canada. However, the potential income to the used oil management associations in Canada against the currently unfunded expense we make to recycle used oil and coolant products from OEM vehicles and equipment, including electrical equipment, has grown to be significant to us.

We have developed templates on fluids and filters categories and volumes for new automobiles, light and heavy duty trucks, and farm, forestry, construction heavy equipment sold in Canada, which we ask you to use in recording quarterly OEM sales to which EHC would apply. The templates applicable to OEM are attached. These templates will be consistently formatted and added to the existing on-line EHC remittance form on our websites, for easy reference for each OEM EHC remitter.

We appreciate the complexity associated with summarizing automotive and equipment fluid and filter volumes by vehicle categories. However, we believe we have assembled a representative and functional remittance form to capture essential OEM sales data relevant to fluids and filters. We will continue to improve on categories and volumes as better information becomes available to us.

Sincerely
yours,

Gilles Goddard
SOGHU

Ron Benson
MARRC

Phil Wrubleski
SARRC

Roger Jackson
AUOMA

Ron Driedger
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