

Attached is a copy of MARRC's EHC Payment Schedule *Form MARRC-EHC001*,

Please note: the EHC on oil containers is in addition to the EHC on oil where applicable.

The following is an example of how the EHCs are to be calculated.

	EHC on the...		
	Oil \$ 0.05/litre	Container \$ 0.10/litre of capacity	Total EHC excluding taxes
205 litre drum	\$10.25	N/A	\$10.25
60 litre keg	\$ 3.00	N/A	\$ 3.00
20 litre pail	\$ 1.00	\$2.00	\$ 3.00
12 x 1 litre case	\$ 0.60	\$1.20	\$ 1.80

The above examples apply to "collectable" oils. In the case of "consumable" oils, no EHC is payable on the oil. However, an EHC is payable on the container of a consumable oil if its capacity is 30 litres or less. All grease containers are EHC exempt.

A complete list of MARRC members is also enclosed to support exempting a sale from EHCs when one MARRC member sells to another MARRC member in Manitoba.

We are pleased to announce that KPMG, chartered accountants, has been contracted to receive confidential remittances in trust from members. The contact at KPMG is:

Mike Stasiuk, CA, Partner, KPMG
Suite 2000 1 Lombard place
Winnipeg Manitoba R3B-0X3
Telephone: (204) 957-2236
Telefax: (204) 957-0808

A letter from KPMG regarding the EHC remittance processing and reporting procedures is being forwarded to you under separate cover.

The Membership Agreement calls for quarterly remittances with the remittance due 30 days after quarter end. For example, July, August and September is due by the end of October. Please advise KPMG and MARRC if you opt for monthly remittances and forward your cheque and documentation 30 days after each month end.

If there are any questions regarding the EHC implementation procedures, the applicable products or the form itself, please call me at (204) 632-5255. If there are any questions regarding the EHC remittance process, please contact Mike Stasiuk of KPMG at 204-957-2236.

Regards,

Ron Benson
Executive Director

Enclosures
CC: Mike Stasiuk KPMG

Payment Schedule Acknowledgement

We wish to make our EHC remittances:

- a) Monthly _____
- b) Quarterly _____
- c) Yearly _____

MEMBER _____
(Print Name of Corporation)

PER: _____
(Signature)

Please fax return to (204) 633-9380

Attention: Ron Benson