PYCO INDUSTRIES INC

FREIGHT TARIFF PSC 8000-A

(Cancels Freight Tariff PSC 8000)

NAMING

MISCELLANEOUS RULES AND CHARGES,

ALSO

SWITCHING, DEMURRAGE AND STORAGE RULES AND CHARGES,

APPLYING

ON

PYCO INDUSTRIES INC

ΑT

LUBBOCK, TX

LOCAL TARIFF

This tariff is also applicable on intrastate traffic, except where expressly provided to the contrary in connection with particular rates and provisions contained herein.

ISSUED: November 28, 2007 EFFECTIVE: December 18, 2007

ISSUED BY

Robert Lacy, Senior Vice President - Marketing PYCO Industries Inc. 2901 Avenue A Lubbock, TX 79408

RULES AND OTHER GOVERNING PROVISIONS RULES AND REGULATIONS - GENERAL

ITEM 10

REFERENCE TO TARIFFS, ITEMS, NOTES, RULES, FTC.

Where reference is made in this tariff to tariffs, items, notes, rules, etc., such references are continuous and include supplements to and successive issues of such tariffs and reissues of such items, notes, rules, etc.

ITEM 15

PSC SERVES THE FOLLOWING STATION:

Lubbock, Lubbock County, Texas, 79408
AAR Rule 260 LUBBO
FSAC 42200
SPLC 677200000
OPSL 72200
NOTE 3200, as explained in OPSL 6000-series.

ITEM 20

METHOD OF CANCELING ITEMS

As this tariff is supplemented, numbered items with letter suffixes cancel corresponding numbered items in the original tariff or in a prior supplement. Letter suffixes will be used in alphabetical sequence starting with A.

Example: Item 445-A cancels Item 445 and Item 365-B cancels Item 365-A in a prior supplement which in turn canceled Item 365.

ITEM 30

SUPPLEMENTS AND REISSUES

When reference is made in this tariff, or supplements, to other publications for rates or other information, it includes "Supplements thereto or successive issues thereof."

Where reference is made in this tariff to items, it includes "reissues" of such items.

RULES AND OTHER GOVERNING PROVISIONS RULES AND REGULATIONS - UNLIMITED

ITEM 50

PSC HOURS OF OPERATION

The PSC provides service five days a week, Monday through Friday, exclusive of Holidays. In the event switching services are requested at other times, the PSC shall attempt to accommodate customers with a special switch crew. For charge for this service, see Item 120.

ITEM 75

CREDIT POLICY

Credit will be extended to qualified companies and customers of PSC who demonstrate a good history of payment record and who consistently pay their bills to PSC within thirty (30) days of issuance.

Credit can be extended for all services and goods provided by PSC, including transportation, demurrage, track construction and repair services and materials.

A customer will remain in good standing by paying all bills within thirty (30) days from the date of issuance and by reviewing and seeking correction on any such bills within the time period allotted on the statement. If none is allotted, any corrections or adjustments must be sought so the bill can be paid within the thirty (30) day period.

Customers who do not pay their billing within sixty (60) days of the date of issuance shall have their credit privileges revoked. After sixty (60) days (See Exception), PSC will hold freight and demurrage charges will continue to apply until payment of all charges are paid, or at its option, PSC may (1) send freight to public warehouses or storage tracks where same will be held subject to storage charge of \$58.00 per car per day, of fraction of a day (See Note) and all other charges, or (2) sell freight in order to satisfy payment of charges due.

Note: If car hire cost to the PSC are more than the storage charge, then the actual car hire cost will be assessed.

Exception: Demurrage charges must be paid within 30 days of issuance.

For explanation of terms and explanation of abbreviations and reference marks, see last page of tariff.

SECTION 1 MISCELLANEOUS RULES AND CHARGES

ITEM 100

EMPTY CARS ORDERED BUT NOT LOADED

On empty cars that are ordered for loading and order is canceled and car is in route, or the service of switching or placing of car has been performed and the car is not loaded but returned to this railroad empty, a charge of \$100.00 per car will be assessed and collected from the person, firm or corporation ordering such cars. (See Note, this item.)

Note - Charge will not apply on cars unfit for loading, see Item 110, this tariff.)

ITEM 110

IMPROPER CARS FURNISHED FOR LOADING BY CONNECTING LINES

When cars ordered by industries for loading are refused on account of not being in proper condition to load, a charge of \$100.00 per car will be assessed against the railroad furnishing the car.

ITEM 120

[1]

SPECIAL SWITCHING SERVICE

This railroad will endeavor to meet all customer requirements during normal operations.

However, in the event that a shipper or consignee requests switching service that necessitates employment of an additional crew, a Special Switching Service charge of \$1500.00 will be charged to the party making the request. This charge will be in addition to all other charges associated with the movement.

Provision of special switches is subject to the availability of crews, locomotives and other operating requirements.

SECTION 2 SWITCHING RULES AND CHARGES

ITEM 200

DEFINITION OF INTRA-PLANT SWITCHING

A switching movement (loaded or empty car) from one track to another within the same plant or industry, or from one location to another location on the same track within the same plant or industry.

ITEM 210

DEFINITION OF INTRA-TERMINAL SWITCHING

A switching movement (loaded or empty car) (other than intra-plant) from one track to another track of the same railroad, or between the track(s) of an industry and the track of the railroad or between the tracks of two separate industries served by the same railroad.

ITEM 240

INTRA-PLANT SWITCHING CHARGE

The PSC will perform intra-plant switching at a charge of \$150.00 per car.

ITEM 250

INTRA-TERMINAL SWITCHING CHARGE

The PSC will perform intra-terminal switching at a charge of \$150.00 per car.

For explanation of terms and explanation of abbreviations and reference marks, see last page of tariff.

SECTION 3 CAR DEMURRAGE RULES AND CHARGES

APPLICATION

Except where provided to the contrary, Demurrage Rules and Charges contained herein apply to all railroad and privately-owned cars held for or by consignors and consignees for any purpose.

ITEM 300

HOLIDAYS

Wherever reference is made to "holidays," it shall mean only the days listed below:

New Year's Day - January 1 (See Note 1)
Washington's Birthday - Third Monday of February
Memorial Day - Last Monday of May
Independence Day - July 4 (See Note 1)
Labor Day - First Monday of September
Thanksgiving Day - Fourth Thursday of November
Christmas Day - December 25 (See Note 1)

Note 1 - When this date occurs on a Sunday, the following Monday will be observed as the holiday.

ITEM 310

ACTUAL PLACEMENT

Actual Placement is made when a car is placed in an accessible position for loading or unloading or at a point previously designated by the consignor or consignee.

ITEM 320

CONSTRUCTIVE PLACEMENT

When a car consigned or ordered to a private track, industrial interchange track or other-than-public-delivery track cannot be actually placed because of a condition attributable to the consignor or consignee, such car will be held at available hold point and notice shall be sent or given the consignor or consignee that the car is being held and that this railroad is unable to effect placement; however, if car is placed on private track, industrial interchange track or other-than-public delivery track serving the consignor or consignee, the car will be considered constructively placed without notice.

ITEM 330

NOTIFICATION -TO PSC / TO CONSIGNOR OR CONSIGNEE

Except as otherwise provided, notification shall be via electronic or mechanical devices. Verbal instructions may be provided with agreement of PSC.

SECTION 3 CAR DEMURRAGE RULES AND CHARGES

ITEM 340

FREE TIME

Free time as follows will be allowed for each car:

Forty-Eight (48) hours to complete unloading.

Forty-Eight (48) hours to complete loading.

Free time will be computed from the first 12:01 AM after placement, or after notification has been sent or given where required (See Exception). For the purpose of computing free time, Saturdays, Sundays and holidays will be excluded.

EXCEPTION: On cars placed after 10:00 AM on Friday or the day before a holiday, free time will be computed from the first 12:01 AM Monday or 12:01 AM the day following the holiday, respectively.

ITEM 350

DEMURRAGE CHARGES

(See Notes 2, 3, 4 and 5)

After expiration of free time allowed the following charges per car per day, or fraction of a day, will be made until car is released.

\$36.00 for each of the first three (3) chargeable days,

\$48.00 for each of the next ten (10) days (See Note 1).

\$58.00 for each subsequent day (See Note 1).

The applicable charge will accrue on all Saturdays, Sundays and holidays subsequent to the first chargeable day, including a Saturday, Sunday or holiday immediately following the day on which the first chargeable day begins to run.

Note 1: If car hire cost to the PSC is more than demurrage charge, then the actual car hire cost will be assessed

Note 2: In the event of unit or multiple car shipments moving under connecting carrier tariffs or contracts which limit the time industries may hold equipment for loading or unloading, the payments, restrictions and conditions in those tariffs or contracts apply for cars held in excess of the allotted time.

Note 3: Not applicable on privately-owned cars on private tracks.

(Continued on next page)

For explanation of terms and explanation of abbreviations and reference marks, see last page of tariff.

SECTION 3 SECTION 4 CAR DEMURRAGE RULES AND CHARGES STORAGE RULES AND CHARGES ITEM 350 (Cont'd) **ITEM 400 HOLD/STORAGE CHARGE DEMURRAGE CHARGES** (See Notes 2, 3, 4, and 5) (See Note) The PSC will hold/store cars on its tracks at charge of Note 4: Privately-owned cars which are first held on \$1.25 per car per day, or fraction of a day, to be computed railroad tracks under constructive placement will from date placed on hold/storage track until released. (See be subject to demurrage charges provided for Item 410) herein after expiration of free time (See Item 340) until such time car is placed on private tracks. Note: Customers desiring to store loaded cars must contact the PSC for arrangements. Note 5: Demurrage charges are assessed monthly, first day to last day of the month. (The PSC reserves the right to reject or modify any request to hold/store cars, or hold/store any cars longer than 7 days.) **ITEM 410 MOVING CARS TO AND FROM HOLD/STORAGE TRACKS** The PSC will assess a charge of \$50.00 per car for moving cars to hold/storage tracks, and \$50.00 per car for removing cars from hold/storage tracks.

FT PSC 8000-A

EXPLANATION OF ABBREVIATIONS AND REFERENCE MARKS
AAR - Association of American Railroads FSAC - Freight Station Accounting Code FT - Freight Tariff OPSL - Official Railroad Station List, OPSL 6000-series PSC - PYCO Industries Inc. SPLC - Station Point Location Code [A] - Addition [C] - Change resulting in neither an increase or decrease in charges [D] - Canceled / Deleted [I] - Increase [NC] - Brought forward without change [R] - Reduction/Decrease (Underscored portion denotes change.)