CORE-MARK FUEL SURCHARGE NOTICE

As we all know, fuel prices fluctuate from time to time based on market conditions. Although Core-Mark factors certain transportation costs into the price of its products, Core-Mark has implemented a fuel surcharge program to address the volatility in fuel prices. This Notice explains Core-Mark's assessment of fuel surcharges pursuant to its fuel surcharge program. Note, this policy may not apply to customers that are subject to other business or commercial terms with Core-Mark.

Since May 1, 2018, Core-Mark has assessed fuel surcharges using a grid based upon the average weekly on-highway diesel prices published by the U.S. Energy Information Administration ("EIA"). Specifically, the fuel surcharge amount is applied to each invoice based upon the Core-Mark Fuel Surcharge Grid ("Grid") applicable to your geographic region. The Grid will be updated on a monthly basis by determining the weekly average on-highway diesel price for your region published by the EIA on the third Tuesday of the prior month for all months except January, April, July and October where the fourth Tuesday of that month is used, i.e. the December per invoice fuel surcharge amounts shown on the Grid will be set based upon the EIA weekly index as of the third Tuesday in November.

CORE-MARK FUEL SURCHARGE GRID SAMPLE FOR ILLUSTRATIVE PURPOSES

Under Core-Mark's fuel surcharge program, if the average on-highway price of diesel fuel published by the EIA is $1.50 or more per gallon in your region on the third Tuesday of the prior month (or fourth Tuesday of January, April, July and October), Core-Mark will apply the corresponding fuel surcharge per invoice amount shown in the Grid for each delivery during that month. By way of example using a historical example of the Grid:

Fuel Surcharge

U.S. Average Fuel Price Price Per Gallon		Surcharge Per Order
Under	1.309	$0.00
Up to	1.529	$1.50
Up to	1.749	$2.50
Up to	1.969	$3.75
Up to	2.189	$5.00
Up to	2.409	$6.25
Up to	2.629	$7.50
Up to	2.849	$8.75
Up to	3.069	$10.00
Up to	3.289	$11.25
Up to	3.509	$12.50
Up to	3.729	$13.75
Up to	3.949	$15.00
Up to	4.169	$16.25
Up to	4.389	$17.50
Up to	4.609	$18.75
Up to	4.829	$20.00
Up to	5.049	$21.25
Up to	5.269	$22.50
Up to	5.489	$23.75
Up to	5.709	$25.00
Up to	5.929	$26.25
Up to	6.149	$27.50

1)   If the weekly average on-highway price of diesel fuel published by the EIA was less than $1.50 per gallon in your region on the third Tuesday of the prior month (or fourth Tuesday of January, April, July and October), no fuel surcharge will be applied during the current month;

2)   Every $.50 increase over $1.50 per gallon, the monthly per delivery fuel surcharge increases by $.50 per invoice; and

3)   To monitor diesel fuel prices in your region, simply visit the EIA website at: https://www.eia.gov/dnav/pet/pet_pri_gnd_a_epd2d_pte_dpgal_w.htm.

For further transparency, the fuel surcharge, when applicable, will be shown as a separate line item charge to your invoice. If a fuel surcharge is assessed, it will only be billed once per delivery regardless of the dollar value or amount of goods purchased. The fuel surcharge amounts on the Grid are calculated using the EIA on-highway diesel price index and not Core-Mark's actual fuel expenses or the cost of fuel associated with a delivery to a particular customer's location. The assessed fuel surcharge is not a separate tax or fee required by any governmental agency or entity.

Accordingly, the fuel surcharge assessed for a particular delivery may exceed Core-Marks' actual fuel expenses associated with that delivery. Core-Marks' fuel surcharge program, fuel surcharge amounts billed, and the Grid amounts are subject to change at Core-Marks' discretion.

Please contact your Sales Representative if you have any questions regarding our fuel surcharge program or which EIA region is applicable to you. Thank you for your continued business as a valued Core-Mark customer.