

HORIZON LINES

Triton Towers One, Suite 600
555 S Renton Village Place
Renton, WA 98057

February 15, 2011

Dear Valued Customer:

Horizon Lines of Alaska has filed today with the Surface Transportation Board to increase the **Inland fuel** surcharge as specified in Rule 338 (Inland Fuel Surcharge) of our Alaska tariffs 301, 314, 453, 313, 318 and 462 from 23.0% to 26.0%. This fuel surcharge applies only to inland origin and destination arbitraries, including local pick-up and delivery. The effective date for this increase is February 27, 2011.

We will continue to monitor fuel price trends and adjust the fuel surcharge accordingly.

We at Horizon Lines of Alaska appreciate your business and look forward to serving you in the future.

If you have any questions, please contact your Horizon Lines Sales Representative or Customer Service, 1-877-678-7447.

Horizon Lines of Alaska, LLC