



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

November 20, 2008

Dear Valued Customer:

Horizon Lines of Alaska has filed today with the Surface Transportation Board to decrease the Inland fuel surcharge as specified in Rule 338 of our Alaska tariffs from 27.5% to 17.0%. This fuel surcharge applies only to inland origin and destination arbitraries, including local pick-up and delivery. The effective date for this decrease is November 23, 2008.

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

As a reminder, please be aware that, as announced on November 17th, the Ocean fuel surcharge as specified in Rule 339 of our Alaska tariffs will be decreased from 19.0% to 15.0%, effective November 23, 2008.

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