FRAMEWORK TRACK ACCESS AGREEMENT FOR FREIGHT SERVICES

Dated

Between

HS1 LIMITED

and

THIS A	AGREEMENT is made the [] day of [] 20[]
BETW	VEEN:
(1)	HS1 Limited, a company registered in England and Wales under number 03539665 having its registered office at 73 Collier Street, London N1 9BE (" HS1 Ltd "); and
(2)	[], a company registered in [] under number [] having its registered office at [] (the "Train Operator").

WHEREAS:

- (A) HS1 Ltd is the owner of HS1; and
- (B) HS1 Ltd has agreed to grant to the Train Operator permission to use certain track comprised in HS1 on the terms and conditions of the Contract.

IT IS AGREED AS FOLLOWS:

1. INTERPRETATION

- 1.1 In this Agreement, the "Terms" means the HS1 Freight Access Terms being at the date of this Agreement the edition of the HS1 Freight Access Terms initialled by the parties for the purpose of identification.
- 1.2 This Agreement shall be interpreted in accordance with the HS1 Network Code and the Terms, for which purpose terms defined therein shall have the same meaning in this Agreement, unless this Agreement expressly provides to the contrary.
- 1.3 Save to the extent expressly provided to the contrary, references to "the Contract" shall include this Agreement (including the Schedules to this Agreement), the Terms, the HS1 Network Code and the HS1 Operational Codes and a reference to a Schedule to the Contract shall be construed to mean a Schedule to this Agreement.
- 1.4 Reference to HS1 Ltd and the Train Operator is to their respective successors and permitted assigns.
- 1.5 In this Agreement, the singular shall include the plural and vice versa.

2. TERMS, HS1 NETWORK CODE & HS1 OPERATIONAL CODES

2.1 **Incorporation**

The Terms, the HS1 Network Code and each of the HS1 Operational Codes are incorporated in and form part of this Agreement.

2.2 Modifications to the Terms, the HS1 Network Code & the HS1 Operational Codes

If the Terms, the HS1 Network Code and/or the HS1 Operational Codes are modified at any time, this Agreement shall have effect with the modification from the date that such modification comes into force.

2.3 Compliance by other operators

HS1 Ltd shall ensure that all operators of trains having permission to use any track comprised in HS1 agree to comply with the HS1 Network Code and each of the HS1 Operational Codes.

3. INDEMNITY

- 3.1 If the Standard Specified Equipment (as defined in Schedule 5) has satisfied to a qualified extent the requirements of the relevant HS1 Standards in relation to its compatibility with HS1, the Train Operator shall indemnify and hold HS1 Ltd harmless against all costs, losses (including loss of profit and revenue), expenses, payments, damages, liabilities, interest and the amounts by which rights or entitlements to amounts are reduced (including without limitation any of the aforementioned which are incurred by the person appointed by HS1 Ltd to operate and maintain HS1 from time to time) which arise as a consequence of the Standard Specified Equipment (as defined in Schedule 5) satisfying to a qualified extent the requirements of relevant HS1 Standards in relation to its compatibility with HS1.
- 3.2 The indemnity contained in Clause 4.1 of this Agreement shall extend to any of HS1 Ltd's costs, losses (including loss of profit and revenue), expenses, payments, damages, liabilities, interest and the amounts by which rights or entitlements to amounts are reduced (including without limitation any of the aforementioned which are incurred by the person appointed by HS1 Ltd to operate and maintain HS1 from time to time), which are increased as a consequence of the Standard Specified Equipment (as defined in Schedule 5) satisfying to a qualified extent the requirements of relevant HS1 Standards in relation to its compatibility with HS1.

4. MOVEMENTS OF TRAINS ONTO AND/OR OFF HS1

- 4.1 In order that railway vehicles under the control of the Train Operator be promptly:
 - (a) accepted off HS1; and/or
 - (b) presented onto HS1,

the Train Operator shall ensure that in respect of each Nominated Location suitable access has been granted to it in relation to such Nominated Location by the facility owner and/or infrastructure manager in respect of the relevant facility and/or network connected to HS1 at the Nominated Location.

- 4.2 Where railway vehicles under the control of the Train Operator will move onto and/or off HS1, the parties shall ensure that in respect of each Nominated Location they will facilitate (to the extent that they are able) the prompt presentation of such railway vehicles onto and/or off HS1.
- 4.3 For the purposes of this Clause 5, "**Nominated Location**" shall mean, in relation to a Service, any such location where railway vehicles operating that Service under the control of the Train Operator will move onto and/or off HS1.

5. PRECEDENCE OF DOCUMENTS

- 5.1 In the event of any discrepancy, inconsistency, divergence or anomaly arising between the provisions of the Contract, the order of priority shall be as follows, save where expressly provided to the contrary:
 - (a) first, the HS1 Network Code;
 - (b) second, this Agreement;
 - (c) third, the Terms; and
 - (d) fourth, the HS1 Operational Codes.

6. SCHEDULES TO THIS AGREEMENT

6.1 Schedules 1 to 6 (inclusive) to this Agreement shall have effect.

SCHEDULE 1: CONTRACT PARTICULARS

1.	HS1 Ltd's address for service of notices is:
	HS1 Limited 73 Collier Street London N1 9BE
	All written notices to be marked:
	"URGENT: ATTENTION GENERAL COUNSEL"
2.	The Train Operator's address for the service of notices is:
	All written notices to be marked:
	"URGENT: ATTENTION []"
3.	The Secretary of State's address for the service of notices is
	The Secretary of State Department for Transport 33 Horseferry Road London SW1P 4DR
4.	Commencement Date: [
5.	Expiry Date: []

SCHEDULE 2: THE ROUTES

The Routes comprise the main routes in each direction as described below:

- 1. Eurotunnel Boundary to Ripple Lane Boundary;
- 2. Eurotunnel Boundary to Dollands Moor Boundary;
- 3. Ashford East Junction to Ashford East Boundary; and
- 4. Ashford West Junction to Ashford West Boundary.

The Route shall not include the connecting lines to and from Ashford International Station between Ashford West Boundary and Ashford East Boundary.

For these purposes:

"Ashford East Boundary"	means the boundary of HS1 and the NR Network east of Ashford International station;
"Ashford East Junction"	means Ashford East junction on HS1;
"Ashford West Boundary"	means the boundary of HS1 and the NR Network west of Ashford International station;
"Ashford West Junction"	means Ashford West junction on HS1;
"Dollands Moor Boundary"	means the boundary of HS1 and the DB Schenker Rail (UK) Limited Dollands Moor freight yard;
"Eurotunnel Boundary"	has the meaning ascribed to it in Part A of the HS1 Network Code; and
"Ripple Lane Boundary"	means the boundary of HS1 and the NR Network at Ripple Lane

exchange sidings.

SCHEDULE 3: COLLATERAL AGREEMENTS

- 1. The CTRL Claims Allocation and Handling Agreement and the agreement under which the Train Operator agrees to become a party to the CTRL Claims Allocation and Handling Agreement.
- 2. The Disputes Resolution Agreement dated 18 February 1999 between the Secretary of State for the Environment, Transport and the Regions; London & Continental Railways Limited; Railtrack Group Plc and others as amended pursuant to a Deed of Amendment and Restatement between HS1 Limited, The Secretary of State for Transport, Network Rail Infrastructure Limited and others dated 16 December 2010 ("Disputes Resolution Agreement"), and the agreement under which the Train Operator agrees to become a party to the Disputes Resolution Agreement.
- 3. [The Direct Agreement between the Secretary of State for Transport, the Train Operator and HS1 Ltd with respect to the Contract.]

[Note: Include 3 if applicable.]

SCHEDULE 4: TRACK CHARGES

PART 1

Other Services Charge



[]

A	В	С	D	E	F	G
Service Group	Vehicle Category	Relevant Distance (Kilometres)	DI Costs OMRCA1	DI Costs OMRCA2	OMRC Discount Factor	Capacity Reservation Charge Multiplier
Freight night services – [Origin] to [Destination]			[£2.06]	[£5.07]	[56.1%]	[0.25]

Note: This table will need to be amended to reflect the various types of Service operated.

The OMRC Discount Factor for Freight Night Services will only apply up to and including 31 March 2015 and will not apply thereafter (following which the OMRC Discount Factor will be 100%).

[Note: Freight Night Services is a Service Group and for consistency with the approach taken in respect of passenger services, has not been defined. Additional rows in the table may be required if a variety of different journeys with different Relevant Distances are operated.]

SCHEDULE 5: THE SERVICES AND THE SPECIFIED EQUIPMENT

1. **Definitions**

1.1 In this Schedule, unless the context otherwise requires:

["Bid"/ "Access Proposal"]

has the meaning ascribed to it in Part D of the HS1 Network Code;

"Catalogue Path"

means a Train Slot reserved for the operation of a freight service, as established in accordance with the processes for reviewing the [Rules of the Route/ Engineering Access Statement] set out in Part D of the HS1 Network Code and published by HS1 Ltd from time to time;

"Contingent Right" means a right under this Schedule 5 which is not a Firm Right and which is subject to the fulfilment of all Bids in respect of competing Firm Rights and any additional contingency specified in this Schedule 5;

[Note: This can be updated following the proposed changes to Part D of the HS1 Network Code as the term will instead be defined in Part D.]

"Contingent Train Slot"

means a Catalogue Path to which the Train Operator has Contingent Rights under the Contract as specified in Table 2.1;

"Dollands Moor Boundary" has the meaning ascribed to it in Schedule 2;

"Firm Right"

has the meaning ascribed to it in Part D of the HS1 Network Code;

"Intermodal Wagons"

means railway vehicles which convey goods in fully enclosed and sealed containers or compartments;

"Night"

means:

- (i) the period from 2330 to 0700; and
- (ii) for the purposes of establishing any additional freight train paths which may be available on HS1 under paragraph 2.2 of this Schedule and where agreed by HS1 Ltd and the Train Operator (each acting reasonably), the period which falls [45] minutes either side of those periods set out in paragraph (i) of this definition:

"Operating Constraints"

means:

- (a) the [Rules of the Route/Engineering Access Statement];
- (b) the [Rules of the Plan/Timetable Planning Rules];
- (c) the Working Timetable and all appendices to the Working Timetable

including the sectional appendices as defined in the Working Timetable and all supplements to the sectional appendices;

"Ripple Lane Boundary" has the meaning ascribed to it in Schedule 2;

"Rules of the Plan/Timetable Planning Rules" has the meaning ascribed to it in Part D of the HS1 Network Code;

["Rules of the Route/ Engineering Access Statement"] has the meaning ascribed to it in Part D of the HS1 Network Code;

"Single Line Working"

means the movement of the Services on one line of HS1 in accordance with the relevant provisions of the Rule Book (as updated from time to time)

whilst one line (or a section of one line) is closed to traffic;

["Spot Bid"/ "Train Operator Variation"] has the meaning ascribed to it in Part D of the HS1 Network Code;

"Standard Specified Equipment" means, in respect of any Service, the Specified Equipment referred to in paragraph 4;

"Timetable Week" has the meaning ascribed to it in Part D of the HS1 Network Code;

"Timetable Year" has the meaning ascribed to it in Part A of the HS1 Network Code;

"Week Night" means any Night, falling within a Timetable Week, which does not

commence on a Saturday or a Sunday; and

"Working Timetable" has the meaning ascribed to it in Part A of the HS1 Network Code.

- 1.2 Unless otherwise stated, where in this Schedule a period is expressed to be between two specific times that period shall be inclusive of both such times.
- 1.3 With respect to the Services and for the purposes of Table 2.1 below, the following convention shall be used to denote days of the week:

M means a Night commencing on a Monday;
T means a Night commencing on a Tuesday;
W means a Night commencing on a Wednesday;

Strictly Private and Confidential

Draft: 12 December 2011

Th means a Night commencing on a Thursday; and F means a Night commencing on a Friday.

2. Firm Train Slots

Table 2.1: Firm Train Slots

1	2	2 Firm Train Slots					
Description:	Firm Tra						
From To		M	T	W	Th	F	
[Dollands	[Ripple Lane						
Moor	Boundary]						
Boundary]	-						
[Ripple Lane	[Dollands Moor						
Boundary]	Boundary]						

- 2.1 The Train Operator has Firm Rights to the number of Catalogue Paths in the Working Timetable as listed against each Service specified in Table 2.1 under the heading "Firm Train Slots" specified in Table 2.1 and on the Nights so listed.
- 2.2 The Train Operator has a Contingent Right to such other Catalogue Paths and/or any additional freight Train Slots at Night which may be available from time to time which (in either case) is not the subject of [a Bid or a Spot Bid/ an Access Proposal or a Train Operator Variation] which has been accepted by HS1 Ltd.
- 2.3 When submitting a [Bid/ Access Proposal or Rolled Over Access Proposal] or a [Spot Bid/ Train Operator Variation] for a Catalogue Path or any additional freight Train Slot, the Train Operator shall provide reasonable supporting evidence that it will operate a Service using such Train Slot. HS1 Ltd shall be entitled to reject any such [Bid/ Access Proposal or Rolled Over Access Proposal] or [Spot Bid/ Train Operator Variation] unless the Train Operator has provided such reasonable supporting evidence and HS1 Ltd (acting reasonably) is satisfied that the Train Operator will operate a Service using such Train Slot.
- 2.4 HS1 will be closed every year from 23:00 hours on 24 December to 02:40 hours on 26 December and, save as otherwise agreed in writing, the Train Operator shall not have rights to operate Services during this period.
- 2.5 HS1 will be closed on Nights other than Week Nights and, save as otherwise agreed in writing, the Train Operator shall not have rights to operate Services at such times.
- 2.6 The Services will be subject to Single Line Working and timetabled in accordance with the relevant restrictions as required by the HS1 Standards (as updated from time to time).

3. Standard Specified Equipment

Standard Specified Equipment

3.1 The Train Operator has Firm Rights to operate [class [] locomotives] which have been modified for use on HS1, together with Intermodal Wagons (the "Standard Specified Equipment") in accordance with the Operating Constraints. Any Standard Specified Equipment may not be used until and unless the necessary route clearance has been obtained.

4. Special Conditions

4.1 The Train Operator shall comply with any special conditions applied by HS1 Ltd to the operation of the Standard Specified Equipment.

SCHEDULE 6: PERFORMANCE REGIME

A	В	C	D	E	F	G	Н	I
Traffic Type	HS1 Poor Performance Threshold (average delay per train expressed in minutes)	Payment Rate (per minute of average delay)	HS1 Good Performance Threshold (average delay per train expressed in minutes)	Bonus Payment Rate (per minute of average delay)	Cancellation Minutes	Train Operator's Performance Benchmark (average delay per train expressed in minutes)	HS1 Ltd Performance Benchmark	TOC on TOC Receipt Benchmark
Freight – night services	0.30	£17.38	0.06	£4.35	100	0.06	0.16	0.40

IN WITNESS whereof the duly authorised representatives of HS1 Ltd and the Train Operator have executed this Agreement on the date first above written.

Signed by
Print name
Duly authorised for and on behalf of HS1 LIMITED
Signed by
Print name
Duly authorised for and on behalf of