



November 16, 2018

North American Air Freight Fuel Surcharge

UPS Supply Chain Solutions uses an index-based fuel surcharge for North American Air Freight that is adjusted monthly. The surcharge is based on an average of the daily prices of the *U.S. Gulf Coast Spot Prices for Kerosene-Type Jet Fuel* as reported by the US Department of Energy for the calendar month that is two months prior to the adjustment. Changes to the fuel surcharge are effective on the first of each month. The fuel surcharge for December is \$0.332/lb. based on the October *U.S. Gulf Coast Spot Prices for Kerosene-Type Jet Fuel* of \$2.2488 per gallon.

Fuel Surcharge History:

December 2018	\$0.332/lb
November 2018	\$0.329/lb
October 2018	\$0.326/lb
September 2018	\$0.323/lb
August 2018	\$0.323/lb
July 2018	\$0.329/lb
June 2018	\$0.320/lb
May 2018	\$0.311/lb
April 2018	\$0.311/lb
March 2018	\$0.317/lb
February 2018	\$0.308/lb
January 2018	\$0.305/lb

The minimum charge is \$15.00.*

UPS 3 Day Freightsm service fuel surcharge is capped at \$0.139/lb for shipments within the contiguous 48 United States and Canada. UPS 3 Day Freight shipments to or from Alaska, Hawaii, and Puerto Rico will receive the North American Air Freight Fuel Surcharge in effect at the time of shipment.

Note: Fuel surcharges are conditioned upon variables and are subject to fluctuation. Fuel surcharge rates, thresholds and methods of calculation are subject to change without prior notice. U.S. Department of Energy data and all other third-party data relayed herein and calculations thereupon are for convenience only and without warranty as to accuracy or timeliness, strictly subject to independent customer verification. In the event U.S. Gulf Coast Spot Prices for Kerosene Type Jet Fuel is below the posted thresholds, UPS will apply a fuel surcharge of \$0.260/lb. UPS will update the table to reflect additional price ranges and corresponding fuel surcharge rates should the U.S. Gulf Coast Spot Prices for Kerosene Type Jet Fuel exceed the posted thresholds.

*Minimum effective July 1, 2014

UPS Supply Chain Solutions North American Air Freight Fuel Surcharge

Fuel Cost Range

<u>From:</u>	<u>To:</u>	<u>Fuel Surcharge</u>
1.000	1.049	26.0 Cents/Pound
1.050	1.099	26.3 Cents/Pound
1.100	1.149	26.6 Cents/Pound
1.150	1.199	26.9 Cents/Pound
1.200	1.249	27.2 Cents/Pound
1.250	1.299	27.5 Cents/Pound
1.300	1.349	27.8 Cents/Pound
1.350	1.399	28.1 Cents/Pound
1.400	1.449	28.4 Cents/Pound
1.450	1.499	28.7 Cents/Pound
1.500	1.549	29.0 Cents/Pound
1.550	1.599	29.3 Cents/Pound
1.600	1.649	29.6 Cents/Pound
1.650	1.699	29.9 Cents/Pound
1.700	1.749	30.2 Cents/Pound
1.750	1.799	30.5 Cents/Pound
1.800	1.849	30.8 Cents/Pound
1.850	1.899	31.1 Cents/Pound
1.900	1.949	31.4 Cents/Pound
1.950	1.999	31.7 Cents/Pound
2.000	2.049	32.0 Cents/Pound
2.050	2.099	32.3 Cents/Pound
2.100	2.149	32.6 Cents/Pound
2.150	2.199	32.9 Cents/Pound
2.200	2.249	33.2 Cents/Pound
2.250	2.299	33.5 Cents/Pound
2.300	2.349	33.8 Cents/Pound
2.350	2.399	34.1 Cents/Pound
2.400	2.449	34.4 Cents/Pound
2.450	2.499	34.7 Cents/Pound

Based on: US Department of Energy, Kerosene Type Jet Fuel, US Gulf Coast

Above Thresholds Effective February 1, 2015

Note: Fuel surcharges are conditioned upon variables and are subject to fluctuation. Fuel surcharge rates, thresholds and methods of calculation are subject to change without prior notice. U.S. Department of Energy data and all other third-party data relayed herein and calculations thereupon are for convenience only and without warranty as to accuracy or timeliness, strictly subject to independent customer verification. In the event *U.S. Gulf Coast Spot Prices for Kerosene Type Jet Fuel* is below the posted thresholds, UPS will apply a fuel surcharge of \$0.260/lb. UPS will update the table to reflect additional price ranges and corresponding fuel surcharge rates should the *U.S. Gulf Coast Spot Prices for Kerosene Type Jet Fuel* exceed the posted thresholds.