

June 23, 2020

North American Air Freight Fuel Surcharge

UPS Supply Chain Solutions uses an index-based fuel surcharge for North American Air Freight that is adjusted bimonthly. The surcharge is based on an average of the weekly prices of the *U.S. Gulf Coast Spot Prices for Kerosene-Type Jet Fuel* as reported by the US Department of Energy for the two weeks prior to the adjustment. Changes to the fuel surcharge are effective on the first and sixteenth of each month. The fuel surcharge for July 1st is \$0.260/lb. based on the prior two week's *U.S. Gulf Coast Spot Prices for Kerosene-Type Jet Fuel* of \$0.9280 per gallon.

Fuel Surcharge History:

i aci sai chaige illist	.01 y .
July 1 st 2020	\$0.260/lb
June 15 th 2020	\$0.260/lb
June 1 st 2020	\$0.260/lb
May 16 th 2020	\$0.260/lb
May 1st 2020	\$0.260/lb
April 2020	\$0.290/lb
March 2020	\$0.305/lb
February 2020	\$0.311/lb
January 2020	\$0.308/lb
December 2019	\$0.311/lb
November 2019	\$0.311/lb
October 2019	\$0.308/lb
September 2019	\$0.314/lb
August 2019	\$0.308/lb
July 2019	\$0.317/lb
June 2019	\$0.317/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

Fuel Cost Range		
From:	<u>To:</u>	Fuel Surcharge
-	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

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.