



**December 18, 2017**

**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 January is \$0.305/lb. based on the November *U.S. Gulf Coast Spot Prices for Kerosene-Type Jet Fuel* of \$1.7592 per gallon.

**Fuel Surcharge History:**

January 2018	\$0.305/lb
December 2017	\$0.299/lb
November 2017	\$0.305/lb
October 2017	\$0.293/lb
September 2017	\$0.284/lb
August 2017	\$0.275/lb
July 2017	\$0.284/lb
June 2017	\$0.290/lb
May 2017	\$0.284/lb
April 2017	\$0.290/lb
March 2017	\$0.290/lb
February 2017	\$0.287/lb

The minimum charge is \$15.00.\*

UPS 3 Day Freight<sup>sm</sup> service fuel surcharge is capped at \$0.109/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

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### 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

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

### **Above Thresholds Effective February 1, 2015**

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