



October 6, 2008

Intermodal Fuel Surcharge

UPS Supply Chain Solutions fuel surcharges are indexed to the *On-Highway Diesel Fuel Prices*, as reported by the U.S. Department of Energy and published on its website each Monday*. Fuel surcharge rates are updated weekly and are applied to shipments originating Tuesday through the following Monday. The Intermodal fuel surcharge for the week of October 7 – October 14 is 34.50%, based on the published diesel fuel price of \$3.875 per gallon on October 6, 2008.

The following table illustrates the surcharge:

UPS Supply Chain Solutions LTL Fuel Surcharge								
Based on: <i>On-Highway Diesel Fuel Prices</i> , as reported by the U.S. Department of Energy (D.O.E.) and published on its Web site each Monday at 4:00 pm Eastern*								
At least:	But less than:	Rate	At least:	But less than:	Rate	At least:	But less than:	Rate
\$3.78	\$3.82	33.50%	\$4.18	\$4.22	38.50%	\$4.58	\$4.62	43.50%
\$3.82	\$3.86	34.00%	\$4.22	\$4.26	39.00%	\$4.62	\$4.66	44.00%
\$3.86	\$3.90	34.50%	\$4.26	\$4.30	39.50%	\$4.66	\$4.70	44.50%
\$3.90	\$3.94	35.00%	\$4.30	\$4.34	40.00%	\$4.70	\$4.74	45.00%
\$3.94	\$3.98	35.50%	\$4.34	\$4.38	40.50%	\$4.74	\$4.78	45.50%
\$3.98	\$4.02	36.00%	\$4.38	\$4.42	41.00%	\$4.78	\$4.82	46.00%
\$4.02	\$4.06	36.50%	\$4.42	\$4.46	41.50%	\$4.82	\$4.86	46.50%
\$4.06	\$4.10	37.00%	\$4.46	\$4.50	42.00%	\$4.86	\$4.90	47.00%
\$4.10	\$4.14	37.50%	\$4.50	\$4.54	42.50%	\$4.90	\$4.94	47.50%
\$4.14	\$4.18	38.00%	\$4.54	\$4.58	43.00%	\$4.94	\$4.98	48.00%

Note: Fuel surcharge percentages and thresholds are subject to change without prior notice. This table does not represent the complete fuel index. In the event *On-Highway Diesel Fuel Prices* approach the highest or lowest amounts currently shown, UPS will update the table to reflect additional price ranges and corresponding fuel surcharge rates.

*In the event the U.S. Department of Energy does not update its *On-Highway Diesel Fuel Prices* on a given Monday, the UPS Supply Chain Solutions fuel surcharge will be updated on the day the U.S. Department of Energy updates its website.