



October 6, 2008

Less-Than-Truckload (LTL) 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 LTL 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.