



July 26, 2010

**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 July 27 – August 2 is 22.50%, based on the published diesel fuel price of \$2.919 per gallon on July 26, 2010.

The following table illustrates the surcharge:

<b>UPS Supply Chain Solutions LTL Fuel Surcharge</b>								
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
\$2.42	\$2.46	16.50%	\$2.82	\$2.86	21.50%	\$3.22	\$3.26	26.50%
\$2.46	\$2.50	17.00%	\$2.86	\$2.90	22.00%	\$3.26	\$3.30	27.00%
\$2.50	\$2.54	17.50%	\$2.90	\$2.94	22.50%	\$3.30	\$3.34	27.50%
\$2.54	\$2.58	18.00%	\$2.94	\$2.98	23.00%	\$3.34	\$3.38	28.00%
\$2.58	\$2.62	18.50%	\$2.98	\$3.02	23.50%	\$3.38	\$3.42	28.50%
\$2.62	\$2.66	19.00%	\$3.02	\$3.06	24.00%	\$3.42	\$3.46	29.00%
\$2.66	\$2.70	19.50%	\$3.06	\$3.10	24.50%	\$3.46	\$3.50	29.50%
\$2.70	\$2.74	20.00%	\$3.10	\$3.14	25.00%	\$3.50	\$3.54	30.00%
\$2.74	\$2.78	20.50%	\$3.14	\$3.18	25.50%	\$3.54	\$3.58	30.50%
\$2.78	\$2.82	21.00%	\$3.18	\$3.22	26.00%	\$3.58	\$3.62	31.00%

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.