

Fuel Surcharges

The cost of diesel fuel has risen significantly over the past months. Unfortunately, in an effort to offset a portion of this cost, J&A Freight Systems has been forced to implement a fuel surcharge.

The following provisions will apply and be listed as a separate charge on all freight bills. The price of fuel will be determined on a weekly basis by the DOE fuel price index. No surcharge will be applied unless the DOE index exceeds \$1.14 per gallon. This surcharge will be adjusted on a weekly basis in accordance with the following schedule.

The national average of the cost of diesel fuel can be verified by calling the Energy Information Administration's price hotline at (202) 586 6966.

| \$/gl | OTR | OTR | RAIL | \$/gl | OTR | OTR | RAIL | \$/gl | OTR | OTR | RAIL |
|---------------|------------|------------|-------------|---------------|------------|------------|-------------|---------------|------------|------------|-------------|
| | Per mile | % | % | | Per mile | % | % | | Per mile | % | % |
| \$2.90 | \$0.44 | 17% | 22% | \$3.78 | \$0.66 | 26% | 33% | \$4.66 | \$0.88 | 38% | 44% |
| \$2.94 | \$0.45 | 18% | 22% | \$3.82 | \$0.67 | 27% | 33% | \$4.70 | \$0.89 | 38% | 44% |
| \$2.98 | \$0.46 | 18% | 23% | \$3.86 | \$0.68 | 28% | 34% | \$4.74 | \$0.90 | 39% | 45% |
| \$3.02 | \$0.47 | 18% | 23% | \$3.90 | \$0.69 | 28% | 34% | \$4.78 | \$0.91 | 39% | 45% |
| \$3.06 | \$0.48 | 19% | 24% | \$3.94 | \$0.70 | 29% | 35% | \$4.82 | \$0.92 | 40% | 46% |
| \$3.10 | \$0.49 | 19% | 24% | \$3.98 | \$0.71 | 29% | 35% | \$4.86 | \$0.93 | 40% | 46% |
| \$3.14 | \$0.50 | 19% | 25% | \$4.02 | \$0.72 | 30% | 36% | \$4.90 | \$0.94 | 41% | 47% |
| \$3.18 | \$0.51 | 20% | 25% | \$4.06 | \$0.73 | 30% | 36% | \$4.94 | \$0.95 | 41% | 47% |
| \$3.22 | \$0.52 | 20% | 26% | \$4.10 | \$0.74 | 31% | 37% | \$4.98 | \$0.96 | 42% | 48% |
| \$3.26 | \$0.53 | 20% | 26% | \$4.14 | \$0.75 | 31% | 37% | \$5.02 | \$0.97 | 42% | 48% |
| \$3.30 | \$0.54 | 21% | 27% | \$4.18 | \$0.76 | 32% | 38% | \$5.06 | \$0.98 | 43% | 49% |
| \$3.34 | \$0.55 | 21% | 27% | \$4.22 | \$0.77 | 32% | 38% | \$5.10 | \$0.99 | 43% | 49% |
| \$3.38 | \$0.56 | 22% | 28% | \$4.26 | \$0.78 | 33% | 39% | \$5.14 | \$1.00 | 44% | 50% |
| \$3.42 | \$0.57 | 22% | 28% | \$4.30 | \$0.79 | 33% | 39% | \$5.18 | \$1.01 | 44% | 50% |
| \$3.46 | \$0.58 | 23% | 29% | \$4.34 | \$0.80 | 34% | 40% | \$5.22 | \$1.02 | 45% | 51% |
| \$3.50 | \$0.59 | 23% | 29% | \$4.38 | \$0.81 | 34% | 40% | \$5.26 | \$1.03 | 45% | 51% |
| \$3.54 | \$0.60 | 24% | 30% | \$4.42 | \$0.82 | 35% | 41% | \$5.30 | \$1.04 | 46% | 52% |
| \$3.58 | \$0.61 | 24% | 30% | \$4.46 | \$0.83 | 35% | 41% | \$5.34 | \$1.05 | 46% | 52% |
| \$3.62 | \$0.62 | 25% | 31% | \$4.50 | \$0.84 | 36% | 42% | \$5.38 | \$1.06 | 47% | 53% |
| \$3.66 | \$0.63 | 25% | 31% | \$4.54 | \$0.85 | 36% | 42% | \$5.42 | \$1.07 | 47% | 53% |
| \$3.70 | \$0.64 | 26% | 32% | \$4.58 | \$0.86 | 37% | 43% | \$5.46 | \$1.08 | 48% | 54% |
| \$3.74 | \$0.65 | 26% | 32% | \$4.62 | \$0.87 | 37% | 43% | \$5.50 | \$1.09 | 48% | 54% |

A surcharge of no less than \$10 will be levied on any single truckload shipment.

When fuel prices exceed \$4.60/gal, the per mile fuel surcharge shall continue to increase .01 cents per mile for each .04 cents increase in the price of fuel/gal. For OTR (over-the-road) percentage based, and Rail, the fuel surcharge will increase 1% for each .08 cents increase in the price of fuel/gal.