

## **CEVA** Logistics

August 23, 2021

To Our Valued Customers:

RE: U.S. Domestic and North America Trans-Border Fuel Surcharge - August 23, 2021

For the calculation of fuel surcharges, the average DOE USGC jet fuel price was USD 1.832 per gallon, DOE weekly on-highway national diesel fuel price was USD 3.356 per gallon, and DOE weekly on-highway West Coast diesel fuel price was USD 4.029 per gallon. Therefore, the following fuel surcharges, subject to a minimum of USD 7.50 per shipment, will apply for the period 08/23/2021 – 08/29/2021

For week 08/23/21 - 08/29/21	
Premium	21.40%
Deferred - West Coast	32.90%
Deferred	25.70%

<sup>\*</sup>Includes all services to/from Alaska and Puerto Rico, except LCL ocean freight.

Fuel surcharges are based on the attached CEVA Premium, Deferred, and West Coast Uplift FSC scales and the average of fuelmarket prices from the previous Tuesday for application during the following Monday.

Premium FSC applies to all Same Day and Next Day shipments and all services to/from Alaska and Puerto Rico, excluding LCL ocean freight, based on the U.S. Department of Energy Gulf Coast jet fuel spot market published at <a href="http://www.eia.gov/dnav/pet/pet\_pri\_spt\_s1\_w.htm">http://www.eia.gov/dnav/pet/pet\_pri\_spt\_s1\_w.htm</a>. Air FSC to/from Hawaii will fluctuate based on market conditions — contact the involved CEVA office for the most current HI air FSC rate.

Deferred FSC applies to all other Second Day, Economy, Local Cartage, and Truckload shipments, excluding LCL ocean freight to/from Hawaii, Alaska and Puerto Rico, based on the U.S. Department of Energy weekly on-highway national diesel fuel market published at <a href="http://www.eia.gov/petroleum/gasdiesel/">http://www.eia.gov/petroleum/gasdiesel/</a>. LCL Ocean FSC to/from Hawaii, Alaska, and Puerto Rico will fluctuate based on market conditions – contact the involved CEVA office for the most current LCL ocean FSC rate.

Deferred West Coast FSC is based on the differential between West Coast and national diesel prices and applies to all non-premium freight moving into, out of and within the five Western states of California, Arizona, Nevada, Oregon and Washington. The U.S. Department of Energy weekly on-highway West Coast diesel fuel market is published at <a href="http://www.eia.gov/petroleum/gasdiesel/">http://www.eia.gov/petroleum/gasdiesel/</a>. Per CEVA's West Coast FSC policy the uplift will be suspended. Should West Coast Diesel exceed 0.19 higher than national diesel prices for four consecutive weeks the uplift will be re-activated.

When U.S. Department of Energy USGC jet fuel prices fall below USD 0.42 per gallon and on-highway national diesel prices fall below USD 1.15 per gallon for eight consecutive weeks, CEVA's corresponding fuel surcharges on U.S. Domestic and North America Trans-Border transportation will be eliminated.

We appreciate your business and continued support and are committed to providing you the best value in the market through service excellence and competitive pricing. Please contact your CEVA account representative or service station should you have any questions on these changes.

<sup>\*\*</sup>Into, out of, and within California, Arizona, Nevada, Oregon and Washington