

Master Builders Solutions Diesel Price Model

Version 01 - 2023

Service provider information package

I. Guiding principles

Changes of the Diesel surcharge are calculated based on the following principles:

1. **Official sources** determine the base for adjustments.
2. An **adjustment** of the freight agreements will be performed on a **monthly basis** applying a defined **threshold**.
3. **Equal treatment** - the same adjustment factors are used for increases as well as decreases of the Diesel surcharge.
4. **Traceability**: Applicable values shall be documented in the respective freight agreement.

The MBS Diesel model, latest version, is an integral part of the MBS “General Terms and Conditions” for road and intermodal transportation in Europe. Any other Diesel price model will not be accepted by MBS.



I. Guiding principles

Calculation principles



Monthly Average

- Calculation as an average per month and country
- The Diesel price value of the country of the transport source / loading point is applicable

Threshold

- Any deviations of the monthly average Diesel price value of at least +/- 10% lead to an adjustment of the Diesel surcharge

Applicable surcharges



- The same adjustment factors are used for increases and decreases
- The adjustment factors always refers to the base freight and NOT to an already diesel-adjusted rate
- Adjustment factors will increase/decrease by steps of 2,75

Shipping Typ	n th decrease	2nd decrease	1st decrease	Starting point	1st increase	2nd increase	n th increase
Truck, bulk & packed	-2,75% * n	-5,5%	-2,75%	0	+2,75%	+5,5%	2,75% * n

Source



EU Oil Bulletin

- Oil Bulletin of the European Commission available in Internet (prices with taxes):

https://ec.europa.eu/energy/data-analysis/weekly-oil-bulletin_en

Threshold

- Other official sources for non EU countries, e.g. ASTAG for Switzerland

Information & Traceability



Dieselmonitoring MBS

- Average Diesel values per country are published at MBS webpage:

<https://www.master-builders-solutions.com/about-us/logistics>

- The Diesel price reference value and the applicable adjustment factor shall be documented in the respective freight agreement

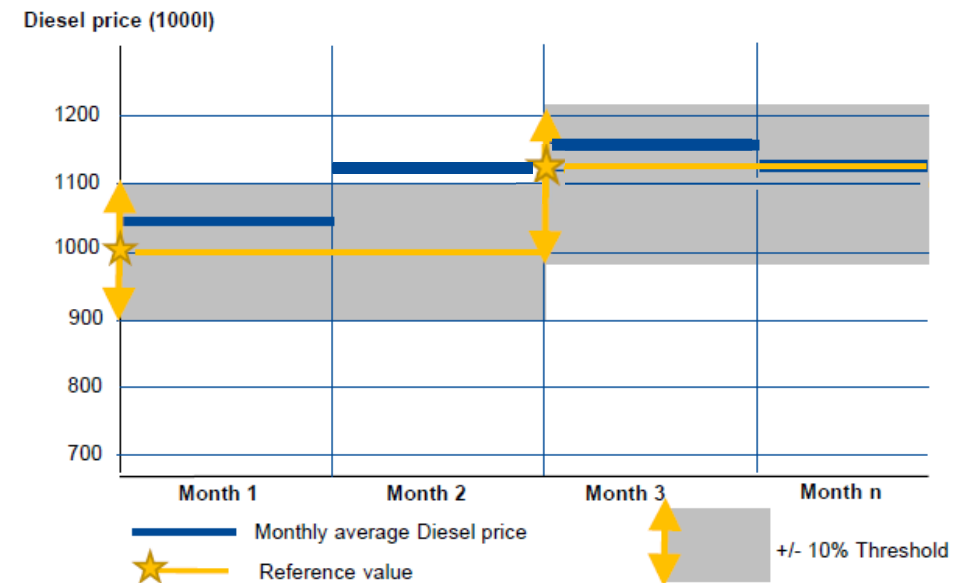
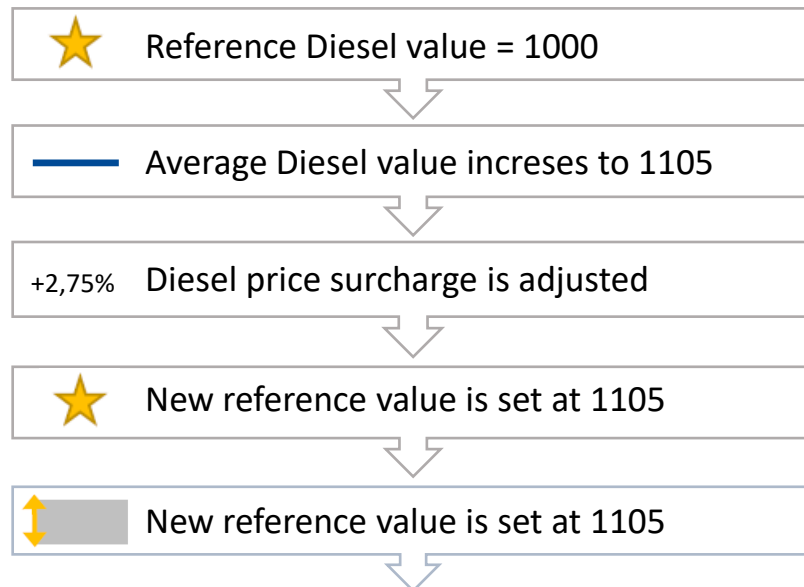


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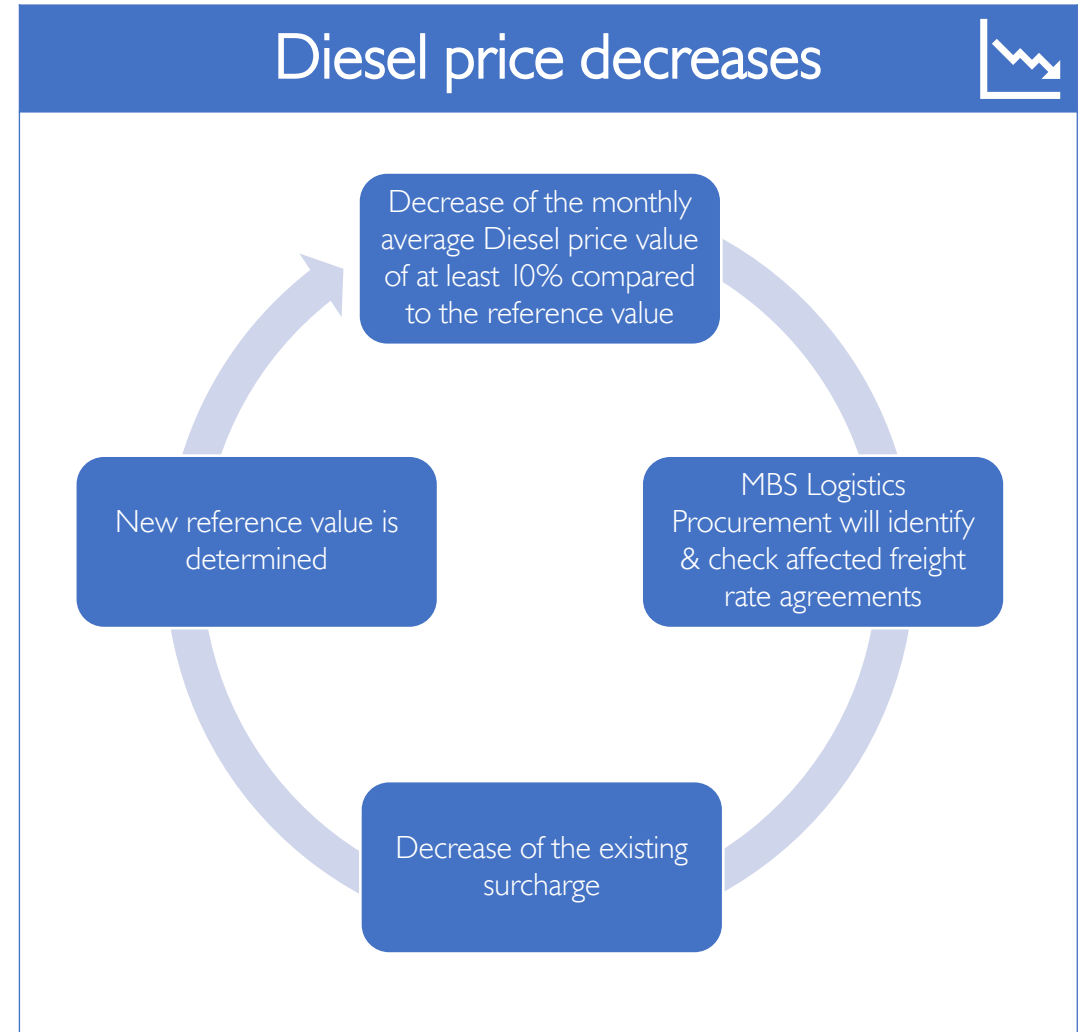
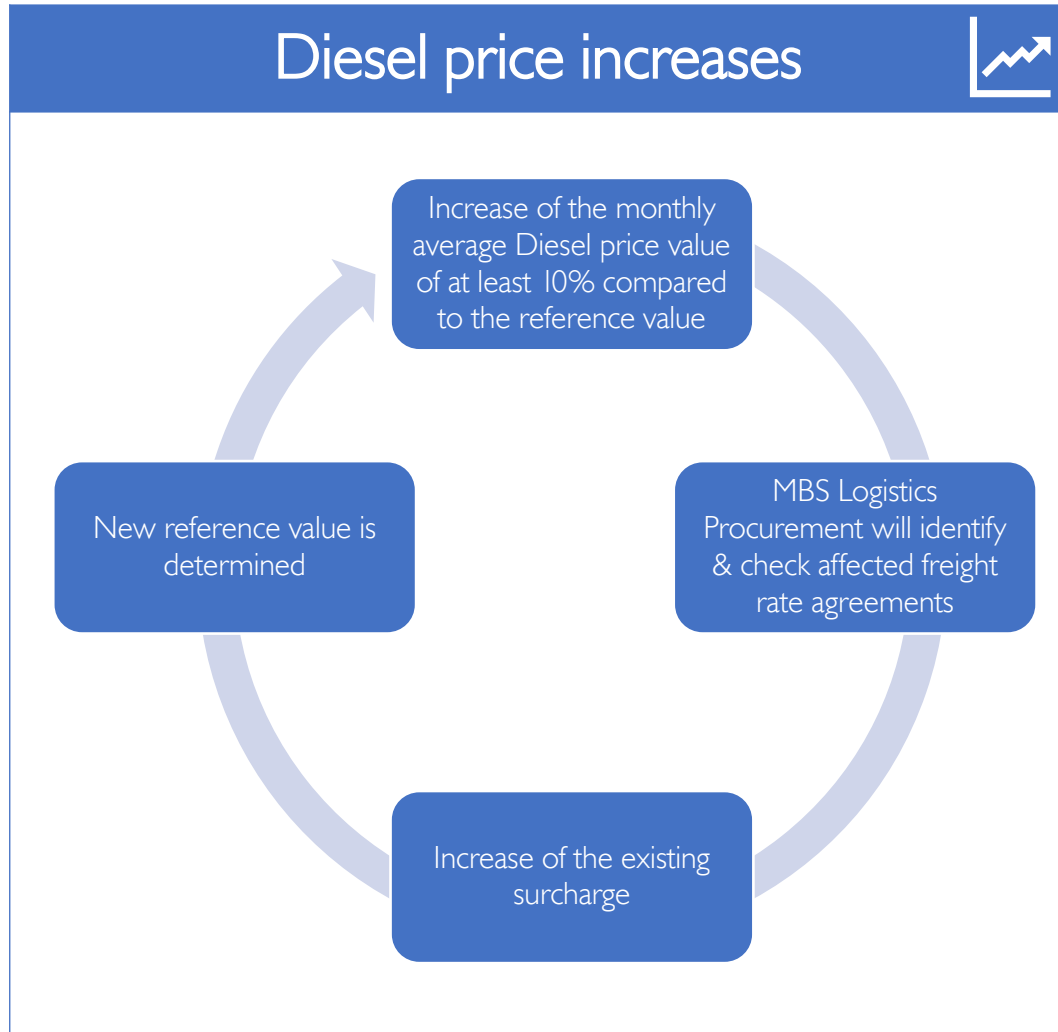
Reference value

- If not specified by MBS, the reference value is the average Diesel price value of the month previous to the final price setting
- Any Diesel adjustment leads to a new reference value
- The new reference value is $\geq 10\%$ above or below the previous baseline

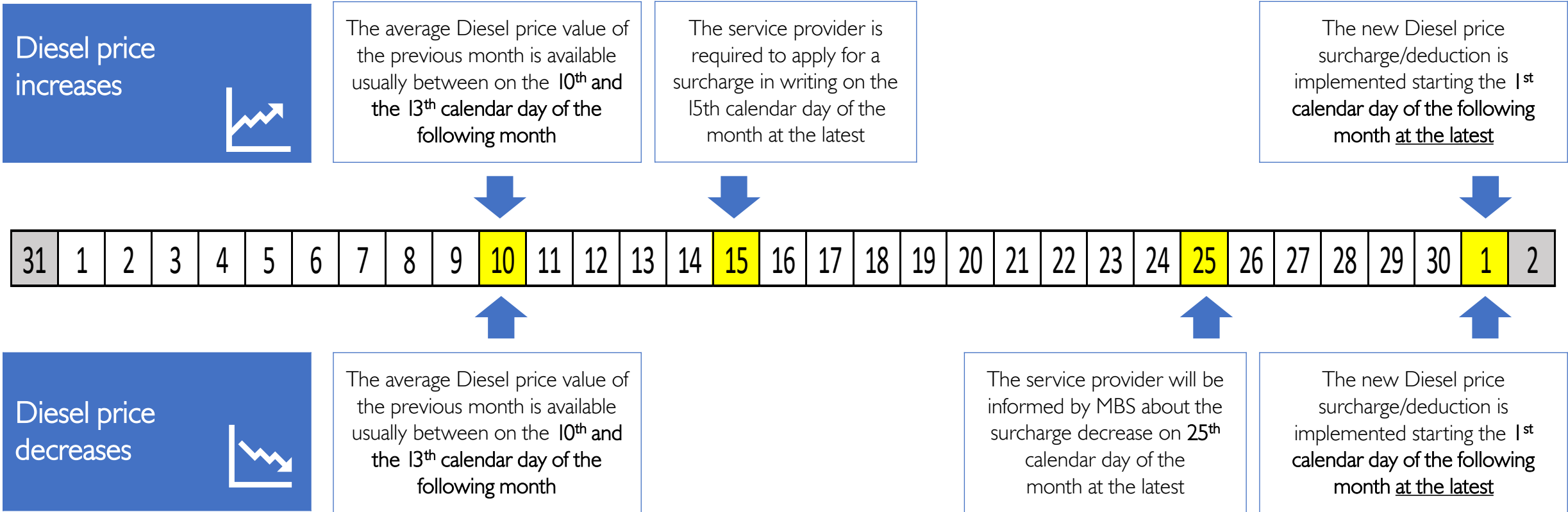
Example: Increase of the Diesel price surcharge



2. Process of Diesel price adjustments



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- Surcharges / deductions can only be applied by using the average value of the previous month.
- Backdating will not be accepted
- Late application (after 15th of the month) will not be considered. Re-application is required in the following month.



2. Process of Diesel price adjustments

How to apply for an adjustment of the Diesel surcharge?

- Application exclusively via e-mail to your contact person within the MBS organization

Service providers need to apply for an adjustment of the surcharge by the 15th calendar of the month at the latest

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