



FBT

TRANSWEST



May 29, 2008

To all customers

You will be aware of the substantial increases to diesel fuel over the past months. FBT Transwest Pty Ltd introduced a fuel levy to its accounts some time ago as a measure to recover the escalating cost of fuel as did the Transport and Logistics industry at large.

The events of the past weeks has seen the cost of diesel raise to unprecedented levels and we are now faced with reviewing the alternatives as to how we might remain economically viable in this environment.

We have decided that the fuel levy applied and advised on our web site www.fbttops.com.au will be split into local operations and those tasks that take us beyond a 100 kilometre radius.

The fuel levy for the longer distance tasks will incur a greater fuel levy than local metropolitan services.

The revised longer distance levy brings us into line with our competitors and unfortunately is a cost that we can no longer absorb.

Trucks unfortunately consume approximately 1 litre of fuel every 2 kilometres and at a purchase price of \$1.749 per litre as at the 1st June operating costs have risen to a previously unseen level.

Already this month the pump price has increased by a further \$0.05 per litre.

This adjustment will take place as from June 1st 2008.

Regards ,

Allan Whale
Business Development Manager