

2 March 2022 | File Ref: 1/15/58 |

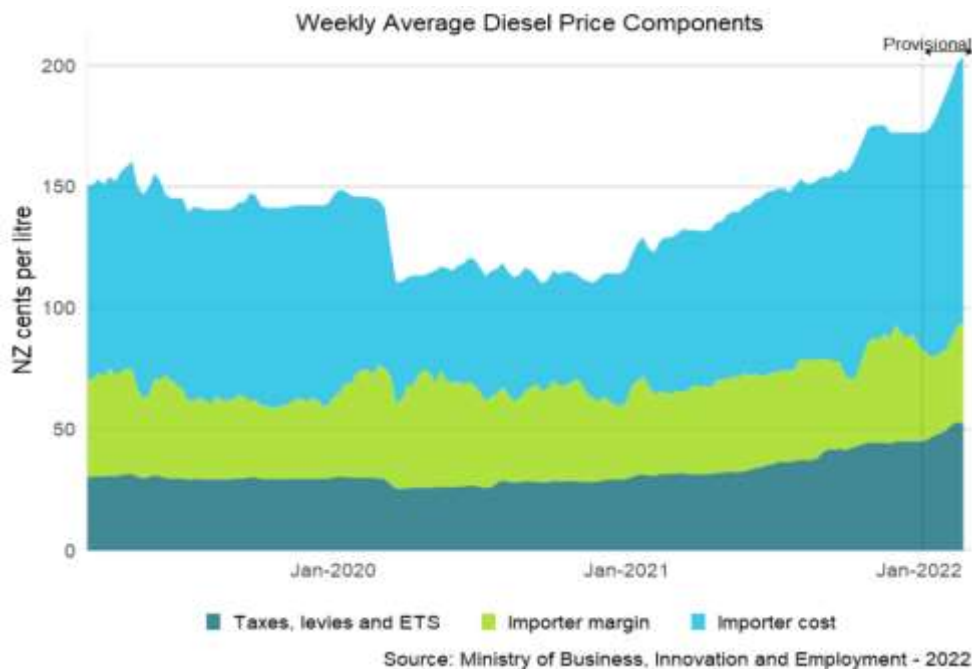
Released by: Dom Kalasih

To	Directors, Presidents, Area Executives and Members
From	Dom Kalasih, General Manager Industry

Managing risk of fuel price increases

Purpose

This advisory provides advice to operators on managing the risk associated with fuel price volatility. The cost is approaching double what it was 12 months ago and the current geopolitical situation is likely to add more stress on international supply.



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What an operator can do

- Understand the impact of the rising fuel cost on your transport rates and the impact on your bottom line and the sustainability of your business
- Use information such as the Grant Thornton Index information to help understand the trends in typical transport cost components
- Review your fuel purchasing practices
- Review the relationship and contract terms with your fuel supplier
- Consider the relationship with your customers and the terms of your supply contract and how those factors accommodate price volatility

Where can I get help with the above

Contact your local Regional and Sector Adviser

Sandy Walker Sandy@transporting.nz 027 485 6038

John Bond John@transporting.nz 027 444 8136

Jim Crouchley Jim@transporting.nz 027 261 0953

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