

Silk Way West Airlines Heydar Aliyev International Airport Baku AZ 1044, Azerbaijan

Baku, 11 of September 2023

FSC METHODOLOGY

- 1. The Silk Way West Airlines Fuel Surcharge is to be launched system wide.
- 2. Local laws and regulation at the point of origin do prevail over The Silk Way Fuel Surcharge.
- 3. The Fuel Surcharge can only be applied in accordance and alignment of local laws and conditions.
- 4. The Fuel Surcharge cannot be applied once contractual and bilateral agreements do already cover a Fuel Surcharge.
- 5. The basis of the applied Fuel Surcharge is the price per Ton for JET FUEL.
- 6. The baseline of the Silk Way West Airlines Fuel Surcharge Methodology "Level 1" is Jet Fuel price USD 850 per ton
- 7. The surcharge to be applied bases is the price of at least USD 850/Ton in average for a period of two weeks Monday-Monday as of the 2nd of October 2023. The bases will be Jet Fuel Price Index from IATA/Platts: <u>https://www.iata.org/en/publications/economics/fuel-monitor/</u>
- 8. The currency basis of the FSC is Euro and USD and respectively the equivalent amount in local currency of the point of origin.
- 9. All FSC is being applied to the Chargeable Weight.



Silk Way West Airlines Heydar Aliyev International Airport Baku AZ 1044, Azerbaijan

Baku, 11 of September 2023

FSC TABLE

10. DOWNWARD TABLE

> In case of JET FUEL price per Ton is set at USD 849.99 and lower, no FSC is been charged.

11. UPWARD TABLE

- In case of JET FUEL price per Ton is set at USD 850 up to USD 899.99, in EU, DWC and KBP a FSC of EUR 0.075/kg is been applied. In APAC 0.15 USD/kg and in USA 0.225 USD/kg is been applied.
- In case of JET FUEL price per Ton is set at USD 900 up to USD 949.99, in EU, DWC and KBP a FSC of EUR 0.15/kg is been applied. In APAC 0.30 USD/kg and in USA 0.45 USD/kg is been applied.
- In case of JET FUEL price per Ton is set at USD 950 up to 999.99, in EU, DWC and KBP a FSC of EUR 0.225/kg is been applied. In APAC 0.45 USD/kg and in USA 0.675 USD/kg is been applied.
- In case of JET FUEL price per Ton is set at USD 1000 up to 1049.99, in EU, DWC and KBP a FSC of EUR 0.30/kg is been applied. In APAC 0.60 USD/kg and in USA 0.90 USD/kg is been applied.
- In case of JET FUEL price per Ton is set at USD 1050 up to 1099.99, in EU, DWC and KBP a FSC of EUR 0.375/kg is been applied. In APAC 0.75 USD/kg and in USA 1.125 USD/kg is been applied.
- Each subsequent increase in the price of JET FUEL by 50.00 USD per Ton will cause a growth of FSC by EUR 0.075/kg in EU, DWC and KBP; USD 0.15/kg in APAC and USD 0.225/kg in USA
- 12. The FSC and respective change does kick in once the level range indicated above has been reached for the period of 14 calendar days in average, counted from each following Monday.



Silk Way West Airlines Heydar Aliyev International Airport Baku AZ 1044, Azerbaijan

Baku, 11 of September 2023

Silk Way Fuel Surcharge Table Effective 02 October 2023 (FSC application based on Jet Fuel price per ton)

Fuel Surcharge Mechanism					
Level	Fuel at least	But Less than	MYC for EU, KBP & DWC	MYC for USA	MYC for APAC
0	-	USD 849.99	EUR 0.00	USD 0.00	USD 0.00
1	USD 850.00	USD 899.99	EUR 0.075	USD 0.225	USD 0.15
2	USD 900.00	USD 949.99	EUR 0.15	USD 0.45	USD 0.30
3	USD 950.00	USD 999.99	EUR 0.225	USD 0.675	USD 0.45
4	USD 1000.00	USD 1049.99	EUR 0.30	USD 0.90	USD 0.60
5	USD 1050.00	USD 1099.99	EUR 0.375	USD 1.125	USD 0.75

Each subsequent increase in the price of Jet Fuel by 50.00 USD per Ton will cause a growth of FSC by EUR 0.075/kg in EU, DWC and KBP; USD 0.15/kg in APAC and USD 0.225/kg in USA