

22<sup>nd</sup> March 2022

## **IMPORTANT UPDATE OF FUEL RATE CHANGES**

Dear customer,

Please ignore our previous letter sent to you relating to fuel changes in our industry as we have had to update the information due to the changing situation with fuel supply.

With global fuel prices now fluctuating heavily daily, major fuel suppliers have suspended weekly or monthly fuel price contracts, as a result of this we've had to introduce daily fuel pricing.

This simply means you'll be charged for fuel at the prevailing daily rate on the day of off hire.

From 1<sup>st</sup> April 2022 it will be illegal to use marked fuel (red diesel) other than in a few exempted industries.

Our equipment is utilised across many sectors, including farming, however, we must ensure its fit for use across all sectors.

Prior to 1<sup>st</sup> April 2022 HMRC does not require hired equipment to be flushed / cleaned when switching from marked (red diesel) to unmarked (white) fuels. Tracers of red marker may therefore be visible from this date.

From the 1st April 2022, equipment returning from hire which require fuel top up's will be filled by us with unmarked fuel. Fuel shortages on returns for these contracts will attract a rate of our cost price plus 15%.

**Please note:** The fuel is still supplied on a sale or return basis- If the machine is returned full of the correct fuel, there will be no charge.

If equipment is returned to us, with red diesel after the 1st April 2022, irrelevant of the sector in which you work, disposal charges and refuelling charges will apply.

If you have any questions regarding these changes then please contact us.

Government information about the rule changes can be found by using the link below.

<https://www.gov.uk/government/publications/changes-to-rebated-fuels-entitlement-from-1-april-2022>