

## United Parcel Service, Inc.

### FINAL TERM SHEET

Security Offered:	3.400% Senior Notes due 2029 (the "2029 Notes")
Issuer:	United Parcel Service, Inc. (the "Company")
Expected Ratings (Moody's / S&P):*	A1/A+
Principal Amount:	\$750,000,000
Trade Date:	March 13, 2019
Settlement Date:	March 15, 2019 (T+2)
Maturity:	March 15, 2029
Price to Public:	99.882%
Benchmark Security:	2.625% due February 15, 2029
Benchmark Security Price and Yield:	100-03; 2.614%
Spread to Benchmark Security:	+80 basis points
Yield to Maturity:	3.414%
Coupon (Interest Rate):	3.400%
Record Dates:	March 1 and September 1 of each year, commencing on September 1, 2019
Interest Payment Dates:	March 15 and September 15 of each year, commencing September 15, 2019
Minimum Denominations:	The 2029 Notes will be issued in denominations of \$2,000 and in integral multiples of \$1,000.

Optional Redemption:	The 2029 Notes will be redeemable at the Company's option at any time prior to December 15, 2028 (three months prior to their maturity), as a whole or in part, at the greater of (i) 100% of the principal amount of such 2029 Notes and (ii) the sum of the present values of remaining scheduled payments of principal and interest on the 2029 Notes to be redeemed that would be due from the redemption date to December 15, 2028 (three months prior to their maturity), discounted to the redemption date on a semi-annual basis at the discount rate of the Treasury Rate plus 15 basis points, plus accrued and unpaid interest, if any, to, but excluding, the redemption date. The 2029 Notes will be redeemable at the Company's option at any time on or after December 15, 2028 (three months prior to their maturity), at a redemption price equal to 100% of the principal amount of such 2029 Notes, plus accrued and unpaid interest, if any, to, but excluding, the redemption date.
CUSIP:	911312 BR6
ISIN:	US911312BR66
Form:	DTC, Book-Entry
Law:	New York
Joint Book-Running Managers:	BNP Paribas Securities Corp. Goldman Sachs & Co. LLC Merrill Lynch, Pierce, Fenner & Smith Incorporated Morgan Stanley & Co. LLC SG Americas Securities, LLC Barclays Capital Inc. Citigroup Global Markets Inc. J.P. Morgan Securities LLC UBS Securities LLC Wells Fargo Securities, LLC
Co-Managers:	BNY Mellon Capital Markets, LLC CastleOak Securities, L.P. Fifth Third Securities, Inc. HSBC Securities (USA) Inc. Lloyds Securities Inc. Mizuho Securities USA LLC MUFG Securities Americas Inc. Standard Chartered Bank The Williams Capital Group, L.P. U.S. Bancorp Investments, Inc.
Concurrent Offering:	Concurrent with the offering of the 2029 Notes, the Company is offering its 4.250% Senior Notes due 2049.

To the extent any Underwriter that is not a U.S. registered broker-dealer intends to effect sales of 2029 Notes in the United States, it will do so through one or more U.S. registered broker-dealers in accordance with the applicable U.S. securities laws and regulations. Standard Chartered Bank will not effect any offers or sales of any notes in the United States unless it is through one or more U.S. registered broker-dealers as permitted by the regulations of FINRA.

\* **Note: A securities rating is not a recommendation to buy, sell or hold securities and may be subject to revision or withdrawal at any time.**

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The Company has filed a registration statement (including a base prospectus) and a preliminary prospectus supplement with the SEC for the offering to which this communication relates. The Company files annual, quarterly, and current reports, proxy statements and other information with the SEC. Before you invest, you should read the preliminary prospectus supplement for this offering, the Company's prospectus in that registration statement and any other documents the Company has filed with the SEC for more complete information about the Company and this offering. We urge you to read these documents and any other relevant documents when they become available because they contain and will contain important information about the Company and this offering. You may get these documents for free by visiting EDGAR on the SEC Website at [www.sec.gov](http://www.sec.gov).

Alternatively, the Company, any Underwriter or any dealer participating in the offering will arrange to send you the prospectus if you request it by contacting BNP Paribas Securities Corp. 1-800-854-5674; Goldman Sachs & Co. LLC toll-free at 1-866-471-2526; Merrill Lynch, Pierce, Fenner & Smith Incorporated at 1-800-294-1322; Morgan Stanley & Co. LLC toll-free at 1-866-718-1649; or SG Americas Securities, LLC toll-free at 1-855-881-2108.

This pricing term sheet supplements the preliminary prospectus supplement issued by United Parcel Service, Inc. on March 13, 2019 relating to its prospectus dated October 11, 2016 (such prospectus, as supplemented by such preliminary prospectus supplement, the "Preliminary Prospectus"). The information in this pricing term sheet supersedes the information in the Preliminary Prospectus to the extent inconsistent with the information in the Preliminary Prospectus.

ANY DISCLAIMERS OR OTHER NOTICES THAT MAY APPEAR BELOW ARE NOT APPLICABLE TO THIS COMMUNICATION AND SHOULD BE DISREGARDED. SUCH DISCLAIMERS OR OTHER NOTICES WERE AUTOMATICALLY GENERATED AS A RESULT OF THIS COMMUNICATION BEING SENT VIA BLOOMBERG OR ANOTHER EMAIL SYSTEM.

United Parcel Service, Inc.

FINAL TERM SHEET

Security Offered:	4.250% Senior Notes due 2049 (the "2049 Notes")
Issuer:	United Parcel Service, Inc. (the "Company")
Expected Ratings (Moody's /S&P):*	A1/A+
Principal Amount:	\$750,000,000
Trade Date:	March 13, 2019
Settlement Date:	March 15, 2019 (T+2)
Maturity:	March 15, 2049
Price to Public:	99.933%
Benchmark Security:	3.375% due November 15, 2048
Benchmark Security Price and Yield:	107-08; 3.004%
Spread to Benchmark Security:	+125 basis points
Yield to Maturity:	4.254%
Coupon (Interest Rate):	4.250%
Record Dates:	March 1 and September 1 of each year, commencing on September 1, 2019
Interest Payment Dates:	March 15 and September 15 of each year, commencing September 15, 2019
Minimum Denominations:	The 2049 Notes will be issued in denominations of \$2,000 and in integral multiples of \$1,000.
Optional Redemption:	The 2049 Notes will be redeemable at the Company's option at any time prior to September 15, 2048 (six months prior to their maturity), as a whole or in part, at the greater of (i) 100% of the principal amount of such 2049 Notes and (ii) the sum of the present values of remaining scheduled payments of principal and interest on the 2049 Notes to be redeemed that would be due from the redemption date to September 15, 2048 (six months prior to their maturity), discounted to the redemption date on a semi-annual basis at the discount rate of the Treasury Rate plus 20 basis points, plus accrued and unpaid interest, if any, to, but excluding, the redemption date.

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The 2049 Notes will be redeemable at the Company's option at any time on or after September 15, 2048 (six months prior to their maturity), at a redemption price equal to 100% of the principal amount of such 2049 Notes, plus accrued and unpaid interest, if any, to, but excluding, the redemption date.

CUSIP: 911312 BQ8  
ISIN: US911312BQ83  
Form: DTC, Book-Entry  
Law: New York  
Joint Book-Running Managers: BNP Paribas Securities Corp.  
Goldman Sachs & Co. LLC  
Merrill Lynch, Pierce, Fenner & Smith  
Incorporated  
Morgan Stanley & Co. LLC  
SG Americas Securities, LLC  
Barclays Capital Inc.  
Citigroup Global Markets Inc.  
J.P. Morgan Securities LLC  
UBS Securities LLC  
Wells Fargo Securities, LLC  
Co-Managers: BNY Mellon Capital Markets, LLC  
CastleOak Securities, L.P.  
Fifth Third Securities, Inc.  
HSBC Securities (USA) Inc.  
Lloyds Securities Inc.  
Mizuho Securities USA LLC  
MUFG Securities Americas Inc.  
Standard Chartered Bank  
The Williams Capital Group, L.P.  
U.S. Bancorp Investments, Inc.  
Concurrent Offering: Concurrent with the offering of the 2049 Notes, the Company is offering its 3.400% Senior Notes due 2029.

To the extent any Underwriter that is not a U.S. registered broker-dealer intends to effect sales of 2049 Notes in the United States, it will do so through one or more U.S. registered broker-dealers in accordance with the applicable U.S. securities laws and regulations. Standard Chartered Bank will not effect any offers or sales of any notes in the United States unless it is through one or more U.S. registered broker-dealers as permitted by the regulations of FINRA.

\* **Note: A securities rating is not a recommendation to buy, sell or hold securities and may be subject to revision or withdrawal at any time.**

**The Company has filed a registration statement (including a base prospectus) and a preliminary prospectus supplement with the SEC for the offering to which this communication relates. The Company files annual, quarterly, and current reports, proxy statements and other information with the SEC. Before you invest, you should read the preliminary prospectus supplement for this offering, the**

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Company's prospectus in that registration statement and any other documents the Company has filed with the SEC for more complete information about the Company and this offering. We urge you to read these documents and any other relevant documents when they become available because they contain and will contain important information about the Company and this offering. You may get these documents for free by visiting EDGAR on the SEC Website at [www.sec.gov](http://www.sec.gov).

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