

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM 8-K

CURRENT REPORT
PURSUANT TO SECTION 13 OR 15(d) OF THE
SECURITIES EXCHANGE ACT OF 1934

Date of Report (Date of earliest event reported):
October 19, 2006

United Parcel Service, Inc.

(Exact name of registrant as specified in its charter)

<Table>			
<S>	Delaware	<C> 001-15451	<C> 58-2480149
	-----	-----	-----
	(State or other jurisdiction of incorporation)	(Commission File Number)	(IRS Employer Identification Number)
</Table>			

<Table>		
<S>	55 Glenlake Parkway, N.E. Atlanta, Georgia	<C> 30328
	-----	-----
	(Address of principal executive offices)	(Zip Code)
</Table>		

Registrant's telephone number, including area code: (404) 828-6000

Not applicable

(Former Name or Former Address, if Changed Since Last Report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)

Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)

Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))

Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Item 2.02 - Results of Operations and Financial Condition.

On October 19, 2006, United Parcel Service, Inc. issued a press release containing information about the Company's results of operations for the third quarter ended September 30, 2006. A copy of the press release is attached hereto as Exhibit 99.1.

Item 9.01 - Financial Statements and Exhibits

(c) Exhibits

99.1 Press release dated October 19, 2006

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

UNITED PARCEL SERVICE, INC.

Date: October 19, 2006

By: /s/ D. Scott Davis

Name: D. Scott Davis

Title: Senior Vice President, Treasurer
and Chief Financial Officer

EXHIBIT INDEX

99.1 Press Release dated October 19, 2006

FOR IMMEDIATE RELEASE

Contacts: Norman Black, Public Relations
404-828-7593
Teresa Finley, Investor Relations
404-828-7359

STRONG GLOBAL VOLUME GROWTH
PRODUCES 12% GAIN IN EARNINGS

DAILY VOLUME UP 721,000; INTERNATIONAL PROFIT JUMPS 22%

ATLANTA, Oct. 19, 2006 -- UPS (NYSE:UPS) today reported solid revenue and profit growth for its most recent quarter on a healthy 5% rise in global small package volume.

Consolidated revenue for the quarter ending Sept. 30, 2006, increased 10.5% and diluted earnings per share increased 11.6% to \$0.96. The growth in small package volume translated to 721,000 additional packages each day in the UPS network.

The company also said it is taking significant steps to improve the profitability of its forwarding and logistics business, confirming it will eliminate 20% of the non-operating expense in the business unit.

"UPS is moving forward with confidence," said Chairman and CEO Mike Eskew. "Our small package business continues to show strength across all segments and we are taking the steps necessary to put our supply chain business on the right track after a disappointing performance."

<TABLE>
<CAPTION>
CONSOLIDATED RESULTS

	Third quarter	Year-ago
Revenue	\$11.66 B	\$10.55 B
Operating profit	\$ 1.58 B	\$ 1.50 B
Average volume per day	15.1 M	14.3 M
Diluted earnings per share	\$ 0.96	\$ 0.86

</TABLE>

Operating profit for the quarter was reduced by an \$87 million pre-tax charge for a tentative legal settlement involving a wage-and-hour case in California. In addition, there was a \$52 million reduction in income tax expense related to favorable developments with certain international tax issues. The combination of these two items had no effect on the \$0.96 diluted earnings per share.

- more -

CASH POSITION

For the first nine months, UPS generated \$4 billion in cash from operations and:

- Purchased 26.5 million shares, reducing total shares outstanding by 2.1%.
- Paid \$1.6 billion in dividends.
- Invested \$2.3 billion in capital expenditures.

The company's cash position declined from the previous end-of-quarter due primarily to the funding of its UPS-sponsored pension plans in the amount of \$1.5 billion.

<TABLE>
<CAPTION>
U. S. PACKAGE

	Third quarter	Year-ago
Revenue	\$7.40 B	\$7.03 B
Operating profit	\$1.21 B	\$1.11 B
Operating margin	16.3%	15.8%
Average volume per day	13.3 M	12.9 M

</TABLE>

All levels of small package service posted gains. Daily ground volume increased 3.6%, while average daily volume for Next Day Air(R) rose 1.0% and deferred air volume climbed 3.4%. Total revenue per piece remained firm with a gain of 3.4%.

This segment was adversely impacted by the \$87 million tentative legal

settlement previously mentioned. In addition, the unit experienced a positive impact from a reduction in worker's compensation claims expense. This reflects the success of the company's health and safety programs, which have dramatically reduced claims and injuries.

<TABLE>
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INTERNATIONAL PACKAGE

	Third quarter	Year-ago
<S>	<C>	<C>
Revenue	\$2.25 B	\$1.92 B
Operating profit	\$ 387 M	\$ 318 M
Operating margin	17.2%	16.6%
Average volume per day	1.8 M	1.5 M

</TABLE>

Total international package volume grew 19.9%. Export volume increased 13.6%. Non-U.S. domestic volume was up 24.2% aided by the LYNX Express acquisition.

In the third quarter, the company opened its first retail centers in China. The launch of the UPS Express centers in Shanghai's central business district is the latest in a series of strategic initiatives to expand UPS's operations and brand presence in China.

Additionally, UPS today announced a new partnership with the Italian Post. Under the five-year agreement, UPS will deliver the Italian post office's international express volume.

- more -

<TABLE>
<CAPTION>
SUPPLY CHAIN AND FREIGHT

	Third quarter	Year-ago
<S>	<C>	<C>
Revenue	\$2.01 B	\$1.60 B
Operating profit (loss)	(\$19) M	\$ 70 M
Operating margin	(.9%)	4.4%

</TABLE>

The forwarding and logistics unit is in the process of implementing cost and revenue initiatives that will improve its performance. UPS Freight results were below expectations due to a revenue shortfall and cost pressures related to the consolidation of its western U.S. unit, Motor Cargo, Inc., into the UPS Freight network.

OUTLOOK

"We still expect full year diluted earnings per share growth of about 11% despite the performance in the supply chain and freight segment," said Scott Davis, UPS's chief financial officer. "The small package business should be strong in the fourth quarter as we expect international deliveries and the U.S. holiday shipping period to be solid. We also anticipate modest improvement from the supply chain and freight segment over third quarter results."

UPS is the world's largest package delivery company and a global leader in supply chain services, offering an extensive range of options for synchronizing the movement of goods, information and funds. Headquartered in Atlanta, Ga., UPS serves more than 200 countries and territories worldwide. UPS's stock trades on the New York Stock Exchange (UPS) and the company can be found on the Web at UPS.com. To get UPS news direct, visit pressroom.ups.com/RSS.

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EDITOR'S NOTE: UPS Chairman and CEO Mike Eskew and CFO Scott Davis will discuss third quarter results with investors and analysts during a conference call today at 8:30 a.m. EDT. That conference call is open to listeners through a live Webcast. To access the call, go to www.shareholder.com/UPS and click on "Earnings Webcast."

Except for historical information contained herein, the statements made in this release constitute forward-looking statements within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. Such forward-looking statements, including statements regarding the intent, belief or current expectations of UPS and its management regarding the company's strategic directions, prospects and future results, involve certain risks and uncertainties. Certain factors may cause actual results to differ materially from those contained in the forward-looking statements, including economic and other conditions in the markets in which we operate, governmental regulations, our competitive environment, strikes, work stoppages and slowdowns, increases in aviation and motor fuel prices, cyclical and seasonal fluctuations in our operating results, and other risks discussed in the company's Form 10-K and other filings with the Securities and Exchange Commission, which discussions

are incorporated herein by reference.

UNITED PARCEL SERVICE, INC.
SELECTED FINANCIAL DATA - THIRD QUARTER
(UNAUDITED)

<TABLE>
<CAPTION>

	THREE MONTHS ENDED SEPTEMBER 30,		CHANGE	
	2006	2005	\$	%
<S>	<C>	<C>	<C>	<C>
(amounts in millions, except per share data)				
STATEMENT OF INCOME DATA:				
Revenue:				
U.S. Domestic Package	\$ 7,402	\$ 7,033	\$ 369	5.2%
International Package	2,251	1,918	333	17.4%
Supply Chain & Freight	2,009	1,599	410	25.6%
	-----	-----	-----	-----
Total revenue	11,662	10,550	1,112	10.5%
Operating expenses:				
Compensation and benefits	5,908	5,603	305	5.4%
Other	4,178	3,449	729	21.1%
	-----	-----	-----	-----
Total operating expenses	10,086	9,052	1,034	11.4%
Operating profit (loss):				
U.S. Domestic Package	1,208	1,110	98	8.8%
International Package	387	318	69	21.7%
Supply Chain & Freight	(19)	70	(89)	-127.1%
	-----	-----	-----	-----
Total operating profit	1,576	1,498	78	5.2%
Other income (expense):				
Investment income	25	28	(3)	-10.7%
Interest expense	(54)	(37)	(17)	45.9%
	-----	-----	-----	-----
Total other income (expense)	(29)	(9)	(20)	222.2%
	-----	-----	-----	-----
Income before income taxes	1,547	1,489	58	3.9%
Income taxes	509	536	(27)	-5.0%
	-----	-----	-----	-----
Net income	\$ 1,038	\$ 953	\$ 85	8.9%
	=====	=====	=====	=====
Net income as a percentage of revenue	8.9%	9.0%		
Per share amounts				
Basic earnings per share	\$ 0.96	\$ 0.86	\$ 0.10	11.6%
Diluted earnings per share	\$ 0.96	\$ 0.86	\$ 0.10	11.6%
Weighted average shares outstanding				
Basic	1,080	1,109		
Diluted	1,085	1,112		

</TABLE>

Certain prior year amounts have been reclassified to conform to the current year presentation.

1

UNITED PARCEL SERVICE, INC.
SELECTED OPERATING DATA - THIRD QUARTER
(UNAUDITED)

<TABLE>
<CAPTION>

	THREE MONTHS ENDED SEPTEMBER 30,		CHANGE	
	2006	2005	\$ / #	%
<S>	<C>	<C>	<C>	<C>
REVENUE (IN MILLIONS):				
U.S. Domestic Package:				
Next Day Air	\$ 1,683	\$ 1,605	\$ 78	4.9%
Deferred	794	758	36	4.7%
Ground	4,925	4,670	255	5.5%
	-----	-----	-----	-----
Total U.S. Domestic Package	7,402	7,033	369	5.2%
International Package:				
Domestic	482	375	107	28.5%
Export	1,622	1,408	214	15.2%
Cargo	147	135	12	8.9%
	-----	-----	-----	-----
Total International Package	2,251	1,918	333	17.4%

Supply Chain & Freight:				
Forwarding and Logistics	1,419	1,200	219	18.3%
Freight	497	314	183	58.3%
Other	93	85	8	9.4%
	-----	-----	-----	
Total Supply Chain & Freight	2,009	1,599	410	25.6%
	-----	-----	-----	
Consolidated	\$11,662	\$10,550	\$1,112	10.5%
	=====	=====	=====	
Consolidated volume (in millions)	949	918	31	3.4%
Operating weekdays	63	64		
AVERAGE DAILY PACKAGE VOLUME (IN THOUSANDS):				
U.S. Domestic Package:				
Next Day Air	1,239	1,227	12	1.0%
Deferred	889	860	29	3.4%
Ground	11,175	10,788	387	3.6%
	-----	-----	-----	
Total U.S. Domestic Package	13,303	12,875	428	3.3%
International Package:				
Domestic	1,088	876	212	24.2%
Export	677	596	81	13.6%
	-----	-----	-----	
Total International Package	1,765	1,472	293	19.9%
	-----	-----	-----	
Consolidated	15,068	14,347	721	5.0%
	=====	=====	=====	
AVERAGE REVENUE PER PIECE:				
U.S. Domestic Package:				
Next Day Air	\$ 21.56	\$ 20.44	\$ 1.12	5.5%
Deferred	14.18	13.77	0.41	3.0%
Ground	7.00	6.76	0.24	3.6%
Total U.S. Domestic Package	8.83	8.54	0.29	3.4%
International Package:				
Domestic	7.03	6.69	0.34	5.1%
Export	38.03	36.91	1.12	3.0%
Total International Package	18.92	18.93	(0.01)	-0.1%
Consolidated	\$ 10.01	\$ 9.60	\$ 0.41	4.3%
	=====	=====	=====	

</TABLE>

Certain prior year amounts have been reclassified to conform to the current year presentation.

2

UNITED PARCEL SERVICE, INC.
SELECTED FINANCIAL DATA - YEAR TO DATE
(UNAUDITED)

<TABLE>
<CAPTION>

	NINE MONTHS ENDED SEPTEMBER 30,		CHANGE	
	2006	2005	\$	%
	-----	-----	-----	-----
	<C>	<C>	<C>	<C>
<S>				
(amounts in millions, except per share data)				
STATEMENT OF INCOME DATA:				
Revenue:				
U.S. Domestic Package	\$22,327	\$20,786	\$1,541	7.4%
International Package	6,645	5,757	888	15.4%
Supply Chain & Freight	5,947	4,084	1,863	45.6%
	-----	-----	-----	
Total revenue	34,919	30,627	4,292	14.0%
Operating expenses:				
Compensation and benefits	17,917	16,389	1,528	9.3%
Other	12,176	9,806	2,370	24.2%
	-----	-----	-----	
Total operating expenses	30,093	26,195	3,898	14.9%
Operating profit:				
U.S. Domestic Package	3,627	3,256	371	11.4%
International Package	1,196	1,063	133	12.5%
Supply Chain & Freight	3	113	(110)	-97.3%
	-----	-----	-----	
Total operating profit	4,826	4,432	394	8.9%
Other income (expense):				
Investment income	71	96	(25)	-26.0%
Interest expense	(156)	(120)	(36)	30.0%
	-----	-----	-----	
Total other income (expense)	(85)	(24)	(61)	254.2%
	-----	-----	-----	
Income before income taxes	4,741	4,408	333	7.6%

Income taxes	1,667	1,587	80	5.0%
	-----	-----	-----	
Net income	\$ 3,074	\$ 2,821	\$ 253	9.0%
	=====	=====	=====	
Net income as a percentage of revenue	8.8%	9.2%		
Per share amounts				
Basic earnings per share	\$ 2.83	\$ 2.53	\$ 0.30	11.9%
Diluted earnings per share	\$ 2.82	\$ 2.52	\$ 0.30	11.9%
Weighted average shares outstanding				
Basic	1,088	1,116		
Diluted	1,092	1,120		

Certain prior year amounts have been reclassified to conform to the current year presentation.

3

UNITED PARCEL SERVICE, INC.
SELECTED OPERATING DATA - YEAR TO DATE
(UNAUDITED)

<TABLE>
<CAPTION>

	NINE MONTHS ENDED SEPTEMBER 30,		CHANGE	
	2006	2005	\$ / #	%
	-----	-----	-----	-----
	<C>	<C>	<C>	<C>
<S>				
REVENUE (IN MILLIONS):				
U.S. Domestic Package:				
Next Day Air	\$ 5,054	\$ 4,665	\$ 389	8.3%
Deferred	2,447	2,289	158	6.9%
Ground	14,826	13,832	994	7.2%
	-----	-----	-----	-----
Total U.S. Domestic Package	22,327	20,786	1,541	7.4%
International Package:				
Domestic	1,421	1,114	307	27.6%
Export	4,797	4,266	531	12.4%
Cargo	427	377	50	13.3%
	-----	-----	-----	-----
Total International Package	6,645	5,757	888	15.4%
Supply Chain & Freight:				
Forwarding and Logistics	4,202	3,526	676	19.2%
Freight	1,484	314	1,170	372.6%
Other	261	244	17	7.0%
	-----	-----	-----	-----
Total Supply Chain & Freight	5,947	4,084	1,863	45.6%
Consolidated	\$34,919	\$30,627	\$4,292	14.0%
	=====	=====	=====	=====
Consolidated volume (in millions)	2,871	2,707	164	6.1%
Operating weekdays	191	192		
AVERAGE DAILY PACKAGE VOLUME (IN THOUSANDS):				
U.S. Domestic Package:				
Next Day Air	1,244	1,188	56	4.7%
Deferred	926	863	63	7.3%
Ground	11,120	10,615	505	4.8%
	-----	-----	-----	-----
Total U.S. Domestic Package	13,290	12,666	624	4.9%
International Package:				
Domestic	1,080	841	239	28.4%
Export	663	592	71	12.0%
	-----	-----	-----	-----
Total International Package	1,743	1,433	310	21.6%
Consolidated	15,033	14,099	934	6.6%
	=====	=====	=====	=====
AVERAGE REVENUE PER PIECE:				
U.S. Domestic Package:				
Next Day Air	\$ 21.27	\$ 20.45	\$ 0.82	4.0%
Deferred	13.84	13.81	0.03	0.2%
Ground	6.98	6.79	0.19	2.8%
Total U.S. Domestic Package	8.80	8.55	0.25	2.9%
International Package:				
Domestic	6.89	6.90	(0.01)	-0.1%
Export	37.88	37.53	0.35	0.9%
Total International Package	18.68	19.55	(0.87)	-4.5%
Consolidated	\$ 9.94	\$ 9.67	\$ 0.27	2.8%
	=====	=====	=====	=====

</TABLE>

Certain prior year amounts have been reclassified to conform to the current year presentation.