

UNITED PARCEL SERVICE INC

Form FWP

June 12, 2007

United Parcel Service, Inc.
UPS Notes
With Maturities of 9 Months or More from Date of Issue

Filed Under Rule 433, Registration Statement
 No. 333-108272
Pricing Supplement No. 40
 The date of this Pricing Supplement is June 11, 2007
 (To: Prospectus Dated September 8, 2003, as
 supplemented by Prospectus Supplement Dated
 November 17, 2006)

Offering Dates: June 11, 2007 through June 18, 2007
 Trade Date: 6/18/2007 @ 12:00 PM ET
 Settle Date: 6/21/2007
 Minimum Denomination/Increments:
 \$1,000.00/\$1,000.00

| CUSIP or Common Code | Interest Rate (1) | Maturity Date | Price to (2) | Discounts & Commissions (2) | Interest Payment Frequency (begin date) | Survivor s Optio Yes/No | Subject to Redemption Date and terms of redemption (including the redemption price) |
|----------------------------|----------------------|------------------|--------------------|--------------------------------------|---|-------------------------------|--|
| | | | | | | | |
| 91131UJA3 | 5.250% | 12/15/2012 | 100% | 0.750% | Semi-Annual (12/15/07) | Yes Yes | Callable at 100% on 6/15/2008 and semi-annually thereafter with 30 days notice. |

(1) The interest rates on the UPS Notes may be changed by United Parcel Service, Inc. from time to time, but any such change will not affect the interest rate on any UPS Notes offered prior to the effective date of the change.

(2) Expressed as a percentage of aggregate principal amount.

United Parcel Service, Inc. (UPS) has filed a registration statement (including prospectus) with the SEC for the offering to which this communication relates. Before you invest, you should read the prospectus in that registration statement and the other documents UPS has filed with the SEC for more complete information about UPS and this offering. You may get these documents for free by visiting EDGAR on the SEC web site at www.sec.gov.

Alternatively, UPS, LaSalle Financial Services, Inc. or any selling agent participating in the offering will arrange to send you the prospectus if you request it by calling (866) 658-3267.

Agents: LaSalle Financial Services, Inc., Charles Schwab & Co., Inc., Citigroup Global Markets Inc., Merrill Lynch, Pierce, Fenner & Smith Incorporated, Morgan Stanley & Co. Incorporated, Samuel A. Ramirez & Co., Inc., Muriel Siebert & Co., Inc., UBS Securities LLC and Wachovia Securities LLC