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Jan 06, 2021 00:00 GMT

## Fuel prices go up by 2p a litre as supermarkets hike their prices over and above the wholesale market increase

The price of fuel rose by 2p a litre in December as a result of three of the UK's major supermarkets putting up their prices well above the increase seen on the wholesale market, data from RAC Fuel Watch shows.\*

The average price of petrol went up from 114.39p to 116.46p (2.07p) and diesel from 117.72p to 120p (2.28p) over the course of the month. On the wholesale market a litre of unleaded went up by just 1.28p from 85.76p to

87.04p. Diesel rose by 1.11p from 88.33p to 89.44p. Looking at wholesale prices from two weeks ago – the time it takes for all retailers to replenish their stock, the RAC believes drivers should in fact be paying around 113p for petrol and 118p for diesel.

Of the four big supermarkets fuel retailers however, Morrisons, Sainsbury and Tesco all raised their forecourt prices by an average of 3p a litre, with only Asda matching the wholesale market price increase by raising its prices by around 1.5p a litre.

This meant that Asda was selling both the cheapest supermarket petrol and diesel at the close of December. A litre of unleaded cost 110.11p a litre (up 1.31p from 108.8p) and diesel 113.4p (up 1.52p from 111.88p). Sainsburys was 1.5p dearer for petrol and 1.38p for diesel. Despite this, filling up at a supermarket is still 4p a litre cheaper for unleaded and nearly 4.5p for diesel.

The cost of filling a 55-litre tank of fuel for a family petrol car rose by £1.14 from £62.91 to £64.05, and by £1.25 from £64.75 to £66 for diesel. Refuelling at a supermarket currently saves drivers over £2 a tank.

**RAC fuel spokesman Simon Williams said:**

“It’s very disappointing to see some of our biggest fuel retailers putting up their prices over and above the increases seen on the wholesale market. There’s a definite feeling that they have been trying to protect themselves for what was to come in terms of further coronavirus restrictions.

“While wholesale prices went up very slightly in December our data shows there should be scope to lower forecourt prices rather than put them up. Retailers will no doubt argue that the pandemic is leading to drivers filling up far less so their ‘per litre’ profits are considerably down, and Monday’s announcement of another lockdown will be treated as justification for their decision not to pass savings on at the pumps. Unfortunately, those who still need to fill up regularly are having to pay more than they should be as, by our calculations, both fuels should actually come down by 3p a litre in the next fortnight.

“That said, the oil market is still being adversely impacted by Covid travel restrictions so it may be the case that drivers are paying less for their fuel

than they might otherwise be. And, even though a barrel of oil was above \$50 for half of December – something that we haven't seen since March last year – the wholesale price didn't shoot up due to the pound gaining 2% on the dollar.

"Interestingly, retailers have adjusted their margins and are now making roughly the same on petrol as diesel whereas normally they take a larger margin on a litre of diesel. For example, in September the margin on diesel was 4.5p more than petrol at an average of nearly 11.5p (11.4p) a litre compared to around 7p (6.85p).

"As and when life begins to become more normal as a result of the Covid vaccination programme the price we pay for fuel will inevitably go back up again. A year ago, a litre of unleaded set drivers back 127p and diesel 132p, which is 10p and 12p more expensive, respectively, than today."

### Regional pump prices compared

<b>Unleaded</b>	<b>01/12/2020</b>	<b>30/12/2020</b>	<b>Change</b>
<b>UK average</b>	<b>114.39</b>	<b>116.46</b>	<b>2.07</b>
East	114.36	116.94	2.58
East Midlands	114.22	116.37	2.15
London	115.50	117.48	1.98
North East	113.24	115.30	2.06
North West	114.44	116.13	1.69
Northern Ireland	110.76	112.62	1.86
Scotland	114.15	115.89	1.74
South East	115.24	117.45	2.21
South West	114.25	116.55	2.30
Wales	113.26	115.31	2.05
West Midlands	114.20	116.34	2.14
Yorkshire And The Humber	113.78	116.03	2.25
<b>Diesel</b>	<b>01/12/2020</b>	<b>30/12/2020</b>	<b>Change</b>

<b>UK average</b>	<b>117.72</b>	<b>120</b>	<b>2.28</b>
East	118.36	120.84	2.48
East Midlands	117.68	120.07	2.39
London	118.27	120.43	2.16
North East	116.63	119.00	2.37
North West	117.49	119.47	1.98
Northern Ireland	113.36	115.45	2.09
Scotland	117.43	119.77	2.34
South East	118.90	121.32	2.42
South West	117.53	120.20	2.67
Wales	116.84	119.43	2.59
West Midlands	117.78	119.90	2.12
Yorkshire And The Humber	117.09	119.60	2.51

[Find out more about UK petrol and diesel prices](#) on the RAC website.

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### **Notes to Editors**

The press office email address is [press.enquiries@rac.co.uk](mailto:press.enquiries@rac.co.uk). **Please note:** the press office is unable to help with individual customer enquiries - please visit the [RAC contacts page](#) to find the right contact.

ISDN radio studio facilities are available for interviews Monday to Friday.

### **About the RAC**

The RAC provides complete peace of mind to 12m UK private and business drivers, whatever their motoring needs. Its services include:

- [\*\*Breakdown assistance\*\*](#). Its highly-skilled, 1,600-strong branded patrol workforce attends more than two million breakdowns

every year, fixing on average four out of five vehicles at the roadside. The RAC's patrol fleet is one of the most advanced in the UK, and was the first to roll out both an [All-Wheels-Up recovery system](#), allowing the vast majority of vehicles to be recovered from a single patrol van, and [EV Boost](#) mobile electric vehicle charging units

- [Insurance](#). The RAC is a top-five [car insurance](#) broker having surpassed the 500,000 policies-in-force milestone in 2018. It also offers '[black box' telematics policies](#), as well as home and travel insurance
- **Other motoring services.** The RAC leads in the development of new solutions for business, fleets, electric vehicles and future car technology. Its additional products and services include a [personal loans offering](#), a [used car buying website](#), [vehicle inspections and checks](#), [legal services](#) or up-to-the-minute [traffic and travel information](#). It also has a network of [Approved Dealers](#) and [Approved Garages](#) which combine the trust of RAC brand with local service and convenience

The RAC also works to support the interests of its members and UK drivers on the most important motoring issues which it identifies via the annual [RAC Report on Motoring](#) and the RAC Opinion Panel. The Report on Motoring is the longest running analysis of driver opinion in the UK having been published every year since 1989.

For more information about the RAC, visit the [RAC website](#).

## Contacts



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