

ACS Industries, Inc.  
 Raw Material Surcharge Policy  
 Monthly Surcharge Calculations  
 For Orders Shipped: Apr. 1-30, 2007



Alloy	Ni -Nickel	Cr -Chrome	Fe - Iron	Moly	Cu - Copper	Al - Aluminum	Surcharge Sub Total	6% Scrap Factor***	Total Raw Material Surcharge / Lb.****	
Base Price/Lb.*	\$ 2.000	\$ 0.350	\$ 0.064	\$ 3.000	\$ 0.750	\$ 0.650				
Current Price/Lb.**	\$ 18.681	\$ 0.744	\$ 0.134	\$ 25.450	\$ 2.597	\$ 1.253				
Surcharge Applied	\$ 16.681	\$ 0.394	\$ 0.070	\$ 22.450	\$ 1.847	\$ 0.603				
<b>304L</b>	% / Lb.	9.25%	19.00%	68.60%	0.00%	0.00%	0.00%			
	\$ / Lb.	\$ 1.543	\$ 0.075	\$ 0.048	\$ -	\$ -	\$ -	\$ 1.666	\$ 0.100	\$ 1.766
<b>309 SS</b>	% / Lb.	13.50%	23.00%	60.20%	0.00%	0.00%	0.00%			
	\$ / Lb.	\$ 2.252	\$ 0.091	\$ 0.042	\$ -	\$ -	\$ -	\$ 2.385	\$ 0.143	\$ 2.528
<b>310 SS</b>	% / Lb.	20.50%	25.00%	50.70%	0.00%	0.00%	0.00%			
	\$ / Lb.	\$ 3.420	\$ 0.098	\$ 0.036	\$ -	\$ -	\$ -	\$ 3.554	\$ 0.213	\$ 3.767
<b>316 SS</b>	% / Lb.	12.00%	17.00%	65.40%	2.50%	0.00%	0.00%			
	\$ / Lb.	\$ 2.002	\$ 0.067	\$ 0.046	\$ 0.561	\$ -	\$ -	\$ 2.676	\$ 0.161	\$ 2.836
<b>321 SS</b>	% / Lb.	10.50%	18.00%	67.80%	0.00%	0.00%	0.00%			
	\$ / Lb.	\$ 1.751	\$ 0.071	\$ 0.048	\$ -	\$ -	\$ -	\$ 1.870	\$ 0.112	\$ 1.982
<b>430 SS</b>	% / Lb.	0.00%	17.00%	80.80%	0.00%	0.00%	0.00%			
	\$ / Lb.	\$ -	\$ 0.067	\$ 0.057	\$ -	\$ -	\$ -	\$ 0.124	\$ 0.007	\$ 0.131
<b>A286</b>	% / Lb.	25.50%	14.75%	53.50%	1.38%	0.00%	0.00%			
	\$ / Lb.	\$ 4.254	\$ 0.058	\$ 0.038	\$ 0.310	\$ -	\$ -	\$ 4.659	\$ 0.280	\$ 4.939
<b>Al</b>	% / Lb.	0.00%	0.00%	0.00%	0.00%	100.00%	0.00%			
	\$ / Lb.	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 0.603	\$ 0.036	\$ 0.639	
<b>Carp 20</b>	% / Lb.	35.00%	20.00%	34.85%	2.50%	3.50%	0.00%			
	\$ / Lb.	\$ 5.838	\$ 0.079	\$ 0.025	\$ 0.561	\$ 0.065	\$ -	\$ 6.567	\$ 0.394	\$ 6.962
<b>Cu</b>	% / Lb.	0.00%	0.00%	0.00%	0.00%	100.00%	0.00%			
	\$ / Lb.	\$ -	\$ -	\$ -	\$ -	\$ 1.847	\$ -	\$ 1.847	\$ 0.111	\$ 1.957
<b>Inc 600</b>	% / Lb.	72.00%	15.50%	9.60%	0.00%	0.00%	0.00%			
	\$ / Lb.	\$ 12.010	\$ 0.061	\$ 0.007	\$ -	\$ -	\$ -	\$ 12.078	\$ 0.725	\$ 12.803
<b>Inc 601</b>	% / Lb.	60.50%	23.00%	11.90%	0.00%	0.25%	0.00%			
	\$ / Lb.	\$ 10.092	\$ 0.091	\$ 0.008	\$ -	\$ 0.005	\$ -	\$ 10.196	\$ 0.612	\$ 10.807
<b>Monel 400</b>	% / Lb.	66.00%	0.00%	2.50%	0.00%	31.00%	0.00%			
	\$ / Lb.	\$ 11.009	\$ -	\$ 0.002	\$ -	\$ 0.572	\$ -	\$ 11.584	\$ 0.695	\$ 12.279
<b>Phos. Bronze</b>	% / Lb.	0.00%	0.00%	0.00%	0.00%	95.00%	0.00%			
	\$ / Lb.	\$ -	\$ -	\$ -	\$ -	\$ 1.754	\$ -	\$ 1.754	\$ 0.105	\$ 1.860
<b>SnCu</b>	% / Lb.	0.00%	0.00%	0.00%	0.00%	98.00%	0.00%			
	\$ / Lb.	\$ -	\$ -	\$ -	\$ -	\$ 1.810	\$ -	\$ 1.810	\$ 0.109	\$ 1.918

Surcharge Policy Notes:

- \* Base Price / Lb. is an approximation of a commodity's price on metal exchanges in the Policy's base year, 2003. This is the price
- \*\* Current Price / Lb. is the material's trailing two-month's (i.e. November calculations use September's closing spot averages) on
- \*\*\* ACS factors 6% total scrap on raw material - 3% for wire processing and 3% for part fabrication.
- \*\*\*\* Total Surcharge / Lb. equals the Surcharge Sub Total plus the Scrap Factor and is the value applied to individual part weights.

Surcharge Policy Citations:

- 1) For the trailing two months' London Metal Exchange averages used for Nickel, Chrome, Iron and Moly, please visit:  
[http://www.aksteel.com/markets\\_products/stainless\\_surcharges.asp](http://www.aksteel.com/markets_products/stainless_surcharges.asp)  
<http://www.allegHENYludlum.com/ludlum/pages/SurchargeCalculator/SurchargeFront.asp?type=Stainless%20Steel>
- 2) For the trailing two months' New York Mercantile Exchange averages used for Copper, please visit:  
[http://www.nymex.com/cop\\_fut\\_histspot.aspx](http://www.nymex.com/cop_fut_histspot.aspx)
- 3) For the trailing two months' New York Mercantile Exchange averages used for Aluminum please visit:  
[http://www.nymex.com/alu\\_fut\\_histspot.aspx](http://www.nymex.com/alu_fut_histspot.aspx)