

ACS Industries, Inc.
 Raw Material Surcharge Policy
 Monthly Surcharge Calculations
 For Orders Shipped: Feb. 1-28, 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.**	\$ 15.681	\$ 0.659	\$ 0.107	\$ 24.775	\$ 3.014	\$ 1.255				
Surcharge Applied	\$ 13.681	\$ 0.309	\$ 0.043	\$ 21.775	\$ 2.264	\$ 0.605				
304L	% / Lb.	9.25%	19.00%	68.60%	0.00%	0.00%	0.00%			
	\$ / Lb.	\$ 1.265	\$ 0.059	\$ 0.030	\$ -	\$ -	\$ -	\$ 1.354	\$ 0.081	\$ 1.435
309 SS	% / Lb.	13.50%	23.00%	60.20%	0.00%	0.00%	0.00%			
	\$ / Lb.	\$ 1.847	\$ 0.071	\$ 0.026	\$ -	\$ -	\$ -	\$ 1.944	\$ 0.117	\$ 2.061
310 SS	% / Lb.	20.50%	25.00%	50.70%	0.00%	0.00%	0.00%			
	\$ / Lb.	\$ 2.805	\$ 0.077	\$ 0.022	\$ -	\$ -	\$ -	\$ 2.904	\$ 0.174	\$ 3.078
316 SS	% / Lb.	12.00%	17.00%	65.40%	2.50%	0.00%	0.00%			
	\$ / Lb.	\$ 1.642	\$ 0.052	\$ 0.028	\$ 0.544	\$ -	\$ -	\$ 2.267	\$ 0.136	\$ 2.403
321 SS	% / Lb.	10.50%	18.00%	67.80%	0.00%	0.00%	0.00%			
	\$ / Lb.	\$ 1.436	\$ 0.056	\$ 0.029	\$ -	\$ -	\$ -	\$ 1.521	\$ 0.091	\$ 1.613
430 SS	% / Lb.	0.00%	17.00%	80.80%	0.00%	0.00%	0.00%			
	\$ / Lb.	\$ -	\$ 0.052	\$ 0.035	\$ -	\$ -	\$ -	\$ 0.087	\$ 0.005	\$ 0.093
A286	% / Lb.	25.50%	14.75%	53.50%	1.38%	0.00%	0.00%			
	\$ / Lb.	\$ 3.489	\$ 0.046	\$ 0.023	\$ 0.300	\$ -	\$ -	\$ 3.858	\$ 0.231	\$ 4.089
Al	% / Lb.	0.00%	0.00%	0.00%	0.00%	0.00%	100.00%			
	\$ / Lb.	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 0.605	\$ 0.036	\$ 0.641	
Carp 20	% / Lb.	35.00%	20.00%	34.85%	2.50%	3.50%	0.00%			
	\$ / Lb.	\$ 4.788	\$ 0.062	\$ 0.015	\$ 0.544	\$ 0.079	\$ -	\$ 5.489	\$ 0.329	\$ 5.818
Cu	% / Lb.	0.00%	0.00%	0.00%	0.00%	100.00%	0.00%			
	\$ / Lb.	\$ -	\$ -	\$ -	\$ -	\$ 2.264	\$ -	\$ 2.264	\$ 0.136	\$ 2.400
Inc 600	% / Lb.	72.00%	15.50%	9.60%	0.00%	0.00%	0.00%			
	\$ / Lb.	\$ 9.850	\$ 0.048	\$ 0.004	\$ -	\$ -	\$ -	\$ 9.902	\$ 0.594	\$ 10.496
Inc 601	% / Lb.	60.50%	23.00%	11.90%	0.00%	0.25%	0.00%			
	\$ / Lb.	\$ 8.277	\$ 0.071	\$ 0.005	\$ -	\$ 0.006	\$ -	\$ 8.359	\$ 0.502	\$ 8.860
Monel 400	% / Lb.	66.00%	0.00%	2.50%	0.00%	31.00%	0.00%			
	\$ / Lb.	\$ 9.029	\$ -	\$ 0.001	\$ -	\$ 0.702	\$ -	\$ 9.732	\$ 0.584	\$ 10.316
Phos. Bronze	% / Lb.	0.00%	0.00%	0.00%	0.00%	95.00%	0.00%			
	\$ / Lb.	\$ -	\$ -	\$ -	\$ -	\$ 2.151	\$ -	\$ 2.151	\$ 0.129	\$ 2.280
SnCu	% / Lb.	0.00%	0.00%	0.00%	0.00%	98.00%	0.00%			
	\$ / Lb.	\$ -	\$ -	\$ -	\$ -	\$ 2.219	\$ -	\$ 2.219	\$ 0.133	\$ 2.352

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.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
- 3) For the trailing two months' New York Mercantile Exchange averages used for Aluminum please visit:
http://www.nymex.com/alu_fut_histspot.aspx