

ACS Industries, Inc.
 Raw Material Surcharge Policy
 Monthly Surcharge Calculations
 For Orders Shipped: Jan. 1-31, 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.**	\$ 14.567	\$ 0.647	\$ 0.104	\$ 25.540	\$ 3.166	\$ 1.217			
Surcharge Applied	\$ 12.567	\$ 0.297	\$ 0.041	\$ 22.540	\$ 2.416	\$ 0.567			
304L	% / Lb. 9.25%	19.00%	68.60%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 1.162	\$ 0.056	\$ 0.028	\$ -	\$ -	\$ -	\$ 1.247	\$ 0.075	\$ 1.322
309 SS	% / Lb. 13.50%	23.00%	60.20%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 1.696	\$ 0.068	\$ 0.025	\$ -	\$ -	\$ -	\$ 1.789	\$ 0.107	\$ 1.897
310 SS	% / Lb. 20.50%	25.00%	50.70%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 2.576	\$ 0.074	\$ 0.021	\$ -	\$ -	\$ -	\$ 2.671	\$ 0.160	\$ 2.831
316 SS	% / Lb. 12.00%	17.00%	65.40%	2.50%	0.00%	0.00%			
	\$ / Lb. \$ 1.508	\$ 0.050	\$ 0.027	\$ 0.564	\$ -	\$ -	\$ 2.149	\$ 0.129	\$ 2.278
321 SS	% / Lb. 10.50%	18.00%	67.80%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 1.319	\$ 0.053	\$ 0.028	\$ -	\$ -	\$ -	\$ 1.401	\$ 0.084	\$ 1.485
430 SS	% / Lb. 0.00%	17.00%	80.80%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ -	\$ 0.050	\$ 0.033	\$ -	\$ -	\$ -	\$ 0.083	\$ 0.005	\$ 0.088
A286	% / Lb. 25.50%	14.75%	53.50%	1.38%	0.00%	0.00%			
	\$ / Lb. \$ 3.204	\$ 0.044	\$ 0.022	\$ 0.311	\$ -	\$ -	\$ 3.581	\$ 0.215	\$ 3.796
Al	% / Lb. 0.00%	0.00%	0.00%	0.00%	0.00%	100.00%			
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ -	\$ 0.567	\$ 0.567	\$ 0.034	\$ 0.601
Carp 20	% / Lb. 35.00%	20.00%	34.85%	2.50%	3.50%	0.00%			
	\$ / Lb. \$ 4.398	\$ 0.059	\$ 0.014	\$ 0.564	\$ 0.085	\$ -	\$ 5.120	\$ 0.307	\$ 5.427
Cu	% / Lb. 0.00%	0.00%	0.00%	0.00%	100.00%	0.00%			
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ 2.416	\$ -	\$ 2.416	\$ 0.145	\$ 2.561
Inc 600	% / Lb. 72.00%	15.50%	9.60%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 9.048	\$ 0.046	\$ 0.004	\$ -	\$ -	\$ -	\$ 9.098	\$ 0.546	\$ 9.644
Inc 601	% / Lb. 60.50%	23.00%	11.90%	0.00%	0.25%	0.00%			
	\$ / Lb. \$ 7.603	\$ 0.068	\$ 0.005	\$ -	\$ 0.006	\$ -	\$ 7.682	\$ 0.461	\$ 8.143
Monel 400	% / Lb. 66.00%	0.00%	2.50%	0.00%	31.00%	0.00%			
	\$ / Lb. \$ 8.294	\$ -	\$ 0.001	\$ -	\$ 0.749	\$ -	\$ 9.044	\$ 0.543	\$ 9.586
Phos. Bronze	% / Lb. 0.00%	0.00%	0.00%	0.00%	95.00%	0.00%			
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ 2.295	\$ -	\$ 2.295	\$ 0.138	\$ 2.433
SnCu	% / Lb. 0.00%	0.00%	0.00%	0.00%	98.00%	0.00%			
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ 2.367	\$ -	\$ 2.367	\$ 0.142	\$ 2.509

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