

ACS Industries, Inc.
 Raw Material Surcharge Policy
 Monthly Surcharge Calculations
 For Orders Shipped: June 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.**	\$ 22.801	\$ 0.978	\$ 0.159	\$ 28.038	\$ 3.508	\$ 1.268			
Surcharge Applied	\$ 20.801	\$ 0.628	\$ 0.095	\$ 25.038	\$ 2.758	\$ 0.618			
304L	% / Lb. 9.25%	19.00%	68.60%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 1.924	\$ 0.119	\$ 0.065	\$ -	\$ -	\$ -	\$ 2.109	\$ 0.127	\$ 2.235
309 SS	% / Lb. 13.50%	23.00%	60.20%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 2.808	\$ 0.144	\$ 0.057	\$ -	\$ -	\$ -	\$ 3.010	\$ 0.181	\$ 3.190
310 SS	% / Lb. 20.50%	25.00%	50.70%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 4.264	\$ 0.157	\$ 0.048	\$ -	\$ -	\$ -	\$ 4.469	\$ 0.268	\$ 4.737
316 SS	% / Lb. 12.00%	17.00%	65.40%	2.50%	0.00%	0.00%			
	\$ / Lb. \$ 2.496	\$ 0.107	\$ 0.062	\$ 0.626	\$ -	\$ -	\$ 3.291	\$ 0.197	\$ 3.488
321 SS	% / Lb. 10.50%	18.00%	67.80%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 2.184	\$ 0.113	\$ 0.065	\$ -	\$ -	\$ -	\$ 2.362	\$ 0.142	\$ 2.503
430 SS	% / Lb. 0.00%	17.00%	80.80%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ -	\$ 0.107	\$ 0.077	\$ -	\$ -	\$ -	\$ 0.184	\$ 0.011	\$ 0.195
A286	% / Lb. 25.50%	14.75%	53.50%	1.38%	0.00%	0.00%			
	\$ / Lb. \$ 5.304	\$ 0.093	\$ 0.051	\$ 0.346	\$ -	\$ -	\$ 5.793	\$ 0.348	\$ 6.141
Al	% / Lb. 0.00%	0.00%	0.00%	0.00%	0.00%	100.00%			
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ -	\$ 0.618	\$ 0.618	\$ 0.037	\$ 0.655
Carp 20	% / Lb. 35.00%	20.00%	34.85%	2.50%	3.50%	0.00%			
	\$ / Lb. \$ 7.280	\$ 0.126	\$ 0.033	\$ 0.626	\$ 0.097	\$ -	\$ 8.161	\$ 0.490	\$ 8.651
Cu	% / Lb. 0.00%	0.00%	0.00%	0.00%	100.00%	0.00%			
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ 2.758	\$ -	\$ 2.758	\$ 0.166	\$ 2.924
Inc 600	% / Lb. 72.00%	15.50%	9.60%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 14.977	\$ 0.097	\$ 0.009	\$ -	\$ -	\$ -	\$ 15.083	\$ 0.905	\$ 15.988
Inc 601	% / Lb. 60.50%	23.00%	11.90%	0.00%	0.25%	0.00%			
	\$ / Lb. \$ 12.584	\$ 0.144	\$ 0.011	\$ -	\$ 0.007	\$ -	\$ 12.747	\$ 0.765	\$ 13.512
Monel 400	% / Lb. 66.00%	0.00%	2.50%	0.00%	31.00%	0.00%			
	\$ / Lb. \$ 13.728	\$ -	\$ 0.002	\$ -	\$ 0.855	\$ -	\$ 14.586	\$ 0.875	\$ 15.461
Phos. Bronze	% / Lb. 0.00%	0.00%	0.00%	0.00%	95.00%	0.00%			
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ 2.620	\$ -	\$ 2.620	\$ 0.157	\$ 2.778
SnCu	% / Lb. 0.00%	0.00%	0.00%	0.00%	98.00%	0.00%			
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ 2.703	\$ -	\$ 2.703	\$ 0.162	\$ 2.865

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.alleghenydulm.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