

ACS Industries, Inc.
 Raw Material Surcharge Policy
 Monthly Surcharge Calculations
 For Orders Shipped: Sept. 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.**	\$ 15.162	\$ 1.354	\$ 0.129	\$ 31.531	\$ 3.616	\$ 1.202			
Surcharge Applied	\$ 13.162	\$ 1.004	\$ 0.066	\$ 28.531	\$ 2.866	\$ 0.552			
304L	% / Lb. 9.25%	19.00%	68.60%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 1.217	\$ 0.191	\$ 0.045	\$ -	\$ -	\$ -	\$ 1.453	\$ 0.087	\$ 1.541
309 SS	% / Lb. 13.50%	23.00%	60.20%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 1.777	\$ 0.231	\$ 0.040	\$ -	\$ -	\$ -	\$ 2.047	\$ 0.123	\$ 2.170
310 SS	% / Lb. 20.50%	25.00%	50.70%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 2.698	\$ 0.251	\$ 0.033	\$ -	\$ -	\$ -	\$ 2.982	\$ 0.179	\$ 3.161
316 SS	% / Lb. 12.00%	17.00%	65.40%	2.50%	0.00%	0.00%			
	\$ / Lb. \$ 1.579	\$ 0.171	\$ 0.043	\$ 0.713	\$ -	\$ -	\$ 2.506	\$ 0.150	\$ 2.657
321 SS	% / Lb. 10.50%	18.00%	67.80%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 1.382	\$ 0.181	\$ 0.045	\$ -	\$ -	\$ -	\$ 1.607	\$ 0.096	\$ 1.704
430 SS	% / Lb. 0.00%	17.00%	80.80%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ -	\$ 0.171	\$ 0.053	\$ -	\$ -	\$ -	\$ 0.224	\$ 0.013	\$ 0.237
A286	% / Lb. 25.50%	14.75%	53.50%	1.38%	0.00%	0.00%			
	\$ / Lb. \$ 3.356	\$ 0.148	\$ 0.035	\$ 0.394	\$ -	\$ -	\$ 3.933	\$ 0.236	\$ 4.169
Al	% / Lb. 0.00%	0.00%	0.00%	0.00%	0.00%	100.00%			
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ -	\$ 0.552	\$ 0.552	\$ 0.033	\$ 0.585
Carp 20	% / Lb. 35.00%	20.00%	34.85%	2.50%	3.50%	0.00%			
	\$ / Lb. \$ 4.607	\$ 0.201	\$ 0.023	\$ 0.713	\$ 0.100	\$ -	\$ 5.644	\$ 0.339	\$ 5.982
Cu	% / Lb. 0.00%	0.00%	0.00%	0.00%	100.00%	0.00%			
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ 2.866	\$ -	\$ 2.866	\$ 0.172	\$ 3.038
Inc 600	% / Lb. 72.00%	15.50%	9.60%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 9.476	\$ 0.156	\$ 0.006	\$ -	\$ -	\$ -	\$ 9.638	\$ 0.578	\$ 10.217
Inc 601	% / Lb. 60.50%	23.00%	11.90%	0.00%	0.25%	0.00%			
	\$ / Lb. \$ 7.963	\$ 0.231	\$ 0.008	\$ -	\$ 0.007	\$ -	\$ 8.209	\$ 0.493	\$ 8.701
Monel 400	% / Lb. 66.00%	0.00%	2.50%	0.00%	31.00%	0.00%			
	\$ / Lb. \$ 8.687	\$ -	\$ 0.002	\$ -	\$ 0.888	\$ -	\$ 9.577	\$ 0.575	\$ 10.151
Phos. Bronze	% / Lb. 0.00%	0.00%	0.00%	0.00%	95.00%	0.00%			
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ 2.723	\$ -	\$ 2.723	\$ 0.163	\$ 2.886
SnCu	% / Lb. 0.00%	0.00%	0.00%	0.00%	98.00%	0.00%			
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ 2.809	\$ -	\$ 2.809	\$ 0.169	\$ 2.977

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
- ** 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