

ACS Industries, Inc.
 Raw Material Surcharge Policy
 Monthly Surcharge Calculations
 For Orders Shipped: Aug. 1-31, 2008



Alloy	Ni -Nickel	Cr - Chromium	Fe - Iron	Moly	Cu - Copper	Al - Aluminum	Surcharge Sub Total	6% Scrap Factor***	Energy Surcharge	Total Raw Material Surcharge / Lb.
Base Price/Lb.*	\$ 2.000	\$ 0.350	\$ 0.064	\$ 3.000	\$ 0.750	\$ 0.650				
Current Price/Lb.**	\$ 10.228	\$ 2.445	\$ 0.352	\$ 33.350	\$ 3.690	\$ 1.365				
Surcharge Applied	\$ 8.228	\$ 2.095	\$ 0.288	\$ 30.350	\$ 2.940	\$ 0.715				
304L	% / Lb. 9.25%	19.00%	68.60%	0.00%	0.00%	0.00%				
	\$ / Lb. \$ 0.761	\$ 0.398	\$ 0.198	\$ -	\$ -	\$ -	\$ 1.357	\$ 0.081	\$ 0.039	\$ 1.477
309 SS	% / Lb. 13.50%	23.00%	60.20%	0.00%	0.00%	0.00%				
	\$ / Lb. \$ 1.111	\$ 0.482	\$ 0.173	\$ -	\$ -	\$ -	\$ 1.766	\$ 0.106	\$ 0.039	\$ 1.911
310 SS	% / Lb. 20.50%	25.00%	50.70%	0.00%	0.00%	0.00%				
	\$ / Lb. \$ 1.687	\$ 0.524	\$ 0.146	\$ -	\$ -	\$ -	\$ 2.357	\$ 0.141	\$ 0.039	\$ 2.537
316 SS	% / Lb. 12.00%	17.00%	65.40%	2.50%	0.00%	0.00%				
	\$ / Lb. \$ 0.987	\$ 0.356	\$ 0.188	\$ 0.759	\$ -	\$ -	\$ 2.291	\$ 0.137	\$ 0.039	\$ 2.467
321 SS	% / Lb. 10.50%	18.00%	67.80%	0.00%	0.00%	0.00%				
	\$ / Lb. \$ 0.864	\$ 0.377	\$ 0.195	\$ -	\$ -	\$ -	\$ 1.436	\$ 0.086	\$ 0.039	\$ 1.562
430 SS	% / Lb. 0.00%	17.00%	80.80%	0.00%	0.00%	0.00%				
	\$ / Lb. \$ -	\$ 0.356	\$ 0.233	\$ -	\$ -	\$ -	\$ 0.589	\$ 0.035	\$ 0.039	\$ 0.663
A286	% / Lb. 25.50%	14.75%	53.50%	1.38%	0.00%	0.00%				
	\$ / Lb. \$ 2.098	\$ 0.309	\$ 0.154	\$ 0.419	\$ -	\$ -	\$ 2.980	\$ 0.179	\$ 0.039	\$ 3.198
Al	% / Lb. 0.00%	0.00%	0.00%	0.00%	0.00%	100.00%				
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ -	\$ 0.715	\$ 0.715	\$ 0.043	\$ 0.039	\$ 0.797
Carp 20	% / Lb. 35.00%	20.00%	34.85%	2.50%	3.50%	0.00%				
	\$ / Lb. \$ 2.880	\$ 0.419	\$ 0.100	\$ 0.759	\$ 0.103	\$ -	\$ 4.261	\$ 0.256	\$ 0.039	\$ 4.556
Cu	% / Lb. 0.00%	0.00%	0.00%	0.00%	100.00%	0.00%				
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ 2.940	\$ -	\$ 2.940	\$ 0.176	\$ 0.039	\$ 3.155
Inc 600	% / Lb. 72.00%	15.50%	9.60%	0.00%	0.00%	0.00%				
	\$ / Lb. \$ 5.924	\$ 0.325	\$ 0.028	\$ -	\$ -	\$ -	\$ 6.277	\$ 0.377	\$ 0.039	\$ 6.692
Inc 601	% / Lb. 60.50%	23.00%	11.90%	0.00%	0.25%	0.00%				
	\$ / Lb. \$ 4.978	\$ 0.482	\$ 0.034	\$ -	\$ 0.007	\$ -	\$ 5.501	\$ 0.330	\$ 0.039	\$ 5.871
Monel 400	% / Lb. 66.00%	0.00%	2.50%	0.00%	31.00%	0.00%				
	\$ / Lb. \$ 5.431	\$ -	\$ 0.007	\$ -	\$ 0.911	\$ -	\$ 6.349	\$ 0.381	\$ 0.039	\$ 6.769
Phos. Bronze	% / Lb. 0.00%	0.00%	0.00%	0.00%	95.00%	0.00%				
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ 2.793	\$ -	\$ 2.793	\$ 0.168	\$ 0.039	\$ 2.999
SnCu	% / Lb. 0.00%	0.00%	0.00%	0.00%	98.00%	0.00%				
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ 2.881	\$ -	\$ 2.881	\$ 0.173	\$ 0.039	\$ 3.093

Surcharge Policy Notes & Citations:

1. 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 ACS factors into product costing and quotations.
2. Current Price / Lb. is the material's trailing two-month's (i.e. November calculations use September's closing spot averages) on metal exchanges. The Base Price / Lb. is subtracted from this number to calculate the surcharge component applied to individual alloys.
3. ACS factors 6% total scrap on raw material - 3% for wire processing and 3% for finished goods fabrication.
4. Energy surcharges are applied on a trailing two-months' basis. Sucharges are calculated based on actual utility costs.
5. Total Surcharge / Lb. equals the Surcharge Sub Total plus the Scrap Factor plus the Energy Surcharge. This value is applied to individual part weights
5. For the trailing two months' London Metal Exchange averages used for Nickel, Chromium, Iron and Moly, please visit:
http://www.aksteel.com/markets_products/stainless_surcharges.asp
6. For the trailing two months' New York Mercantile Exchange averages used for Copper, please visit:
http://www.nymex.com/cop_fut_histspot.aspx
7. For the trailing two months' New York Mercantile Exchange averages used for Aluminum please visit:
http://www.nymex.com/alu_fut_histspot.aspx