

ACS Industries, Inc.
 Raw Material Surcharge Policy
 Monthly Surcharge Calculations
 For Orders Shipped: Feb. 1-28, 2008



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.**	\$ 11.790	\$ 1.712	\$ 0.147	\$ 32.375	\$ 3.022	\$ 1.079			
Surcharge Applied	\$ 9.790	\$ 1.362	\$ 0.084	\$ 29.375	\$ 2.272	\$ 0.429			
304L	% / Lb. 9.25%	19.00%	68.60%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 0.906	\$ 0.259	\$ 0.058	\$ -	\$ -	\$ -	\$ 1.222	\$ 0.073	\$ 1.295
309 SS	% / Lb. 13.50%	23.00%	60.20%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 1.322	\$ 0.313	\$ 0.051	\$ -	\$ -	\$ -	\$ 1.685	\$ 0.101	\$ 1.786
310 SS	% / Lb. 20.50%	25.00%	50.70%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 2.007	\$ 0.340	\$ 0.043	\$ -	\$ -	\$ -	\$ 2.390	\$ 0.143	\$ 2.533
316 SS	% / Lb. 12.00%	17.00%	65.40%	2.50%	0.00%	0.00%			
	\$ / Lb. \$ 1.175	\$ 0.231	\$ 0.055	\$ 0.734	\$ -	\$ -	\$ 2.196	\$ 0.132	\$ 2.327
321 SS	% / Lb. 10.50%	18.00%	67.80%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 1.028	\$ 0.245	\$ 0.057	\$ -	\$ -	\$ -	\$ 1.330	\$ 0.080	\$ 1.410
430 SS	% / Lb. 0.00%	17.00%	80.80%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ -	\$ 0.231	\$ 0.068	\$ -	\$ -	\$ -	\$ 0.299	\$ 0.018	\$ 0.317
A286	% / Lb. 25.50%	14.75%	53.50%	1.38%	0.00%	0.00%			
	\$ / Lb. \$ 2.496	\$ 0.201	\$ 0.045	\$ 0.405	\$ -	\$ -	\$ 3.148	\$ 0.189	\$ 3.336
Al	% / Lb. 0.00%	0.00%	0.00%	0.00%	0.00%	100.00%			
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ -	\$ 0.429	\$ 0.429	\$ 0.026	\$ 0.455
C1008	% / Lb. 0.00%	99.41%	0.00%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ -	\$ 1.354	\$ -	\$ -	\$ -	\$ -	\$ 1.354	\$ 0.081	\$ 1.435
Carp 20	% / Lb. 35.00%	20.00%	34.85%	2.50%	3.50%	0.00%			
	\$ / Lb. \$ 3.426	\$ 0.272	\$ 0.029	\$ 0.734	\$ 0.080	\$ -	\$ 4.542	\$ 0.273	\$ 4.814
Cu	% / Lb. 0.00%	0.00%	0.00%	0.00%	100.00%	0.00%			
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ 2.272	\$ -	\$ 2.272	\$ 0.136	\$ 2.408
Inc 600	% / Lb. 72.00%	15.50%	9.60%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 7.049	\$ 0.211	\$ 0.008	\$ -	\$ -	\$ -	\$ 7.268	\$ 0.436	\$ 7.704
Inc 601	% / Lb. 60.50%	23.00%	11.90%	0.00%	0.25%	0.00%			
	\$ / Lb. \$ 5.923	\$ 0.313	\$ 0.010	\$ -	\$ 0.006	\$ -	\$ 6.252	\$ 0.375	\$ 6.627
Monel 400	% / Lb. 66.00%	0.00%	2.50%	0.00%	31.00%	0.00%			
	\$ / Lb. \$ 6.461	\$ -	\$ 0.002	\$ -	\$ 0.704	\$ -	\$ 7.168	\$ 0.430	\$ 7.598
Phos. Bronze	% / Lb. 0.00%	0.00%	0.00%	0.00%	95.00%	0.00%			
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ 2.158	\$ -	\$ 2.158	\$ 0.129	\$ 2.288
SnCu	% / Lb. 0.00%	0.00%	0.00%	0.00%	98.00%	0.00%			
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ 2.226	\$ -	\$ 2.226	\$ 0.134	\$ 2.360

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 ACS factors into product costing and quotations.
- ** 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.
- *** ACS factors 6% total scrap on raw material - 3% for wire processing and 3% for finished goods 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