

ACS Industries, Inc.
 Raw Material Surcharge Policy
 Monthly Surcharge Calculations
 For Orders Shipped: Mar. 1-31, 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.**	\$ 12.560	\$ 1.752	\$ 0.191	\$ 33.025	\$ 3.196	\$ 1.091			
Surcharge Applied	\$ 10.560	\$ 1.402	\$ 0.127	\$ 30.025	\$ 2.446	\$ 0.441			
304L	% / Lb. 9.25%	19.00%	68.60%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 0.977	\$ 0.266	\$ 0.087	\$ -	\$ -	\$ -	\$ 1.330	\$ 0.080	\$ 1.410
309 SS	% / Lb. 13.50%	23.00%	60.20%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 1.426	\$ 0.322	\$ 0.076	\$ -	\$ -	\$ -	\$ 1.825	\$ 0.109	\$ 1.934
310 SS	% / Lb. 20.50%	25.00%	50.70%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 2.165	\$ 0.351	\$ 0.064	\$ -	\$ -	\$ -	\$ 2.580	\$ 0.155	\$ 2.734
316 SS	% / Lb. 12.00%	17.00%	65.40%	2.50%	0.00%	0.00%			
	\$ / Lb. \$ 1.267	\$ 0.238	\$ 0.083	\$ 0.751	\$ -	\$ -	\$ 2.339	\$ 0.140	\$ 2.480
321 SS	% / Lb. 10.50%	18.00%	67.80%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 1.109	\$ 0.252	\$ 0.086	\$ -	\$ -	\$ -	\$ 1.447	\$ 0.087	\$ 1.534
430 SS	% / Lb. 0.00%	17.00%	80.80%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ -	\$ 0.238	\$ 0.103	\$ -	\$ -	\$ -	\$ 0.341	\$ 0.020	\$ 0.361
A286	% / Lb. 25.50%	14.75%	53.50%	1.38%	0.00%	0.00%			
	\$ / Lb. \$ 2.693	\$ 0.207	\$ 0.068	\$ 0.414	\$ -	\$ -	\$ 3.382	\$ 0.203	\$ 3.585
Al	% / Lb. 0.00%	0.00%	0.00%	0.00%	0.00%	100.00%			
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ -	\$ 0.441	\$ 0.441	\$ 0.026	\$ 0.467
C1008	% / Lb. 0.00%	99.41%	0.00%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ -	\$ 1.394	\$ -	\$ -	\$ -	\$ -	\$ 1.394	\$ 0.084	\$ 1.477
Carp 20	% / Lb. 35.00%	20.00%	34.85%	2.50%	3.50%	0.00%			
	\$ / Lb. \$ 3.696	\$ 0.280	\$ 0.044	\$ 0.751	\$ 0.086	\$ -	\$ 4.857	\$ 0.291	\$ 5.148
Cu	% / Lb. 0.00%	0.00%	0.00%	0.00%	100.00%	0.00%			
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ 2.446	\$ -	\$ 2.446	\$ 0.147	\$ 2.593
Inc 600	% / Lb. 72.00%	15.50%	9.60%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 7.603	\$ 0.217	\$ 0.012	\$ -	\$ -	\$ -	\$ 7.833	\$ 0.470	\$ 8.303
Inc 601	% / Lb. 60.50%	23.00%	11.90%	0.00%	0.25%	0.00%			
	\$ / Lb. \$ 6.389	\$ 0.322	\$ 0.015	\$ -	\$ 0.006	\$ -	\$ 6.732	\$ 0.404	\$ 7.136
Monel 400	% / Lb. 66.00%	0.00%	2.50%	0.00%	31.00%	0.00%			
	\$ / Lb. \$ 6.969	\$ -	\$ 0.003	\$ -	\$ 0.758	\$ -	\$ 7.731	\$ 0.464	\$ 8.195
Phos. Bronze	% / Lb. 0.00%	0.00%	0.00%	0.00%	95.00%	0.00%			
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ 2.324	\$ -	\$ 2.324	\$ 0.139	\$ 2.463
SnCu	% / Lb. 0.00%	0.00%	0.00%	0.00%	98.00%	0.00%			
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ 2.397	\$ -	\$ 2.397	\$ 0.144	\$ 2.541

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
- *** 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