

ACS Industries, Inc.
 Raw Material Surcharge Policy
 Monthly Surcharge Calculations
 For Orders Shipped: May 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.**	\$ 14.164	\$ 2.281	\$ 0.191	\$ 33.400	\$ 3.811	\$ 1.354			
Surcharge Applied	\$ 12.164	\$ 1.931	\$ 0.127	\$ 30.400	\$ 3.061	\$ 0.704			
304L	% / Lb. 9.25%	19.00%	68.60%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 1.125	\$ 0.367	\$ 0.087	\$ -	\$ -	\$ -	\$ 1.579	\$ 0.095	\$ 1.674
309 SS	% / Lb. 13.50%	23.00%	60.20%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 1.642	\$ 0.444	\$ 0.076	\$ -	\$ -	\$ -	\$ 2.163	\$ 0.130	\$ 2.293
310 SS	% / Lb. 20.50%	25.00%	50.70%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 2.494	\$ 0.483	\$ 0.064	\$ -	\$ -	\$ -	\$ 3.041	\$ 0.182	\$ 3.223
316 SS	% / Lb. 12.00%	17.00%	65.40%	2.50%	0.00%	0.00%			
	\$ / Lb. \$ 1.460	\$ 0.328	\$ 0.083	\$ 0.760	\$ -	\$ -	\$ 2.631	\$ 0.158	\$ 2.789
321 SS	% / Lb. 10.50%	18.00%	67.80%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 1.277	\$ 0.348	\$ 0.086	\$ -	\$ -	\$ -	\$ 1.711	\$ 0.103	\$ 1.814
430 SS	% / Lb. 0.00%	17.00%	80.80%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ -	\$ 0.328	\$ 0.103	\$ -	\$ -	\$ -	\$ 0.431	\$ 0.026	\$ 0.457
A286	% / Lb. 25.50%	14.75%	53.50%	1.38%	0.00%	0.00%			
	\$ / Lb. \$ 3.102	\$ 0.285	\$ 0.068	\$ 0.420	\$ -	\$ -	\$ 3.874	\$ 0.232	\$ 4.107
Al	% / Lb. 0.00%	0.00%	0.00%	0.00%	0.00%	100.00%			
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ -	\$ 0.704	\$ 0.704	\$ 0.042	\$ 0.747
C1008	% / Lb. 0.00%	0.00%	99.41%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ -	\$ -	\$ 0.126	\$ -	\$ -	\$ -	\$ 0.126	\$ 0.008	\$ 0.134
Carp 20	% / Lb. 35.00%	20.00%	34.85%	2.50%	3.50%	0.00%			
	\$ / Lb. \$ 4.257	\$ 0.386	\$ 0.044	\$ 0.760	\$ 0.107	\$ -	\$ 5.555	\$ 0.333	\$ 5.888
Cu	% / Lb. 0.00%	0.00%	0.00%	0.00%	100.00%	0.00%			
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ 3.061	\$ -	\$ 3.061	\$ 0.184	\$ 3.245
Inc 600	% / Lb. 72.00%	15.50%	9.60%	0.00%	0.00%	0.00%			
	\$ / Lb. \$ 8.758	\$ 0.299	\$ 0.012	\$ -	\$ -	\$ -	\$ 9.069	\$ 0.544	\$ 9.613
Inc 601	% / Lb. 60.50%	23.00%	11.90%	0.00%	0.25%	0.00%			
	\$ / Lb. \$ 7.359	\$ 0.444	\$ 0.015	\$ -	\$ 0.008	\$ -	\$ 7.826	\$ 0.470	\$ 8.296
Monel 400	% / Lb. 66.00%	0.00%	2.50%	0.00%	31.00%	0.00%			
	\$ / Lb. \$ 8.028	\$ -	\$ 0.003	\$ -	\$ 0.949	\$ -	\$ 8.980	\$ 0.539	\$ 9.519
Phos. Bronze	% / Lb. 0.00%	0.00%	0.00%	0.00%	95.00%	0.00%			
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ 2.908	\$ -	\$ 2.908	\$ 0.174	\$ 3.082
SnCu	% / Lb. 0.00%	0.00%	0.00%	0.00%	98.00%	0.00%			
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ 3.000	\$ -	\$ 3.000	\$ 0.180	\$ 3.180

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 parts.
- *** 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