

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



Alloy	Ni - Nickel	Cr - Chrome	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.**	\$ 9.145	\$ 2.405	\$ 0.404	\$ 33.670	\$ 3.759	\$ 1.411				
Surcharge Applied	\$ 7.145	\$ 2.055	\$ 0.340	\$ 30.670	\$ 3.009	\$ 0.761				
304L	% / Lb. 9.25%	19.00%	68.60%	0.00%	0.00%	0.00%				
	\$ / Lb. \$ 0.661	\$ 0.390	\$ 0.233	\$ -	\$ -	\$ -	\$ 1.285	\$ 0.077	\$ 0.039	\$ 1.401
309 SS	% / Lb. 13.50%	23.00%	60.20%	0.00%	0.00%	0.00%				
	\$ / Lb. \$ 0.965	\$ 0.473	\$ 0.205	\$ -	\$ -	\$ -	\$ 1.642	\$ 0.099	\$ 0.039	\$ 1.780
310 SS	% / Lb. 20.50%	25.00%	50.70%	0.00%	0.00%	0.00%				
	\$ / Lb. \$ 1.465	\$ 0.514	\$ 0.173	\$ -	\$ -	\$ -	\$ 2.151	\$ 0.129	\$ 0.039	\$ 2.319
316 SS	% / Lb. 12.00%	17.00%	65.40%	2.50%	0.00%	0.00%				
	\$ / Lb. \$ 0.857	\$ 0.349	\$ 0.223	\$ 0.767	\$ -	\$ -	\$ 2.196	\$ 0.132	\$ 0.039	\$ 2.367
321 SS	% / Lb. 10.50%	18.00%	67.80%	0.00%	0.00%	0.00%				
	\$ / Lb. \$ 0.750	\$ 0.370	\$ 0.231	\$ -	\$ -	\$ -	\$ 1.351	\$ 0.081	\$ 0.039	\$ 1.471
430 SS	% / Lb. 0.00%	17.00%	80.80%	0.00%	0.00%	0.00%				
	\$ / Lb. \$ -	\$ 0.349	\$ 0.275	\$ -	\$ -	\$ -	\$ 0.624	\$ 0.037	\$ 0.039	\$ 0.701
A286	% / Lb. 25.50%	14.75%	53.50%	1.38%	0.00%	0.00%				
	\$ / Lb. \$ 1.822	\$ 0.303	\$ 0.182	\$ 0.423	\$ -	\$ -	\$ 2.730	\$ 0.164	\$ 0.039	\$ 2.933
Al	% / Lb. 0.00%	0.00%	0.00%	0.00%	0.00%	100.00%				
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ -	\$ 0.761	\$ 0.761	\$ 0.046	\$ 0.039	\$ 0.846
Carp 20	% / Lb. 35.00%	20.00%	34.85%	2.50%	3.50%	0.00%				
	\$ / Lb. \$ 2.501	\$ 0.411	\$ 0.119	\$ 0.767	\$ 0.105	\$ -	\$ 3.902	\$ 0.234	\$ 0.039	\$ 4.175
Cu	% / Lb. 0.00%	0.00%	0.00%	0.00%	100.00%	0.00%				
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ 3.009	\$ -	\$ 3.009	\$ 0.181	\$ 0.039	\$ 3.229
Inc 600	% / Lb. 72.00%	15.50%	9.60%	0.00%	0.00%	0.00%				
	\$ / Lb. \$ 5.144	\$ 0.319	\$ 0.033	\$ -	\$ -	\$ -	\$ 5.495	\$ 0.330	\$ 0.039	\$ 5.864
Inc 601	% / Lb. 60.50%	23.00%	11.90%	0.00%	0.25%	0.00%				
	\$ / Lb. \$ 4.322	\$ 0.473	\$ 0.040	\$ -	\$ 0.008	\$ -	\$ 4.843	\$ 0.291	\$ 0.039	\$ 5.173
Monel 400	% / Lb. 66.00%	0.00%	2.50%	0.00%	31.00%	0.00%				
	\$ / Lb. \$ 4.715	\$ -	\$ 0.009	\$ -	\$ 0.933	\$ -	\$ 5.657	\$ 0.339	\$ 0.039	\$ 6.035
Phos. Bronze	% / Lb. 0.00%	0.00%	0.00%	0.00%	95.00%	0.00%				
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ 2.859	\$ -	\$ 2.859	\$ 0.172	\$ 0.039	\$ 3.069
SnCu	% / Lb. 0.00%	0.00%	0.00%	0.00%	98.00%	0.00%				
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ 2.949	\$ -	\$ 2.949	\$ 0.177	\$ 0.039	\$ 3.165

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. Total Surcharge / Lb. equals the Surcharge Sub Total plus the Scrap Factor and is the value applied to individual part weights.
5. 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
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