

ACS Industries, Inc.
 Raw Material Surcharge Policy
 Monthly Surcharge Calculations
 For Orders Shipped: Dec. 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.	\$ 5.507	\$ 1.828	\$ 0.111	\$26.120	\$ 2.186	\$ 0.764				
Surcharge Applied	\$ 3.507	\$ 1.478	\$ 0.048	\$23.120	\$ 1.436	\$ 0.114				
304L	% / Lb. 9.25%	19.00%	68.60%	0.00%	0.00%	0.00%				
	\$ / Lb. \$ 0.324	\$ 0.281	\$ 0.033	\$ -	\$ -	\$ -	\$ 0.638	\$ 0.038	\$ 0.039	\$ 0.715
309 SS	% / Lb. 13.50%	23.00%	60.20%	0.00%	0.00%	0.00%				
	\$ / Lb. \$ 0.473	\$ 0.340	\$ 0.029	\$ -	\$ -	\$ -	\$ 0.842	\$ 0.051	\$ 0.039	\$ 0.932
310 SS	% / Lb. 20.50%	25.00%	50.70%	0.00%	0.00%	0.00%				
	\$ / Lb. \$ 0.719	\$ 0.370	\$ 0.024	\$ -	\$ -	\$ -	\$ 1.112	\$ 0.067	\$ 0.039	\$ 1.218
316 SS	% / Lb. 12.00%	17.00%	65.40%	2.50%	0.00%	0.00%				
	\$ / Lb. \$ 0.421	\$ 0.251	\$ 0.031	\$ 0.578	\$ -	\$ -	\$ 1.281	\$ 0.077	\$ 0.039	\$ 1.397
321 SS	% / Lb. 10.50%	18.00%	67.80%	0.00%	0.00%	0.00%				
	\$ / Lb. \$ 0.368	\$ 0.266	\$ 0.032	\$ -	\$ -	\$ -	\$ 0.667	\$ 0.040	\$ 0.039	\$ 0.746
430 SS	% / Lb. 0.00%	17.00%	80.80%	0.00%	0.00%	0.00%				
	\$ / Lb. \$ -	\$ 0.251	\$ 0.038	\$ -	\$ -	\$ -	\$ 0.290	\$ 0.017	\$ 0.039	\$ 0.346
A286	% / Lb. 25.50%	14.75%	53.50%	1.38%	0.00%	0.00%				
	\$ / Lb. \$ 0.894	\$ 0.218	\$ 0.025	\$ 0.319	\$ -	\$ -	\$ 1.457	\$ 0.087	\$ 0.039	\$ 1.583
Al	% / Lb. 0.00%	0.00%	0.00%	0.00%	0.00%	100.00%				
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ -	\$ 0.114	\$ 0.114	\$ 0.007	\$ 0.039	\$ 0.159
Carp 20	% / Lb. 35.00%	20.00%	34.85%	2.50%	3.50%	0.00%				
	\$ / Lb. \$ 1.227	\$ 0.296	\$ 0.017	\$ 0.578	\$ 0.050	\$ -	\$ 2.168	\$ 0.130	\$ 0.039	\$ 2.337
Cu	% / Lb. 0.00%	0.00%	0.00%	0.00%	100.00%	0.00%				
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ 1.436	\$ -	\$ 1.436	\$ 0.086	\$ 0.039	\$ 1.561
Inc 600	% / Lb. 72.00%	15.50%	9.60%	0.00%	0.00%	0.00%				
	\$ / Lb. \$ 2.525	\$ 0.229	\$ 0.005	\$ -	\$ -	\$ -	\$ 2.758	\$ 0.166	\$ 0.039	\$ 2.963
Inc 601	% / Lb. 60.50%	23.00%	11.90%	0.00%	0.25%	0.00%				
	\$ / Lb. \$ 2.121	\$ 0.340	\$ 0.006	\$ -	\$ 0.004	\$ -	\$ 2.471	\$ 0.148	\$ 0.039	\$ 2.658
Monel 400	% / Lb. 66.00%	0.00%	2.50%	0.00%	31.00%	0.00%				
	\$ / Lb. \$ 2.314	\$ -	\$ 0.001	\$ -	\$ 0.445	\$ -	\$ 2.761	\$ 0.166	\$ 0.039	\$ 2.965
Phos. Bronze	% / Lb. 0.00%	0.00%	0.00%	0.00%	95.00%	0.00%				
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ 1.364	\$ -	\$ 1.364	\$ 0.082	\$ 0.039	\$ 1.485
SnCu	% / Lb. 0.00%	0.00%	0.00%	0.00%	98.00%	0.00%				
	\$ / Lb. \$ -	\$ -	\$ -	\$ -	\$ 1.407	\$ -	\$ 1.407	\$ 0.084	\$ 0.039	\$ 1.530

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-moth'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