

# Valbruna Stainless, Inc.

**February-09**

Raw Material Surcharges in U.S. \$ per pound

| <u>GRADE</u>       | <u>MOLY</u> | <u>NICKEL</u> | <u>CHROME</u> | <u>IRON</u> | <u>Copper</u> | <u>N. Gas</u> | <u>TOTAL</u> |
|--------------------|-------------|---------------|---------------|-------------|---------------|---------------|--------------|
| 201                | 0.00        | 0.09          | 0.13          | 0.03        | 0.00          | 0.00          | <b>0.25</b>  |
| 302                | 0.00        | 0.17          | 0.13          | 0.03        | 0.00          | 0.00          | <b>0.33</b>  |
| 302HQ              | 0.00        | 0.17          | 0.13          | 0.03        | 0.01          | 0.00          | <b>0.34</b>  |
| 303                | 0.00        | 0.18          | 0.13          | 0.03        | 0.00          | 0.00          | <b>0.34</b>  |
| 304 / 304L         | 0.00        | 0.18          | 0.14          | 0.03        | 0.00          | 0.00          | <b>0.35</b>  |
| 304 / 304L 9.0 NI  | 0.00        | 0.19          | 0.14          | 0.03        | 0.00          | 0.00          | <b>0.36</b>  |
| 304 / 304L 9.5 NI  | 0.00        | 0.20          | 0.14          | 0.03        | 0.00          | 0.00          | <b>0.37</b>  |
| 304 / 304L 10 NI   | 0.00        | 0.21          | 0.14          | 0.03        | 0.00          | 0.00          | <b>0.38</b>  |
| 304N               | 0.00        | 0.18          | 0.14          | 0.03        | 0.00          | 0.00          | <b>0.35</b>  |
| 305                | 0.00        | 0.23          | 0.13          | 0.03        | 0.00          | 0.00          | <b>0.39</b>  |
| 308/308L           | 0.00        | 0.21          | 0.15          | 0.03        | 0.00          | 0.00          | <b>0.39</b>  |
| 309 / 309S         | 0.00        | 0.29          | 0.18          | 0.03        | 0.00          | 0.00          | <b>0.50</b>  |
| 310 / 310S         | 0.00        | 0.41          | 0.18          | 0.02        | 0.00          | 0.00          | <b>0.61</b>  |
| 314                | 0.00        | 0.43          | 0.18          | 0.02        | 0.00          | 0.00          | <b>0.63</b>  |
| 316 / 316L         | 0.12        | 0.22          | 0.13          | 0.03        | 0.00          | 0.00          | <b>0.50</b>  |
| 316 / 316L 11Ni    | 0.12        | 0.23          | 0.13          | 0.03        | 0.00          | 0.00          | <b>0.51</b>  |
| 316 / 316L 12 Ni   | 0.12        | 0.25          | 0.13          | 0.03        | 0.00          | 0.00          | <b>0.53</b>  |
| 316L ESR ASTM F138 | 0.12        | 0.31          | 0.13          | 0.03        | 0.00          | 0.00          | <b>0.59</b>  |
| 317 / 317L         | 0.17        | 0.29          | 0.14          | 0.03        | 0.00          | 0.00          | <b>0.63</b>  |
| 321                | 0.00        | 0.19          | 0.13          | 0.03        | 0.00          | 0.00          | <b>0.35</b>  |
| 321 "H" *****      | 0.00        | 0.19          | 0.13          | 0.03        | 0.00          | 0.00          | <b>0.50</b>  |
| 330                | 0.00        | 0.73          | 0.13          | 0.02        | 0.00          | 0.00          | <b>0.88</b>  |
| 347                | 0.00        | 0.19          | 0.13          | 0.03        | 0.00          | 0.00          | <b>0.35</b>  |
| 403Cb              | 0.00        | 0.00          | 0.09          | 0.04        | 0.00          | 0.00          | <b>0.13</b>  |
| 409Cb              | 0.00        | 0.00          | 0.09          | 0.04        | 0.00          | 0.00          | <b>0.13</b>  |
| 409Ni              | 0.00        | 0.02          | 0.09          | 0.04        | 0.00          | 0.00          | <b>0.15</b>  |
| 410                | 0.00        | 0.00          | 0.09          | 0.04        | 0.00          | 0.00          | <b>0.13</b>  |
| 414                | 0.00        | 0.04          | 0.10          | 0.04        | 0.00          | 0.00          | <b>0.18</b>  |
| 416                | 0.00        | 0.00          | 0.10          | 0.04        | 0.00          | 0.00          | <b>0.14</b>  |
| 420                | 0.00        | 0.00          | 0.10          | 0.04        | 0.00          | 0.00          | <b>0.14</b>  |
| 420F               | 0.02        | 0.00          | 0.10          | 0.04        | 0.00          | 0.00          | <b>0.16</b>  |
| 422                | 0.05        | 0.00          | 0.09          | 0.04        | 0.00          | 0.00          | <b>0.18</b>  |
| 430                | 0.00        | 0.00          | 0.13          | 0.04        | 0.00          | 0.00          | <b>0.17</b>  |
| 430F/430FR         | 0.00        | 0.00          | 0.13          | 0.04        | 0.00          | 0.00          | <b>0.17</b>  |
| 431                | 0.00        | 0.04          | 0.12          | 0.04        | 0.00          | 0.00          | <b>0.20</b>  |
| 434                | 0.05        | 0.00          | 0.13          | 0.04        | 0.00          | 0.00          | <b>0.22</b>  |
| 440A / 440C        | 0.04        | 0.00          | 0.13          | 0.04        | 0.00          | 0.00          | <b>0.21</b>  |
| 440B Modified      | 0.05        | 0.00          | 0.13          | 0.04        | 0.00          | 0.00          | <b>0.22</b>  |
| 446                | 0.00        | 0.00          | 0.18          | 0.03        | 0.00          | 0.00          | <b>0.21</b>  |
| 630 (17-4)         | 0.00        | 0.09          | 0.12          | 0.03        | 0.02          | 0.00          | <b>0.26</b>  |
| 17-7               | 0.00        | 0.16          | 0.13          | 0.03        | 0.00          | 0.00          | <b>0.32</b>  |
| 15-5               | 0.00        | 0.10          | 0.12          | 0.03        | 0.02          | 0.00          | <b>0.27</b>  |
| 904L               | 0.24        | 0.51          | 0.15          | 0.02        | 0.01          | 0.00          | <b>0.93</b>  |
| NRT60              | 0.00        | 0.17          | 0.13          | 0.03        | 0.00          | 0.00          | <b>0.33</b>  |
| A-286              | 0.06        | 0.53          | 0.11          | 0.03        | 0.00          | 0.00          | <b>0.73</b>  |
| XM-19              | 0.11        | 0.25          | 0.16          | 0.03        | 0.00          | 0.00          | <b>0.55</b>  |
| XM-25              | 0.04        | 0.13          | 0.12          | 0.03        | 0.01          | 0.00          | <b>0.33</b>  |
| UNS 31254 (F44)    | 0.33        | 0.38          | 0.15          | 0.02        | 0.00          | 0.00          | <b>0.88</b>  |
| 2205               | 0.18        | 0.10          | 0.17          | 0.03        | 0.00          | 0.00          | <b>0.48</b>  |
| H46                | 0.05        | 0.02          | 0.09          | 0.04        | 0.00          | 0.00          | <b>0.20</b>  |
| B16                | 0.04        | 0.00          | 0.01          | 0.04        | 0.00          | 0.00          | <b>0.09</b>  |
| Hyper 13 Chrome    | 0.12        | 0.10          | 0.10          | 0.04        | 0.00          | 0.00          | <b>0.36</b>  |
| F6NM               | 0.03        | 0.10          | 0.11          | 0.04        | 0.00          | 0.00          | <b>0.28</b>  |

|             | <u>Base</u>     | <u>December Averages</u>     |
|-------------|-----------------|------------------------------|
| Molybdenum  | <b>\$5.00</b>   | \$9.6000                     |
| Nickel      | <b>\$3.00</b>   | * \$4.3937 / <b>\$4.7737</b> |
| Chrome      | <b>\$0.40</b>   | \$1.0320                     |
| Iron        | <b>\$0.0625</b> | ** \$0.1049                  |
| Copper      | <b>\$1.00</b>   | *** \$1.3900                 |
| Natural Gas | <b>\$6.00</b>   | *** \$6.8888                 |

\* The Nickel monthly surcharge include a \$0.38 /lb premium which is added to the LME price for Nickel. The average for Nickel in December was \$4.3937 /Lb ; therefore the February surcharge will be calculated on \$4.7737 /lb Nickel.

\*\* Iron is based on the monthly avg. of the "#1 Busheling Price" for Pittsburgh, two months prior, from a base of \$140 / Gross Ton (\$0.0625).

\*\*\* The Natural Gas surcharge is based on the monthly average price per decatherm as reported by the New York Mercantile Exchange (NYMEX).

\*\*\*\* The copper surcharge is based on the monthly average price as reported by the New York Commodities Exchange (COMEX).

\*\*\*\*\* 321 "H" includes a titanium extra of \$0.15 /lb