



# Valbruna Stainless, Inc.

January-10

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

| GRADE              | MOLY | NICKEL | CHROME | IRON | Copper | N. Gas | TOTAL |
|--------------------|------|--------|--------|------|--------|--------|-------|
| 201                | 0.00 | 0.27   | 0.10   | 0.05 | 0.00   | 0.00   | 0.42  |
| 302                | 0.00 | 0.49   | 0.10   | 0.04 | 0.00   | 0.00   | 0.63  |
| 302HQ              | 0.00 | 0.49   | 0.10   | 0.04 | 0.08   | 0.00   | 0.71  |
| 303                | 0.00 | 0.52   | 0.10   | 0.04 | 0.00   | 0.00   | 0.66  |
| 304 / 304L         | 0.00 | 0.51   | 0.11   | 0.04 | 0.00   | 0.00   | 0.66  |
| 304 / 304L 9.0 Ni  | 0.00 | 0.54   | 0.11   | 0.04 | 0.00   | 0.00   | 0.69  |
| 304 / 304L 9.5 Ni  | 0.00 | 0.57   | 0.11   | 0.04 | 0.00   | 0.00   | 0.72  |
| 304 / 304L 10 Ni   | 0.00 | 0.60   | 0.11   | 0.04 | 0.00   | 0.00   | 0.75  |
| 304N               | 0.00 | 0.51   | 0.11   | 0.04 | 0.00   | 0.00   | 0.66  |
| 305                | 0.00 | 0.67   | 0.10   | 0.04 | 0.00   | 0.00   | 0.81  |
| 308/308L           | 0.00 | 0.61   | 0.12   | 0.04 | 0.00   | 0.00   | 0.77  |
| 309 / 309S         | 0.00 | 0.82   | 0.14   | 0.04 | 0.00   | 0.00   | 1.00  |
| 310 / 310S         | 0.00 | 1.18   | 0.14   | 0.03 | 0.00   | 0.00   | 1.35  |
| 314                | 0.00 | 1.24   | 0.14   | 0.03 | 0.00   | 0.00   | 1.41  |
| 316 / 316L         | 0.15 | 0.63   | 0.10   | 0.04 | 0.00   | 0.00   | 0.92  |
| 316 / 316L 11Ni    | 0.15 | 0.66   | 0.10   | 0.04 | 0.00   | 0.00   | 0.95  |
| 316 / 316L 12 Ni   | 0.15 | 0.72   | 0.10   | 0.04 | 0.00   | 0.00   | 1.01  |
| 316L ESR ASTM F138 | 0.15 | 0.89   | 0.10   | 0.04 | 0.00   | 0.00   | 1.18  |
| 317 / 317L         | 0.22 | 0.82   | 0.11   | 0.04 | 0.00   | 0.00   | 1.19  |
| 321                | 0.00 | 0.55   | 0.10   | 0.04 | 0.00   | 0.00   | 0.69  |
| 321"H" *****       | 0.00 | 0.55   | 0.10   | 0.04 | 0.00   | 0.00   | 0.74  |
| 330                | 0.00 | 2.09   | 0.10   | 0.03 | 0.00   | 0.00   | 2.22  |
| 347                | 0.00 | 0.55   | 0.10   | 0.04 | 0.00   | 0.00   | 0.69  |
| 403Cb              | 0.00 | 0.00   | 0.07   | 0.05 | 0.00   | 0.00   | 0.12  |
| 409Cb              | 0.00 | 0.00   | 0.07   | 0.05 | 0.00   | 0.00   | 0.12  |
| 409Ni              | 0.00 | 0.06   | 0.07   | 0.05 | 0.00   | 0.00   | 0.18  |
| 410                | 0.00 | 0.00   | 0.07   | 0.05 | 0.00   | 0.00   | 0.12  |
| 414                | 0.00 | 0.11   | 0.08   | 0.05 | 0.00   | 0.00   | 0.24  |
| 416                | 0.00 | 0.00   | 0.08   | 0.05 | 0.00   | 0.00   | 0.13  |
| 420                | 0.00 | 0.00   | 0.08   | 0.05 | 0.00   | 0.00   | 0.13  |
| 420F               | 0.03 | 0.00   | 0.08   | 0.05 | 0.00   | 0.00   | 0.16  |
| 422                | 0.06 | 0.00   | 0.07   | 0.05 | 0.00   | 0.00   | 0.18  |
| 430                | 0.00 | 0.00   | 0.10   | 0.05 | 0.00   | 0.00   | 0.15  |
| 430F/430FR         | 0.00 | 0.00   | 0.10   | 0.05 | 0.00   | 0.00   | 0.15  |
| 431                | 0.00 | 0.11   | 0.09   | 0.05 | 0.00   | 0.00   | 0.25  |
| 434                | 0.07 | 0.00   | 0.10   | 0.05 | 0.00   | 0.00   | 0.22  |
| 440A / 440C        | 0.05 | 0.00   | 0.10   | 0.05 | 0.00   | 0.00   | 0.20  |
| 440B Modified      | 0.07 | 0.00   | 0.10   | 0.05 | 0.00   | 0.00   | 0.22  |
| 446                | 0.00 | 0.00   | 0.14   | 0.04 | 0.00   | 0.00   | 0.18  |
| 630 (17-4)         | 0.00 | 0.25   | 0.09   | 0.04 | 0.09   | 0.00   | 0.47  |
| 17-7               | 0.00 | 0.45   | 0.10   | 0.04 | 0.00   | 0.00   | 0.59  |
| 15-5               | 0.00 | 0.28   | 0.09   | 0.04 | 0.09   | 0.00   | 0.50  |
| 904L               | 0.31 | 1.45   | 0.12   | 0.03 | 0.04   | 0.00   | 1.95  |
| NRT60              | 0.00 | 0.49   | 0.10   | 0.04 | 0.00   | 0.00   | 0.63  |
| A-286              | 0.08 | 1.53   | 0.09   | 0.03 | 0.00   | 0.00   | 1.73  |
| XM-19              | 0.15 | 0.72   | 0.12   | 0.04 | 0.00   | 0.00   | 1.03  |
| XM-25              | 0.05 | 0.36   | 0.09   | 0.04 | 0.04   | 0.00   | 0.58  |
| UNS 31254 (F44)    | 0.44 | 1.10   | 0.12   | 0.03 | 0.02   | 0.00   | 1.71  |
| 2205               | 0.24 | 0.28   | 0.13   | 0.04 | 0.00   | 0.00   | 0.69  |
| H46                | 0.06 | 0.04   | 0.07   | 0.05 | 0.00   | 0.00   | 0.22  |
| B16                | 0.05 | 0.00   | 0.01   | 0.06 | 0.00   | 0.00   | 0.12  |
| Hyper 13 Chrome    | 0.15 | 0.29   | 0.08   | 0.05 | 0.00   | 0.00   | 0.57  |
| F6NM               | 0.04 | 0.28   | 0.08   | 0.05 | 0.00   | 0.00   | 0.45  |

|             | Base     | November Averages     |
|-------------|----------|-----------------------|
| Molybdenum  | \$5.00   | \$11.0250             |
| Nickel      | \$3.00   | * \$7.7071 / \$8.0871 |
| Chrome      | \$0.40   | \$0.8900              |
| Iron        | \$0.0625 | ** \$0.1183           |
| Copper      | \$1.00   | **** \$3.0280         |
| Natural Gas | \$6.00   | *** \$0.0000          |

\* The Nickel monthly surcharge includes a \$0.38 /lb premium which is added to the LME price for Nickel. The average for Nickel in November was \$7.7071 /Lb ; therefore the January surcharge will be calculated on \$8.0871 /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 \$0.05 /lb