



March 11, 2010

April 2010 Scrap Surcharge Announcement

To You, Our Valued Customer:

Effective with shipments January 1, 2007 the scrap surcharge will be calculated monthly using a base of \$115.00/ton. It will be based on the average price for # 1 bundles as published in the AMM on the 10th of each month for Chicago, Cleveland, and Pittsburgh.

As of March 10, 2010 the three-city average for No. 1 Bundles was \$463.33/ton. Using our revised method the April 2010 scrap surcharge for SBQ product is \$348.33/ton (\$17.42/cwt). This represents an increase of \$65.00/ton compared to March.

We appreciate your business and continued support.

Sincerely,

Jeff Cordill
Sales & Marketing Manager



March 11, 2010

April 2010 Alloy Surcharge Announcement

Effective April 1, 2010, alloy surcharges on Ferromolybdenum, Nickel, LC & HC ferrochrome, HC ferromanganese and Ferrovanadium are outlined as follows. Alloy surcharges will be calculated monthly and charged as a separate line item to each invoice based on the steel grade.

- The base cost or trigger point for Ferromolybdenum is \$4.00/lb, Nickel is \$3.50/lb, Ferrovanadium is \$6.00/lb, HC Ferrochrome is \$0.50/LB, LC ferrochrome is \$0.75/lb, and HC ferromanganese \$0.40/lb.
- The yield factor is 85% on Ferromolybdenum, Nickel, Ferrovanadium, and HC ferromanganese, 70% on Ferrochrome.
- The source of the current market price for Ferromolybdenum, Ferrovanadium, Ferrochrome, and HC Ferromanganese is the mid-point in the range of Ryan's Notes, as published on the 10th of the preceding month.
- The source of the market price of nickel is the London Metal Exchange average cash buyer average for the first ten days of the preceding month.
- The alloy surcharges are calculated by using these published prices, less the base cost, divided by the yield factor, then multiplied by the mid-point of the alloy bearing grade range. This cwt surcharge is then converted to a price per ton.
- The HC Ferromanganese surcharge is based on the minimum weight addition for all grades.

	*LC ferrochrome	HC ferrochrome	Ferro molybdenum	Nickel	Ferro vanadium	HC ferromanganese
March 9 th Index Value	\$2.18	\$1.29	\$21.50	\$10.05	\$15.25	\$.82
Base Value	\$0.75	\$0.50	\$4.00	\$3.50	\$6.00	\$0.40
Yield Factor	70%	70%	85%	85%	85%	85%
April 2010 Surcharge/lb.	\$2.04	\$1.13	\$20.59	\$7.71	\$10.88	\$0.22cwt

The calculations shown refer only to standard AISI grades and should be used as a guideline only. Actual surcharges will be based on individual specifications and their respective alloy content.

To address the volatility and unprecedented costs associated with Ferrochrome, Ferromolybdenum, Nickel, Ferrovanadium and HC ferromanganese, effective July 1, 2007 we will review alloy surcharges on the 10th of each month for prompt orders. Prompt orders are defined as orders received and acknowledged after the 10th of the month to be produced and shipped in the current month. A deviation greater than 5% from our published index values, for the month, will result in applying the new surcharge value for the balance of the month.

***LC ferrochrome is specified for certain Melt Grades and will be priced accordingly.**

Alloy Surcharge Rates as of 04/01/2010

Grade	Alloy	Nominal Value	Surcharge CWT	Total CWT
1033V	Ferrovandium	.125	\$1.36	\$1.36
10V45	Ferrovandium	.100	\$1.09	\$1.09
10V45 RES10172	Ferrovandium	.150	\$1.63	\$1.63
11V41	Ferrovandium	.100	\$1.09	\$1.09
13%Cr/420 Mod	Ferrovandium LC	13.250	\$27.03	\$27.03
1518-7	Ferrovandium	.075	\$0.82	\$0.82
1590 UHC	Ferrovandium HC	.280	\$0.32	\$0.32
15B29 Mod	Ferromolybdenum	.150	\$3.09	\$3.09
15V16	Ferrovandium	.085	\$0.92	\$0.92
15V16 LF6	Ferrovandium	.085	\$0.92	\$0.92
15V24	Ferrovandium	.075	\$0.82	\$0.82
15V27M	Ferrovandium	.075	\$0.82	\$0.82
15V30	Ferrovandium	.135	\$1.47	\$1.47
15V38M	Ferrovandium	.090	\$0.98	\$0.98
16MnCrS5	Ferrovandium HC	1.050	\$1.19	\$1.19
17MnV7	Ferrovandium	.120	\$1.31	\$1.31
1E1371	Ferromolybdenum Ferrovandium Ferrovandium HC	.350 .095 1.800	\$7.21 \$1.03 \$2.03	\$10.27
20MNCR5	Ferrovandium HC	1.200	\$1.36	\$1.36
25MoCr4	Ferromolybdenum Ferrovandium HC	.440 .900	\$9.06 \$1.02	\$10.08
25MoCr4 Ver 50	Ferromolybdenum Ferrovandium HC	.425 .870	\$8.75 \$0.98	\$9.73
30MnVS6	Ferrovandium	.115	\$1.25	\$1.25
35MnVS4	Ferrovandium Ferrovandium HC	.200 .150	\$2.18 \$0.17	\$2.35
38MnSiVS5	Ferrovandium	.110	\$1.20	\$1.20

Alloy Surcharge Rates as of 04/01/2010

Grade	Alloy	Nominal Value	Surcharge CWT	Total CWT
38MnVS6	Ferrovandium	.110	\$1.20	\$1.20
4027	Ferromolybdenum	.260	\$5.35	\$5.35
40BV40 Mod	Ferromolybdenum	.355	\$7.31	\$8.40
	Ferrovandium	.100	\$1.09	
4118	Ferromolybdenum	.115	\$2.37	\$2.94
	Ferrovandium HC	.500	\$0.57	
4120	Ferromolybdenum	.170	\$3.50	\$4.09
	Ferrovandium HC	.520	\$0.59	
4120RH QL4	Ferromolybdenum	.170	\$3.50	\$4.09
	Ferrovandium HC	.520	\$0.59	
4122M 1E0778	Ferromolybdenum	.275	\$5.66	\$6.48
	Ferrovandium HC	.725	\$0.82	
4122M 1E1054	Ferromolybdenum	.325	\$6.69	\$7.74
	Ferrovandium HC	.925	\$1.05	
4124 M	Ferromolybdenum	.400	\$8.24	\$10.98
	Nickel	.205	\$1.58	
	Ferrovandium HC	1.025	\$1.16	
4124M	Ferromolybdenum	.170	\$3.50	\$4.23
	Ferrovandium HC	.650	\$0.73	
4124M B222	Ferromolybdenum	.170	\$3.50	\$4.23
	Ferrovandium HC	.650	\$0.73	
4129M	Ferromolybdenum	.300	\$6.18	\$7.54
	Ferrovandium HC	1.200	\$1.36	
4130	Ferromolybdenum	.200	\$4.12	\$5.19
	Ferrovandium HC	.950	\$1.07	
4130 Mod	Ferromolybdenum	.650	\$13.38	\$14.51
	Ferrovandium HC	1.000	\$1.13	
4130 TW051592	Ferromolybdenum	.220	\$4.53	\$5.66
	Ferrovandium HC	1.000	\$1.13	
4130-9/4130M	Ferromolybdenum	.225	\$4.63	\$7.30
	Nickel	.200	\$1.54	
	Ferrovandium HC	1.000	\$1.13	
4130M TW032808	Ferromolybdenum	.220	\$4.53	\$6.37
	Ferrovandium	.060	\$0.65	
	Ferrovandium HC	1.050	\$1.19	
4130M TW061206	Ferromolybdenum	.275	\$5.66	\$6.10
	Ferrovandium	.040	\$0.44	

Alloy Surcharge Rates as of 04/01/2010

Grade	Alloy	Nominal Value	Surcharge CWT	Total CWT
4130M TW061206	Ferrochromium HC	1.100	\$1.24	\$7.34
4130U	Ferromolybdenum	.225	\$4.63	\$5.70
	Ferrochromium HC	.950	\$1.07	
4132 MS362	Ferromolybdenum	.650	\$13.38	\$14.79
	Ferrochromium HC	1.250	\$1.41	
4135	Ferromolybdenum	.315	\$6.49	\$7.73
	Ferrochromium HC	1.100	\$1.24	
4135 B73	Ferromolybdenum	.200	\$4.12	\$5.25
	Ferrochromium HC	1.000	\$1.13	
4135H Mod	Ferromolybdenum	.315	\$6.49	\$7.73
	Ferrochromium HC	1.100	\$1.24	
4137	Ferromolybdenum	.200	\$4.12	\$5.19
	Ferrochromium HC	.950	\$1.07	
4137 M	Ferromolybdenum	.275	\$5.66	\$6.90
	Ferrochromium HC	1.100	\$1.24	
4137 MS303	Ferromolybdenum	.300	\$6.18	\$7.42
	Ferrochromium HC	1.100	\$1.24	
4137 Mod	Ferromolybdenum	.325	\$6.69	\$7.96
	Ferrochromium HC	1.125	\$1.27	
4137M 341	Ferromolybdenum	.300	\$6.18	\$7.37
	Ferrochromium HC	1.050	\$1.19	
4137M MS364	Ferromolybdenum	.300	\$6.18	\$7.42
	Ferrochromium HC	1.100	\$1.24	
4140	Ferromolybdenum	.200	\$4.12	\$5.19
	Ferrochromium HC	.950	\$1.07	
4140 A1	Ferromolybdenum	.200	\$4.12	\$5.19
	Ferrochromium HC	.950	\$1.07	
4140 M	Ferromolybdenum	.200	\$4.12	\$7.44
	Nickel	.350	\$2.70	
	Ferrochromium HC	.550	\$0.62	
4140/4142	Ferromolybdenum	.200	\$4.12	\$5.19
	Ferrochromium HC	.950	\$1.07	
4145M 346	Ferromolybdenum	.310	\$6.38	\$7.62
	Ferrochromium HC	1.100	\$1.24	
4150	Ferromolybdenum	.200	\$4.12	\$5.19
	Ferrochromium HC	.950	\$1.07	
4161/4161H	Ferromolybdenum	.300	\$6.18	

Alloy Surcharge Rates as of 04/01/2010

Grade	Alloy	Nominal Value	Surcharge CWT	Total CWT
4161/4161H	Ferrochromium HC	.800	\$0.90	\$7.08
4164M	Ferromolybdenum	.080	\$1.65	
	Ferrovandium	.065	\$0.71	
	Ferrochromium HC	.950	\$1.07	\$3.43
41B30M	Ferromolybdenum	.160	\$3.29	
	Ferrochromium HC	.550	\$0.62	\$3.91
41B30M 1E0997	Ferromolybdenum	.170	\$3.50	
	Ferrochromium HC	.525	\$0.59	\$4.09
41B30M 1E1671	Ferromolybdenum	.170	\$3.50	
	Ferrochromium HC	.525	\$0.59	\$4.09
41B33M 1E4415	Ferromolybdenum	.165	\$3.40	
	Ferrochromium HC	.525	\$0.59	\$3.99
41B35M 1E1013	Ferromolybdenum	.075	\$1.54	
	Ferrochromium HC	.500	\$0.57	\$2.11
42CrMo4	Ferromolybdenum	.200	\$4.12	
	Ferrochromium HC	1.100	\$1.24	\$5.36
42CrMo4 Ver10	Ferromolybdenum	.175	\$3.60	
	Ferrochromium HC	1.100	\$1.24	\$4.84
42CrMoS4	Ferromolybdenum	.200	\$4.12	
	Ferrochromium HC	1.050	\$1.19	\$5.31
4317M2	Ferromolybdenum	.725	\$14.93	
	Nickel	1.725	\$13.30	
	Ferrochromium HC	.525	\$0.59	\$28.82
4320	Ferromolybdenum	.250	\$5.15	
	Nickel	1.825	\$14.07	
	Ferrochromium HC	.500	\$0.57	\$19.79
4320 QL3	Ferromolybdenum	.250	\$5.15	
	Nickel	1.825	\$14.07	
	Ferrochromium HC	.500	\$0.57	\$19.79
4330V	Ferromolybdenum	.430	\$8.85	
	Nickel	1.825	\$14.07	
	Ferrovandium	.075	\$0.82	
	Ferrochromium HC	.870	\$0.98	\$24.72
4340	Ferromolybdenum	.250	\$5.15	
	Nickel	1.825	\$14.07	
	Ferrochromium HC	.800	\$0.90	\$20.12
43V30 Mod	Ferromolybdenum	.470	\$9.68	
	Nickel	2.350	\$18.12	
	Ferrovandium	.090	\$0.98	
	Ferrochromium HC	.950	\$1.07	\$29.85

Alloy Surcharge Rates as of 04/01/2010

Grade	Alloy	Nominal Value	Surcharge CWT	Total CWT
4625 IR458	Ferromolybdenum	.400	\$8.24	
	Nickel	1.825	\$14.07	
	Ferrochromium HC	.300	\$0.34	\$22.65
4715	Ferromolybdenum	.520	\$10.71	
	Nickel	.850	\$6.55	
	Ferrochromium HC	.550	\$0.62	\$17.88
4815H	Ferromolybdenum	.250	\$5.15	
	Nickel	3.450	\$26.60	\$31.75
4817RH	Ferromolybdenum	.250	\$5.15	
	Nickel	3.500	\$26.99	\$32.14
50B35 1E1201	Ferrochromium HC	.450	\$0.51	\$0.51
5120	Ferrochromium HC	.800	\$0.90	\$0.90
5125RH	Ferrochromium HC	1.100	\$1.24	\$1.24
5130-4	Ferrochromium HC	.950	\$1.07	\$1.07
5130/5130H	Ferrochromium HC	.950	\$1.07	\$1.07
5140	Ferrochromium HC	.800	\$0.90	\$0.90
5160	Ferrochromium HC	.875	\$0.99	\$0.99
5160H	Ferrochromium HC	.875	\$0.99	\$0.99
5160H Mod	Ferrochromium HC	.950	\$1.07	\$1.07
52100	Ferrochromium HC	1.450	\$1.64	\$1.64
58CrMoV4	Ferromolybdenum	.175	\$3.60	
	Ferrovandium	.125	\$1.36	
	Ferrochromium HC	.970	\$1.10	\$6.06
6330	Ferromolybdenum	.500	\$10.30	
	Ferrovandium	.250	\$2.72	
	Ferrochromium HC	1.350	\$1.53	\$14.55
8617	Ferromolybdenum	.200	\$4.12	
	Nickel	.550	\$4.24	
	Ferrochromium HC	.500	\$0.57	\$8.93
8620	Ferromolybdenum	.200	\$4.12	
	Nickel	.550	\$4.24	
	Ferrochromium HC	.500	\$0.57	\$8.93
8620 1E2743	Ferromolybdenum	.200	\$4.12	
	Nickel	.550	\$4.24	
	Ferrochromium HC	.500	\$0.57	\$8.93

Alloy Surcharge Rates as of 04/01/2010

Grade	Alloy	Nominal Value	Surcharge CWT	Total CWT
8620M B81	Ferromolybdenum	.220	\$4.53	
	Nickel	.630	\$4.86	
	Ferrochromium HC	.550	\$0.62	\$10.01
8622RH	Ferromolybdenum	.200	\$4.12	
	Nickel	.550	\$4.24	
	Ferrochromium HC	.550	\$0.62	\$8.98
8630	Ferromolybdenum	.200	\$4.12	
	Nickel	.550	\$4.24	
	Ferrochromium HC	.500	\$0.57	\$8.93
8637	Ferromolybdenum	.200	\$4.12	
	Nickel	.550	\$4.24	
	Ferrochromium HC	.500	\$0.57	\$8.93
8637RC	Ferromolybdenum	.200	\$4.12	
	Nickel	.550	\$4.24	
	Ferrochromium HC	.500	\$0.57	\$8.93
8640	Ferromolybdenum	.200	\$4.12	
	Nickel	.550	\$4.24	
	Ferrochromium HC	.500	\$0.57	\$8.93
86B20H	Ferromolybdenum	.200	\$4.12	
	Nickel	.550	\$4.24	
	Ferrochromium HC	.525	\$0.59	\$8.95
8720	Ferromolybdenum	.250	\$5.15	
	Nickel	.550	\$4.24	
	Ferrochromium HC	.500	\$0.57	\$9.96
8822H	Ferromolybdenum	.350	\$7.21	
	Nickel	.500	\$3.86	
	Ferrochromium HC	.500	\$0.57	\$11.64
8822H B79-1	Ferromolybdenum	.350	\$7.21	
	Nickel	.500	\$3.86	
	Ferrochromium HC	.530	\$0.60	\$11.67
9315H	Ferromolybdenum	.115	\$2.37	
	Nickel	3.325	\$25.64	
	Ferrochromium LC	1.275	\$2.60	\$30.61
9350	Ferromolybdenum	.115	\$2.37	
	Nickel	3.250	\$25.06	
	Ferrovandium	.045	\$0.49	
	Ferrochromium HC	1.250	\$1.41	\$29.33
A572 58Y	Ferrovandium	.085	\$0.92	\$0.92
A572M Gr 60	Ferrovandium	.090	\$0.98	\$0.98
A707 L3	Ferrovandium	.065	\$0.71	\$0.71

Alloy Surcharge Rates as of 04/01/2010

Grade	Alloy	Nominal Value	Surcharge CWT	Total CWT
A992 6V10	Ferrovandium	.015	\$0.16	\$0.16
A992 7V10	Ferrovandium	.015	\$0.16	\$0.16
A992 8V10	Ferrovandium	.015	\$0.16	\$0.16
A992 9V10	Ferrovandium	.015	\$0.16	\$0.16
A992 P1	Ferrovandium	.015	\$0.16	\$0.16
A992 P2	Ferrovandium	.015	\$0.16	\$0.16
A992 P3	Ferrovandium	.015	\$0.16	\$0.16
ETN-22	Ferromolybdenum Ferrochromium HC	.150 .500	\$3.09 \$0.57	\$3.66
EX15 QL3	Ferromolybdenum Ferrochromium HC	.170 .500	\$3.50 \$0.57	\$4.07
EX16	Ferromolybdenum Ferrochromium HC	.170 .500	\$3.50 \$0.57	\$4.07
EX55H	Ferromolybdenum Nickel Ferrochromium HC	.740 1.830 .680	\$15.24 \$14.11 \$0.77	\$30.12
F91	Ferromolybdenum Ferrovandium Ferrochromium LC	.950 .215 8.800	\$19.56 \$2.34 \$17.95	\$39.85
Grade 620	Ferrovandium	.085	\$0.92	\$0.92
PS16RH	Ferromolybdenum Ferrochromium HC	.170 .500	\$3.50 \$0.57	\$4.07
PS17	Ferromolybdenum Ferrochromium HC	.170 .500	\$3.50 \$0.57	\$4.07
PS17 RH	Ferromolybdenum Ferrochromium HC	.170 .500	\$3.50 \$0.57	\$4.07
PS18RH	Ferromolybdenum Ferrochromium HC	.170 .525	\$3.50 \$0.59	\$4.09
SCM420H	Ferromolybdenum Ferrochromium HC	.200 1.120	\$4.12 \$1.27	\$5.39
T11 A213	Ferromolybdenum Ferrochromium LC	.550 1.250	\$11.32 \$2.55	\$13.87
T12 A213	Ferromolybdenum Ferrochromium LC	.550 1.030	\$11.32 \$2.10	\$13.42

Alloy Surcharge Rates as of 04/01/2010

Grade	Alloy	Nominal Value	Surcharge CWT	Total CWT
T1A	Ferromolybdenum	.550	\$11.32	\$11.32
T2	Ferromolybdenum	.560	\$11.53	\$12.26
	Ferrochromium HC	.650	\$0.73	
T22 A213	Ferromolybdenum	1.000	\$20.59	\$25.18
	Ferrochromium LC	2.250	\$4.59	
T5 A213	Ferromolybdenum	.545	\$11.22	\$21.42
	Ferrochromium LC	5.000	\$10.20	
T9 A213	Ferromolybdenum	1.000	\$20.59	\$38.95
	Ferrochromium LC	9.000	\$18.36	
T91 A213	Ferromolybdenum	.950	\$19.56	\$39.85
	Ferrovandium	.215	\$2.34	
	Ferrochromium LC	8.800	\$17.95	