



January 12, 2017

Subject: **February 2017 Surcharges**

To Our Customers:

The scrap surcharge for February 2017 is \$11.25/CWT, plus an additional \$0.35/CWT for manganese and \$0.00/CWT for Natural Gas based on the January NYMEX settlement price of \$3.930/MMBTU. Alloy surcharges for February will be predicated on the following prices:

Nickel	\$ 4.81/LB	(LME)
Moly	\$ 6.65/LB	(Platt's Metals Week)
Chrome	\$ 1.38/LB	(Platt's Metals Week)
Vanadium	\$ 11.52/LB	(Platt's Metals Week)
Manganese	\$ 1,337/GT	(Platt's Metals Week)

Alloy surcharges for typical grades: (All prices per CWT.)

Standard Grades	Nickel	Moly	Chrome	Total
4023 thru 4047	-	\$ 1.07	-	\$ 1.07
4118	-	\$ 0.52	\$ 0.55	\$ 1.07
4130 thru 4150	-	\$ 0.86	\$ 1.04	\$ 1.90
4161	-	\$ 1.29	\$ 0.88	\$ 2.17
4320	\$ 3.03	\$ 1.07	\$ 0.55	\$ 4.65
4340	\$ 3.03	\$ 1.07	\$ 0.88	\$ 4.98
4615 and 4620	\$ 3.03	\$ 1.07	-	\$ 4.10
5140 and 5160	-	-	\$ 0.88	\$ 0.88
8615 thru 8655	\$ 0.91	\$ 0.86	\$ 0.55	\$ 2.32
8720 and 8740	\$ 0.91	\$ 1.07	\$ 0.55	\$ 2.53
8822	\$ 0.91	\$ 1.50	\$ 0.55	\$ 2.96
9254	-	-	\$ 0.77	\$ 0.77
9310	\$ 5.39	\$ 0.49	\$ 1.34	\$ 7.22
52100	-	-	\$ 1.59	\$ 1.59

Please note that vanadium surcharges will be applied to grades with a specified vanadium content.

Please refer any questions you may have to your Republic Steel Sales Representative or Customer Service Representative.

Sincerely,

J. T. Thielens, Jr.
Executive Vice President – Commercial