



January 17, 2018

Subject: **February 2018 Surcharges**

To Our Customers:

The scrap surcharge for February 2018 is \$14.25/CWT, plus an additional \$0.45/CWT for manganese and \$0.00/CWT for Natural Gas based on the January NYMEX settlement price which is less than \$6.60/MMBTU. Alloy surcharges for February will be predicated on the following prices:

Nickel	\$ 5.41/LB	(LME)
Moly	\$ 9.39/LB	(Platt's Metals Week)
Chrome	\$ 1.46/LB	(Platt's Metals Week)
Vanadium	\$ 20.55/LB	(Platt's Metals Week)
Manganese	\$ 1,503/GT	(Platt's Metals Week)

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

Standard Grades	Nickel	Moly	Chrome	Total
4023 thru 4047	-	\$ 1.88	-	\$ 1.88
4118	-	\$ 0.90	\$ 0.59	\$ 1.49
4130 thru 4150	-	\$ 1.50	\$ 1.13	\$ 2.63
4161	-	\$ 2.26	\$ 0.95	\$ 3.21
4320	\$ 4.32	\$ 1.88	\$ 0.59	\$6.79
4340	\$ 4.32	\$ 1.88	\$ 0.95	\$7.15
4615 and 4620	\$ 4.32	\$ 1.88	-	\$ 6.20
5140 and 5160	-	-	\$ 0.95	\$ 0.95
8615 thru 8655	\$ 1.30	\$ 1.50	\$ 0.59	\$ 3.39
8720 and 8740	\$ 1.30	\$ 1.88	\$ 0.59	\$ 3.77
8822	\$ 1.30	\$ 2.63	\$ 0.59	\$ 4.52
9254	-	-	\$ 0.83	\$ 0.83
9310	\$ 7.69	\$ 0.86	\$ 1.46	\$10.01
52100	-	-	\$ 1.72	\$ 1.72

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