



December 13, 2016

Subject: January 2017 Surcharges

To Our Customers:

The scrap surcharge for January 2017 is \$8.75/CWT, plus an additional \$0.20/CWT for manganese and \$0.00/CWT for Natural Gas based on the December NYMEX settlement price of \$3.232/MMBTU. Alloy surcharges for January will be predicated on the following prices:

Nickel	\$ 5.13/LB	(LME)
Moly	\$ 6.63/LB	(Platt's Metals Week)
Chrome	\$ 0.98/LB	(Platt's Metals Week)
Vanadium	\$ 10.83/LB	(Platt's Metals Week)
Manganese	\$ 1,066/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	-	\$ 0.51	\$ 0.31	\$ 0.82
4130 thru 4150	-	\$ 0.85	\$ 0.59	\$ 1.44
4161	-	\$ 1.28	\$ 0.50	\$ 1.78
4320	\$ 3.71	\$ 1.07	\$ 0.31	\$ 5.09
4340	\$ 3.71	\$ 1.07	\$ 0.50	\$ 5.28
4615 and 4620	\$ 3.71	\$ 1.07	-	\$ 4.78
5140 and 5160	-	-	\$ 0.50	\$ 0.50
8615 thru 8655	\$ 1.12	\$ 0.85	\$ 0.31	\$ 2.28
8720 and 8740	\$ 1.12	\$ 1.07	\$ 0.31	\$ 2.50
8822	\$ 1.12	\$ 1.49	\$ 0.31	\$ 2.92
9254	-	-	\$ 0.44	\$ 0.44
9310	\$ 6.61	\$ 0.49	\$ 0.76	\$ 7.86
52100	-	-	\$ 0.90	\$ 0.90

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