



September 14, 2016

Subject: October 2016 Surcharges

To Our Customers:

The scrap surcharge for October 2016 is \$6.25/CWT, plus an additional \$0.06/CWT for manganese and \$0.00/CWT for Natural Gas based on the September NYMEX settlement price of \$2.853/MMBTU. Alloy surcharges for October will be predicated on the following prices:

Nickel	\$ 4.38/LB	(LME)
Moly	\$ 7.38/LB	(Platt's Metals Week)
Chrome	\$ 0.93/LB	(Platt's Metals Week)
Vanadium	\$ 10.26/LB	(Platt's Metals Week)
Manganese	\$ 835/GT	(Platt's Metals Week)

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

Standard Grades	Nickel	Moly	Chrome	Total
4023 thru 4047	-	\$ 1.29	-	\$ 1.29
4118	-	\$ 0.62	\$ 0.28	\$ 0.90
4130 thru 4150	-	\$ 1.03	\$ 0.54	\$ 1.57
4161	-	\$ 1.55	\$ 0.45	\$ 2.00
4320	\$ 2.10	\$ 1.29	\$ 0.28	\$ 3.67
4340	\$ 2.10	\$ 1.29	\$ 0.45	\$ 3.84
4615 and 4620	\$ 2.10	\$ 1.29	-	\$ 3.39
5140 and 5160	-	-	\$ 0.45	\$ 0.45
8615 thru 8655	\$ 0.63	\$ 1.03	\$ 0.28	\$ 1.94
8720 and 8740	\$ 0.63	\$ 1.29	\$ 0.28	\$ 2.20
8822	\$ 0.63	\$ 1.80	\$ 0.28	\$ 2.71
9254	-	-	\$ 0.40	\$ 0.40
9310	\$ 3.75	\$ 0.59	\$ 0.69	\$ 5.03
52100	-	-	\$ 0.82	\$ 0.82

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