

March 18, 2022

Subject: **Current Surcharge**

DUCTILE IRON \$.5727/ #

GRAY IRON \$.4706/ #

The current cost, base cost, amount of change, and formulas used to calculate our metal and energy surcharges are noted below.

	Current Cost	Base Cost	Amount of Change	Surcharge Amount
Ductile	\$1,331.38	\$ 100.00	\$1,231.38	\$.5167#
Gray	\$1,084.86	\$ 96.79	\$ 988.07	\$.4146/#
Energy - Gas	\$ 3.66	\$ 3.610	\$ 0.05	\$.0001/#
Energy - Electric	\$.0849	\$.0290	\$.0559	\$.0559/#

Metal Calculation: Amount of change divided by 2240 (pounds per gross ton) multiplied by .94 (percent of charge that is metal) = metal surcharge per pound.

Energy Calculation:

Gas - Amount of change multiplied by 0.001628 (MMBtu of gas used per pound of good castings)

Electric - Amount of change multiplied by 1 (KW of electricity used per pound of good castings) = energy surcharge per pound.

The new effective date for the surcharges noted above will be April 1, 2022.

DUE TO THE UNPRECEDENTED, HISTORIC INCREASE IN SCRAP COST WE HAVE IMPLEMENTED A TEMPORARY “MARKET VOLITILITY ADJUSTMENT” OF \$.0754/LB. FOR DUCTILE IRON AND \$.0446 FOR GRAY IRON WHICH IS INCLUDED IN THE ABOVE SURCHARGE FIGURES.

We strive to provide you with the best service possible and hope that providing this information to you via the website will streamline the surcharge and lead-time process for you. Please let us know if you have any questions or concerns, and we would be happy to assist you.

Sincerely,

Richard Bean
 Director of Sales & Marketing