



**BAR MILL - AUBURN**

**Nucor Steel Auburn, Inc.**

June 14, 2010

Dear Valued Customer:

Effective with shipments July 1, 2010, the Raw Material Surcharge (RMS) for special bar quality products will be \$285/ton (\$14.25/cwt). This represents a \$10/ton (\$0.50/cwt) decrease from June.

| Product | Published Index (AMM) | Consumer Buying Price (Chicago) | Program Baseline | July Monthly Surcharge/ton |
|---------|-----------------------|---------------------------------|------------------|----------------------------|
| SBQ     | #1 Busheling          | \$455                           | \$170            | \$285                      |

The following Alloy Surcharges will also be effective with shipments July 1, 2010.

| <u>Alloy</u> | <u>AMM May Average</u> | <u>Base</u>  | <u>Yield Factor %</u> |
|--------------|------------------------|--------------|-----------------------|
| Moly         | \$21.61                | \$7.50       | 85%                   |
| Nickel       | \$11.08                | \$4.80       | 85%                   |
| Chrome       | \$1.36                 | \$0.67       | 70%                   |
| Vanadium     | \$16.98                | \$5.50       | 85%                   |
| Manganese    | \$1,507.00GT           | \$1,111.12GT | 90%                   |

The attached price list is calculated by taking the monthly average less the base multiplied by the mean divided by the yield factor.

This surcharge will be tied to the monthly AMM Free Market Price for Ferro Alloys established two months prior. Adjustments will be made monthly.

If you have any questions, please contact your District Sales Manager or the mill direct at (800) 424-1494. Nucor Steel Auburn thanks you for your business and appreciates your continued support and cooperation.

Sincerely,

Ted Jeske  
Sales Manager  
Nucor Steel Auburn



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**Ferro Alloy Surcharges Effective July 1, 2010**

|            | <b>Moly</b> | <b>Nickel</b> | <b>Chrome</b> | <b>Vanadium</b> | <b>Manganese</b> | <b>Total</b> |
|------------|-------------|---------------|---------------|-----------------|------------------|--------------|
| 1060 FGP   |             |               |               | \$ 0.42         | \$0.19           | \$ 0.61      |
| 1080 FGP   |             |               |               | \$ 0.42         | \$0.19           | \$ 0.61      |
| 1090 FGP   |             |               |               | \$ 0.42         | \$0.19           | \$ 0.61      |
| 4047 FGP   |             |               |               | \$ 0.42         | \$0.19           | \$ 0.61      |
| 4023-4047  | \$ 4.15     |               |               |                 | \$0.19           | \$ 4.34      |
| 4063       | \$ 4.15     |               |               |                 | \$0.19           | \$ 4.34      |
| 4140 FGP   | \$ 3.32     |               | \$ 0.94       | \$ 0.42         | \$0.19           | \$ 4.86      |
| 4140-4150  | \$ 3.32     |               | \$ 0.94       |                 | \$0.19           | \$ 4.45      |
| 4161       | \$ 4.98     |               | \$ 0.79       |                 | \$0.19           | \$ 5.96      |
| 1030 FGP   |             |               |               | \$ 0.46         | \$0.19           | \$ 0.65      |
| 1035 FGP   |             |               |               | \$ 0.46         | \$0.19           | \$ 0.65      |
| 1040       |             |               |               | \$ 0.54         | \$0.19           | \$ 0.73      |
| 1040 FGP   |             |               |               | \$ 0.54         | \$0.19           | \$ 0.73      |
| 1065 FGP   |             |               |               | \$ 0.54         | \$0.19           | \$ 0.73      |
| 4063 FGP   | \$ 4.15     |               |               | \$ 0.47         | \$0.19           | \$ 4.81      |
| 5160       |             |               | \$ 0.79       |                 | \$0.19           | \$ 0.98      |
| 8620, 8630 | \$ 3.32     | \$ 4.06       | \$ 0.49       | \$ 0.43         | \$0.19           | \$ 8.50      |

**\*Please note that the Manganese surcharge will apply to all carbon and alloy SBQ products, including those grades not listed in the adjacent table**