

January 23, 2021

Dear Valued Customer,

Due to the increases in various raw materials, we are being assessed a surcharge from our suppliers. These surcharges must be passed along to all users of the grades to which they apply. They will go into effect with shipments as of **February 1st, 2022**. We will continue to monitor the situation and communicate any changes in surcharges when they occur.

Surcharge (Grade)	February 2022 Scrap Surcharge (\$/cwt)	Alloy Surcharges (Cr, Ni, Mo, V, Mn) (\$/cwt)
Carbon and Alloy Bars thru 1" and any stock which Banner must buy as CF before grinding	\$22.94	
Carbon and Alloy Bars over 1" thru 3.5"	\$20.94	
Large Carbon and Alloy Bars above 3.5"	\$22.94	
4140		\$6.00
4340		\$19.00
8620		\$9.00
10V45		\$4.00
Manganese (Applicable to all Carbon and Alloy grades)		\$1.06

We appreciate your business. Please do not hesitate to contact us with any questions or concerns.

Sincerely,

Erik Hansen
VP of Sales - Commercial

February 2022 Surcharge Letter