



Revere Copper Products, Inc Surcharges - 2019

The following surcharges (updated at www.reverecopper.com) will be added to each invoice on all customer shipments:

Copper Surcharge

- Fluctuates monthly
- Based on the order placement date
- Does not apply to Tolling Customers
- Based on:
 - Premiums for cathode and high grade scrap
 - The transportation costs to receive raw materials at our plant in Rome, NY
 - The fluctuating ratio of scrap/cathode in our casting melts
- Used to assist in offsetting the significant capital cost increases caused by the high level of COMEX copper prices and their effect on the cost of producing all copper products

Freight

- Fluctuates monthly
- Based on the order shipment date
- Does not apply to customer pick-ups
- Helps to offset the geographic lane rates, as well as the cost of diesel fuel when it exceeds \$1.16 per gallon on prepaid shipments (<https://www.eia.gov/petroleum/gasdiesel/>)

Energy

- Fluctuates monthly
- Based on the order placement date
- In effect when the cost of Natural Gas exceeds \$6.50/dekatherm (<https://www.eia.gov/dnav/ng/hist/rngwhhdm.htm>)
- Helps to recover extra ordinary high energy costs used to produce all copper products