



1300 Pacific Avenue
Natrona Heights, PA 15065
Phone: (724) 226-6259

Thomas P. DeLuca
General Manager – Specialty & Titanium Sheet

Thomas J. Matway
General Manager – Precision Rolled Strip® Products

Jeffrey H. Thompson
General Manager – Specialty Plate

May 7, 2008

RE: Nickel-Based Alloy Price Increase

Dear Valued Customer:

Effective immediately with new orders, ATI Allegheny Ludlum is increasing base prices by 4 to 10% for most nickel-based alloy sheet, strip, Precision Rolled Strip® products, and specialty plate product forms, including tubular quality sheet and strip, and continuous mill plate products.

The grades affected by the increase include, but are not limited to the following: ALTEMP® 625, ALTEMP® 718, ALTEMP® HX, ALTEMP® 263, ALTEMP® X-750, ATI 276™, ATI 200™, ATI 201™, ATI 400™, ATI 600™, ATI 601™, ATI800™, ATI 825™, ATI 20™, ATI 22™, ATI 36™, ALTEMP® A286, ATI 334™, ATI 840, and ATI 690™ alloys.

The increases are necessary to support continued growth and investment in our business.

The increase does not change our surcharge policy. All surcharges, which are applied at time of shipment, remain in effect as described on our website, www.alleghenyludlum.com.

We thank you for your continued business and support. If you have any questions, please contact your local ATI Allegheny Ludlum sales representative.

Sincerely,

A handwritten signature in black ink, appearing to read "Thomas P. DeLuca", written over a horizontal line.

Thomas P. DeLuca
General Manager – Specialty & Titanium Sheet

A handwritten signature in black ink, appearing to read "Thomas J. Matway", written over a horizontal line.

Thomas J. Matway
General Manager – Precision Rolled Strip® Products

A handwritten signature in black ink, appearing to read "Jeffrey H. Thompson", written over a horizontal line.

Jeffrey H. Thompson
General Manager – Specialty Plate