



Technical & Commercial Center
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Terrence L. Hartford
Vice President & General Manager - Sheet

July 25, 2006

RE: Price Announcement

To our valued customers:

Effective with shipments beginning on Monday, August 7, 2006, ATI Allegheny Ludlum is increasing prices of stainless cold rolled and hot rolled sheet and strip, tubular quality sheet and strip (excluding emission control products), continuous mill plate and Precision Rolled Strip® products by approximately 6%. This increase is achieved by reducing the functional discount by two percentage points.

The increase is necessary to support continued capital investments and growth.

All surcharges remain in effect as described on our website www.alleghenyludlum.com.
Acknowledged orders cannot be canceled.

We appreciate your continued support as we implement this price increase. Please contact your ATI Allegheny Ludlum sales representatives for further details.

Sincerely yours,

A handwritten signature in black ink, appearing to read "T. Hartford", written in a cursive style.

Terrence L. Hartford