To: All Valued Steel King Customers

From: Jay Anderson, President

Date: June 16, 2008

Re: June Steel Surcharge Announcement

The most recent structural steel pricing and surcharges have been announced. **The Raw Material Surcharge (RMS) has been decreased by $25 per ton, while the Base price increased by $60 per ton. The net effect is that transaction pricing will be increased by $35 per ton or $0.0175 per pound**. Therefore, Steel King's structural product surcharges will increase by $0.0175.

Pricing on Non-structural steel products has held steady. Therefore, no changes will be made in the Steel King non-structural surcharge.

The two-tier steel cost surcharge pass-through will be:

For orders shipping June 2 – July 20, 2008:

a. SK3000 structural pallet rack, excluding step beams; I-beam cantilever and Guard Dawg: $0.2965/# net cost
b. SK2000 roll-formed pallet rack, and all other products $0.3554/# net cost

For orders shipping July 21 – August 17, 2008:

a. SK3000 structural pallet rack, excluding step beams; I-beam cantilever and Guard Dawg: $0.3140/# net cost (Increased)
b. SK2000 roll-formed pallet rack, and all other products $0.3554/# net cost (No Change)

We will continue to post the latest news and actual surcharge announcements from our suppliers on our website at http://www.steelking.com/steel/index.cfm**.** Please review this page for the latest announcements from our steel vendors.