

January 24, 2018

To Our Valued Customers:

On December 18th, 2017 the Federal Motor Carrier Safety Administration implemented the Electronic Logging Device (ELD) mandate in an effort to create a safer work environment for drivers. While the importance of safety on our roads is critical, the full impact of this mandate on truck availability is yet to be determined. The scarcity of trucking was an issue prior to the ELD mandate and is now further magnified.

As a result, the Nucor Cold Finish Group will be implementing a freight rate increase effective March 1, 2018. In the next 30 days a Nucor Cold Finish representative will contact you to discuss the amount of the rate increase specific to your ship-to location(s).

We will strive to keep these cost increases minimal while not jeopardizing our ability to take care of you by providing high-quality material delivered on-time. We are committed to continuing to maintain our position as a preferred destination for carriers through our loading/unloading hours and our efficiency in truck turnaround times. We are also committed to treating our carriers with the same respect, attentiveness, and appreciation that we extend to our Nucor teammates every day.

This rate increase will allow us to continue to pay competitive freight rates to our carriers, which in turn will ensure a consistent and reliable logistics network. That reliability is something we take very seriously and is one of the core reasons we believe you have entrusted us with your business.

We thank you for your business and your continued support of the Nucor Cold Finish Group.

Eric Nystrom

Director, SBQ & CF Products

Nucor Engineered Bar Group