



® RAILROAD FRICTION  
PRODUCTS CORPORATION

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LAURINBURG, NORTH CAROLINA 28353  
[WWW.RFPC.COM](http://WWW.RFPC.COM)

Registered Firm:  
ISO 9001-2008  
AAR M-1003

December 15, 2011

Subject: Brake Shoe Surcharge

Railroad Friction Products Corporation's prices are comprised of a base price and a quarterly surcharge.

The surcharge will be calculated using monthly data from the Producer Price Indices, the three (3) components are:

WPU1017 – Steel Mill Products	<a href="http://data.bls.gov/timeseries/WPU1017?data_tool=XGtable">http://data.bls.gov/timeseries/WPU1017?data_tool=XGtable</a>
WPU061 – Industrial Chemicals	<a href="http://data.bls.gov/timeseries/WPU061?data_tool=XGtable">http://data.bls.gov/timeseries/WPU061?data_tool=XGtable</a>
WPU0711 – Synthetic Rubber	<a href="http://data.bls.gov/timeseries/WPU0711?data_tool=XGtable">http://data.bls.gov/timeseries/WPU0711?data_tool=XGtable</a>

The release schedules for these prices are located on the BLS website. [www.bls.gov/releasedates](http://www.bls.gov/releasedates)

The surcharge calculation from RFPC will be updated each quarter, not monthly as the current surcharge. Since our surcharges will now be calculated quarterly, the three previous month's data will be used to calculate the surcharge. The following is a schedule reflecting the release dates, effective dates, and time frames used for our first quarter surcharge calculation:

December 15, 2011 – effective January 1 – March 31, 2012 (uses data from Sep, Oct, Nov 2011)

For example:

V472- \$ .68  
V474- \$ .84  
V674- \$1.27

Please feel free to contact us if you have any questions or require additional information on this recent change.

We greatly appreciate the opportunity to serve your braking requirements,

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