

Excessive UBC Contaminant/Fallout Policy

Alcoa – Rigid Packaging Division

All UBC loads shipped to Alcoa are expected to be at or below the maximum fallout limits as outlined in the Alcoa Quality Alert Process and summarized below. This fallout is collected on loads processed at the Alcoa -Maryville location.

Magnetic separation	0.4 %
All Other	<u>1.3 %</u>
TOTAL	1.7 %

Effective with UBC shipments received July 01, 2003, loads processed at Alcoa-Maryville which generate total fallout weight greater than or equal to 2.6% of the net received weight will be assessed a deduction for the total fallout weight.

EXCESSIVE FALLOUT DEDUCTION EXAMPLE (1)			
Net Received weight	40,000	(a)	
Total contaminant fallout weight	1,200	(b)	
Contaminant fallout percentage	3.0%	(c)	= b/a over the limit
Maximum fallout limit	1.3%	(d)	
Weight deduction (lbs.)	1,200	(e)	= b
Value with UBC at \$.50/lb	\$600	(f)	= e x \$.50
Dollar deduction for non-aluminum	\$600		

Revision 2: 05 / 29 / 03
Effective: 07 / 01 / 03

