



ALGOMA STEEL INC.
105 West Street
Sault Ste. Marie, Ontario, Canada P6A 7B4

NEWS RELEASE
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TSE Symbol: AGA

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**ALGOMA STEEL INC. COMPLETES
\$85.5 MILLION COMMON SHARE OFFERING**

SAULT STE. MARIE, ONTARIO - Algoma Steel Inc. today announced the completion of its previously announced offering of common shares for gross proceeds of \$85.5 million. Algoma Steel Inc. issued 10 million common shares at a price of \$8.55 per share, including 1.5 million shares issued on the exercise of an option granted to the underwriting syndicate. The underwriting syndicate was led by GMP Securities Ltd. and included National Bank Financial, BMO Nesbitt Burns and Haywood Securities Inc.

The Securities offered were not registered under the U.S. Securities Act of 1933, as amended, and may not be offered or sold in the United States absent registration or applicable exemption from the registration requirements. This news release shall not constitute an offer to sell or the solicitation of an offer to buy nor shall there be any sale of the securities in any State in which such offer, solicitation or sale would be unlawful.

Algoma Steel Inc. is an integrated steel producer based in Sault Ste. Marie, Ontario. Revenues are derived primarily from the manufacture and sale of rolled steel products, including hot and cold rolled sheet and plate.

For further information, contact:

Glen Manchester
Vice President – Finance and Chief Financial Officer
Phone: 705-945-2470
Email: gmanches@algoma.com