



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

NEWS RELEASE
Monday, July 30, 2007

Algoma Steel and USW Local 2251 Reach Tentative Agreement

SAULT STE. MARIE, ONTARIO - Algoma Steel Inc. is pleased to announce that it has reached a tentative agreement with United Steelworker Local 2251, the bargaining unit for its hourly employees.

The current collective agreement, which expires at midnight on July 31st, will be extended to provide sufficient time for a vote to occur. No further details will be released until Local 2251 has had an opportunity to meet with their members.

A member of the Essar Group, Algoma Steel Inc. is based in Sault Ste. Marie, Ontario. As a fully integrated steel producer, Algoma's revenues are derived primarily from the manufacture and sale of rolled steel products including hot and cold rolled sheet and plate.

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