



ALGOMA STEEL INC.

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

NEWS RELEASE

Monday, March 10, 2008

Algoma Determines Not to File Exchange Offer Registration Statement

On June 20, 2007, the closing date (the “Closing Date”) of the offering by Algoma of its 9 7/8% Senior Notes due 2015 (the “Notes”), Algoma, the guarantors and UBS Investment Bank, as initial purchaser, entered into a registration rights agreement (the “Registration Rights Agreement”). Pursuant to the Registration Rights Agreement, Algoma and the guarantors agreed to file with the United States Securities and Exchange Commission (the “SEC”) on or prior to the 300th day following the Closing Date an Exchange Offer Registration Statement and commence an exchange offer permitting holders of Transfer Restricted Securities (defined in the Registration Rights Agreement) the opportunity to exchange such Transfer Restricted Securities for exchange notes, which, if held by non-affiliates, would not be subject to restrictions on transfer. To the extent Algoma fails to file the Exchange Offer Registration Statement with 300 days of the Closing Date, then Algoma and the guarantors will be required to pay Additional Interest (defined in the Registration Rights Agreement) to each holder of Transfer Restricted Securities.

In part because of certain changes to SEC Rule 144, Algoma has determined that it will not file an Exchange Offer Registration Statement on or before the 300th day following the Closing Date. To the extent held by non-affiliates of Algoma, the Notes will cease to be subject to restrictions on transfer on June 20, 2008. As such, Algoma does not believe that holders of the Notes will be adversely affected by its decision not to file the Exchange Offer Registration Statement.

Pursuant to the Registration Rights Agreement, Algoma and the guarantors will be required to pay Additional Interest to holders of the Notes for the period following April 15, 2008 (the 300th day from the Closing Date) through to June 20, 2008 (the date on which the Notes cease to be Transfer Restricted Securities) (such period, the “Additional Interest Period”). Additional Interest paid in respect of the Additional Interest Period will be in an amount equal to 0.25% per annum. On June 20, 2008, and thereafter, the accrual of Additional Interest will cease.

As required by the indenture governing the Notes, so long as the Notes remain outstanding, Algoma will post its annual and interim financial information, including annual and quarterly “management’s discussion and analysis of financial conditions and results of operations,” on its Website at www.algoma.com.

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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