

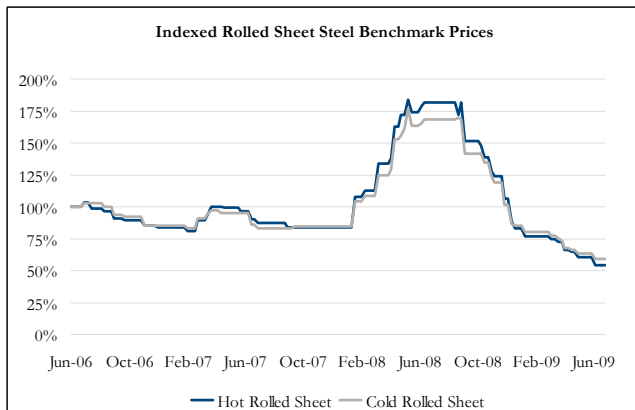
**June 30, 2009: Metals Industry Trends**

Despite seemingly improved conditions in the public equity markets in the second quarter of 2009, worldwide metals industries still face fundamental difficulties amidst a challenging operating environment. Steel operating capacity in the United States bottomed near 40% in the first half of 2009, driven largely by decreased end market demand and marquee bankruptcies in the automotive industry. While steel prices recovered in the latter half of Q2, low operating rates could act as a headwind to a sustainable price recovery. However, service center inventories fell to a 26-year low in May, and some industry analysts expect production to increase as centers restock. Some industry commentary expects recovery to be slow, especially considering the ample idle capacity worldwide. Production and pricing will continue to depend on demand in key end markets including the automotive, construction, and infrastructure sectors.

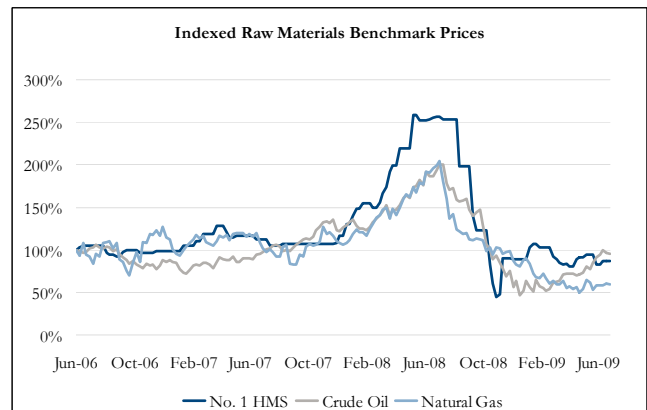
The stock prices of public companies in the metals industries improved in Q2 as the overall market showed renewed strength after record lows in March. Aluminum fared the worst in the first half of 2009, and industry commentary suggests ample excess capacity could impede a near-term price recovery. Some industry analysts expect Integrated Producers to outperform other sectors in the second half of 2009, assuming orders increase and capacity utilization improves. This sector has the most to gain after its precipitous fall in the latter half of 2008 and first quarter of 2009.

M&A activity was limited in the first half of 2009, with many transactions resulting from distressed situations or bankruptcy proceedings. Continued liquidity pressures and the effects of recent automotive bankruptcies will likely affect the transaction environment for the balance of 2009.

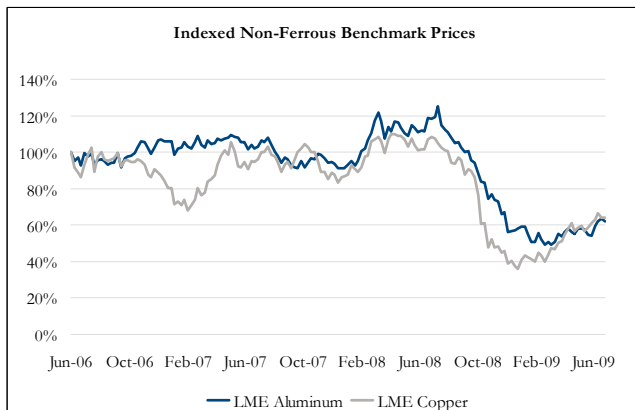
**Pertinent Market Statistics**



Source: Metal Bulletin as of 06/26/09.



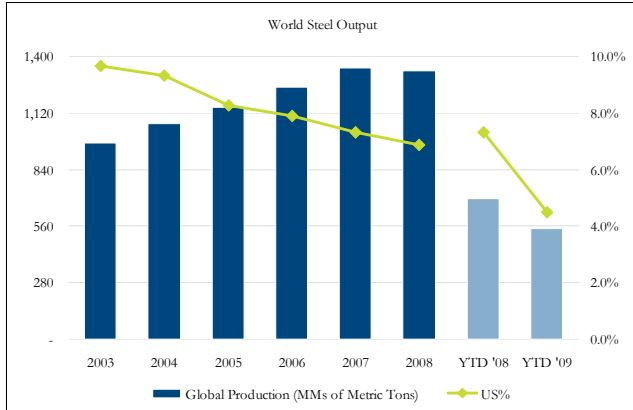
Source: Metal Bulletin and NYMEX as of 06/26/09.



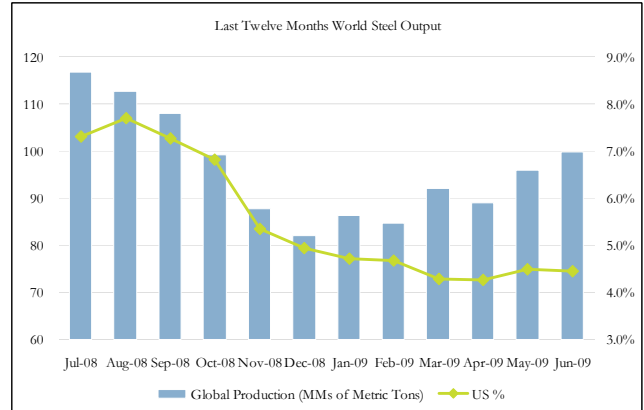
Source: LME as of 06/26/09.



Source: Bloomberg as of 06/26/09. DXY Index averages the exchange rates between the USD and the euro, Japanese yen, British pound, Canadian dollar, Swedish krona and Swiss franc.

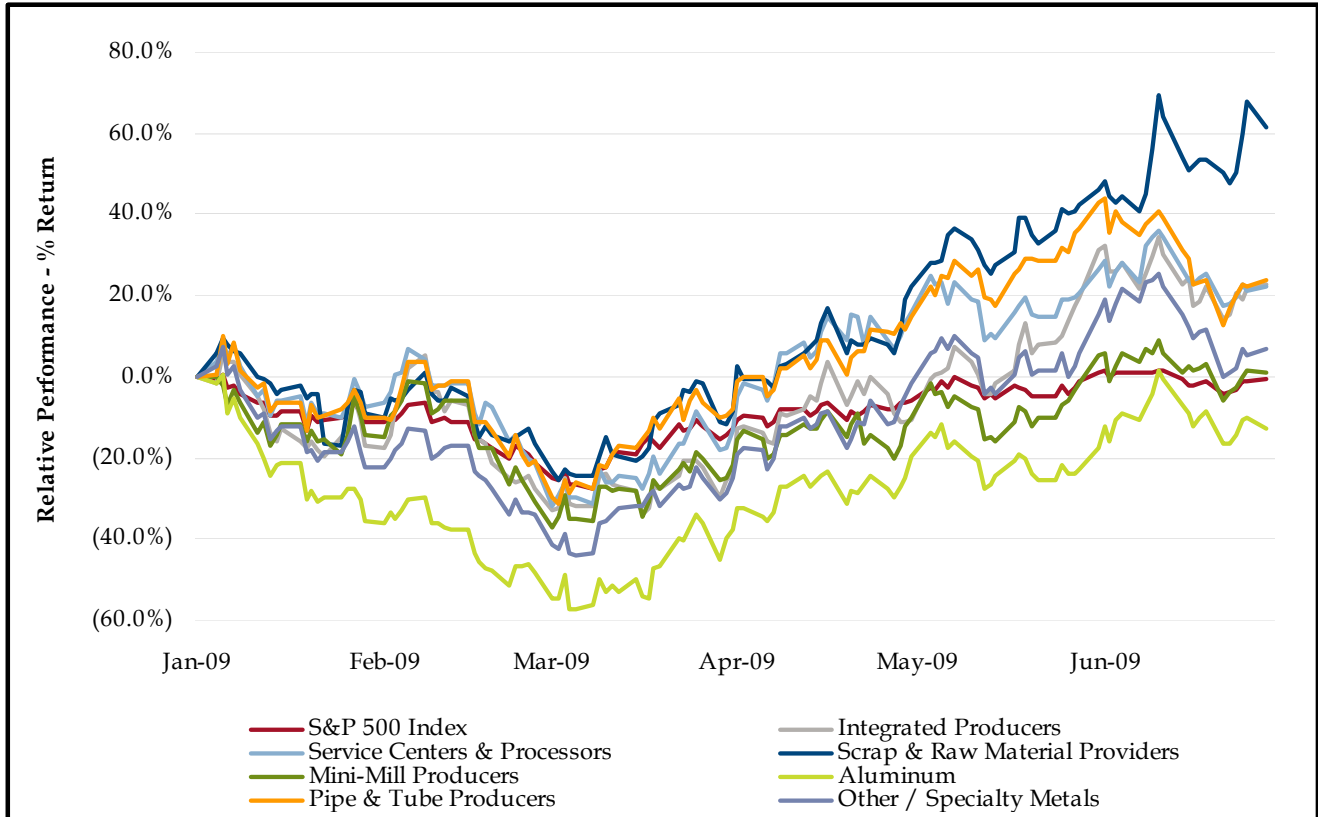


Source: World Steel Association as of 07/20/09.



Source: World Steel Association as of 07/20/09.

**2009 YTD Stock Price Performance**



Source: CapitalIQ, as of 6/30/09.

## Metals Industry Trading Comparables

(\$ in millions, except per share data)

Scrap and Raw Material Providers	Ticker	30-Jun-09 % 52-Week		Mkt Cap	Ent Val	LTM			EV / LTM		EV / 2009E		Price / Earnings		Price / Book
		Stock Price	High			Revenue	EBITDA	NI	Revenue	EBITDA	Revenue	EBITDA	LTM	2009E	
Industrial Services of America Inc.	IDSA	\$ 6.69	34.31%	\$ 25.3	\$ 47.8	\$ 98.2	\$ 5.1	\$ 1.1	0.5 x	9.4 x	NM	NM	23.1 x	NM	1.8 x
Metalico Inc.	MEA	4.66	25.82%	176.4	299.7	700.9	20.5	(53.3)	0.4 x	14.6 x	1.1 x	11.0 x	NM	NM	1.5 x
Schnitzer Steel Industries Inc.	SCHN	52.86	44.59%	1,493.4	1,573.6	2,658.0	178.2	83.9	0.6 x	8.8 x	0.9 x	18.2 x	17.8 x	NM	1.6 x
Sims Metal Management Limited	ASX:SGM	21.39	61.37%	3,897.3	3,934.6	7,333.2	463.1	149.4	0.5 x	8.5 x	0.6 x	12.1 x	26.1 x	30.4 x	1.4 x
<b>Sector Median</b>			39.45%						0.5 x	9.1 x	0.9 x	12.1 x	23.1 x	30.4 x	1.6 x

Service Centers & Processors	Ticker	30-Jun-09 % 52-Week		Mkt Cap	Ent Val	LTM			EV / LTM		EV / 2009E		Price / Earnings		Price / Book
		Stock Price	High			Revenue	EBITDA	NI	Revenue	EBITDA	Revenue	EBITDA	LTM	2009E	
AM Castle & Co.	CAS	\$ 12.08	42.45%	\$ 276.8	\$ 377.0	\$ 1,359.8	\$ 65.4	\$ (30.4)	0.3 x	5.8 x	0.4 x	9.0 x	NM	27.1 x	0.8 x
Barzel Industries Inc.	TPUT	0.25	7.58%	6.6	294.2	653.4	(4.7)	(77.5)	0.5 x	NM	NM	NM	NM	NM	0.5 x
Friedman Industries Inc.	FRD	5.43	52.62%	36.9	20.1	208.8	22.5	13.7	0.1 x	0.9 x	NM	NM	2.7 x	NM	0.7 x
Gibraltar Industries, Inc.	ROCK	6.90	28.01%	207.8	528.8	1,143.2	86.1	(10.2)	0.5 x	6.1 x	0.6 x	13.8 x	NM	NM	0.4 x
North American Galvanizing & Coatings Inc.	NGA	6.06	52.47%	99.2	89.5	86.0	23.0	12.3	1.0 x	3.9 x	NM	NM	8.1 x	NM	2.1 x
Olympic Steel Inc.	ZEUS	24.47	32.86%	266.0	353.9	1,093.2	56.2	29.1	0.3 x	6.3 x	0.7 x	NM	9.1 x	NM	0.9 x
Reliance Steel & Aluminum Co.	RS	38.39	49.06%	2,815.5	4,244.5	8,369.2	818.1	395.5	0.5 x	5.2 x	0.7 x	12.5 x	7.1 x	24.9 x	1.2 x
Russel Metals Inc.	TSX:RUS	12.95	48.58%	773.0	947.9	2,625.0	200.2	114.9	0.4 x	4.7 x	0.5 x	21.6 x	6.7 x	18.1 x	1.0 x
Samuel Manu-Tech Inc.	TSX:SMT	2.85	29.54%	91.7	204.8	761.2	37.4	(17.1)	0.3 x	5.5 x	0.2 x	4.7 x	NM	12.3 x	0.3 x
Shiloh Industries Inc.	SHLO	3.69	33.76%	60.4	117.8	367.7	22.6	(9.1)	0.3 x	5.2 x	0.4 x	7.4 x	NM	NM	0.6 x
Worthington Industries, Inc.	WOR	12.79	56.97%	1,009.7	1,271.0	3,028.6	103.9	(40.6)	0.4 x	12.2 x	0.7 x	14.9 x	NM	77.5 x	1.4 x
<b>Sector Median</b>			42.45%						0.4 x	5.3 x	0.6 x	12.5 x	7.1 x	24.9 x	0.8 x

Integrated Producers	Ticker	30-Jun-09 % 52-Week		Mkt Cap	Ent Val	LTM			EV / LTM		EV / 2009E		Price / Earnings		Price / Book
		Stock Price	High			Revenue	EBITDA	NI	Revenue	EBITDA	Revenue	EBITDA	LTM	2009E	
AK Steel Holding Corp.	AKS	\$ 19.19	28.18%	\$ 2,097.0	\$ 2,247.6	\$ 6,775.1	\$ 671.5	\$ (170.5)	0.3 x	3.3 x	0.6 x	NM	NM	NM	2.5 x
Arcelor Mittal	MT	32.79	37.36%	51,180.8	81,589.8	110,249.0	14,175.0	5,965.0	0.7 x	5.8 x	1.1 x	10.9 x	8.6 x	NM	0.8 x
Joint Stock Company Severstal	RTS:CHMF	5.55	22.16%	5,592.7	11,296.7	20,830.0	3,529.3	920.3	0.5 x	3.2 x	NM	NM	6.1 x	NM	0.7 x
Ternium S.A.	TX	17.26	41.15%	3,460.2	6,204.5	7,696.9	1,716.9	200.1	0.8 x	3.6 x	1.3 x	8.7 x	17.3 x	19.9 x	0.8 x
ThyssenKrupp AG	XTRA:TKA	24.80	44.50%	11,493.4	17,046.7	65,578.5	3,861.2	1,507.3	0.3 x	4.4 x	NM	NM	7.6 x	NM	0.8 x
United States Steel Corp.	X	35.74	19.55%	5,122.1	7,327.1	21,308.0	2,690.0	1,438.0	0.3 x	2.7 x	0.6 x	NM	3.6 x	NM	0.9 x
<b>Sector Median</b>			32.77%						0.4 x	3.5 x	0.9 x	9.8 x	7.6 x	19.9 x	0.8 x

Mini-Mill Producers	Ticker	30-Jun-09 % 52-Week		Mkt Cap	Ent Val	LTM			EV / LTM		EV / 2009E		Price / Earnings		Price / Book
		Stock Price	High			Revenue	EBITDA	NI	Revenue	EBITDA	Revenue	EBITDA	LTM	2009E	
Commercial Metals Co.	CMC	\$ 16.03	42.91%	\$ 1,803.6	\$ 2,765.0	\$ 8,478.1	\$ 380.8	\$ 77.2	0.3 x	7.3 x	0.4 x	11.2 x	23.4 x	NM	1.2 x
Gerdau Ameristeel Corp.	GNA	6.82	35.19%	2,953.5	5,516.4	7,534.5	1,157.2	(783.1)	0.7 x	4.8 x	1.2 x	13.9 x	NM	NM	1.0 x
Nucor Corporation	NUE	44.43	60.13%	13,962.4	15,437.5	21,343.4	2,881.4	1,231.6	0.7 x	5.4 x	1.4 x	NM	11.3 x	NM	1.8 x
Steel Dynamics Inc.	STLD	14.80	38.27%	3,110.9	5,623.6	6,993.0	785.0	233.0	0.8 x	7.2 x	1.6 x	20.8 x	13.4 x	NM	1.8 x
<b>Sector Median</b>			40.59%						0.7 x	6.3 x	1.3 x	13.9 x	13.4 x	NM	1.5 x

Aluminum	Ticker	30-Jun-09 % 52-Week		Mkt Cap	Ent Val	LTM			EV / LTM		EV / 2009E		Price / Earnings		Price / Book
		Stock Price	High			Revenue	EBITDA	NI	Revenue	EBITDA	Revenue	EBITDA	LTM	2009E	
Alcoa, Inc.	AA	\$ 10.33	28.97%	\$ 10,064.3	\$ 21,693.3	\$ 24,050.0	\$ 1,982.0	\$ (874.0)	0.9 x	10.9 x	1.3 x	NM	NM	NM	0.8 x
Century Aluminum Co.	CENX	6.25	9.38%	463.4	608.4	1,724.2	188.1	(779.0)	0.4 x	3.2 x	0.7 x	NM	NM	NM	0.5 x
Kaiser Aluminum Corporation	KALU	35.91	64.72%	727.3	735.6	1,375.1	(89.7)	(103.8)	0.5 x	NM	0.7 x	9.7 x	NM	18.2 x	0.9 x
<b>Sector Median</b>			28.97%						0.5 x	7.1 x	0.7 x	9.7 x	NM	18.2 x	0.8 x

## Metals Industry Trading Comparables

(\$ in millions, except per share data)

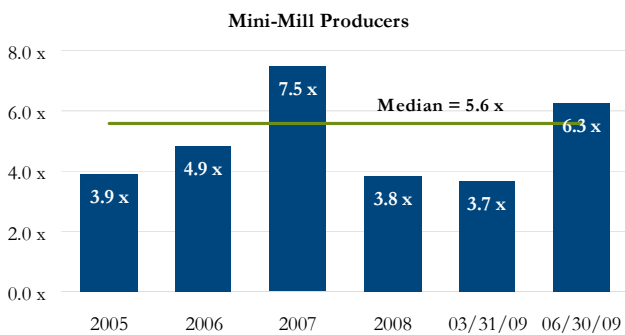
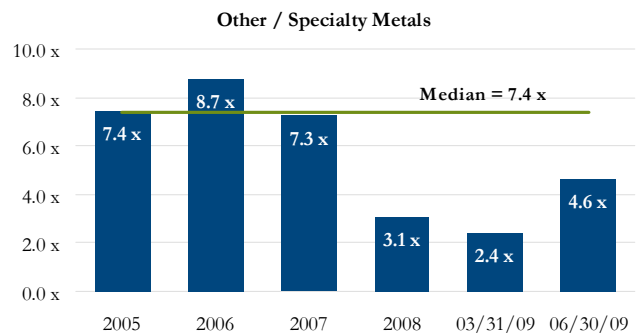
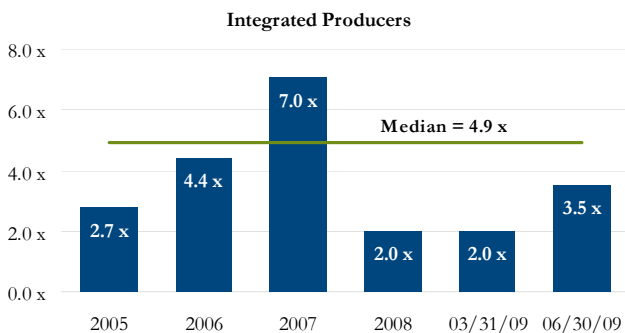
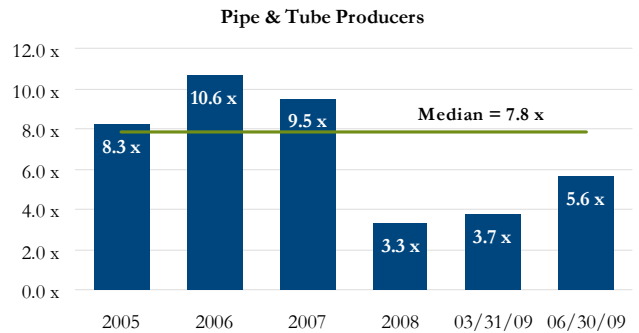
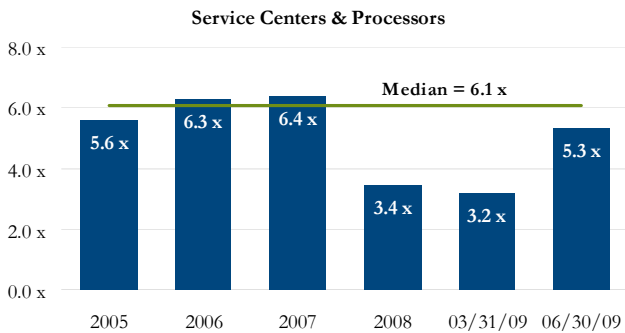
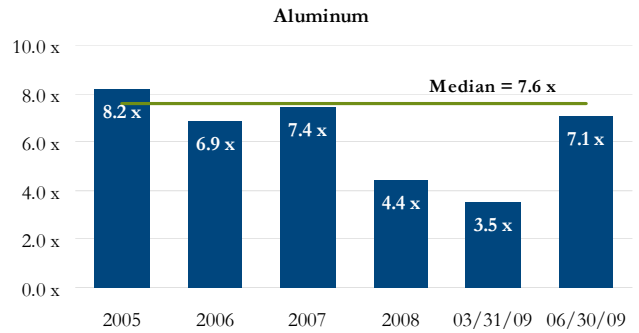
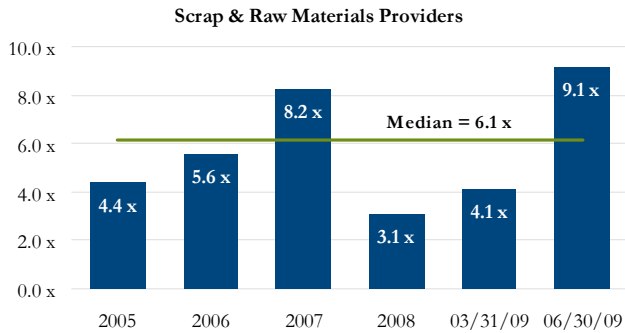
Pipe & Tube Producers	Ticker	30-Jun-09		% 52-Week		LTM			EV / LTM		EV / 2009E		Price / Earnings		Price / Book
		Stock Price	High	Mkt Cap	Ent Val	Revenue	EBITDA	NI	Revenue	EBITDA	Revenue	EBITDA	LTM	2009E	
Northwest Pipe Co.	NWPX	\$ 34.76	53.32%	\$ 321.1	\$ 415.8	\$ 427.1	\$ 59.3	\$ 29.9	1.0 x	7.0 x	1.1 x	11.5 x	10.7 x	20.4 x	1.1 x
Synalloy Corp.	SYNL	8.30	47.59%	52.0	57.0	177.0	9.0	4.3	0.3 x	6.4 x	0.4 x	5.6 x	12.1 x	12.6 x	0.8 x
Tenaris SA	TS	27.04	36.87%	15,960.9	17,337.3	11,955.1	3,515.2	2,017.8	1.5 x	4.9 x	2.0 x	6.8 x	7.9 x	13.0 x	1.9 x
WSP Holdings Ltd.	WH	6.40	71.11%	380.0	240.0	976.4	176.5	104.9	0.2 x	1.4 x	0.3 x	2.0 x	3.6 x	9.3 x	1.5 x
<b>Sector Median</b>			50.46%						0.6 x	5.6 x	0.7 x	6.2 x	9.3 x	12.8 x	1.3 x

Other / Specialty Metals	Ticker	30-Jun-09		% 52-Week		LTM			EV / LTM		EV / 2009E		Price / Earnings		Price / Book
		Stock Price	High	Mkt Cap	Ent Val	Revenue	EBITDA	NI	Revenue	EBITDA	Revenue	EBITDA	LTM	2009E	
Allegheny Technologies Inc.	ATI	\$ 34.93	59.35%	\$ 3,423.8	\$ 3,492.6	\$ 4,797.9	\$ 757.7	\$ 429.8	0.7 x	4.6 x	1.0 x	10.9 x	8.0 x	41.3 x	1.8 x
Brush Engineered Materials Inc.	BW	16.75	53.57%	337.8	377.6	818.7	43.0	5.6	0.5 x	8.8 x	0.6 x	11.0 x	60.1 x	NM	1.0 x
Carpenter Technology Corp.	CRS	20.81	48.26%	916.7	918.5	1,661.7	205.5	112.7	0.6 x	4.5 x	0.7 x	7.7 x	8.1 x	77.4 x	1.2 x
Haynes International Inc.	HAYN	23.70	37.94%	285.3	256.5	581.9	70.2	(4.5)	0.4 x	3.7 x	0.6 x	9.0 x	NM	33.4 x	0.8 x
Timken Co.	TKR	17.08	45.60%	1,653.3	2,188.8	5,189.4	631.3	184.1	0.4 x	3.5 x	0.6 x	8.5 x	9.0 x	NM	1.0 x
Titanium Metals Corp.	TIE	9.19	61.27%	1,664.4	1,624.4	1,061.2	231.4	141.8	1.5 x	7.0 x	1.6 x	11.5 x	11.7 x	25.2 x	1.5 x
Universal Stainless & Alloy Products Inc.	USAP	16.27	42.07%	109.5	97.9	220.4	10.9	5.4	0.4 x	9.0 x	0.6 x	NM	20.3 x	61.9 x	0.8 x
<b>Sector Median</b>			48.26%						0.5 x	4.6 x	0.6 x	9.9 x	10.4 x	41.3 x	1.0 x

<b>Overall Median</b>			42.45%						0.5 x	5.4 x	0.7 x	11.0 x	9.1 x	24.9 x	1.0 x
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Source: CapitalIQ; reflects publicly available data as of 6/30/09.

**Metals Industry Historical Valuation Trends (EBITDA Multiples)**



Source: CapitalIQ; represents median Enterprise Value to LTM EBITDA multiple as of December 31 of each year presented.

### Selected Recent Metals Industry Transactions

(\$ in millions)

Date		Target	Buyers/Investors	Sub-Sector	Enterprise
Announced	Closed				Value
26-Jun-09	26-Jun-09	Morton Industrial Group Inc.	Matcor Metal Fabrication Inc.	Metal fabrication	\$ 33.0
23-Jun-09	23-Jun-09	Ennis Containers, Inc., certain operations	Greif, Inc. (NYSE:GEF)	Metal fabrication	N/A
18-Jun-09	Pending	China Autoparts Inc.	Johnson Electric Holdings Ltd.	Metal fabrication (automotive)	39.8
17-Jun-09	17-Jun-09	Contech Castings LLC	Cerion, LLC	Metal fabrication (automotive)	27.0
17-Jun-09	Pending	Indalex, Inc.	Sapa AB	Aluminum	95.0
15-Jun-09	Pending	Severstal Wheeling, Allenport sheet rolling plant	North American Trading, LLC	Service center	N/A
30-Apr-09	19-May-09	Noble International, certain operations	Patriarch Partners, LLC	Service center	11.0
13-Mar-09	17-Mar-09	Scott Brass, Inc.	Stoutheart Corp.	Brass and copper	N/A
13-Mar-09	13-Mar-09	Citation Corporation, Aluminum Die Casting Ops.	COMPASS Automotive Group, Inc.	Aluminum (automotive)	N/A
20-Feb-09	20-Feb-09	VR Laser Services USA, Inc.	Metals USA Holding Corp.	Service center	4.2
17-Feb-09	17-Feb-09	Federal Flange, Inc.	KRG Capital Partners, LLC	Metal fabrication	N/A
13-Feb-09	13-Feb-09	Two Barzel Industries facilities	Samuel, Son & Co. Ltd.	Service center	N/A
13-Feb-09	13-Feb-09	Barzel Industries, Cumberland Facility	Samuel, Son & Co. Ltd.	Service center	N/A
2-Feb-09	Pending	The Homer D. Bronson Company	Gill Industries, Inc.	Metal fabrication (automotive)	2.5
20-Jan-09	23-Feb-09	Venture Metals, LLC	Industrials Services of America (Nasdaq:IDSA)	Scrap / raw material processing	N/A
22-Dec-08	22-Dec-08	DynaBil Industries, Inc.	Ducommun AeroStructures, Inc.	Processing and distribution	46.3
19-Dec-08	31-Dec-08	Aegis Metal Framing, LLC	MiTek Industries, Inc.	Processing and distribution	25.0
15-Dec-08	15-Dec-08	Omega Metals	Kimmel Enterprises LLC	Scrap / raw material processing	N/A
5-Dec-08	5-Dec-08	Stainless Tubular Products, Inc.	TW Metals, Inc.	Processing and distribution	N/A
17-Nov-08	4-Dec-08	Hackney Ladish, Inc.	Precision Castparts Corp.	Processing and distribution	N/A
14-Nov-08	14-Nov-08	Gentek, Inc. CableTech Global Cable & Wire business	Southwire Company	Processing and distribution	9.5
10-Nov-08	28-Nov-08	Norton Metal Products, Inc.	Russel Metals Inc.	Service center	N/A
31-Oct-08	31-Oct-08	M&M Metals, Inc.	Alexandria Extrusion Company	Processing and distribution	N/A
28-Oct-08	28-Oct-08	Lafarge & Egge, Inc.	Graham Capital Group, LLC	Processing and distribution	N/A
27-Oct-08	27-Oct-08	Metro Recycling	Gerdaul Ameristeel Corp.	Scrap / raw material processing	N/A
3-Oct-08	11-Nov-08	SCM Metal Products, Inc.	Platinum Equity, LLC	Production	47.3
1-Oct-08	1-Oct-08	Linderme Tube	Standish Capital, LLC	Tube production	N/A
30-Sep-08	30-Sep-08	Coiners' Scrap Iron & Metal Inc.	Cycle Systems, Inc.	Scrap / raw material processing	N/A
22-Sep-08	22-Sep-08	Weinert Recycling Co Inc.	Sims Group Ltd.	Scrap / raw material processing	N/A
18-Sep-08	2-Feb-09	Ponce Resources Inc.	Schnitzer Steel Industries, Inc.	Scrap / raw material processing	N/A
5-Sep-08	9-Oct-08	LaBarge Pipe & Steel Company	McJunkin Red Man Corporation	Processing and distribution	205.0
4-Sep-08	31-Oct-08	Beta Steel	OJSC Novolipetsk Steel	Production	350.0
5-Aug-08	27-Aug-08	American Compressed Steel, Inc.	Advantage Metals Recycling	Scrap / raw material processing	N/A
5-Aug-08	5-Aug-08	Victoria Recycling L. P.	David J. Joseph Co.	Scrap / raw material processing	N/A
4-Aug-08	4-Aug-08	Three "pull apart" auto scrap businesses	Schnitzer Steel Industries, Inc.	Scrap / raw material processing	N/A
30-Jul-08	29-Aug-08	Nelson Steel Consulting & Technology, 3 pickling lines	U.S. Steel	Service center	36.6
15-Jul-08	29-Aug-08	Reinforcing Post-Tensioning Services, Inc.	Commercial Metals Company	Rebar fabrication	N/A
1-Jul-08	1-Jul-08	Five coating and rebar companies	Commercial Metals Company	Rebar fabrication	N/A

Source: CapitalIQ and Thomson Financial as of 06/30/09.



## Market Update *Metals Industry*

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