



NEWS RELEASE

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MACSTEEL SERVICE CENTERS USA OPENS NEW TUCSON FACILITY *Greenfield Facility Gives Southwest Metals Buyers New Options*

Newport Beach, CA, May 17, 2007--- Macsteel Service Centers USA announced today the opening of its new \$10 million metals processing and distribution service center in Tucson, Arizona. The company held a western-themed open house celebration on Thursday, May 17, 2007 for employees, customers, suppliers and local government officials to mark the start up of the new facility in Tucson's Century Park research Center.

Macsteel Service Centers USA's employees and plant officials greeted guests and took them on tours of the 73,400-square foot Greenfield facility which features technologically advanced metals processing equipment. The facility processes and distributes carbon and non-ferrous metals for customers throughout the Southwest U.S and Mexico.

A 72" Braner slitting line and a 60" blanking line are up and running in the new plant. The slitter has a 60,000 lb. master coil capacity and features a turret recoiler. Thickness range of the slitter will be an impressive 0.011" to 0.187".

The 60" blanking line has a 40,000 pound master coil capacity and will process material ranging from 0.020" to 0.138" in thickness.

Both the slitter and blanking line are capable of processing cold rolled, galvanized, prepainted, hot rolled pickled and oiled, galvanneal, electrogalvanized, stainless steel and aluminum.

In addition to the processing equipment, the new plant features rail line services into the building, drive-through truck lanes and 35-ton and 20-ton Zenar cranes, allowing the Tucson facility to receive coils up to 70,000 pound.

Michael Hoffman, Macsteel Service Centers USA's President and CEO stated, "Opening the hub in Tucson gives us the opportunity to provide even better service and support to our customers. It also helps strengthen our network presence in the Southwest U.S. and Mexico markets, where we currently operate facilities. "

Macsteel Service Centers USA is one of the leading companies in the North American metals service center industry. That achievement didn't occur by happenstance but rather through a well-planned approach of growth by acquisition and by adding value for its customers.

The company has a network of over 32 locations, which includes the former Edgcomb Metals, Regal Steel Supply, Baldwin Steel Co., Ferro Union Inc., Hokin Katz and Alpha Steel, all of which now operate as Macsteel Service Centers USA. Macsteel Service Centers USA processes and distributes carbon, stainless, aluminum and specialty metals to customers throughout North America, including Hawaii, Mexico and Puerto Rico. Products include a full range of flat rolled, plate, tubing, pipe, bar and structurals. The company also supplies a full range of steel building products, coated and prepainted metals. Macsteel Service Centers USA is headquartered in Newport Beach, CA and is owned by the global steel company, Macsteel Holdings. For more information visit us at: <http://www.macsteelusa.com>