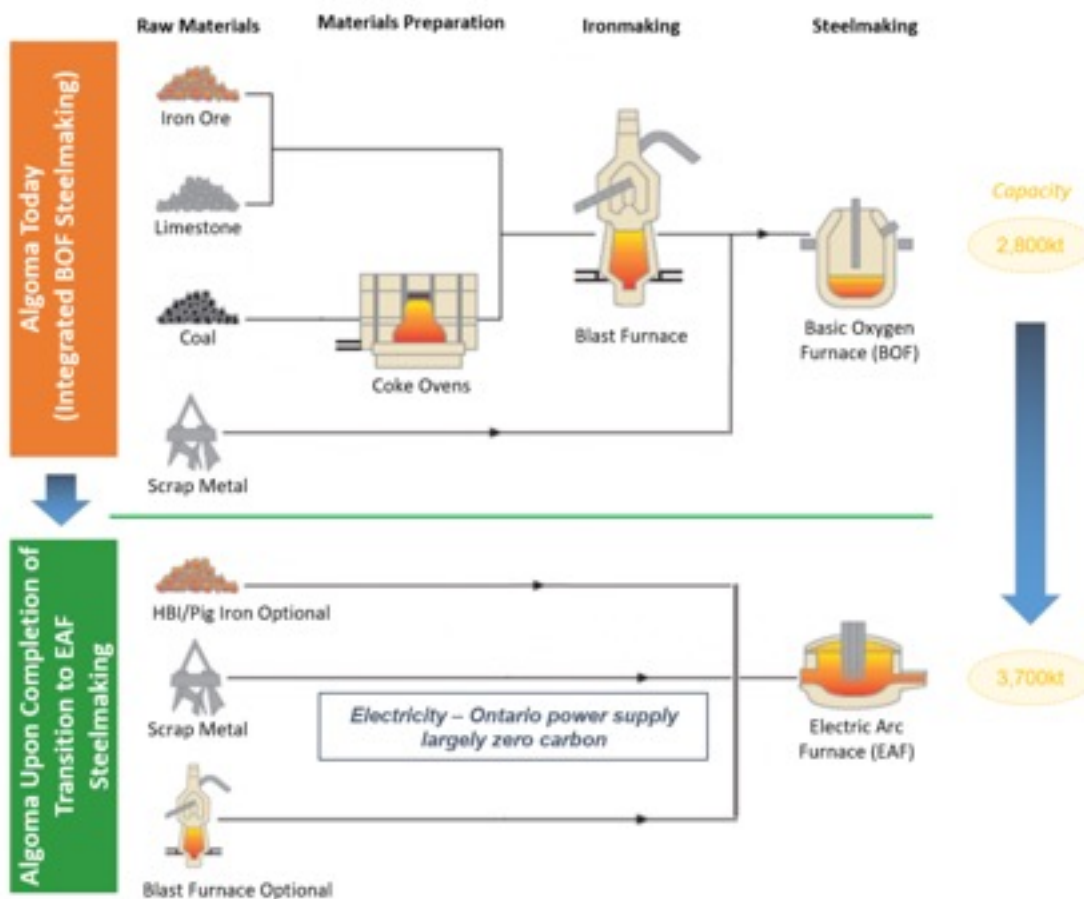


Algoma is a fully integrated steel manufacturing facility located at 105 West Street in Sault Ste. Marie, Ontario. Algoma’s facility produces coke from coal, molten iron in blast furnaces, steel in basic oxygen furnaces, and includes casting, rolling and finishing processes (heat treating, pickling, annealing and tempering). Algoma has committed to transitioning its manufacturing process from integrated basic oxygen furnace (BOF) steelmaking to electric arc furnace (EAF) steelmaking. The transition to EAF steelmaking is scheduled to occur over eight years, with full independent operation of the EAF process by 2029.

After the transition to EAF processes, Algoma’s capacity will be approximately 3.7 million tons per year of raw steel compared to the current raw steel production capacity of 2.8 million tons per year using BOF processes.

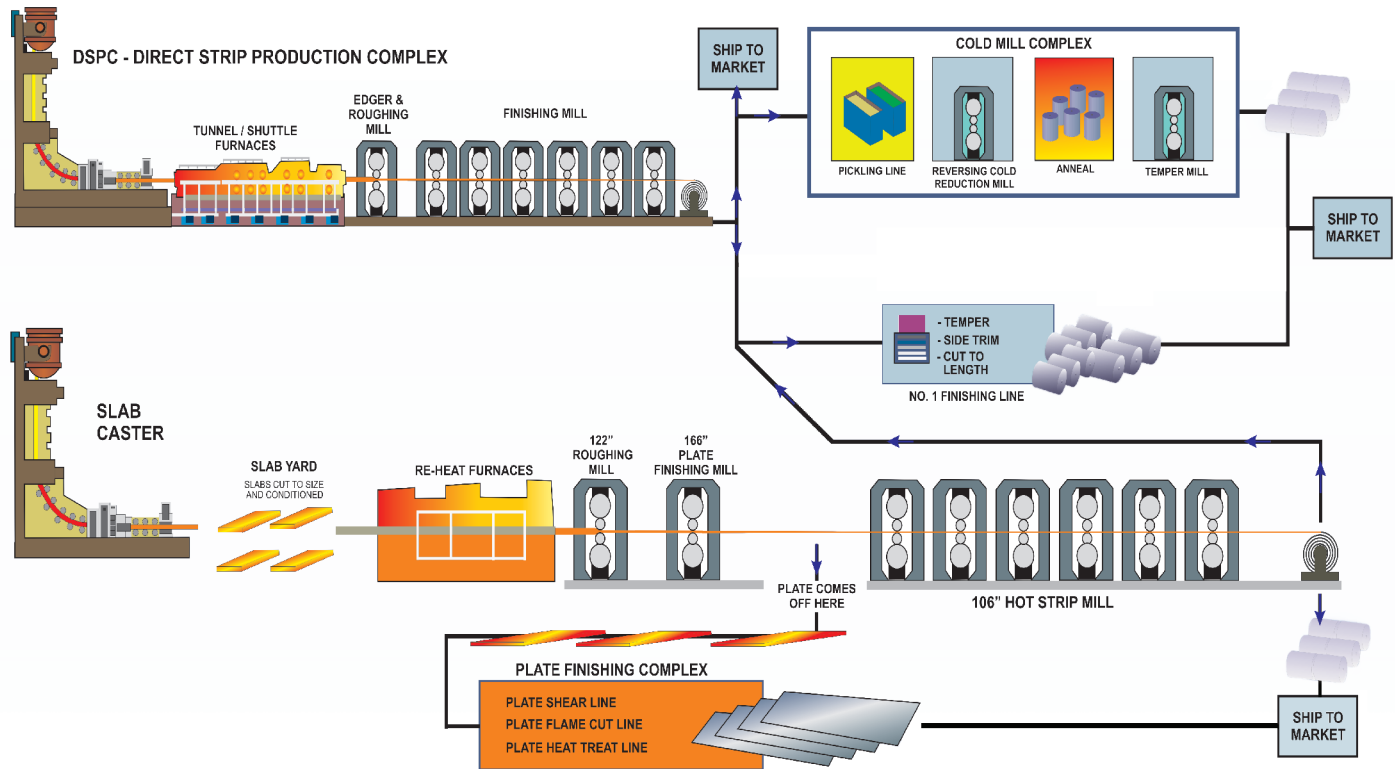
Figure 1 provides an overview of Algoma’s current steelmaking operations, and the anticipated changes in key processes as the site transitions to EAF steelmaking.

Figure 1: Steelmaking Operations (Today and Upon Completion of the Transition to EAF Steelmaking)



Liquid steel from the steelmaking operations (summarized above) is then directed to casting, rolling and finishing operations. These operations are not anticipated to change as part of the transition to EAF steelmaking. Figure 2 summarizes the key processes involved in converting liquid steel to finished product.

Figure 2: Conversion of Liquid Steel to Finished Product



Auxiliary processes include material handling, utilities and cogeneration (for both BOF and EAF steelmaking processes).