



CALIFORNIA STEEL INDUSTRIES, INC.

14000 San Bernardino Avenue, P.O. Box 5080  
Fontana, California 92335  
(909) 350-6200  
Fax (909) 350-6223

October 16, 2006



John Stieger  
Alabama Metal Industries Corp.  
AMICO-West Div.  
11093 Beech Avenue  
Fontana, CA 92335

Fax No: (909) 350-9034

Dear John:

SUBJECT: Recycled Content of Steel Products Produced by California Steel Industries

California Steel Industries has no steelmaking facilities, and buys slabs from many sources around the world for conversion to finished products at our plant in Fontana, California.

Based on total slab tonnage purchased annually from all sources, we expect the recycled content of the products we produce to typically average about 17% based on recent supplier activity. Actual scrap usage by individual suppliers may vary significantly. However, we would anticipate that aggregate scrap utilization by our suppliers would typically average 13.5 % for post-consumer and 3.5% for post-industrial (pre-consumer) content.

If you have further questions concerning this subject, do not hesitate to call us.

Sincerely,

CALIFORNIA STEEL INDUSTRIES, INC.

Jeffery V. Stember  
Senior Metallurgical Engineer  
Specifications

JVS:bac

(updated 06/28/06)