

PRESS RELEASE

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FOR IMMEDIATE RELEASE

PNAG REPORTS 2008 FIRST QUARTER FINANCIAL RESULTS

May 13– Atlanta, GA – PNA Group, Inc. (“PNAG” or the “Company”) today announced its operating results for the quarter ended March 31, 2008. Net sales were \$474.0 million for the first quarter, an increase of \$66.7 million from the prior year quarter of \$407.3 million. Adjusted EBITDA (as defined and calculated in the attached table), a non-GAAP financial measure used by PNAG and its creditors to monitor the performance of the business, was \$40.7 million for the first quarter 2008, a \$10.7 million increase from \$30.0 million in the first quarter 2007. The Company recognized \$4.2 million in depreciation and amortization expenses during the quarter. Interest expense for the first quarter 2008 was \$12.4 million. Operating income was \$36.2 million, an increase of \$9.7 million from \$26.5 million in the first quarter 2007. Net income was \$14.2 million versus \$9.4 million in the prior year quarter.

The Company had \$301.3 million drawn under its credit facility at March 31, 2008. Total debt of \$600.1 million at March 31, 2008 was \$87.7 million higher than at December 31, 2007 principally due to our acquisition activity in the quarter. Capital expenditures of \$7.5 million were made during the first quarter 2008. The majority of this spending was related to expansions of existing facilities. During the three months ended March 31, 2008, net cash used in operating activities was \$38.1 million.

On March 14, 2008, PNAG completed the acquisition of Sugar Steel for \$44.7 million, which was financed through our revolving credit facility. Sugar Steel is based in Chicago Heights, IL and its business specializes in processing and distribution of carbon structural products. It will be included in the Company’s Long Products and Plate segment for reporting purposes.

Maurice S. Nelson, Jr., Chief Executive Officer of PNAG said “The Company has had a strong start to 2008 with solid volumes and improving gross margins from those experienced in the second half of 2007. Our gross margin for the March 2008 quarter was 19.0% versus 17.6% for the same period in 2007 and 16.0% for the December 2007 quarter. This is the primary cause of the increase in our operating margins to 7.6% in the first quarter of 2008 from 6.5% for the prior year quarter.”

“We currently see that most of our end markets, in particular infrastructure, industrial and commercial construction along with energy, remain healthy. We believe this is evidenced by

Press Release

consistent volumes shipped with equivalent volumes for the quarter compared to the prior year quarter. Volume for the first three months of 2008 compared to the same period in the prior year rose 4.4%, with Long Products and Plate volumes essentially the same and Flat Rolled increasing 13.4%.”

“Excluding \$33.1 million of inventory added related to the Sugar Steel acquisition, our inventory increased \$26.9 million during the first quarter of 2008 due to significant carbon steel price increases from the producing mills.”

“We are progressing on facility expansions and two new facilities in the Long Products and Plate segment that should allow for increased capacity in key markets in the late part of 2008. We will continue, however, to closely monitor our end-markets for changes in demand and if weakness develops adjust our inventory levels accordingly.”

PNAG has scheduled a conference call for Wednesday, May 14, 2008 at 1:00 p.m. Eastern Time. The dial-in number 888-440-7702, (the international number is 706-643-2662). The conference identification # is 46736320. A replay of the conference call can be accessed at 800-642-1687 or 706-645-9291 through May 31.

PNAG is a leading national steel service center group that distributes steel products and provides value-added steel processing services to our customers, which are largely comprised of fabricators and original equipment manufacturers, across a diversified group of industries, including the non-residential construction, machinery and equipment, manufacturing, oil and gas, telecommunications and utilities markets. The Company distributes a variety of steel products, including a full line of structural and long products, plate, flat rolled coil, tubulars and sheet, as well as performs a variety of value-added processing services for our customers.

The Company has six operating subsidiaries: Infra-Metals Co., Delta Steel, LP, Metals Supply Company, Ltd., Sugar Steel Corporation and Precision Flamecutting & Steel, L.P., which comprise our Long Products and Plate segment, and Feralloy Corporation which comprises our Flat Rolled segment. For more information, visit the Company's website at <http://www.pnagroupinc.com>. The information contained in this release is limited and the Company encourages interested parties to read the Company's annual report on Form 10-K as of and for the year ended December 31, 2007, which is on file with the Securities and Exchange Commission for more complete historical information about the Company. Additionally, copies of the Company's filings with the Securities and Exchange Commission together with press releases and other information for investors may be found at the Company's website.

This press release contains certain forward-looking statements which involve known and unknown risks, uncertainties or other factors not under the Company's control which may cause the actual results, performance or achievement of the Company to be materially different from the results, performance or other expectations implied by these forward-looking statements. These factors include, but are not limited to, those disclosed in the Company's historic periodic filings with the Securities and Exchange Commission.