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**FOR IMMEDIATE RELEASE**

**NIAGARA SAYS WYNNEFIELD CONTINUES TO ISSUE  
FALSE AND MISLEADING STATEMENTS**

New York, April 28, 2005— In response to The Wynnefield Group’s press release issued earlier today regarding Niagara Corporation’s (OTC: NGCD.PK) 2004 Annual Report, Niagara issued the following response:

“Wynnefield, led by Nelson Obus, continues its campaign of harassment against Niagara and continues to issue false and misleading statements concerning the Company. These statements harm the Company and have had the effect, we believe, of depressing Niagara’s stock price. Niagara recently announced record results for 2004. The Company’s 51-page 2004 Annual Report, including complete financial statements audited by Deloitte & Touche LLP, was posted on our website ([www.niag.com](http://www.niag.com)). As it always has, this Annual Report also contains a full business description and management’s detailed discussion and analysis of the Company’s financial condition and results of operations. It provides full and fair disclosure to our stockholders and the investment community. A proxy statement containing additional information will be mailed to stockholders in advance of the 2005 Annual Meeting which will be held later this year.

We again urge Mr. Obus to cease issuing false and misleading press releases and to cease his personal campaign against the sound business decision of our Board of Directors to deregister. The officers and directors of Niagara, who together are the Company’s largest stockholders, want to focus their attention on enhancing value for all stockholders. We do not desire to waste time having to respond to his vexatious outbursts and falsehoods. If Mr. Obus has chosen Niagara as his ‘posterchild’ to fight the right of companies legitimately and for sound business reasons to deregister, he has made a poor choice.”

**This release contains certain “forward-looking statements” made pursuant to the “safe-harbor” provisions of the Private Securities Litigation Reform Act of 1995. These statements involve known and unknown risks, uncertainties and other factors, many of which are beyond the control of the Company, that may cause the Company’s actual results to be materially different from those expressed or implied by such statements. Such risks, uncertainties and other factors include those described in the Company’s Annual Report for the year ended December 31, 2004. The forward-looking statements made herein are only made as of the date of this release, and the Company undertakes no obligation to publicly update such forward-looking statements to reflect subsequent events or circumstances.**

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