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FOR IMMEDIATE RELEASE

**NIAGARA CORPORATION ANNOUNCES RESULTS
FOR THIRD QUARTER AND NINE MONTHS**

NINE MONTH SALES AND NET INCOME INCREASE

THIRD QUARTER RESULTS IMPACTED BY ONE-TIME ACCOUNTING CHARGES

STRATEGIC ALTERNATIVE PROCESS CONTINUES

New York, November 15, 2005 – Niagara Corporation (OTC: NGCD.PK) announced today results for the third quarter and nine months ended September 30, 2005.

Selected Financial Data

	<u>Quarter Ended September 30, 2004</u>	<u>Quarter Ended September 30, 2005</u>
Revenues	\$ 113,079,000	\$ 107,021,000
Net Income	\$ 5,565,000	\$ 2,013,000
Share Earnings		
(basic)	\$.68	\$.23
(diluted)	\$.68	\$.22
Average Shares		
(basic)	8,238,517	8,749,168
(diluted)	8,238,517	9,144,152
Adjusted EBITDA*	\$ 11,144,000	\$ 8,577,000
LIFO expense (benefit)	\$ 6,099,000	\$ (1,243,000)



	<u>Nine Months Ended September 30, 2004</u>	<u>Nine Months Ended September 30, 2005</u>
Revenues	\$ 319,218,000	\$ 363,014,000
Net Income	\$ 13,938,000	\$ 14,030,000
Share Earnings		
(basic)	\$ 1.69	\$ 1.63
(diluted)	\$ 1.69	\$ 1.56
Average Shares		
(basic)	8,238,517	8,592,014
(diluted)	8,238,517	8,969,793
Adjusted EBITDA*	\$ 29,783,000	\$ 33,982,000
LIFO expense (benefit)	\$ 11,114,000	\$ (2,631,000)

* Adjusted EBITDA consists of net income before interest, taxes, depreciation and amortization, adjusted for, among other things, extraordinary and non-recurring items.

In commenting on these results and other corporate matters, Michael Scharf, Chairman, President and CEO of Niagara stated:

“Niagara’s third quarter results were primarily affected by several factors: slightly reduced demand from steel service center customers which were attempting to reduce inventories; the impact on margins of the absence of a scrap surcharge for two months of the quarter; and one-time accounting charges totaling approximately \$3.8 million (pre-tax) relating to the exchange by eleven key employees (not including the Chairman) of 695,000 fully vested and exercisable stock options for which they received 255,001 shares and the grant of 53,936 shares to four key employees (not including the Chairman).

In the coming months, Niagara anticipates an increase in margins due to the fact that steel service center inventories are now at historically low levels related to sales, and this should lead to a more robust order pattern going forward. Also, the scrap surcharge has been re-imposed and is now \$120 per ton.

Our Board is continuing to review strategic alternatives with the advice of CIBC World Markets and Peter J. Solomon Company. As we move forward in this process, it is more apparent than ever that a primary strength of our company is its experienced, dedicated and respected management team, and we have assured our employees that their futures with Niagara remain bright. Our complete Third Quarter Report will be posted shortly on the Company’s website (www.niag.com).

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, which 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.