

FOR IMMEDIATE RELEASE
November 8, 2006

ALGOMA CENTRAL CORPORATION
Operating results to September 30, 2006 and 2005
(in thousands of dollars ,except per share figures)

	Three Months Ended		Nine Months Ended	
	September 30		September 30	
	2006	2005	2006	2005
Revenue from continuing operations	\$169,484	\$157,700	\$384,932	\$354,844
Net earnings (loss):				
Continuing operations	\$17,717	\$15,977	\$22,701	\$16,598
Discontinued operations	(47)	(33)	678	428
Total	\$17,670	\$15,944	\$23,379	\$17,026
Earnings per share				
Continuing operations	\$4.55	\$4.11	\$5.84	\$4.27
Discontinued operations	(0.01)	(0.01)	0.17	0.11
Total	\$4.54	\$4.10	\$6.01	\$4.38
Dividends paid per common share:	\$0.35	\$0.25	\$0.95	\$0.75

The Corporation is reporting earnings from continuing operations for the three months ended September 30, 2006 of \$17,717 compared to \$15,977 for the same period in 2005, and earnings from continuing operations for the nine months ended September 30, 2006 of \$22,701 compared to \$16,598 for the same period in 2005.

The increase for the three months ended September 30, 2006 when compared to the prior period was due primarily to the improvement in earnings for the product tanker segment principally due to additional operating days as a result of the *Algosea* and *Amalienborg* entering service in July 2005 and April 2006 respectively. This increase was partially offset by a reduction in earnings for the ocean shipping segment due to fewer operating days resulting from the scheduled dry-docking of one vessel.

For the nine months ended September 30, 2006 when compared to the same period in 2005, increased earnings over the prior period were primarily due to the following:

- The product tanker segment earnings improved principally due to the addition of the *Algosea* and *Amalienborg* and reduced earnings for the nine months ended September 30, 2005 due to costs associated with the wind-up of U.S. operations relating to the transfer of registration of a tanker vessel from U.S. to Canadian

flag. Also, in 2005, the Corporation had a gain on the sale of a vessel which it did not have in 2006.

- The real estate segment earnings increased due partly to earnings from the new real estate property in Waterloo, Ontario.
- Decrease in income tax expense of \$2,805 due to the announcement by the Federal government concerning future corporate tax rate reductions.

The above increases were partially offset with reductions in earnings of the domestic dry-bulk segment due mostly to an increase in repairs and maintenance during the winter lay-up period and reduced ocean shipping segment earnings due primarily to a reduction in operating days due to the scheduled dry-docking of three vessels.

On November 8, 2006 the Board of Directors declared a dividend of \$0.35 per common share payable on December 1, 2006 to shareholders of record on November 17, 2006.

Tim S. Dool,
President and Chief Executive Officer
905-687-7888

Greg D. Wight
Executive Vice President and Chief Financial Officer
905-687-7850