



/FIRST AND FINAL ADD -- PGM005 -- ACME METALS/

**ACME METALS INCORPORATED UNAUDITED CONSOLIDATED STATEMENTS OF OPERATIONS**

**For the Three and Twelve Months Ended Dec. 31, 1995 and  
Dec. 25, 1994**

**(in thousands, except for weighted average shares outstanding and  
per share amounts)**

	Three Months		Twelve Months	
	1995	1994	1995	1994
Net Sales	\$131,689	\$143,315	\$521,619	\$522,880
Cost of products sold	113,425	118,304	437,171	446,592
Gross Profit	18,264	25,011	84,448	76,288
Selling and administrative expense	9,291	10,329	35,636	33,249
Nonrecurring charge	0	0	0	9,459 (a)
Operating income	8,973	14,682	48,812	33,580
Interest expense	(2,651)	(7,098)	(20,801)	(14,031)
Interest income	3,130	3,145	14,278	7,712
Other - net	178	(233)	1,846 (b)	1,432
Income before income taxes, extraordinary item	9,630	10,496	44,135	28,693
Income tax provision	3,467	2,960	15,889	9,935
Income before extraordinary item	6,163	7,536	28,246	18,758
Extraordinary item				

(expense), net of tax	0	0	0	(1,787) (a)
Net income	\$ 6,163	\$ 7,536	\$ 28,246	\$ 16,971
PER COMMON SHARE:				
Income before extraordinary item	\$0.53	\$0.65	\$2.44	\$2.38
Extraordinary item				(0.22)
Net income	\$0.53	\$0.65	\$2.44	\$2.16
Weighted average shares outstanding				
	11,600,516	11,637,299	11,595,886	7,872,642

(a) One time charge for write-off of facilities, employment reductions and financing related to the Modernization and Expansion Project.

(b) Includes \$1.6 million gain on sale of coal producing properties.

**UNAUDITED BUSINESS SEGMENT SALES AND OPERATING INCOME  
For the Three and Twelve Months Ended Dec. 31, 1995 and  
Dec. 25, 1994  
(in thousands, except for Steel Shipments)**

	Three Months		12 Months	
	1995	1994	1995	1994
NET SALES				
Steel Making:				
Sales to unaffiliated customers	\$ 59,361	\$ 65,278	\$234,903	\$231,224
Intersegment sales	34,811	30,358	121,929	118,196
	94,172	95,636	356,832	349,420
Steel Fabricating:				
Sales to unaffiliated customers	72,328	78,037	286,716	291,655
Intersegment sales	458	425	1,703	1,806
	72,813	78,462	288,419	293,461
Eliminations	(35,296)	(30,783)	(123,632)	(120,001)
Total	\$131,689	\$143,315	\$521,619	\$522,880
Income from Operations				
Steel Making	\$ 5,105	\$ 8,425	\$ 28,461	\$ 14,536
Steel				

Fabricating	3,868	6,257	20,351	19,044
Total	\$ 8,973	\$ 14,682	\$ 48,812	\$ 33,580
Depreciation				
Steel Making	\$ 1,303	\$ 3,023	\$ 9,749	\$ 11,753
Steel				
Fabricating	888	793	3,747	3,696
Corporate	31	0	117	65
Total	\$ 2,222	\$ 3,816	\$ 13,613	\$ 15,514
Capital				
Expenditures:				
Steel Making	\$ 72,697	\$ 3,788	\$238,177	\$ 53,205
Steel				
Fabricating	3,110	1,298	6,078	3,076
Corporate	(1,213)	4	119	58
Total	\$ 74,594	\$ 5,090	\$244,374	\$ 56,339
Flat Rolled Steel				
Shipments				
(in tons)	163,428	171,417	619,052	675,430

**UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS**  
**Dec. 31, 1995 and Dec. 25, 1994 (in thousands)**

	1995	1994
<b>ASSETS</b>		
Current assets	\$258,787	\$273,842
Investments and other assets	116,778	259,659
Property, plant and equipment, net	379,178	148,829
Total assets	\$754,743	\$682,330
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
Current liabilities	\$108,330	\$ 81,391
Long term debt	276,831	265,055
Other long term liabilities	9,841	10,012
Postretirement benefits other than pensions	86,856	83,867
Retirement benefits plan	24,774	18,727
Shareholders' equity	248,111	223,278
	\$754,743	\$682,330

**UNAUDITED SCHEDULE OF INVESTMENT POSITION**  
**Dec. 31, 1995 and Dec. 25, 1994 (in thousands)**

Cash and cash equivalents	53,043	76,639
Short term investments	83,756	76,384
Restricted cash and		

investments	50,305	201,397
	\$187,104	\$354,420

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**For the Twelve Months ended Dec. 31, 1995 and Dec. 25, 1994**  
**(in thousands)**

	1995	1994
Net cash provided by operating activities	\$ 57,787	\$ 47,422
Purchase of investments	(459,749)	(1,310,998)
Sales and/or Maturities of Investments	603,469	1,033,213
Capital expenditures -- Modernization Project	(197,849)	(44,662)
Capital expenditures	(27,664)	(11,677)
Net cash used for investing activities	(81,793)	(334,124)
Proceeds from issuance of common stock, net		119,262
Proceeds from issuance of long-term debt		255,000
Long-term debt issuance cost		(14,253)
Payment of long-term debt		(30,000)
Other	410	2,888
Net cash provided by financing activities	410	312,897
Net increase (decrease) in cash and cash equivalents	(23,596)	26,195
Cash and cash equivalents at beginning of period	76,639	50,444
Cash and cash equivalents at end of period	\$ 53,043	\$ 76,639

NOTE: During the three months ended Dec. 31, 1995, the company incurred \$18.9 million in capital expenditures related to the construction of its Continuous Thin Slab Caster/Hot Strip Mill Complex which will be liquidated during the first quarter of 1996 and therefore, due to the non-cash nature of the capital expenditure, has been excluded from this statement.