



Reynolds
Food Packaging
an Alcoa business

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ALCOA REYNOLDS FOOD PACKAGING BREAKS GROUND ON \$1.7 MILLION EXPANSION

January 16, 2006. Grove City, PA Alcoa Reynolds Food Packaging plant in Grove City, PA, (NYSE: AA) broke ground today on a \$1.7 million addition to expand its operations to include PET extrusion capabilities. The new department will have the capacity to produce 9 million pounds of polyethylene terephthalate (PET) sheet annually.

The \$1.7 million project includes a 1,000 square foot expansion, addition of two resin silos and a new, enclosed loading dock. Ground for the expansion was broken today and the operations are scheduled to ramp-up in the latter part of the month.

This project, along with the transfer completed last September of thermoforming equipment from the Alcoa plant recently shuttered Madison, GA, will create 35 local jobs.

"This plant has been an active part of this community for 16 years and Alcoa Reynolds Food Packaging is fortunate to be located in an area that has supported the growth of this business," said Mark Rath, East Coast Regional Director of Manufacturing for Reynolds Food Packaging. *"We believe that the 35 new jobs that will be created at the plant are good for Alcoa and good for the community"*

The Grove City Plant, a 250,000 square foot facility, currently employs over 200 people and produces corrugated paper, thermoformed plastic containers and PET extruded roll stock for the food industry.

The Alcoa Packaging and Consumer Group offers closure and capping systems, containers, packaging materials, films and wraps, including Reynolds Wrap(R) foils and plastic wraps and Baco(R) household wraps. In addition, Alcoa provides solutions ranging from film, containers, lids, shrink sleeves, bags and baking cups. In 2004, Packaging and Consumer generated \$6 billion in revenue across these businesses as well as Alcoa Rigid Packaging, which supplies the sheet for 100 billion aluminum cans each year.

Alcoa is the world's leading producer of primary aluminum, fabricated aluminum and alumina, and is active in all major aspects of the industry. Alcoa serves the aerospace, automotive, packaging, building and construction, commercial transportation and industrial markets, bringing design, engineering, production and other capabilities of Alcoa's businesses as a single solution to customers. Among its other businesses are vinyl siding, closures, precision castings, and electrical distribution systems for cars and trucks. The company has 129,000 employees in 42 countries.