

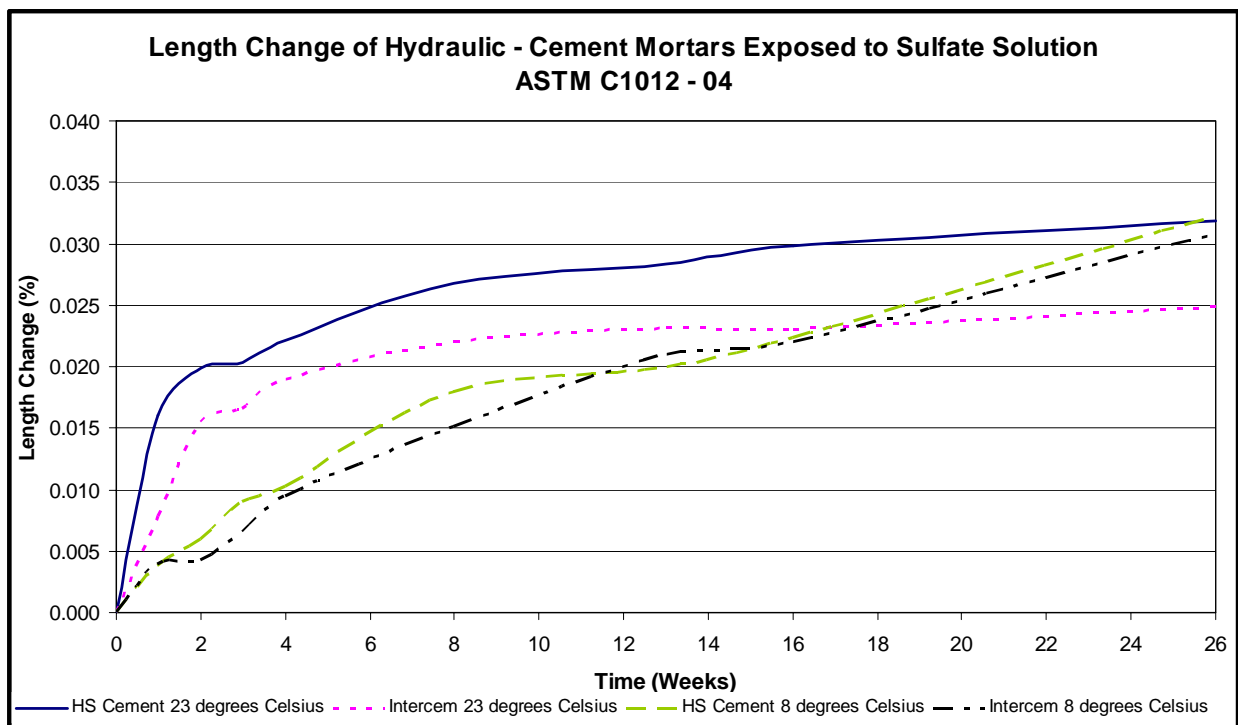


## Lehigh Inland Cement Releases New Interground Cement Product

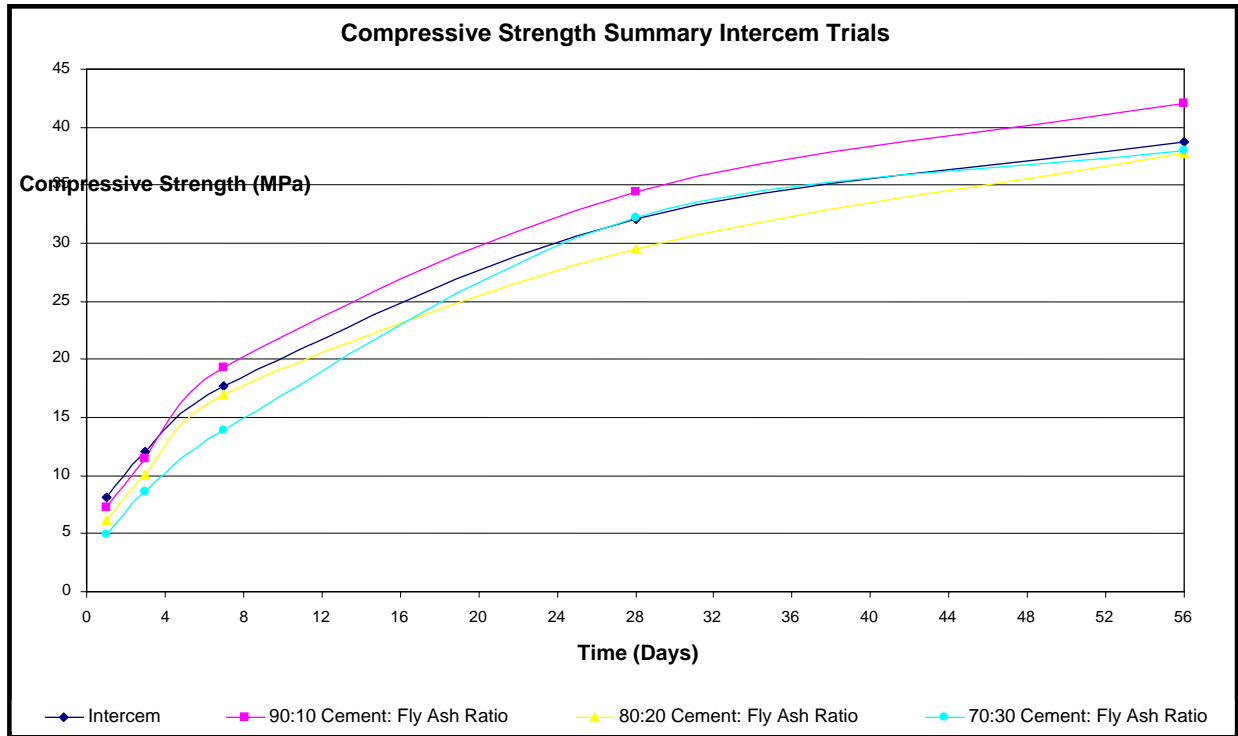
In February of 2005 plant modifications were completed enabling Lehigh Inland Cement to begin production of a 70/30 Interground mixture of Type 10 clinker and Class F fly ash. Plant modifications included one truck unloading station with two compressors and two conveying lines to a fly ash storage silo; modification and installation of Schenk Multicor dosing system; a pneumatic transport system to G mill; and two 1200 tonne silos for product storage.

Initially, product sales were limited to Stel-Marr and Inland Concrete, Lehigh Inland's vertically integrated ready mix operations. Additionally, the scope of product application was limited to residential applications where fly ash and Type 10 cement were currently being utilized. This provided the necessary time for plant and quality control personnel to optimize Blaine fineness, optimize SO<sub>3</sub>, conduct ASTM C1012 testing and conduct comparative strength testing to assist in developing a pricing strategy.

ASTM C1012 test results indicate that InterCem's performance equals or exceeds the performance of Lehigh Inland's HS (Type 50) cement.

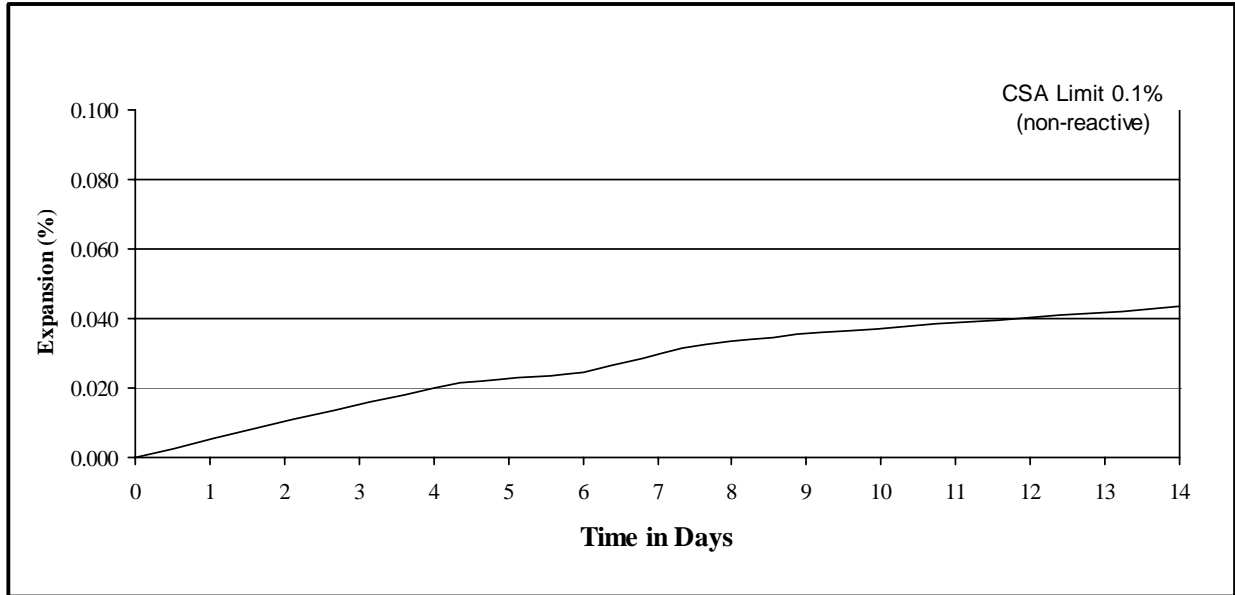


Comparative strength testing indicates that the performance of InterCem equals or exceeds that of an 80/20 site blend of Cement and flyash. This increase in performance over a site blend of cement and fly ash will provide a competitive advantage as well as assist in reducing our net carbon dioxide emissions per tonne of cement produced.



CSA A23.2-28A testing has demonstrated that InterCem can effectively be used to prevent alkali-silica reaction in concrete.

### Expansion of Mortor Bars with Combination of Spratt Coarse Aggregate and InterCem



While testing and process modifications were underway, Lehigh Inland's marketing department was developing product literature, arranging testing with external customers and securing a product trademark. Lehigh Inland's largest oilfield customer has begun purchasing InterCem with very positive results in a variety of downhole applications. High margin sales have started to materialize with our small (one silo) external ready mix customers and InterCem is currently being rolled out to a wider customer base and in applications where HS cement is required. Sales volumes have increased from a few hundred tonnes per month to over 500 tonnes per day with expectations of doubling that amount in the not-to-distant future.