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Tangent Rail Corp. To Focus on Core Business With Sale of Rail Grinding Division

Rail Grinding Division Sold to Loram Maintenance of Way

Pittsburgh, Pa, (March 21, 2007) - Tangent Rail Corp., a leading provider of maintenance-of-way products and services to the railroad industry, today announced the sale of its rail grinding division to Loram Maintenance of Way Inc., a railroad maintenance equipment and services provider based in Hamel, Minn.

Under terms of the transaction, Loram acquired Tangent Rail's rail grinding fleet and hired most of the associated operations personnel.

Tangent Rail Corp. President and Chief Executive Officer William R. Donley said the transaction will allow the company to focus on its core business. "All of our businesses are experiencing robust growth. With the completion of this transaction, Tangent Rail is better positioned to focus our resources on meeting railroad industry demand for quality products and services and strengthening our leadership in these markets."

About Tangent Rail Corporation - Tangent Rail Corp. serves the railroad industry with quality treated wood products and preservatives, switching and track maintenance services and environmentally friendly railroad tie pickup and disposal services. Founded in 2005, Tangent Rail has operations throughout the United States. Tangent Rail Corp. is based in Pittsburgh, Pa., and can be found on the World Wide Web at www.tangentrail.com.