



**Date of Release:** April 6, 2006  
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## NEWS RELEASE

SIFCO Industries, Inc. is engaged in the production and sale of a variety of metalworking processes, services and products produced primarily to the specific design requirements of its customers. The processes and services include forging, heat-treating, coating, welding, machining and selective electrochemical finishing. The products include forgings, machined forged parts and other machined metal parts, remanufactured component parts for turbine engines, and selective electrochemical finishing solutions and equipment. The Company's operations are conducted in three business segments: (1) Turbine Components Services and Repair Group, (2) Aerospace Component Manufacturing Group, and (3) Applied Surface Concepts Group.

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### **SIFCO Industries, Inc. Announces Restatement of Fiscal 2006 First Quarter Financial Results**

Cleveland – (Business Wire) – April 6, 2006 – SIFCO Industries, Inc. (AMEX: SIF) announced today that it has restated its financial results for its fiscal 2006 first quarter, which ended December 31, 2005, due to a clerical error identified subsequent to the issuance of the Company's unaudited consolidated condensed financial statements for the quarter ended December 31, 2005. The clerical error impacted the calculation of the Company's December 31, 2005 inventory valuation and resulted in a net understatement of inventory of approximately \$0.4 million. This resulted in an overstatement of Cost of Goods Sold and a corresponding understatement of Income Before Income Tax Provision of approximately \$0.4 million. In addition, the Company identified a clerical error in the calculation of its employee benefit expense for the quarter ended December 31, 2005. This resulted in an understatement of Cost of Goods Sold and a corresponding overstatement of Income Before Income Tax Provision of approximately \$0.04 million.

#### **Forward-Looking Language**

Certain statements contained in this press release are "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995, such as statements relating to financial results and plans for future business development activities, and are thus prospective. Such forward-looking statements are subject to risks, uncertainties and other factors, which could cause actual results to differ materially from future results expressed or implied by such forward-looking statements. Potential risks and uncertainties include, but are not limited to, economic conditions, competition and other uncertainties detailed from time to time in the Company's Securities and Exchange Commission filings.

The Company's Form 10-Q/A for the quarter ended December 31, 2005 can be accessed through its website: [www.sifco.com](http://www.sifco.com), or on the Securities and Exchange Commission's website: [www.sec.gov](http://www.sec.gov).

**Consolidated Condensed Statements of Operations**

	<b>First Quarter</b>	
	<b>Ended December 31,</b>	
	<b>2005</b>	<b>2004</b>
	<b>(restated)</b>	
Net sales -----	\$ 19,820	\$ 19,081
Cost of goods sold -----	18,011	18,321
Selling, general and administrative expenses -----	<u>3,270</u>	<u>3,102</u>
Operating loss -----	(1,461)	(2,342)
Interest expense, net -----	33	194
Foreign currency exchange gain (loss), net -----	(24)	301
Other income, net -----	<u>(17)</u>	<u>(6,510)</u>
Income (loss) before income tax provision -----	(1,453)	3,673
Income tax provision -----	<u>13</u>	<u>1,315</u>
Net income (loss) -----	<u>\$ (1,466)</u>	<u>\$ 2,358</u>
Net income (loss) per share (basic) -----	\$ (0.28)	\$ 0.45
Net income (loss) per share (diluted) -----	\$ (0.28)	\$ 0.45
Weighted average number of common shares (basic) -----	5,222	5,214
Weighted average number of common shares (diluted) -----	5,222	5,223

**Business Segment Reporting**

	<b>First Quarter</b>	
	<b>Ended December 31,</b>	
	<b>2005</b>	<b>2004</b>
	<b>(restated)</b>	
<b>Net sales</b>		
Turbine Component Services and Repair -----	\$ 8,916	\$ 8,812
Aerospace Component Manufacturing -----	8,196	7,413
Applied Surface Concepts -----	<u>2,708</u>	<u>2,856</u>
	<u>\$ 19,820</u>	<u>\$ 19,081</u>
<b>Operating income (loss)</b>		
Turbine Component Services and Repair -----	\$ (950)	\$ (1,846)
Aerospace Component Manufacturing -----	92	(214)
Applied Surface Concepts -----	(66)	19
Corporate unallocated expenses -----	<u>(537)</u>	<u>(301)</u>
	<u>\$ (1,461)</u>	<u>\$ (2,342)</u>