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**NORTH AMERICA'S LEADING STEEL
PIPE & TUBE MANUFACTURER**





Steel Update

- Steel mills have continued to push pricing higher through the end of 2025 – expect increases to continue in early 2026
- Flat Roll Pricing up 18.5% cumulative.
- Aluminum prices increased +50% in 2025, leveled off in December
- Nippon/US Steel +\$11B in new investment completion by 2028
 1. Recently approved the \$350M rebuilding of the #14 blast furnace in Gary, IN,
 2. 100-day outage to begin in May 2026.
- Capacity ended 2025 strong at an average of 76.8%
- Steel lead times remain extended at 5-9 weeks.
- End market demand (Construction & Auto) remains strong
- Autos YTD +4%
- Non-Res Construction YTD -3%
- Data Centers to triple over the next 6 years
- Border Wall, Infrastructure, Data Centers, Auto Aluminum to Steel



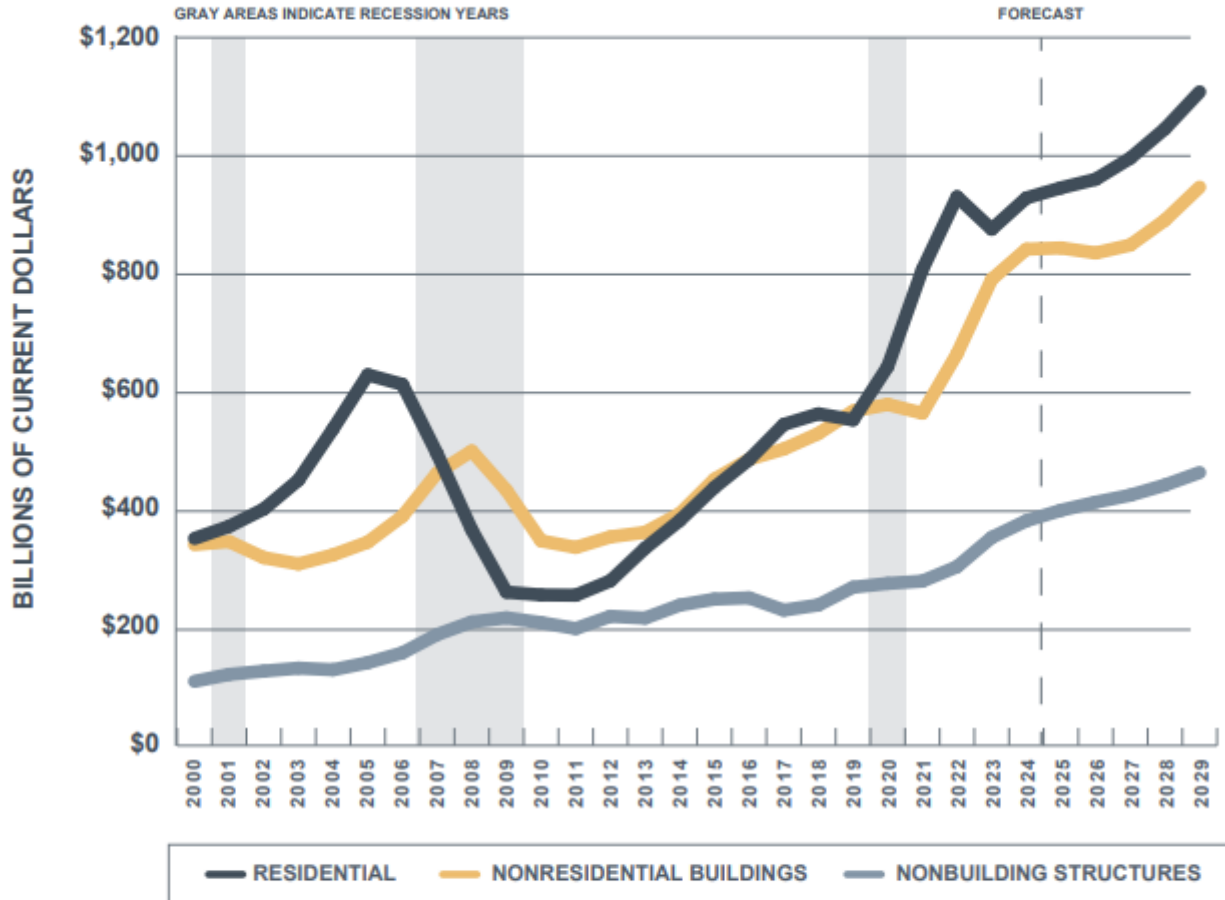
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2025 NORTH AMERICAN ENGINEERING AND CONSTRUCTION

OUTLOOK

CONSTRUCTION SPENDING PUT IN PLACE ESTIMATED FOR THE UNITED STATES

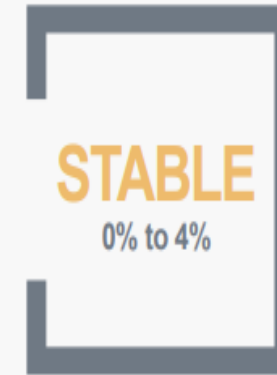


UNITED STATES 2025 SEGMENT PERFORMANCE

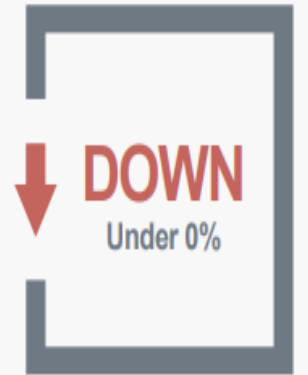
2024/2025 COMPARISON



- Residential Improvements
- Religious
- Amusement and Recreation
- Power
- Sewage and Waste Disposal
- Water Supply

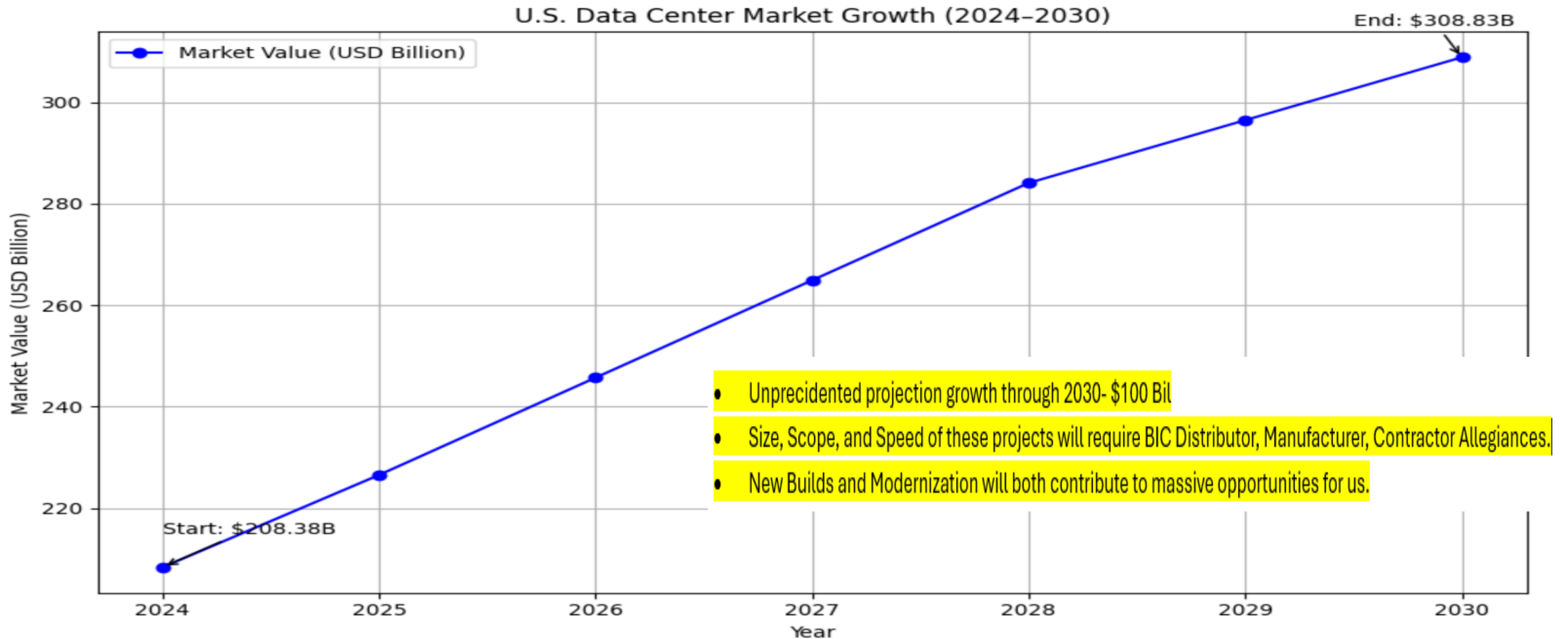


- Single-family
- Office
- Health Care
- Educational
- Public Safety
- Transportation
- Communication
- Highway and Street



- Multifamily
- Lodging
- Commercial
- Manufacturing
- Conservation and Development

U.S. Data Center Growth



The U.S. Data Center Market is on track to experience significant growth, with its value increasing from USD 208.38 billion in 2024 to USD 308.83 billion by 2030, at a CAGR of 6.78%.

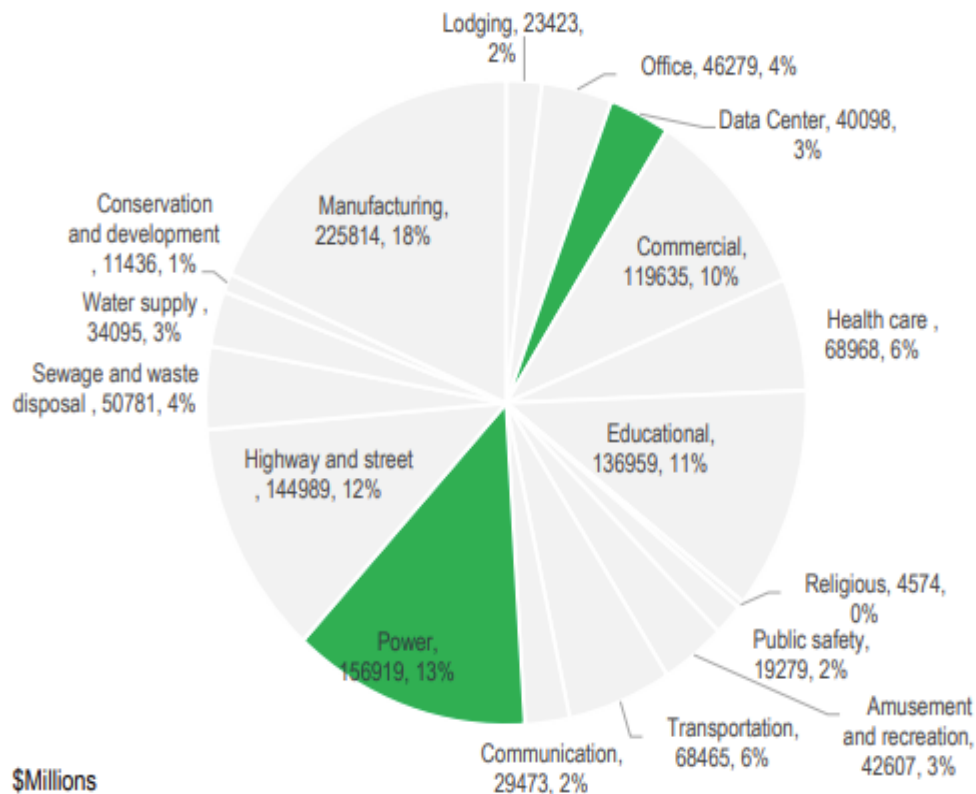


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Dodge Construction Starts 2026 Schedule

The construction industry is expected to experience a mix of growth and challenges in 2026. While there is a forecast for modest overall growth, the market will be dominated by data centers and large public and institutional projects. The construction planning pipeline has surged, indicating that new projects could break ground by late 2026. However, the Dodge Momentum Index points to stronger construction activity in late 2026 or early 2027, with specific sectors leading the way.

Nonresidential Construction Spending



\$Millions

- **Data center** spending continues to accelerate, with few headwinds outside of power availability hindering future growth. This will likely remain a strong market through the end of the decade.
- **Power** has been a strong market, up 4% annually and 23% over the last five years. Increasing demand, driven by rapid data center growth, should continue to support this market. The elimination of renewable energy tax credits is a concern for this segment and could lead to some short-term disruption. Though if power demand continues to increase, as forecast, investments will need to be made to meet this demand.
- These segments account for 16% of total non-residential construction spending.

Tarriff Update

- **Steel and aluminum tariffs remain at 50% for all countries under Section 232 of the Trade Expansion Act - the only country exemptions on steel resides with the UK, which has been lowered to 25% temporarily**
- **On August 18th, Department of Commerce added 407 new product categories to the list of goods considered steel and aluminum derivatives and subject to the 50% Section 232 tariffs**
- **Seeing stricter enforcement and implementation of penalties for failure to meet current disclosure requirements**
- **Significant lobbying underway to push for a flat \$/ton tariff on all steel and steel containing products to eliminate undervaluing of import value**
- **New 15% baseline tariff is imposed on most EU goods, tariff on steel and aluminum remains at 50% with indications a quota will be put in place that might allow a lower rate under the quota and 50% tariff for volume above the quota**
- **US finalized a trade agreement with Vietnam imposing a 20% tariffs on all goods manufactured in Vietnam and 40% on all goods transshipping through Vietnam. The Section 232 tariffs on steel and aluminum are outside of this trade deal, meaning steel and aluminum and derivative products will be taxed at 50%.**
- **A US appeals court has ruled that many of the tariffs issued by US President Donald Trump are illegal. The Supreme Court heard oral arguments in early November has not yet issued a final ruling. The ruling affects Trump's "reciprocal" tariffs, imposed on most countries around the world, as well as other tariffs slapped on China, Mexico and Canada (tariffs imposed under the IEEPA). This legal challenge will not impact the Section 232 tariffs on steel and aluminum, which have already passed multiple legal challenges in 2018.**

Zekelman Landmark Victory in PA



← News

Zekelman secures landmark legal victory against the Republic of Mexico

Making it unlawful for public agencies and state contractors in Pennsylvania to purchase or use steel conduit products made in Mexico for public works projects.

NOVEMBER 21, 2025

- Public works projects steel conduit is mainly used.
 - **Transportation Infrastructure-East Coast & Midwest (DOT projects, airports, rail systems). Federal funding usually drives domestic material requirements.**
- Will set a precedent for other states? Will others follow?
 - **Yes, if they have similar laws: Pennsylvania acted under a state-specific statute that allows restrictions on foreign products when discriminatory trade practices are proven. States with comparable procurement laws (ex. New York, Illinois, Texas) could adopt similar measures.**