



March 21, 2005

Monthly Update to Customers, Employees, Suppliers, and Friends of Kaiser Aluminum:

In Today's Hearing

No substantive news emerged from today's hearing because the agenda was limited to a number of fairly technical or narrowly defined legal matters. We expect the next hearing – on April 13 – to be of more general interest. That's when the Court will consider approval of the liquidating plans for four commodities-related subsidiaries in connection with the sale of our interests in Jamaica and Australia.

Positive National Sales Meeting

Last week, the company held its national sales meeting, which brought together most of our sales reps, plant managers, business unit leaders, and key staff people for a very productive several days. I'm pleased to report that this was one of the most upbeat meetings I have attended in recent years. The assembled team represented an impressive cross section of seasoned Kaiser veterans as well as an enthusiastic and knowledgeable group of newer employees – all of whom share the same drive to push Kaiser to its full potential. As a group, we reviewed a number of key topics, including our corporate strategy to be the preferred supplier of aluminum sheet, plate, extrusions, tube, and forgings for the following applications:

- Aerospace and High Strength
- General Engineering
- Automotive
- Custom Industrial Products

In various breakout sessions, our sales and operating folks discussed tactical issues and reviewed a variety of opportunities to generate additional value for our customers. After witnessing the energy, dedication, and motivation of this group, I came away from the meetings more optimistic than ever about the future of Kaiser Aluminum.

Liquidity

Liquidity – defined as cash and borrowing availability – has continued to be adequate under our new DIP. Our borrowing availability is relatively unchanged and continues to be more than \$100 million.

Jack A. Hockema
President and Chief Executive Officer