Acquiring the Largest Independent Aluminum Recycler in the World

Signature Reaches Agreement for the Acquisition of Aleris GRSA

October 21, 2014
Cautionary Statements

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This presentation contains forward-looking statements, which are based on the Company’s current expectations, estimates, and projections about the Company’s and Aleris Corporation’s Global Recycling and Specification Alloys businesses and prospects, as well as management’s beliefs and certain assumptions made by management. Words such as "anticipates," "expects," "intends," "plans," "believes," "seeks," "estimates," "may," "should," "will," "positioned," "outlook," and variations of these words are intended to identify forward-looking statements. These statements include, but are not limited to, statements about the Company’s and GRSA’s expansion and business strategies; the Company’s ability to satisfy the conditions to the acquisition of GRSA and the related financings, and to ultimately consummate the GRSA acquisition; anticipated growth opportunities; the amount of capital-raising necessary to achieve those strategies, as well as future performance, growth, operating results, financial condition and prospects.

Such statements are not guarantees of future performance and are subject to certain risks, uncertainties, and assumptions that are difficult to predict. Accordingly, actual results could differ materially and adversely from those expressed in any forward-looking statements as a result of various factors. Important factors that may cause such a difference include, but are not limited to the Company’s ability to successfully identify, consummate and integrate the acquisitions of GRSA and/or other businesses; changes in business or other market conditions; the difficulty of keeping expense growth at modest levels while increasing revenues; the Company’s ability to successfully defend against current and new litigation matters as well as demands by investment banks for defense, indemnity, and contribution claims; obtaining the expected benefits of the reincorporation; the Company’s ability to access and realize value from its federal net operating loss tax carryforwards; and other risks detailed from time to time in the Company’s SEC filings, including but not limited to the most recently filed Annual Report on Form 10-K and subsequent reports filed on Forms 10-Q and 8-K.

The statements contained herein speak only as of the date of this presentation and are subject to change. The Company undertakes no obligation to revise or update publicly any forward-looking statements for any reason.

The industry and market data and other statistical information used in this presentation are based on independent industry publications, government publications, reports by market research firms or other published independent sources. Some data is also based on the Company’s good faith estimates. Although the Company believes these sources are reliable, the Company has not independently verified the information and cannot guarantee its accuracy and completeness.
Management Participants

CRAIG BOUCHARD

• Chairman of the Board and Chief Executive Officer of Signature

• Founder of Shale-Inland, the nation's leading master distributor of pipes, valves and fittings to the energy sector; co-founder of Esmark, Inc., which became the 4th largest American steel company; former President and Chief Executive Officer of NumeriX (risk management software); former Senior Vice President and Global Head of Derivative Trading at the First National Bank of Chicago. Craig is a New York Times Best Selling Author.

KYLE ROSS

• Executive Vice President and Chief Financial Officer of Signature

• Co-founder of Signature Capital Partners (special situations investment company)
### Transaction Highlights

**Transaction**
- Acquiring GRSA for $525 million
- 6.5x LTM 9/30/14 Adjusted EBITDA\(^{(1)}\)
- Immediately accretive to earnings

**Financing**
- Funded via combination of cash, equity, preferred stock, and debt
- Plan to raise at least $125 million equity via primary offering and stapled rights offering

**Conditions/Timing**
- Anticipated closing prior to January 31, 2015
- Conditional on customary regulatory filings and approvals

**Tax Benefit**
- Transaction structured as a stock purchase with a 338(h)(10) deemed asset sale tax election

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\[^{(1)}\] Signature estimated GRSA standalone LTM 9/30/14 Adj. EBITDA using Aleris Corporation public filings. Multiple is based on the midpoint of the LTM 9/30/14 Adj. EBITDA range estimated by Signature.

\[^{(2)}\] Total uses of funds includes $525 million purchase price plus customary transaction fees and expenses.
Business at a Glance

- Global leader in third-party aluminum recycling
- 24 facilities in North America and Europe
- 300+ customers worldwide
- 1,600 employees
- Shipped 1.2 million tons in 2013
- 55% tolling, 45% buy/sell
- LTM 9/30/14 revenues of $1.5 billion and Adj. EBITDA of $79–82 million

Note: Signature estimated LTM 9/30/14 revenues and Adj. EBITDA using Aleris Corporation public filings.
Key Metrics

Note: Signature estimated LTM 9/30/14 metrics using Aleris Corporation public filings.
**Global Leader in Aluminum Recycling**
- #1 position in global third-party aluminum recycling
- 24 facilities across North America and Europe

**Strong Industry Dynamics & Outlook**
- End use sectors forecast robust growth through 2022
- Demand for secondary aluminum increasing vs. primary
- North America automotive body-in-white (“BiW”) transition

**Broad Operational Capabilities**
- Capabilities cover processing, melting, milling, and disposal
- Pre-processing ability provides operational flexibility
- 40% of volume delivered in molten form providing significant savings for customers

**Blue Chip Customer Base With Strong Relationships**
- Average 10+ years with Top 10 customers; consistently renews 95%+ of contracts with top customers
- Facilities with close proximity to customers provides cost advantages and strong barrier to entry

**Growth Opportunities**
- Near term organic growth opportunities with existing customers
- Longer term growth opportunities into other regions
- Acquisition opportunities will be considered
PROXIMITY TO CUSTOMERS PROVIDES DISTINCT COST ADVANTAGES
Increased Focus on Recycled Products

- Secondary (i.e. recycled) production requires less energy than that required to manufacture primary.
- Can be recycled repeatedly without loss of quality.
- ~10%\(^{(1)}\) cost savings in producing alloyed aluminum from recycled aluminum (vs. primary) due to existing alloying agents in scrap.
- Increasing environmental awareness raising recycling rates.
- Strong recycling trends in automotive, can, and construction to increase scrap availability.

\(^{(1)}\) Up to 10% cost savings on average, using company assumptions.

Source: Freedonia Group, October 2013
Outlook for Aluminum is Strong

• “Lightweighting” of vehicles to meet stringent emissions standards

• Aluminum auto sheet market to undergo transformative shift as major manufacturers move to BiW

• Ford F-150 moving to full aluminum body; other manufacturers appear likely to follow

• Aluminum sheet deliveries to automakers forecast to rise from 504 million pounds in 2014 to 2.7 billion pounds by 2018, representing a 51% CAGR

Sources: World Steel Dynamics; Ducker Research.
Combined Company Positioned for Success

• CEO of Signature well-versed in metals sector; augments GRSA management team with collective 190+ years industry experience

• Entire management team intends to stay with the business

• Transition Services Agreement with Aleris through 2015

• Deleverage

• Creates larger platform to grow through further acquisitions

• Pro forma business results anticipated to use Signature’s existing Federal NOLs
Appendix
GRSA’S VALUE PROPOSITION

• Utilizing recycled aluminum presents cost advantages over primary

• Enables customers to benefit from close-loop process (maximize consumption of owned metal units which is cheapest source of metal)

• Molten delivery reduces cost

• Scale and expertise boost efficiency and quality

• Production and delivery flexibility

• Scrap procurement

PLAYS KEY ROLE IN GLOBAL ALUMINUM INDUSTRY

PARTICIPATES IN THE FULL ALUMINUM RECYCLING VALUE CHAIN INCLUDING PROCESSING, MELTING AND MILLING
**Attractive End Markets**

<table>
<thead>
<tr>
<th>End Market</th>
<th>% GRSA Volume</th>
<th>Long-Term Global CAGR</th>
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<tbody>
<tr>
<td><strong>AUTOMOTIVE</strong></td>
<td></td>
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<tr>
<td>• Growth driven by increases in volume and aluminum content</td>
<td>61%</td>
<td>7% (2012–2020E)</td>
</tr>
<tr>
<td>• North America market has upside</td>
<td></td>
<td></td>
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<tr>
<td><strong>PACKAGING</strong></td>
<td></td>
<td></td>
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<tr>
<td>• ~12% of global aluminum consumption</td>
<td>22%</td>
<td>5% (2012–2022E)</td>
</tr>
<tr>
<td>• Used extensively for packaging of food, beverages and pharmaceuticals</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>AEROSPACE</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>• Solid order book and strong build rates driving growth</td>
<td>4%</td>
<td>8% (2012–2017E)</td>
</tr>
<tr>
<td><strong>BUILDING &amp; CONSTRUCTION</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>• ~22% of global aluminum consumption</td>
<td>4%</td>
<td>6% (2012–2022E)</td>
</tr>
<tr>
<td>• Used in wide range of materials such as windows, doors and facades, roofs and walls</td>
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Adjusted EBITDA Reconciliation

The following table presents the reconciliation of net income attributable to GRSA standalone to EBITDA and Adjusted EBITDA for the periods below:

<table>
<thead>
<tr>
<th>(Dollars in millions)</th>
<th>Twelve Months Ended June 30, 2014</th>
<th>Year Ended December 31,</th>
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<tbody>
<tr>
<td></td>
<td></td>
<td>2013</td>
</tr>
<tr>
<td>Net income attributable to GSRA</td>
<td>$23.0</td>
<td>$19.0</td>
</tr>
<tr>
<td>Interest</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Taxes</td>
<td>5.5</td>
<td>4.3</td>
</tr>
<tr>
<td>Depreciation and amortization</td>
<td>22.4</td>
<td>21.6</td>
</tr>
<tr>
<td>EBITDA</td>
<td>50.9</td>
<td>44.9</td>
</tr>
<tr>
<td>Allocated corporate SG&amp;A</td>
<td>20.0</td>
<td>18.4</td>
</tr>
<tr>
<td>Other, net</td>
<td>3.9</td>
<td>2.1</td>
</tr>
<tr>
<td>Adjusted EBITDA</td>
<td>$74.7</td>
<td>$65.4</td>
</tr>
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NOTE ON RECONCILIATION OF NON-GAAP FINANCIAL MEASURES:
A non-GAAP financial measure is a numerical measure of historical or future financial performance, financial position or cash flows that excludes amounts, or is subject to adjustments that have the effect of excluding amounts, that are included in the most directly comparable measure calculated and presented in accordance with GAAP in the balance sheets, statements of operations, or statements of cash flows; or includes amounts, or is subject to adjustments that have the effect of including amounts, that are excluded from the most directly comparable measures so calculated and presented. EBITDA and Adjusted EBITDA are not financial measures recognized under GAAP. EBITDA and Adjusted EBITDA are presented and discussed because management believes they enhance the understanding of the financial performance of Signature’s and GRSA’s operations by investors and lenders. As a complement to financial measures recognized under GAAP, management believes that EBITDA and Adjusted EBITDA assist investors who follow the practice of some investment analysts who adjust GAAP financial measures to exclude items that may obscure underlying performance and distort comparability. Because EBITDA and Adjusted EBITDA are not measures recognized under GAAP, they are not intended to be presented herein as a substitute for net earnings as an indicator of operating performance. EBITDA and Adjusted EBITDA are primarily performance measurements the Company’s senior management and Board expect to use to evaluate certain operating results. Signature calculates EBITDA and Adjusted EBITDA as earnings before interest, taxes, depreciation and amortization, or EBITDA, which is then adjusted to remove or add back certain items, or Adjusted EBITDA. These items are identified below in the reconciliation of GRSA’s net earnings to EBITDA and Adjusted EBITDA. Net earnings is the GAAP measure most directly comparable to EBITDA and Adjusted EBITDA. Signature’s calculation of EBITDA and Adjusted EBITDA may be different from the calculation used by other companies for non-GAAP financial measures having the same or similar names; therefore, they may not be comparable to other companies.