



NUCAP Industries Inc.

INFORMATION RELEASE

NUCAP acquires major stake in ADI METALPARTS S.A. to form NUCAP EUROPE S.A.

(August 30, 2006 - Pamplona, Spain) - NUCAP Industries of Toronto, Canada and Berkelium of Pamplona, Spain announced this morning that they have signed an agreement for NUCAP's acquisition of a major interest in ADI Metalparts S.A., a Pamplona-based manufacturer of Disc Brake Backing Plates and Accessories.

The soon-to-be-renamed company will direct NUCAP's operational and sales activities in Europe and the Mediterranean Basin, and will retain Mr. Eduardo Unzu as General Manager. NUCAP Europe S.A. is seen as a major part of NUCAP's Global Product/Global Reach strategies, providing NUCAP with existing business relationships and viable logistics via ADI's operations and customer network.

Juan Miguel Sucunza, CEO of Berkelium S.L. and NUCAP Europe, adds;

"A Joint Venture with a global leader like NUCAP will take this existing company and move it forward into a leadership position in the category, presenting the widest product portfolio and the most efficient and innovative solutions in the market. The synergy of the two companies' capabilities and product lines makes this joining a perfect fit".

"We look forward to providing Europe with the benefits of our technical innovations," states Ray Arbesman, Chairman of NUCAP Industries & NUCAP Europe. "Our patented NRS Mechanical Attachment technologies, our developing NU-LOK NVH Abatement Shim product line, as well as our Drum Brake expertise & full line of hardware will be great additions to ADI's line of quality European Disc Brake Backing Plates," continues Arbesman, including that "with this acquisition, NUCAP has made its next logical step in supplying its talents and technologies to the Global Market."

NUCAP is a leading producer of Disc Brake Backing Plates, Drum Brake Cores, and Shims & Brake hardware in North America and is known for its technological innovations across its entire product offering in this market sector.

Berkelium, owner of Icer Brakes S.A. and other companies, is a European leader in supplying efficient braking friction material solutions for the motor vehicle and railway industries.

*For more Information please contact:
Your NUCAP Representative or visit
www.nucap.com*