OHM Corporation

NEWS RELEASE

16406 U.S. Route 224 East ■ P.O. Box 551 ■ Findlay, Ohio 45839-0551

FINANCIAL CONTACTS: Sam Iapalucci
419-424-4924

Pamela K. M. Beall
419-425-6002

MEDIA CONTACT: Patti Ziegler
419-425-6048

For Immediate Release

OHM AWARDED $210 MILLION OF U.S. AIR FORCE CONTRACTS FOR HAZARDOUS WASTE REMEDIATION; CONTRACT BACKLOG AT RECORD LEVEL

FINDLAY, OHIO, July 19, 1994--OHM Corporation (NYSE:OHM), a leading on-site hazardous waste remediation firm, today announced it has been awarded three Full Service Remedial Action Contracts with an aggregate potential value of $210 million over five years for environmental cleanup work at a number of air force bases nationwide. The contracts awarded by the U.S. Department of the Air Force Center for Environmental Excellence (AFCEE) are for a five year ordering period. All of the contracts are indefinite delivery/indefinite quantity type contracts with cost reimbursable and firm fixed price arrangements. The contracts were awarded based on technical, managerial, cost and other general considerations.

"The addition of these new contracts and several other smaller project awards bring our current contract backlog to approximately $1.6 billion, up from $1.4 billion at the end of the first quarter," said James L. Kirk, Chairman, President, and Chief Executive Officer of OHM. "This is a record for OHM and we continue to win about 40 percent of the government term contracts we pursue. We are still waiting for decisions on proposals submitted for term contracts representing another $500 million of potential value and OHM has identified another $3.5 billion of new bidding opportunities for which we anticipate submitting proposals over the next twelve to eighteen months."

Most of OHM's contract backlog consists of government term contracts, similar to those awarded by the AFCEE, for cleanup of military bases and Superfund sites. "While there is no guarantee that the government will fully spend the amounts designated by these types of term contracts, historically OHM has achieved an average of 85 percent of potential contract value," noted Kirk.

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"Contributing to the significant increase in government term contract awards is military base closings and the Federal Facilities Compliance Act which are pushing the federal government's move into cleanups as opposed to studies. OHM is well positioned to benefit from this trend," Kirk added.

Second Half Results will Benefit From Government Activity

OHM expects to report that revenues for its second quarter, which ended June 30, 1994, will be more than 50 percent greater than last year's $58.1 million. "Most of the increase in revenues for the second quarter is from government contracts awarded from 1989-1993," said Kirk. Recent delivery orders indicate the government is moving ahead with work under several of the contracts it awarded to OHM during the past nine months. "During the second quarter we received approximately $30 million in delivery orders from the U.S Navy, under the three $250 million contracts awarded in August 1993, February 1994 and March 1994, for cleanup work to be performed in the Atlantic, Pacific and Southwest Divisions of the Naval Facilities Engineering Command, respectively. We expect at least another $50 million in delivery orders during the third quarter from these contracts," Kirk added.

Department of the Air Force Center for Environmental Excellence Contract Awards

The three AFCEE contracts involve:

- A nationwide contract under a Full Service Remedial Action Contract to be administered by Brooks Air Force Base located near San Antonio, Texas. This contract has a total potential value of up to $150 million over five years. The Company believes work under this contract will commence immediately.

- A separate base-specific contract with a potential value up to $35 million over five years for OHM to provide environmental remediation services at England Air Force Base located near Alexandria, Louisiana, scheduled for closing under the Base Realignment and Closure program.

- A contract with a potential value up to $25 million over five years for OHM to provide cleanup services at Bergstrom Air Force Base located near Austin, Texas, scheduled for closing under the Base Realignment and Closure program.

In addition to the three contracts awarded to OHM as prime contractor, OHM expects to provide remediation services as a team subcontractor under three additional base-specific Full Service Remedial Action Contracts at:

- Rickenbacker Air Force Base near Columbus, Ohio,
- Williams Air Force Base near Chandler, Arizona, and
- Lowry Air Force Base near Denver, Colorado.

OHM estimates that its subcontract work under these contracts could have a potential value up to $30 million over five years.

With 25 years experience and the successful completion of more than 16,000 projects, OHM is a leading nationwide environmental remediation firm and a major emergency response contractor. The Company provides a broad range of physical, chemical, biological, and thermal treatment technologies to clean up hazardous waste through its 26 locations in the United States. OHM provides its services to a diverse client base in the private sector including petroleum, chemical, transportation, and general manufacturing firms as well as the public sector including the U. S. Army Corps of Engineers, the U. S. Department of the Air Force, the U. S. Department of the Navy, the U. S. EPA, and at U.S. Department of Energy facilities.

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