



Immediate Release:

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**PENN TRAFFIC AND UFCW LOCAL 23 REACH CONTRACT AGREEMENT
FOR 160 DUBOIS WAREHOUSE EMPLOYEES**

DuBois, Pennsylvania, December 10, 2005 --- The Penn Traffic Company today announced it has reached agreement with United Food & Commercial Workers (UFCW) Local 23 on a new contract covering approximately 160 employees at its BiLo/Riverside grocery warehouses at Route 255 & Shaffer Road in DuBois, Pennsylvania.

“We are pleased we have been able to negotiate a contract with our DuBois warehouse employees to provide a competitive package of wages and benefits while enabling Penn Traffic to continue to remain competitive,” said Tim Cipiti, Vice President for Distribution for Penn Traffic. “Our DuBois warehouse employees demonstrate on a daily basis that they care about our company and are dedicated to our customers. Everyone at Penn Traffic appreciates their hard work and commitment.”

The three-year contract was ratified by members of UFCW Local 23 in a vote earlier today. Penn Traffic did not release contract terms.

The Penn Traffic Company operates 110 supermarkets in Pennsylvania, upstate New York, Vermont and New Hampshire under the BiLo, P&C and Quality trade names. Penn Traffic also operates a wholesale food distribution business serving 79 licensed franchises and 41 independent operators.

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