

SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

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FORM 8-K

CURRENT REPORT

Pursuant to Section 13 or 15(d) of the  
Securities Exchange Act of 1934

Date of Report (Date of earliest event reported): February 27, 2009

Universal Stainless & Alloy Products, Inc.

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(Exact name of registrant as specified in its charter)

Delaware	000-25032	25-1724540
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(State or other jurisdiction of incorporation)	(Commission File Number)	(IRS Employer Identification No.)

600 Mayer Street, Bridgeville, Pennsylvania 15017

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(Address of principal executive offices) (Zip code)

Registrant's telephone number, including area code: (412) 257-7600

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2.):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Item 1.01. Entry into a Material Definitive Agreement.

On February 27, 2009, Universal Stainless & Alloy Products, Inc. (the "Company") entered into a new credit agreement (the "Credit Agreement") with PNC Bank, National Association, providing for a \$12.0 million term loan maturing on February 28, 2014 and a \$15.0 million revolving credit facility expiring June 30, 2012. The Credit Agreement replaces the Company's prior credit agreement entered into in June 2005, which was scheduled to expire in June 2009.

The credit facility established by the Credit Agreement (the "Credit Facility") is unsecured. The interest rate on borrowings under the Credit Facility is based on LIBOR (London Interbank Offered Rates) and is subject to adjustment based upon the Company's maintenance of certain financial ratios. A quarterly nonrefundable commitment fee is payable based upon the unused availability under the revolving credit facility.

The Credit Agreement contains customary affirmative and negative covenants for credit facilities such as the Credit Facility, including limitations on the Company with respect to indebtedness, liens, investments, mergers and acquisitions, dispositions of assets and transactions with affiliates. The Credit Agreement also provides for customary events of default under the Credit Facility, including failure to pay principal, interest or fees when due, failure to pay other indebtedness, failure to comply with covenants, the fact that any representation or warranty made by the Company is untrue or incorrect in any

material respect, commencement of certain insolvency or receivership events affecting the Company and occurrence of a change in control of the Company. Upon the occurrence of an event of default, the commitments of the lender may be terminated, and all outstanding obligations of the Company under the Credit Facility may be declared immediately due and payable.

The foregoing is a summary of the material terms and conditions of the Credit Agreement and not a complete discussion of the document. Accordingly, the foregoing is qualified in its entirety by reference to the full text of the Credit Agreement, which will be filed as an exhibit to the Company's Annual Report on Form 10-K for its year ended December 31, 2008.

On March 4, 2009, the Company issued a press release regarding the Credit Agreement. A copy of the press release is attached hereto as Exhibit 99.1.

ITEM 2.03. Creation of a Direct Financial Obligation or an Obligation under an Off-Balance Sheet Arrangement of a Registrant.

The disclosure set forth above under Item 1.01 is hereby incorporated by reference into this Item 2.03.

Item 9.01 Financial Statements and Exhibits

(d) Exhibits

99.1 Press Release dated March 4, 2009

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

UNIVERSAL STAINLESS & ALLOY PRODUCTS, INC.

By: /s/ Richard M. Ubinger

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Vice President of Finance,  
Chief Financial Officer and Treasurer

Dated: March 5, 2009

[GRAPHIC OMITTED]  
UNIVERSAL STAINLESS  
& ALLOY PRODUCTS, INC.

CONTACTS: Richard M. Ubinger  
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President  
Comm-Partners LLC  
(203) 972-0186

FOR IMMEDIATE RELEASE  
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Universal Stainless Enters New Credit Agreement with PNC Bank

BRIDGEVILLE, PA, March 4, 2009 - Universal Stainless & Alloy Products, Inc. (Nasdaq: USAP) announced today that it has entered into a new credit agreement with PNC Bank providing for a \$12.0 million term loan scheduled to mature in 2014 and a \$15.0 million revolving credit facility with a term expiring in 2012. The new agreement replaces the Company's existing Revolving Credit Agreement that was set to expire June 30, 2009.

The Company intends to use the borrowings under the term loan to fund its previously announced capital investment program totaling \$13 million in its Bridgeville melt shop and other related costs. The investment is for major upgrades in equipment, automation and plant layout, including installation of a 50-ton electric arc furnace shell, upgrade of alloy addition equipment at the Argon-Oxygen Decarburization (AOD) unit, and the addition of new ladle preheating equipment. The equipment and infrastructure spending is expected to be completed by the end of 2009 and the automation spending is scheduled to be completed by the middle of 2010. The investment is expected to yield annual cost savings of more than \$7.5 million beginning in the 2009 fourth quarter.

Dennis Oates, President and Chief Executive Officer, commented: "We are pleased to have this new credit agreement with PNC Bank, to supplement our existing strong cash position and to provide financing for our melt shop project and support future strategic initiatives. Investing in our melt shop is crucial to delivering on our commitment to provide unparalleled service to our customers through reliable on-time delivery, short lead times and quality products. The melt shop project, which is underway, is not expected to cause any disruption to current delivery schedules. This investment will strengthen our current competitive position and enable us to pursue new opportunities as the economy and demand recover."

About Universal Stainless & Alloy Products, Inc.  
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Universal Stainless & Alloy Products, Inc., headquartered in Bridgeville, Pa., manufactures and markets a broad line of semi-finished and finished specialty steels, including stainless steel, tool steel and certain other alloyed steels. The Company's products are sold to rerollers, forgers, service centers, original equipment manufacturers and wire redrawers. More information is available at [www.univstainless.com](http://www.univstainless.com).

Forward-Looking Information Safe Harbor  
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Except for historical information contained herein, the statements in this release are forward-looking statements that are made pursuant to the "safe harbor" provision of the Private Securities Litigation Reform Act of 1995. Forward-looking statements involve known and unknown risks and uncertainties that may cause the Company's actual results in future periods to differ materially from forecasted results. Those risks include, among others, risks associated with the receipt, pricing and timing of future customer orders, risks associated with significant fluctuations that may occur in raw material and energy prices, risks associated with the manufacturing process, labor and production yields, risks related to property, plant and equipment, and risks related to the ultimate outcome of the Company's current and future litigation and regulatory matters. Certain of these risks and other risks are described in

the Company's filings with the Securities and Exchange Commission (SEC) over the last 12 months, copies of which are available from the SEC or may be obtained upon request from the Company.

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