FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

OMB APPROVAL STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

3235-0287 Estimated average burden hours per response: 0.5

Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

1. Name and Address of Reporting Person* BALLOU ROBERT C					2. Issuer Name and Ticker or Trading Symbol QUANEX CORP [NX]											5. Relationship of Reporting Person(s) to Issuer (Check all applicable) Director 10% Owner Officer (give title X Other (specify					
(Last) (First) (Middle) 1900 WEST LOOP SOUTH SUITE 1500					3. Date of Earliest Transaction (Month/Day/Year) 03/08/2005											below)			below)		
(Street) HOUSTON TX 77027					4. If Amendment, Date of Original Filed (Month/Day/Year)								Line)	6. Individual or Joint/Group Filing (Check Applicable Line) X Form filed by One Reporting Person Form filed by More than One Reporting							
(City) (State) (Zip)															Person						
		Ta	able I - Nor	า-Deriv	ativ	ve S	ecuri	ties	Acqı	uired,	Disp	osec	d of, or	Bene	eficially	Owned					
Date				Date	ansaction th/Day/Year)		2A. Deemed Execution Date, if any (Month/Day/Year		ate,	3. Transactio Code (Ins						5. Amount of Securities Beneficially Owned Following		6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)		7. Nature of Indirect Beneficial Ownership	
									Code	v	Amou	nt (A) or D)	Price	Reported Transaction (Instr. 3 au	on(s) nd 4)			(Instr. 4)		
Common Stock 03/08					3/2005					S		7.	50	D	\$60.81	8,325.92			D		
			Table II -										of, or B rtible s			wned					
1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Da if any (Month/Day/Y	Co	e, Transacti Code (Ins		of Deriv Secu Acqu (A) of Dispo	f Expir (Monical Expired Notes and Inc.) cquired Notes and Inc. isposed f (D) nstr. 3, 4		te Exercisable and ration Date th/Day/Year)		7. Title and Amount of Securities Underlying Derivative Security (Instr. 3 and 4)		8. Price of Derivative Security (Instr. 5)	9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4)		10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)			
				Co	de	v	(A)	(D)	Date Exerc	cisable	Expiration Date		Title		unt or ber of es						
Stock Options (Right to buy)	\$21.3333								12/05/2003		12/04	1/2012	Common Stock	9,500.5			9,500.5		D		
Stock Options (Right to buy)	\$24								07/30	0/2003	07/30/2012		Common Stock	7,500			7,500		D		
Stock Options (Right to buy)	\$26.4								12/04	4/2004	12/03/2013		Common Stock	12,800			12,800		D		
Stock Options (Right to buy)	\$39.4667								12/0	1/2005	12/01	/2014	Common Stock	1	9,950		19,95	60	D		
Phantom Stock	\$0								12/3	1/2004	08/08	3/1988	Common Stock	3,94	41.6303		3,941.6	303	D		

Explanation of Responses:

Terry M. Murphy, Power of **Attorney**

03/09/2005

** Signature of Reporting Person

Date

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

- * If the form is filed by more than one reporting person, see Instruction 4 (b)(v).
- ** Intentional misstatements or omissions of facts constitute Federal Criminal Violations See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.